

Interim Report, first half of 2015

The turnover and consolidated results of the Gévelot Group for the first half of 2015 compared to the first half of 2014, according to IFRS International Accounting Standards are as follows:

<i>In millions of Euros</i>	1st half 2015	1 st half 2014 ^(a)	2014 ^(a)
Consolidated turnover	110.8	106.7	211.8
Current operating income	3.8	4.6	8.1
Operating income	1.5 ^(d)	67.2 ^(b)	73.0
Financial income	0.8	1.1	5.4
Current pre-tax income, integrated companies	2.3	68.3	78.4
Tax	-1.3	-3.8	-6.6
Net income, integrated companies	1.0	64.5	71.8
Companies' income, equity method	-	-	-
Net income of activities undertaken	1.0	64.5 ^(c)	71.8
Net income of activities to be transferred.	-	-5.7	-4.9
Net income of consolidated companies	1.0	58.8	66.9
Proportion of interest not conferring control	-0.5	-	-
Income attributable to the parent company	1.5	58.8	66.9

^(a) Presentation of the Mechanical activity on a separate line of the income statement

^(b) including Net gain on disposal of the stake in KUDU Industries Inc. €62.8 million, € 61.7 million net^(c)

^(d) including goodwill impairment of AMIK Oilfield Equipment & Rentals Ltd €2.1 million

The Group's consolidated turnover for the first half of 2015 amounts to €110.8 million, up 3.9 % on the same period in 2014. On a like-for-like basis and currency rate, sales would be down 2.9%.

Turnover in the **Extrusion Sector** at €58.4 million is down 2.5 %.

Turnover in the **Pumps Sector** at €52.4 million is up 12.2 %. On a like-for-like basis and currency rate, sales would be down 3.1 %.

The Group's consolidated operating income is positive with €3.8 million against a profit of €4.6 million at end of June 2014. Improvement of the Extrusion Sector's contribution partly offset the decline in the Pumps Sector, affected by the impact of falling oil prices.

After goodwill impairment, the operating profit amounted to €1.5 million against € 67.2 million at end of June 2014, a period which included a capital gain on the €62.8 million related to the sale, in May 2014, of our minority stake in the Canadian Society KUDU Industries Inc.

Given the aforementioned facts and after tax, the net income for the first half of 2015 (Group share) shows profits of €1.5 million against €58.8 M (€2.7 million excluding exceptional) in the first half of 2014.

GROUP OUTLOOK FOR 2015

Extrusion Sector

In a slightly growing European Automotive Market, the activity should reach the same level as the previous year.

In France, the return to an operating result close to break-even has begun in recent months after the resolution of industrial problems encountered since mid-2013. The optimisation of the product range and productivity efforts will continue to strengthen recovery in progress.

In Germany, activity is declining due to changes in product lines. The result nevertheless remains positive. Recent industrial investments are expected to develop new markets in the long term.

After the return to break-even recorded in 2014, the contribution of this Sector to consolidated net income is expected to improve in 2015.

Pumps Sector

In a global context of falling oil prices, induced reduction of investments by key stakeholders and major geopolitical risks, the turnover of this Sector, on a like-for-like basis and excluding currency rate effects, is expected to fall in 2015.

Adaptation Plans are being set up globally to adjust the sector to the reality of its markets, improve productivity and quality of its products while optimising structures and geographic locations.

Overall Group

Given all the above and in the absence of new exceptional events, consolidated net income for 2015 could remain positive.