



2011

INTERIM FINANCIAL REPORT

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CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AT 30 JUNE 2011

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> BALANCE SHEET

(€ thousands)	ASSETS	Notes	30/06/2011	31/12/2010
	Goodwill	4.1	406,329	409,902
	Other intangible assets	4.1	48,534	50,511
	Property, plant and equipment	4.2	31,965	15,290
	Other tangible fixed assets	4.2	43,658	38,818
	Rental assets	4.3	60,581	60,608
	Investments and other non-current assets	4.4	57,237	57,047
	Equity-accounted investments	4.5	721	394
	Deferred tax assets		13,832	13,007
	NON-CURRENT ASSETS		662,857	645,577
	Inventories and work-in-progress		15,888	13,422
	Trade receivables	4.6	153,521	155,591
	Other receivables	4.7	86,457	76,932
	Marketable securities	4.11	52,076	58,479
	Bank and cash	4.11	86,642	62,495
	CURRENT ASSETS		394,584	366,919
	TOTAL		1,057,441	1,012,496

(€ thousands) SHAREHOLDERS' EQUITY & LIABILITIES	Notes	30/06/2011	31/12/2010
Share capital	4.8	71,695	71,695
Reserves and additional paid-in capital	4.8	231,666	221,422
Translation adjustments	4.8	(9,719)	(7,633)
Net income for the period	5	13,876	26,354
Shareholders' equity, Group's share		307,518	311,838
Non-controlling interests		33,721	41,293
TOTAL SHAREHOLDER' EQUITY		341,239	353,131
Commitments and contingencies	4.9	6,268	5,957
Deferred tax liabilities		3,430	3,323
Non-current borrowings	4.11	218,626	188,816
NON-CURRENT LIABILITIES		218,626	198,096
Commitments and contingencies	4.10	5,726	2,686
Current borrowings	4.11	132,032	103,204
Short-term bank loans	4.11	26,415	14,132
Advances and down-payments on outstanding orders		13,484	7,490
Trade payables		144,983	121,893
Tax and employee-related liabilities		72,048	71,051
Other liabilities	4.12	90,190	140,813
CURRENT LIABILITIES		487,878	461,269
TOTAL		1,057,441	1,012,496

> INCOME STATEMENT

(€ thousands)	Notes	30/06/2011 6 months	30/06/2010 6 months
Sales	3	383,874	356,757
Other operating income	5.1	3,193	2,687
Operating income		387,067	359,444
Raw materials and consumables	5.2	(30,841)	(30,464)
External charges	5.2	(206,809)	(191,977)
Taxes and similar payments		(8,732)	(7,917)
Personnel expenses & employee profit sharing		(98,843)	(85,411)
Allowances for depreciation and reserves		(18,926)	(16,947)
Other operating expenses		5,868	(2,318)
Operating expenses		(358,283)	(335,031)
OPERATING PROFIT	3	28,784	24,413
Net interest expense	5.3	(2,769)	(2,793)
Other financial income and expense	5.3	(2,682)	(348)
NET FINANCIAL EXPENSE	5.3	(5,451)	(3,141)
PRE-TAX INCOME		23,333	21,272
Income tax	5.4	(6,695)	(6,826)
INCOME OF FULLY-CONSOLIDATED COMPANIES		16,638	14,446
Net income from equity-accounted investments		322	482
NET INCOME BEFORE NON-CONTROLLING INTERESTS		16,960	14,928
Non-controlling interests		3,084	1,780
NET INCOME		13,876	13,148
Average number of shares		17,923,740	17,923,740
Net earnings per share (in euros)		0.77	0.73
Average number of diluted shares		18,279,115	18,106,040
Fully diluted earnings per share (in euros)		0.76	0.72
NET INCOME BEFORE NON-CONTROLLING INTERESTS		16,960	14,928
Currency translation adjustments		(2,882)	6,698
Impact of fair value measurement of financial documents		1,049	(1,204)
TOTAL COMPREHENSIVE INCOME		15,127	22,830
Total comprehensive income attributable to non-controlling interests		2,288	3,152
Total comprehensive income attributable to equity holders of the parent		12,839	19,678

> CASH FLOW STATEMENT

(€ thousands)	30/06/2011 6 months	30/06/2010 6 months	31/12/2010 12 months
Cash and cash equivalents at the beginning of the year	106,842	137,872	137,872
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Net income	13,876	13,148	26,354
Adjustments to reconcile profit (loss) to net cash provided by operating activities:			
Depreciation and provisions	15,869	12,896	25,209
Unrealised gains and losses from fair value adjustments	12	(1)	60
Expense and income in connection with stock options	484	411	896
Gains and losses on disposals of fixed assets	316	274	1 158
Non-controlling interests in consolidated subsidiaries' net income	3,084	1,780	3,797
Net income of companies consolidated by the equity method	(322)	(482)	(577)
Operating cash flows	33,319	28,026	56,897
Net interest expense	2,769	2,793	7,294
Income tax and deferred tax	6,695	6,826	12,480
Operating cash flows before net interest expense and income tax	42,783	37,645	76,671
Income tax paid	(5,678)	(3,911)	(4,484)
Change in inventories	(1,073)	19	(446)
Change in accounts receivable, deferred income	(55,099)	(22,953)	11,368
Change in accounts payable, deferred charges	14,807	7,825	1,967
Other changes	(15,860)	4,925	(4,626)
Changes in working capital requirements	(57,225)	(10,184)	8,263
Net cash provided by operating activities (A)	(20,120)	23,550	80,450
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of PPE and rental assets	(960)	(830)	(3,403)
Acquisition of intangible fixed assets	(19,381)	(20,347)	(41,294)
Disposal of tangible and intangible assets	74	126	350
Acq. of investments and other non-current assets	(5,446)	(6,765)	(7,724)
Disposal of investments and other non-current assets	972	1,346	545
Net cash flows from the acquisition and disposal of subsidiaries	(2,052)		(19)
Net cash used in investing activities (B)	(26,793)	(26,467)	(51,545)
<u>NET CASH FROM FINANCING ACTIVITIES</u>			
Dividends paid to shareholders			(15,871)
Dividends paid to the non-controlling shareholders of the consolidated companies	(377)	(723)	(3,421)
Other changes in equity	(989)	1,609	1,290
Proceeds from the issuance of new debt	85,624	1 000	34,490
Repayment of debt	(30,841)	(31,687)	(71,982)
Net interest expense	(2,769)	(2,793)	(7,294)
Net cash provided by financing activities (C)	50,648	(32,594)	(62,788)
Effect of exchange rate fluctuations on cash (D)	(1,274)	3,655	2,853
Net change in cash and cash equivalents (A+B+C+D)	2,461	(31,856)	(31,006)
Closing cash and cash equivalents	109,303	106,016	106,842

> CHANGES IN SHAREHOLDERS' EQUITY

(€ thousands and thousands of shares)	Number of shares (thousands)	Group before non-controlling interests					Non-controlling interests	Total
		Share capital	Addition al paid in capital	Retained earnings	Net income for the period	Total Group		
Balance as of 31/12/2008	17,924	71,695	122,347	71,389	30,668	296,099	33,949	330,048
Appropriation of comprehensive income N-1					(30,668)			
Distribution of dividends				(16,131)		(16,131)	(723)	(16,854)
Cancellation of treasury shares				(1,011)		(1,011)		(1,011)
Stock option expenses				411		411		411
Other changes							(2,608)	(2,608)
Comprehensive income					19,678	19,678	3,152	22,830
Balance as of 30/06/2009	17,924	71,695	122,347	85,326	19,678	299,046	33,770	332,816
Distribution of dividends				260		260	(2,698)	(2,438)
Cancellation of treasury shares				167		167		167
Share of assets contributed by non-controlling interests				485		485		485
Stock option expenses				(1,192)		(1,192)	7,626	6,434
Comprehensive income					13,072	13,072	2,595	15,667
Balance as of 31/12/2009	17,924	71,695	122,347	85,046	32,750	311,838	41,293	353,131
Appropriation of comprehensive income N-1					(32,750)			
Distribution of dividends				(16,131)		(16,131)		
Cancellation of treasury shares				484		484		484
Stock option expenses				(1,512)		(1,512)		(1,512)
Share of assets contributed by non-controlling interests							(9,483)	(9,483)
Comprehensive income					12,839	12,839	2,288	15,127
Balance as of 30/06/2010	17,924	71,695	122,347	100,637	12,839	307,518	33,721	341,239

> NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

NOTE 1 -SIGNIFICANT ACCOUNTING POLICIES

The consolidated interim financial statements of GL events Group were prepared by the Board of Directors on 28 July 2011.

In compliance with IAS 34 "interim financial reporting" only selected explanatory notes are provided in these condensed financial statements. With the exception of the items mentioned below, the main accounting policies used herein are the same as those applied in the 2009 registration document filed with the French financial market authority (AMF) on 16 April 2010 under number D11-0280.

In the period, the Group adopted standards, amendments and interpretations whose application became mandatory for periods beginning on or after 1 January 2011 and including notably:

- Revised IAS 24: related party disclosures;
- IAS 32: amendment on the classification of rights issues;
- IFRIC 14: amendment on prepayments of a minimum funding requirement;
- IFRIC 19: extinguishing financial liabilities with equity instruments.

None of these texts have an impact on net income and the Group's financial position nor on the presentation of the accounts and financial information. On this basis, the Group is not concerned by the content and/or the impact of these texts at 30 June 2011.

It has not applied standards or interpretations established by the IASB or IFRIC but not yet adopted by the European Union at 30 June 2011.

NOTE 2 –SCOPE OF CONSOLIDATION

Changes in the scope of consolidation in the period were as follows:

Subsidiaries	Date of consolidation or deconsolidation
<ul style="list-style-type: none"> • Slick System • Museum Food • Brelet • Sodes et Sodes Inc • Modamont 	<ul style="list-style-type: none"> • Consolidated for first time on 1 february 2011 • Consolidated for first time on 1 february 2011 • Consolidated for first time on 1 march 2011 • Deconsolidated in 30 april 2011 • Accounted for using the equity method on 1 january 2011

Because changes in Group structure have not had any material effect on the consolidated financial statements, pro forma information is not provided.

> NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

Companies	Place of registration or incorporation	Company Trade Registry number	Controlling interest %		Ownership interest %		
			2011	2010	2011	2010	
Parent company							
GL events	Brignais	351 571 757					
French subsidiaries							
Altitude Expo	Mitry Mory	379 621 220	100,00	100,00	100,00	100,00	IG
Alice Evénements	Brignais	518 247 283	100,00	100,00	100,00	100,00	IG
Auvergne Evénements	Cournon d'Auvergne	449 076 900	52,00	52,00	52,00	52,00	IG
Auvergne Evénements Spectacles	Cournon d'Auvergne	449 077 767	100,00	100,00	52,00	52,00	IG
Brelet ⁽¹⁾	Saint-Sébastien	857 803 084	100,00		100,00		IG
Brelet Centre Europe ⁽¹⁾	Strasbourg	437 742 059	100,00		100,00		IG
Cee	Paris	393 255 765	100,00	100,00	100,00	100,00	IG
Chorus	Vannes	414 583 039	100,00	100,00	100,00	100,00	IG
Décorama	Ivry sur Seine	612 036 996	100,00	100,00	100,00	100,00	IG
Esprit Public	Lyon	384 121 125	100,00	100,00	100,00	100,00	IG
Fabric Expo	Mitry Mory	379 666 449	100,00	100,00	100,00	100,00	IG
GL events Audiovisual	Brignais	317 613 180	100,00	100,00	100,00	100,00	IG
GL events Campus	Brignais	509 647 251	100,00	100,00	100,00	100,00	IG
GL events Cité Centre de Congrès Lyon	Lyon	493 387 963	100,00	100,00	100,00	100,00	IG
GL events Exhibitions	Chassieu	380 552 976	95,00	95,00	97,31	97,31	IG
GL events Management	Brignais	495 014 524	100,00	100,00	100,00	100,00	IG
GL events Parc expo Metz Métropole	Metz	493 152 318	100,00	100,00	100,00	100,00	IG
GL events Scarabée	Roanne	499 138 238	90,00	90,00	90,00	90,00	IG
GL events Services	Brignais	378 932 354	100,00	100,00	100,00	100,00	IG
GL events SI	Brignais	480 214 766	100,00	100,00	100,00	100,00	IG
GL events Support	Brignais	480 086 768	100,00	100,00	100,00	100,00	IG
GL Mobilier	Brignais	612 000 877	100,00	100,00	100,00	100,00	IG
Hall Expo	Brignais	334 039 633	100,00	100,00	100,00	100,00	IG
International Standing France	Basse-Goulaine	342 784 873	100,00	100,00	100,00	100,00	IG
Kobé	Lyon	382 950 921	100,00	100,00	100,00	100,00	IG
Market Place	Paris	780 153 862	89,98	89,98	89,98	89,98	IG
Menuiserie Expo	Brignais	353 672 835	100,00	100,00	100,00	100,00	IG
Mont Expo	Brignais	342 071 461	100,00	100,00	100,00	100,00	IG
Modamont ⁽¹⁾	Suresnes	309 121 788	50,00		24,50		ME
Ovation +	Marseille	444 620 074	100,00	100,00	89,98	89,98	IG
Package	Lyon	401 105 069	100,00	100,00	100,00	100,00	IG
Polygone Vert	Brignais	320 815 236	100,00	100,00	100,00	100,00	IG
Première Vision ⁽³⁾	Lyon	403 131 956	49,00	49,00	49,00	49,00	IG
Profil	Lyon	378 869 846	100,00	100,00	100,00	100,00	IG
Ranno Entreprise	Chilly Mazarin	391 306 065	100,00	100,00	100,00	100,00	IG
Sté exploit. de l'Acropolis de Nice	Nice	493 387 997	100,00	100,00	100,00	100,00	IG
Sté exploit. Centre Congrès Pierre Baudis	Toulouse	444 836 092	100,00	100,00	100,00	100,00	IG
Sté exploit. Centre Congrès St-Etienne	Saint Etienne	488 224 718	100,00	100,00	100,00	100,00	IG
Sté exploit. Hôtel Salomon de Rothschild	Paris	495 391 641	50,00	50,00	50,00	50,00	IG
Sté exploit. Palais Brongniart	Paris	518 805 809	100,00	100,00	100,00	100,00	IG
Sté exploit. Palais de la Mutualité	Paris	517 468 138	100,00	100,00	100,00	100,00	IG
Sté exploit. Parc des Expositions de Troyes	Troyes	510 029 648	90,00	90,00	90,00	90,00	IG
Sté exploit. d'Amiens Mégacité	Amiens	518 869 011	100,00	100,00	100,00	100,00	IG
Sté exploit. Château de Saint-Priest	Brignais	453 100 562	100,00	100,00	100,00	100,00	IG
Sté exploit. de Parcs d'Exposition	Paris	398 162 263	100,00	100,00	100,00	100,00	IG
Sté exploit. Polydome Clermont-Ferrand	Clermont-Ferrand	488 252 347	100,00	100,00	100,00	100,00	IG
Secil	Lyon	378 347 470	100,00	100,00	100,00	100,00	IG
Sepel ⁽²⁾	Chassieu	954 502 357	46,25	46,25	46,25	46,25	IG
Sign'Expo	Brignais	492 842 349	100,00	100,00	100,00	100,00	IG
Sodes ⁽⁴⁾	Paris	389 988 700		60,00		60,00	IG
Spaciotempo	Flixecourt	380 344 226	100,00	100,00	100,00	100,00	IG
Toulouse Expo	Toulouse	580 803 880	90,23	90,23	90,23	90,23	IG
Vachon	Gentilly	343 001 772	85,00	85,00	85,00	85,00	IG

> NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

Companies	Place of registration or incorporation	Company trade registry number	Controlling interest %		Ownership interest %		
			2011	2010	2011	2010	
Foreign subsidiaries							
Aedita Latina	Rio de Janeiro	N/A	100,00	100,00	87,50	87,50	IG
CCIB Catering	Barcelone	N/A	40,00	40,00	32,00	32,00	ME
Eastern Exhibition Services	Iles Vierges	N/A	100,00	100,00	100,00	100,00	IG
Fagga Promoção de eventos	Rio de Janeiro	N/A	87,50	87,50	87,50	87,50	IG
Générale Location Canada	Montréal	N/A	100,00	100,00	100,00	100,00	IG
GL events Asia	Hong Kong	N/A	100,00	100,00	100,00	100,00	IG
GL events Algérie	Alger	N/A	100,00	100,00	100,00	100,00	IG
GL events Belgium	Bruxelles	N/A	100,00	100,00	100,00	100,00	IG
GL events Brussels	Bruxelles	N/A	85,00	85,00	85,00	85,00	IG
GL events CCIB	Barcelone	N/A	80,00	80,00	80,00	80,00	IG
GL events Centro de Convenções	Rio de Janeiro	N/A	100,00	100,00	87,50	87,50	IG
GL events Estação Centro de Convenções	Curitiba	N/A	100,00	100,00	87,50	87,50	IG
GL events Exhibitions Shanghai	Shanghai	N/A	93,10	93,10	93,10	93,10	IG
GL events Hong Kong	Hong Kong	N/A	85,00	85,00	85,00	85,00	IG
GL events Hungaria Rt	Budapest	N/A	100,00	100,00	100,00	100,00	IG
GL events Italie	Bologne	N/A	100,00	100,00	100,00	100,00	IG
GL events Macau	Macau	N/A	99,00	99,00	99,00	99,00	IG
GL events Portugal	Lisbonne	N/A	85,71	85,71	85,71	85,71	IG
GL events PVT	New Delhi	N/A	100,00	100,00	100,00	100,00	IG
GL events Suisse	Satigny	N/A	85,00	85,00	85,00	85,00	IG
GL events Turquie	Istanbul	N/A	100,00	100,00	100,00	100,00	IG
GL events USA	New-York	N/A	100,00	100,00	100,00	100,00	IG
GL Furniture (Asia)	Hong Kong	N/A	60,00	60,00	60,00	60,00	IG
GL Litmus Events	New Delhi	N/A	70,00	70,00	70,00	70,00	IG
GL Middle East	Dubai Jebel Ali	N/A	100,00	100,00	100,00	100,00	IG
GL events Oasys Consortium	Johannesburg	N/A	80,14	80,14	80,14	80,14	IG
Museum Food ⁽¹⁾	Bruxelles	N/A	60,00		60,00		IG
Oasys Innovations	Johannesburg	N/A	50,34	50,34	50,34	50,34	IG
Hungexpo	Budapest	N/A	100,00	100,00	100,00	100,00	IG
New Affinity et ses filiales	Bruxelles	N/A	100,00	100,00	100,00	100,00	IG
Owen Brown	Derby	N/A	100,00	100,00	100,00	100,00	IG
Padova Fiere	Padoue	N/A	80,00	80,00	80,00	80,00	IG
Premiere Vision Brésil ⁽¹⁾	Rio de Janeiro	N/A	68,25		68,25		IG
Premiere Vision Inc	New-York	N/A	49,00	49,00	49,00	49,00	IG
Slick Seating System ⁽¹⁾	Redditch	N/A	70,00		70,00		IG
Sodes Inc. ⁽⁴⁾	New-York	N/A		60,00		60,00	IG
Spaciotempo Arquitecturas Efimeras	Barcelone	N/A	100,00	100,00	100,00	100,00	IG
Spaciotempo UK	Uttoxeter	N/A	100,00	100,00	100,00	100,00	IG
Top Gourmet	Rio de Janeiro	N/A	87,49	87,49	87,49	87,49	IG
Traiteur Loriers	Bruxelles	N/A	95,54	95,54	95,54	95,54	IG
Traiteur Loriers Luxembourg	Bruxelles	N/A	70,00	70,00	66,88	66,88	IG
World Forum	La Haye	N/A	95,00	95,00	95,00	95,00	IG

⁽¹⁾ Consolidated for the first time in 2011

⁽²⁾ Sepel, 46.25%-held and over which GL events exercises financial and operational control, is fully consolidated.

⁽³⁾ Première Vision, 49%-held and over which GL events exercises financial and operational control, is fully consolidated.

⁽⁴⁾ Deconsolidated in 2011

ME : accounting method

IG : Full consolidation

> NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

NOTE 3 INFORMATION BY BUSINESS

The post-crisis period has confirmed the validity of the Group's strategic choices and business model for expansion based on providing an integrated offering of solutions and services for events.

The Group now intends to strengthen this approach by fine-tuning its organisation to:

- Further improve its ability to respond to market needs;
- Optimise the turnover of assets;
- Accelerate development in France and international markets.

GL events Live will cover the full range of business lines and services for corporate, institutional and sports events. From consulting services and design to producing the event itself, GL events Live teams will be capable of proposing turnkey event solutions to major worldwide event customers.

GL events Exhibitions will manage and coordinate the Group's 250 proprietary trade fairs, promoting the duplication of events, innovation and operating synergies between the Organisation and Services business lines.

GL events Venues will cover Venue Management operations for the current portfolio of 36 event venues. The development teams will be responsible for optimising the performances of this network and its expansion in France and international markets.

Segment information presented in compliance with IFRS 8 was prepared according to the management approach.

CONSOLIDATED SALES BY BUSINESS LINE

(€ thousands)	30/06/11	30/06/10	Change N / N-1	Change N / N-1 (%)
GL events Live	177,287	190,240	(12,953)	-6.8%
% CA Total	46.2%	53.3%		
GL events Exhibitions	94,862	59,248	35,615	60.1%
% CA Total	24.7%	16.6%		
GL events Venues	111,725	107,269	4,456	4.2%
% CA Total	29.1%	30.1%		
TOTAL GL events GROUP	383,874	356,757	27,117	7.6%

> NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

OPERATING PROFIT BY BUSINESS LINE

(€ thousands)	30/06/10	30/06/09
GL events Live	5,092	14,608
GL events Exhibitions	15,475	5,587
GL events Venues	8,217	4,218
TOTAL GL events GROUP	28,784	24,413

INVESTMENTS

Global services (€ thousands)	30/06/10	30/06/09
GL events Live	16,581	17,865
GL events Exhibitions	559	125
GL events Venues	3,127	3,061
TOTAL GL events GROUP	20,267	21,051

ALLOWANCES AND REVERSALS FOR DEPRECIATION AND RESERVES

Venue and event management (€ thousands)	30/06/10	30/06/09
GL events Live	10,879	9,310
GL events Exhibitions	370	75
GL events Venues	4,620	3,511
TOTAL GL events GROUP	15,869	12,896

GOODWILL:

See note 4.1 below.

> NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

NOTE 4 BALANCE SHEET INFORMATION

4.1 INTANGIBLE ASSETS

(€ thousands)	31/12/10	Increases	Decreases	Translation adjustments	Changes in scope/ reclassifications	30/06/11
Intangible assets						
Goodwill – Services	109,017			(471)	10,601	119,147
Goodwill – Venue and Event Management	250,119			(262)	(14,403)	235,454
Net value – goodwill	50,766			962		51,728
	409,902			229	(3,802)	406,329
Other intangible assets						
Amortization expenses	73,478	960		(911)	787	74,315
Net value	(22,968)	(1,798)		54	(1,069)	(25,781)
Net intangible assets	50,511	(838)		(856)	(282)	48,534
	460,413	(838)		(627)	(4,084)	454,863

For unamortized intangible assets and goodwill, a depreciation test is carried out at least once year and whenever there is an indication of impairment. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of the asset in question and its disposal at the end of its useful life. Estimated future cash flows are based on assumptions about economic conditions and forecasts by Group management of future operating conditions.

Impairment tests are conducted at the level of Cash Generating Units (CGUs) that represent a homogeneous group of assets generating cash inflows and outflows from continuing use largely distinct from cash inflows from other groups of assets. At GL events these cash generating units correspond to the business divisions. The breakdown of CGUs is in consequence based on the Group's operating segments in line with the provisions of IFRS 8.

At 30 June 2011, the Group has not identified any indications of impairment.

4.2 PROPERTY, PLANT AND EQUIPMENT (EXCLUDING RENTAL ASSETS)

Property, plant and equipment (€ thousands)	31/12/10	Increases	Decreases	Translation adjustments	Changes in scope/ reclassifications	30/06/11
Lands	314			(1)	128	441
constructions	24,746	736		(6)	17,658	43,134
Total	25,061	736		(7)	17,786	43,575
Amortization	(9,772)	(863)		2	(977)	(11,610)
Net total	15,290	(127)		(5)	16,809	31,965

(€ thousands)	31/12/10	Increases	Decreases	Translation adjustments	Changes in scope/ reclassifications	30/06/11
Other tangible asset	96,171	8,677	(2,208)	(1,669)	9,988	110,959
Amortization	(57,353)	(5,007)	944	654	(6,540)	(67,301)
Net amount	38,818	3,670	(1,264)	(1,015)	3,448	43,658

> NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

4.3 RENTAL ASSETS

(€ thousands)	31/12/10	Increases	Decreases	Translation adjustments	Changes in scope/reclassification	30/06/11
Rental assets						
Capitalized rental assets	137,140	9,968	(5,561)	(875)	1,481	142,154
Rental equipment /capital leases	1,157					1,157
Rental inventories	9,530	618	(64)	(4)		10,079
Cost	147,827	10,585	(5,624)	(879)	1,481	153,390
Amort. capitalized rental assets	(82,860)	(6,918)	1,746	437	(164)	(87,759)
Amort. rental equipment /capital leases	(1,157)					(1,157)
Amort. & deprec. rental inventories	(3,201)	(771)	353	1	(273)	(3,892)
Depreciation & amortization	(87,219)	(7,689)	2,098	438	(437)	(92,809)
Net total	60,608	2,897	(3,526)	(442)	1,044	60,581

4.4 INVESTMENTS AND OTHER NON-CURRENT ASSETS

(€ thousands)	31/12/10	Increases	Decreases	Translation adjustments	Changes in scope/reclassification	30/06/11
Available-for-sale securities	37,192	2,828	(544)		(4,120)	35,356
Deposits and guarantees	23,029	2,762	(1,010)	181	93	25,055
Depreciation	(3,174)					(3,174)
Net total	57,047	5,590	(1,554)	181	(4,027)	57,237

4.5 EQUITY-ACCOUNTED INVESTMENTS

(€ thousands)	30/06/11	31/12/10
Value of securities at opening	394	11,109
Changes in consolidation scope	1,219	(11,292)
Dividends	(1,214)	(509)
Share of income in associates	322	1,086
Equity-accounted investments	721	394

> NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

4.6 TRADE RECEIVABLES

(€ thousands)	30/06/11	31/12/10
Trade receivables	163,721	164,762
Provision	(10,200)	(9,171)
Net trade receivables	153,521	155,591

4.7 OTHER RECEIVABLES

(€ thousands)	30/06/11	31/12/10
Advances and instalments	3,705	8,367
Social security receivables	6,024	992
Tax receivables	34,825	26,263
Current account advances to non-consolidated companies	3,788	10,033
Other trade receivables and equivalent	19,339	11,409
Deferred charges	22,571	20,785
Provisions for current accounts	(592)	(591)
Provisions for other receivables	(3,203)	(326)
Other receivables	86,457	76,932

4.8 SHAREHOLDER'S EQUITY

4.8.1 Capital stock

On 30 June 2011, the share capital was €71,694,960 divided by 17,923,740 shares at €4 per share.

4.8.2 Reserves and additional paid in capital

Paid in capital represents the difference between the face value of securities issued and contributions received in cash or in kind.

(€ thousands)	30/06/11
Reserves and additional paid in capital at opening	221,422
Appropriation of comprehensive income N-1	26,354
Dividends	(17,219)
Impact of fair value measurement of financial documents	1,049
Cancellation of treasury shares	(424)
Stock option expenses	484
Reserves and additional paid in capital	231,666

> NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

4.8.3 Translation adjustments

Translation adjustments represent the difference between the historic and average exchange rates and the closing rate. At 30 June, translation adjustments represented a negative currency difference of €9,719,000 (Cf. statement of changes in shareholders' equity).

4.8.4 Treasury shares

Within the framework of the share repurchase program renewed by the General Meeting of 29 April 2011, the following transactions were undertaken during the course of 2011 :

(Number of shares)	31/12/2010	acquisitions	disposals	30/06/2011
- Treasury shares	273,029	24,221		297,250
- Liquidity agreement	8,094	182,805	177,878	13,021

The number of treasury shares and shares acquired in connection with a liquidity agreement totalled 310,271.

4.8.5 Analysis of capital and voting rights

At 30 June 2011, the total number of voting rights was 28,658,645.

Share capital is divided into two classes of shares, shares with single voting rights and shares with double voting rights.

The breakdown of share capital and voting rights, stock options and bonus share plans are described in the section "Information on the share capital" on pages 130 of the 2010 registration document of GL events.

To the best of the company's knowledge, share capital and voting rights on 28 July 2011 broke down as follows:

	Number of shares	Percentage of capital	Percentage of voting rights
Polygone	10,154,242	56.65	69.08
Banque de Vizille	905,602	5.05	6.10
Board of Directors			
- Olivier Ginon	56,986	0.32	0.39
- Olivier Roux	4,200	0.02	0.02
- Gilles Gouedard-Comte	41,318	0.23	0.29
- Caroline Weber	200	0.00	0.18
- Nicolas de Tavernost	563	0.01	0.00
- Aquasourça	1	0.00	0.00
- Philippe Marcel	3,928	0.02	0.00
- Yves-Claude Abescat	100	0.00	0.00
- André Perrier	4,950	0.03	0.02
- Erick Rostagnat	28,544	0.16	0.16
Public	6,723,106	37.51	23.94
TOTAL	17 923,740	100.00	100.00

> NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

4.9 PROVISIONS FOR RETIREMENT SEVERANCE PAYMENTS

(€ thousands)	30/06/11	31/12/10	Income statement items impacted by this recognition
Opening Balance	5,957	5,638	
Service costs – Benefit payments	75	192	Operating profit
Finance costs	48	127	Operating profit
Expense recognised under income	123	319	
Translation adjustments			
Changes in consolidation scope and reclassifications	188		
Provisions for retirement severance payments	6,268	5,957	

4.10 COMMITMENTS AND CONTINGENCIES

(€ thousands)	31/12/10	Increase	Decrease		Translation adjustments	Changes in scope / reclassifications	30/06/11
			Utilizations	Reversal			
Provisions for employee-related risks	919	249	(206)	(60)	(3)		899
Provisions for tax contingencies	533				(42)		491
Other provisions ⁽¹⁾	1,234	2,490	(229)	(13)	(10)	864	4,336
Total	2,686	2,739	(435)	(73)	(55)	864	5,726

4.11 LOANS AND BORROWINGS

(€ thousands)	31/12/10	Increase	Decrease	Translation adjustments	Changes in scope & reclassifications	30/06/11
Non-current borrowings	287,458	81,624	(30,841)	(325)	3,933	341,848
Financial instruments	2,255		(660)			1,595
Other financial liabilities	2,308	4,000		(692)	1,598	7,214
Long term financial debt⁽¹⁾	292,020	85,624	(31,501)	(1,017)	5,530	350,657
Short term bank loans	14,132	14,604		(116)	795	29,415
Total Loans and borrowings	306,152	100,228	(31,501)	(1,133)	6,325	380,072
Marketable investments securities	(58,479)		6,255	148		(52,076)
Bank and cash	(62,495)	(24,911)		1,356	(592)	(86,642)
Cash and cash equivalents	(120,974)	(24,911)	6,255	1,504	(592)	(138,718)
Net debt	185,178	75,317	(25,246)	372	5,733	241,354
⁽¹⁾ At 30/06/2011						
	Non current loans and borrowings					218,626
	Current loans and borrowings					22,728

> NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

4.12 OTHER LIABILITIES

(€ thousands)	30/06/11	31/12/10
Payables on fixed assets	466	38
Current account payables and other payables	37,483	29,608
Prepaid income	52,241	111,167
Total	90,190	140,813

NOTE 5 INCOME STATEMENT INFORMATION

5.1 OTHER OPERATING INCOME

"Other operating income" breaks down as follows:

(€ thousands)	30/06/11	30/06/10
Reversals/ provisions	1,092	1,595
Investment grants	788	787
Other income	1,313	305
Total	3,193	2,687

5.2 RAW MATERIALS, CONSUMABLES AND OTHER EXTERNAL CHARGES

(€ thousands)	30/06/11	30/06/10
Raw materials and consumables	(30,841)	(30,464)
Subcontracting and external personnel	(103,155)	(94,609)
Equipment property rental	(45,389)	(37,368)
Travel and entertainment expenses	(14,853)	(13,473)
Other purchases and external charges	(43,412)	(46,527)
Total	(237,650)	(222,441)

> NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

5.3 NET FINANCIAL INCOME (EXPENSE)

(€ thousands)	30/06/11	30/06/10
Net income from the sale of marketable securities	769	1,396
Other interests and similar income	715	839
Interest expense	(4,253)	(5,028)
Net interest expense	(2,769)	(2,793)
Reserves written back to income	106	69
Financial income from participating interests	152	190
Currency gains	(209)	(586)
Currency losses	(2,731)	(21)
Allowances for amortisation and reserves	(2,682)	(348)
Other financial income and expense	(5,451)	(3,141)

5.4 CORPORATE INCOME TAX

In accordance with IAS 34, the effective rate is 29% projected

NOTE 6 OFF BALANCE SHEET COMMITMENTS

1 Commitments

Categories of commitments (€ thousands)	
Commitments given	
- Medium-term guarantees	1,585
- Joint security, miscellaneous guarantees	770
Commitments received	
- Prepayments/ "better fortunes" clause	5,360

In compliance with the principles for preparing notes to consolidated financial statements that include only Group commitments to third parties and unconsolidated companies, off-balance sheet commitments existing between consolidated companies are eliminated like inter-company transactions and balances.

2 Concession royalties and property lease payments – non-cancellable portions

As there have been no material changes with respect to these commitments as of 30 June 2011, refer to note 8.2 page 99 of the 2010 registration document.

3 Debt guaranteed by collateral

Items (€ thousands)	Guaranteed debt	Nature of the guarantee
- Bank guarantees	658	Pledge of financial instruments

4 Other investment commitments

Investment commitments by maturity are analysed below:

(€ thousands)	< 1 year	1 - 5 years	> 5 years
Capital expenditure commitments	12,894	2,521	8,304

> NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

5 Commitments to buyout non-controlling interests:

The minority shareholder of Fagga may sell their shares to GL events beginning in November 2011. Given discussions in progress focusing on ensuring its long-term role in the company, this commitment was not recognised at 30 June 2011.

NOTE 7 OTHER RISKS

The policy for managing bank risks described in page 38 of the 2010 registration document remains unchanged on 30 June 2011.

Risks relating to bank covenants

The Club Deal medium-term loan is subject to compliance with the following ratios:

- o Net debt / Equity $\leq 120\%$
- o Net debt / EBITDA ≤ 3

At 30 June 2011, GL events group was compliant with these provisions.

NOTE 8 INFORMATION ON RELATED PARTIES TRANSACTIONS

The consolidated financial statements include all companies within the scope of consolidation (cf. note 2). Société Polygone SA is the parent company. Related party transactions concerned primarily management services invoiced by Polygone SA to GL events, where Olivier Ginon, Olivier Roux and Erick Rostagnat served as directors for both companies, and property rental costs invoiced by Foncière Polygone to the group, with Olivier Ginon serving as chairman, Gille Gouedard Compte and Erick Rostagnat as managing directors of this company.

There exist no other commitments concerning retirement or equivalent benefits in favour of other members or former members of the Board of Directors and corporate executives. In addition, no advances or loans have been granted to Board of Directors members and corporate executives.

Summary of transactions with related parties in 2011:

Nature	Income (expenses)
General management services	(1,182)
Travel allowances and expenses, insurance	(334)
Property lease payments and land taxes	(5,894)
Interest on current account	(20)
	Balance at 30/06/2011
Security deposit	11,704
Customer	367
Current account	1,984
Supplier	(706)

MANAGEMENT DISCUSSION AND ANALYSIS

1 2011 INTERIM REVIEW OF OPERATIONS

GL events had revenue in the first half of €383.9 million, up 7.6%, with an 18% increase in operating profit to €28.8 million. In an event market experiencing a gradual upturn though limited by the macroeconomic environment, the Group has maintained profitable growth momentum following the record year in 2010.

These performances confirm the pertinence of the Group's business model based on integration and increasing synergies across the event industry chain sustained by solid European foundations and international development in high potential regions for business tourism: Eastern Europe, Turkey, Brazil, Africa, the Middle East, India and China.

The breakdown of net sales by major business line was as follows:

Revenue (€ millions)	H1 2010	H1 2011	Change H1 11/10	Change (organic growth) H1 11/10
Consolidated revenue	356.8	383.9	+7.6%	-
GL events Live	190.2	177.3	-6.8%	-11.8%
GL events Exhibitions	59.2	94.9	+60.3%	+25.3%
GL events Venues	107.3	111.7	+4.1%	+3.7%

GL events Live (formerly Event Organisation and Services for Events) had revenue of €177.3 million, down 6.8% from the 2010 first-half that included €36 million recognised by the Group from contracts for football competitions held in Africa.

Major events organised and equipped by the Group included the Africa Cup of Nations in Qatar, the RBS 6 Nations rugby championship and summit meetings for the French presidency of the G8 and G20. GL events Live was also very active in the Corporate segment for large customers: 100th anniversary of Nivea, inauguration in Le Mans of MMArena and a highway for Eiffage, Lancôme Convention, Saut Hermès at the Grand Palais, etc.

GL events Exhibitions (formerly Trade Fair, Congresses and Conventions) with revenue of nearly €95 million (up 60.3%), benefited from more positive trends for the organisation of trade fairs in France (good performances by SIRHA and the Rendez-vous Bâtiment Energie Positive devoted to clean energy in the construction industry in Lyon) and, in international markets, from success in the strategy of duplicating events (Turin International Book Fair, the Brazilian edition of the Première Vision textiles trade fair, the Moroccan edition of the CFIA food industry trade fair in Casablanca, etc.).

GL events Venues (formerly Venue Management) had revenue of €111.7 million, up 4.1%. With customers gradually renewing in interest exhibition and convention centres, at 30 June the Group had a satisfactory level of orders for the coming quarters.

GOOD OPERATING PERFORMANCE IN FIRST HALF

GL events has well managed the period following the World Cup and the record year in 2010 with revenue of 7.6% to €383.9 million in the 2011 first half. The Group achieved good levels for revenue in Europe (+€61 million), highlighting an ability for development not restricted exclusively to major events alone and despite sluggish market conditions.

French operations expanded 21% with good volume for revenue for Trade Fairs with notably SIRHA, the integration of Brelet, and an increasing stake in Première Vision.

Revenue in Asia and the Americas remained stable, while Africa and the Middle East naturally registered declines in relation to the comparison base from the 2010 World Football Cup.

To support this expansion, the Group has pursued its efforts to recruit, train and motivate teams at every level of the organisation. GL events has also invested significantly its processes to achieve productivity gains, notably by basing events logistics operations at Gonesse for the greater Paris region (Ile de France).

Consolidated operating profit totalled €28.8 million, increasing 18%, for an operating margin of 7.5% representing a gain of 0.7 points.

Net financial expense included an exceptional financial provision of €2.7 million. After taking into account a modest decrease in the tax rate linked to the geographical mix and non-controlling interests for €3 million, net income amounted to €13.9 million

Cash flow amounted to €42.8 million. In line with expectations, the net source of funds (negative working capital) decreased in the first half to €65 million at 30 June 2011.

The Group's shareholders' equity amounted to €341.2 million at 30 June 2011 with gearing (net debt to equity ratio) limited to 0.70 and assets comprised of equipment, real estate and intellectual property of €650 million. On the strength of this solid financial base, the Group was able to obtain credit lines for €200 million from its banks at more favourable interest rate terms.

GROWTH OPPORTUNITIES IN TURKEY WITH THE ACQUISITION OF SERENAS, THE LEADING PCO

The acquisition of 70% of Serenas, Turkey's leading PCO and the Group's local partner for the concession awarded for the Ankara Convention and Exhibition Centre, fully in line with the Group's international strategy, offers three major advantages:

- An addition to the Group of a leader in Turkey and 120 employees with expertise in organising conventions in a market expected to pursue strong growth. Furthermore, Serenas managers will retain an interest in ensuring the success of the company.
- By deploying the model for expansion already used for Rio de Janeiro, the Group will be able to rapidly develop "content" for this site and optimise the occupancy rate of the Ankara Convention and Exhibition Centre.
- Through Serenas' comprehensive global presence in Turkey, this acquisition will provide GL events with a solid base for exploring the most promising opportunities for development in this market. Located at the crossroads of Europe, Asia and the Middle East, sustained by robust economic growth and a rich cultural heritage, Turkey is ideally positioned to become a major destination for international business tourism.

With this structure, average annual sales for organisation services and venue management are thus expected to exceed €35 million.

VENUE MANAGEMENT AND EVENT ORGANISATION DEVELOPMENT IN LYON WITH LA SUCRIÈRE

GL events Venues portfolio of sites under management in Lyon now includes La Sucrière. This unique venue, providing a complementary fit with Eurexpo and the Convention Centre, has more than 6,000 m² of exhibition space over 4 levels dedicated to artistic and cultural events. Located at the heart of the Confluence district, this industrial building is perfectly adapted for hosting prestigious cultural and corporate events.

2 POST-CLOSING EVENTS

The Group is not aware of any significant post closing events that have occurred since 1 July with a potential impact on its assets and liabilities or financial position.

3 OUTLOOK AND UNCERTAINTIES

In the second half, GL events Live will contribute notably to the Test Events 2011, held in preparation of the 2012 London Olympic Games, the 2011 Rugby Cup in New Zealand and the 2011 Pacific Games in New Caledonia through contracts to provide engineering services and event installations.

GL events Live was also awarded the contract to organise the opening ceremony for the 28th Africa Cup of Nations to be held in January 2012 in Gabon and Equatorial Guinea, and is currently responding to a call for tenders for the closing ceremony.

After contributing to major worldwide events in 2010 (FIFA TM World Cup, Commonwealth Games, World Expo), the Group confirms its leadership position achieved through team commitment, high-quality assets and a strong brand name.

These commercial performances along with the current order book provide the Group with a solid base to pursue balanced and profitable growth in 2011. GL events accordingly confirms its annual sales guidance of €770 million accompanied by improvements at different margin levels.

RESPONSIBILITY STATEMENT FOR THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

"To the best of my knowledge, and in accordance with applicable reporting principles for interim financial reporting, the interim consolidated financial statements of GL events for the period ending 30 June 2011 give a true and fair view of the assets, liabilities, financial position and profit or loss of the Group and the interim management statement includes a fair view of material events having occurred in the first six months, their impact on the interim financial statements, the main transactions with related parties and a description of the key risks and uncertainties for the remaining six months."

Brignais, 29 juillet 2011

Olivier Ginon
Chairman of the Board of Directors

REPORT OF THE AUDITORS ON THE PRESENTATION OF 2011 INTERIM FINANCIAL RESULTS

The English version of the interim financial statements has not been audited by the Statutory Auditors. This is a free translation into English of the statutory auditors' report issued in the French language and is consequently provided solely for the convenience of English speaking readers. Only the original French version of the Statutory Auditors' report is legally binding.

To the shareholders,

In our capacity as Statutory Auditors, and in accordance with Article L 232-7 of the French commercial code, and L. 451-1-2 III of the French monetary and financial code, we performed:

- ☐ A limited review of the attached consolidated interim financial statements of GL events for the six-month from 1 January to 30 June 2011;
- ☐ A verification of the information given in the interim management report.

These interim financial statements are prepared under the responsibility of, and have been approved by, the Board of Directors. It is our responsibility, on the basis of our review, to present our opinion on these financial statements.

1. Conclusion on financial statements

We conducted our review in accordance with professional standards applicable in France. These standards require that we perform limited procedures to obtain reasonable assurance, below the level resulting from a full audit, that the interim consolidated financial statements do not contain any material misstatements. These procedures that involve principally meeting with management and conducting an analytical review thus provide a lower level of assurance than an audit and consequently do not result in the issuance of an audit opinion.

Based on our limited review, nothing has come to our attention to suggest that the condensed interim financial statements do not comply with IAS 34, the IFRS as adopted by the European Union governing interim financial reporting.

Without modifying the conclusion expressed above, we draw your attention to note 1 of these interim financial statements on the new standards that have entered into force.

2. Specific verifications

We have also reviewed the information given in the interim report accompanying the consolidated financial statements that were the subject of our limited review.

We have nothing to report with respect to the fairness of such information and its conformity with the financial statements.

Villeurbanne and Lyon, 29 July 2011

The Statutory Auditors,
[French original signed by]

MAZA SIMOENS
Michel Maza

MAZARS
Christine Dubus