ASF

FINANCIAL REPORT

2011

Half-year financial report for the period ended 30 June 2011

VINCI AUTOROUTES

Half-year financial report
for the period ended 30 June 2011

Summary

Half-year management report
at 30 June 2011

Key events in the period

During the first half of 2011, ASF Group intensified its actions in the area of services and played an active role in the launch of the VINCI Autoroutes Foundation for Responsible Driving, whose mission is to reduce risks associated with roads and motorways.

Under Rider 14 to the agreement between the French government and Autoroutes du Sud de la France (ASF) for the concession for the construction, maintenance and operation of motorways approved by the Decree dated 7 February 1992 and the technical specifications attached to this agreement, it has been agreed that:

"For the financial years 2011 and 2012, the increase in tolls (excluding VAT) applicable to vehicles in class 1 will be increased by 0.35% in 2011 and 0.17% in 2012 in compensation for the increase in the infrastructure tax *(taxe d'aménagement du territoire)* under the initial 2011 Finance Act".

Escota, for its part, signed Rider 13 to its concession contract with the French government under which the following has been agreed:

"For the financial years 2011 and 2012, the increase in tolls (excluding VAT) applicable to vehicles in class 1 will be increased by 0.30% in 2011 and 0.14% in 2012 in compensation for the increase in the infrastructure tax *(taxe d'aménagement du territoire)* under the initial 2011 Finance Act".

During the first half year, ASF and Escota met the French government, the concession grantor, for the first preparatory discussions about the next 2012–2016 Master Plan.

Traffic

Changes in traffic levels during the first six months of 2011 should be considered in the light of four factors:

- far more clement weather in 2011 compared with the very bad conditions in the first half of 2010 that affected a large part of ASF's and Escota's networks;
- significant calendar effects, with school holidays and public holidays falling later than in 2010;
- the price of diesel, which rose by more than 5% over the first six months of the year, following an 18% increase in 2010;
- contrasting changes in national economic situations, in particular in France, Spain, Portugal and Italy.

During the first six months of 2011, ASF and Escota saw an increase in traffic levels on a comparable network basis of 1% compared with the same period last year:

- +0.7% for light vehicles, which accounted for 85% of total traffic;
- +2.6% for heavy vehicles.

Users travelled 16,160 million kilometres on the ASF and Escota networks in the first half of 2011 compared with 16,002 million for the same period in 2010, a 1% increase.

Distance travelled	1st half 2011				1st half 2010				Change	
(in millions of kilometres)	ASF	Escota	ASF + Escota	%	ASF	Escota	ASF + Escota	%	(Group)	%
Light vehicles	10,873	2,866	13,739	85.0%	10,804	2,839	13,643	85.3%	96	0.7%
Heavy vehicles	2,100	321	2,421	15.0%	2,047	312	2,359	14.7%	62	2.6%
Light + heavy	**12,973**	**3,187**	**16,160**	**100.0%**	**12,851**	**3,151**	**16,002**	**100.0%**	**158**	**1.0%**

Annual average daily traffic over the entire network stood at 29,329 vehicles for the first half of 2011 compared with 29,074 for the same period in 2010, a 0.9% increase.

Prices

Toll rates on the motorway network increased on 1 February 2011 in application of contractual arrangements:

- for ASF, by 2.47% for vehicles of classes 1, 2 and 5, by 3.39% for vehicles of class 3 and by 3.87% for vehicles of class 4;
- for Escota, by 2.49% for vehicles of classes 1 and 2, by 4.19% for vehicles of class 3, by 4.33% for vehicles of class 4 and 1.35% for vehicles of class 5.

Toll revenue

Toll revenue for the first half of 2011 amounted to €1,442.6 million compared with €1,389.5 million for the first half of 2010, a 3.8% increase breaking down as follows:

	1st half 2011			1st half 2010			% change (Group)
(in € millions)	ASF	Escota	ASF + Escota	ASF	Escota	ASF + Escota	
Revenue – tolls	1,134.6	308.0	1,442.6	1,092.6	296.9	1,389.5	3.8%

The number of paying transactions increased by 0.8%, with 317 million transactions recorded in the first half of 2011, compared with 314.6 million in the same period in 2010.

The use of automatic payment lanes increased by 9.9% to 300.6 million transactions in the first half of 2011, compared with 273.6 million transactions in the first half of 2010.

The proportion of transactions in automatic payment lanes increased significantly in the first half of 2011 to 94.8%, compared with 87% in the first half of 2010.

This remarkable increase was due to:

- the construction of new automatic payment lanes and the improved attractiveness of such lanes already in operation across the network and
- the significant increase in the number of light vehicles using ETC.

Breakdown of ASF and Escota transactions by collection method:

Type of transaction *(in millions)*	1st half 2011	1st half 2010	Change 2011 against 2010	Breakdown 2011	Breakdown 2010
Manual payments	**16.4**	**41.0**	**-60.0%**	**5.2%**	**13.0%**
Automatic payments	165.6	152.5	8.6%	52.2%	48.5%
ETC payments	135.0	121.1	11.5%	42.6%	38.5%
Sub-total automatic and ETC	**300.6**	**273.6**	**9.9%**	**94.8%**	**87.0%**
Total	**317.0**	**314.6**	**0.8%**	**100.0%**	**100.0%**

There were 883,053 subscribers to the light vehicle tag payment system for the two companies at 30 June 2011, which corresponds to 1,100,180 tags in circulation (compared with 735,506 subscribers and 926,579 tags at 30 June 2010).

Investments

Investments by ASF and Escota amounted to €508.4 million in the first half of 2011, compared with €320.9 million for the same period in 2010, a significant increase:

	1st half 2011			1st half 2010			% change (Group)
Type of investment *(in € millions)*	ASF	Escota	ASF + Escota	ASF	Escota	ASF + Escota	
Construction of new sections (*)	217.6		217.6	150.6		150.6	44.5%
Supplementary investments on motorways in service (*)	171.4	97.8	269.2	82.0	63.1	145.1	85.5%
Operating tangible fixed assets (*)	14.5	7.1	21.6	16.3	8.9	25.2	-14.3%
Total	**403.5**	**104.9**	**508.4**	**248.9**	**72.0**	**320.9**	**58.4%**

(*) Including capitalised production and borrowing costs, grants and financial investments.

New sections

A89 – Balbigny – La Tour-de-Salvagny (53 km)

Work on building the eight viaducts and major earthworks is progressing as planned across this section, which should enter service in December 2012:

- the first tubes for the La Bussière and Chalosset tunnels (2 x 1,000 metres and 2 x 700 metres respectively) were effectively bored in March and April 2011;
- boring of first tube of the Violay tunnel (2 x 3,900 metres) was completed on 22 June 2011;
- construction of the tunnels' equipment has started;
- construction of the maintenance centre and toll stations started in the Spring of 2011.

A87 – Sorges – Mûrs Erigné (7 km)

The new viaduct over the Loire was inaugurated on 14 June 2011 and will enter service in July 2011.

Work on widening the carriageway is continuing, with the aim of upgrading the whole of this section to a three-lane dual carriageway by mid-2012.

Widening and capacity improvement work

A63 – Biriatou – Ondres: widening to three-lane dual carriageway (39 km)

- The first part of the St Pierre d'Irube cut and cover tunnel was opened to traffic on 1 September 2010 as was the interchange part of the A63–A64 junction. The Mousserolles viaduct (the Ametzondo viaduct), over the RD1, was delivered on the same day. The slip roads between motorways remain to be built to complete this motorway connection.
- The new viaduct over the Adour river, started in May 2009, was delivered on 17 May 2011.
- Significant progress was made in 2010 on earthworks, engineering structures and communication restoration work on the main Biarritz – Ondres carriageway (18 km). This section should be completed several months before the contractual deadlines.
- Progress on the southern section, between Biriatou and Biarritz, remains subject to discussions between the French government and local authorities regarding the status of the toll station at the Saint-Jean-de-Luz southern interchange.

A9 – Perpignan Nord – Le Boulou: widening to three-lane dual carriageway (31 km)

Widening work on civil engineering structures on the Perpignan North – Perpignan South section has continued as planned. Work is now in progress on all civil engineering structures including the viaduct over the Têt.

The principal earthworks contract (including acoustic screens and vertical signing) was granted in the second half of 2010.

The target date for entry into service of the new Perpignan North – Perpignan South three-lane dual carriageway is 30 June 2013 at the latest.

Study work and land acquisition for the section between Perpignan South and Le Boulou is progressing normally.

Other investments on motorways in service

- Montgiscard interchange: work is nearing completion, with the aim of delivering this new interchange in the Autumn of 2011.
- A63: improvements to the capacity of the Bénesse Maremne toll point: the new toll station came into service at the end of March 2011.

Escota's investments related in particular to:

- work to upgrade the tunnels on the A8 bypassing Nice as far as La Turbie and between La Turbie and the Italian border to make them compliant with the new safety rules;
- work to widen the A8 to three-lane dual carriageway on the Chateauneuf-Le-Rouge – Saint-Maximin section, and to widen the A50 to three-lane dual carriageway on the La Ciotat – Bandol section.

Financing

During the first half of 2011, ASF issued no bonds under its EMTN programme.

Main transactions with related parties

Details of the main transactions with related parties are given in Note F.16. *Transactions with related parties* in the condensed half-year consolidated financial statements.

Risk factors

Since toll receipts account for virtually all the revenue from operating concessions, the main risks with which the ASF Group can be faced relate in particular to traffic or infrastructure usage and users' acceptance of tolls and prices. Traffic levels may also be affected by fuel prices.

Details of the main financial risks are given in Note C.16. *Management of financial risks* to the 2010 consolidated financial statements.

1. Revenue

(in € millions)	**1st half 2011**	**1st half 2010**	**% change**
Revenue – tolls	1,442.6	1,389.5	3.8%
Fees for use of commercial premises	20.4	20.2	1.0%
Fees for optical fibres, telecommunications and other	11.3	10.9	3.7%
Revenue excluding concession operating companies' revenue from works	**1,474.3**	**1,420.6**	**3.8%**
Concession operating companies' revenue from works	427.1	281.6	51.7%
Total revenue	**1,901.4**	**1,702.2**	**11.7%**

The ASF Group's consolidated revenue for the first half of 2011 and 2010 breaks down as follows:

(in € millions)	1st half 2011	1st half 2010	% change
Revenue – tolls	**1,442.6**	**1,389.5**	**3.8%**
of which, ASF	1,134.6	1,092.6	3.8%
of which, Escota	308.0	296.9	3.7%
Fees for use of commercial premises	**20.4**	**20.2**	**1.0%**
of which, ASF	17.0	17.2	-1.2%
of which, Escota	3.4	3.0	13.3%
Fees for optical fibres, telecommunications and other	**11.3**	**10.9**	**3.7%**
of which, ASF	5.4	5.1	5.9%
of which, Escota	1.5	1.6	-6.3%
of which, RTFM	0.7	0.6	16.7%
of which, Truck Etape	0.1	0.1	0.0%
of which, Openly	1.2	0.9	33.3%
of which, Jamaican Infrastructure Operator	2.4	2.6	-7.7%
Revenue excluding revenue from works	**1,474.3**	**1,420.6**	**3.8%**
of which, ASF	1,157.0	1,114.9	3.8%
of which, Escota	312.9	301.5	3.8%
of which, RTFM	0.7	0.6	16.7%
of which, Truck Etape	0.1	0.1	0.0%
of which, Openly	1.2	0.9	33.3%
of which, Jamaican Infrastructure Operator	2.4	2.6	-7.7%
Revenue from works	**427.1**	**281.6**	**51.7%**
of which, ASF	349.8	239.5	46.1%
of which, Escota	77.3	42.1	83.6%
Revenue	**1,901.4**	**1,702.2**	**11.7%**
of which, ASF	1,506.8	1,354.4	11.3%
of which, Escota	390.2	343.6	13.6%
of which, RTFM	0.7	0.6	16.7%
of which, Truck Etape	0.1	0.1	0.0%
of which, Openly	1.2	0.9	33.3%
of which, Jamaican Infrastructure Operator	2.4	2.6	-7.7%

A comparison of revenue (excluding revenue from works) for ASF and Escota breaks down as follows:

	1st half 2011			1st half 2010				
Revenue *(in € millions)*	ASF	Escota	ASF + Escota	ASF	Escota	ASF + Escota	Change (Group)	% change (Group)
Revenue from tolls	1,134.6	308.0	1,442.6	1,092.6	296.9	1,389.5	53.1	3.8%
Fees for use of commercial premises	17.0	3.4	20.4	17.2	3.0	20.2	0.2	1.0%
Fees for use of optical fibres and telecommunication pylons	5.4	1.5	6.9	5.1	1.6	6.7	0.2	3.0%
Total revenue	**1,157.0**	**312.9**	**1,469.9**	**1,114.9**	**301.5**	**1,416.4**	**53.5**	**3.8%**

Consolidated revenue for the first half of 2011 (excluding revenue from works) of ASF and Escota alone, was €1,469.9 million, up 3.8% compared with the same period in 2010 (€1,416.4 million in the first half of 2010).

1.1. Revenue from tolls

Toll revenue increased by 3.8% to €1,442.6 million in the first half of 2011 (€1,389.5 million in the first half of 2010).

This change was due to the combined effect of the following two main factors:

- effect of traffic on comparable network +1.0%;
- effect of prices and rebates +2.8%.

Toll receipts break down by payment method as follows:

Revenue *(in € millions)*	1st half 2011			1st half 2010			Change (Group)	% change (Group)
	ASF	Escota	ASF + Escota	ASF	Escota	ASF + Escota		
Immediate payment	121.2	48.6	169.8	134.2	53.5	187.7	(17.9)	-9.5%
Account holders	13.4	57.3	70.7	13.3	53.0	66.3	4.4	6.6%
ETC payments	515.1	93.5	608.6	472.3	84.1	556.4	52.2	9.4%
Bank cards	388.1	86.8	474.9	374.7	85.4	460.1	14.8	3.2%
Accreditive cards	96.5	21.6	118.1	97.6	20.7	118.3	(0.2)	-0.2%
Recharged expenses	0.3	0.2	0.5	0.5	0.2	0.7	(0.2)	-28.6%
Revenue – tolls	**1,134.6**	**308.0**	**1,442.6**	**1,092.6**	**296.9**	**1,389.5**	**53.1**	**3.8%**

1.2. Revenue from commercial premises

Revenue from commercial premises amounted to €20.4 million in the first half of 2011 compared with €20.2 million in the first half of 2010, a 1% increase.

1.3. Revenue from optical fibre and pylon rentals

Revenue from rental of optical fibre and pylons remained steady, increasing from €6.7 million in the first half of 2010 to €6.9 million in the first half of 2011.

2. Results

2.1. Operating profit

Operating profit was €740 million in the first half of 2011, a 7.9% increase (of €53.9 million) compared with the same period in 2010 (€686.1 million in the first half of 2010) mainly resulting from the €53.7 million increase in operating revenue.

Operating expenses were up 14.6% at €1,166.8 million in the first half of 2011 (€1,018.5 million in the first half of 2010) and include in particular construction costs incurred to build assets under concession, which increased 51.7% from €281.6 million in the first half of 2010 to €427.1 million in the first half of 2011.

Excluding these construction costs, operating costs were €739.7 million in the first half of 2011 (€736.9 million in the first half of 2010) up 0.4%.

The following points may be noted in respect of this 14.6% change in operating expenses:

- the 8.7% decrease in **net purchases consumed** from €15 million in the first half of 2010 to €13.7 million in the first half of 2011; this €1.3 million decrease relates to the expenses incurred during the winter, with conditions in the first half of 2011 particularly favourable compared with the same period in 2010;

- the 43.8% increase in **external expenses** (external services, temporary labour, subcontracting, concession operating companies' construction costs and other operating income and expenses) from €361.3 million in the first half of 2010 to €519.7 million in the first half of 2011, an increase of €158.4 million that includes in particular construction costs incurred to build assets under concession, which increased 51.7% from €281.6 million in the first half of 2010 to €427.1 million in the first half of 2011.

  Excluding these construction costs, external costs increased by 16.2% from €79.7 million in the first half of 2010 to €92.6 million in the first half of 2011. This €12.9 million increase was partly due to infrastructure maintenance expenses, which were up by €9.4 million.
- the 3.5% increase in **taxes and levies** from €188.8 million in the first half of 2010 to €195.4 million in the first half of 2011; this change was mainly due to the increase in the infrastructure tax (taxe d'aménagement du territoire);
- the 3.5% decrease in **employment costs** from €180.8 million in the first half of 2010 to €174.4 million in the first half of 2011;
- the 1.3% increase in **net depreciation and amortisation expense** from €268.6 million in the first half of 2010 to €272.1 million in the first half of 2011;
- the decrease in **net provisions** from an expense of €4 million in the first half of 2010 to income of €8.5 million in the first half of 2011;
- the increase in **share-based payment expense** from €1 million in the first half of 2010 to €1.5 million in the first half of 2011;
- the increase in **profit or loss of associates,** which increased from a loss of €0.7 million in the first half of 2010 to a profit of €4 million in the first half of 2011.

2.2. Cost of net financial debt and other financial income and expenses

The cost of net financial debt amounted to €232.2 million in the first half of 2011 compared with €235.5 million in the first half of 2010, a 1% decrease.

- This net decrease of €2.3 million was mainly due to the favourable effect of the fall in expenses related to repayments, in 2010 and 2011, of debt attracting interest at a higher rate than the average for the period;
- partially offset by the effects of the increase in short-term rates on the cost of floating and capped-floating rate debt.

Other financial income and expenses amounted to net income of €28.2 million in the first half of 2011 compared with net income of €10.6 million in the first half of 2010.

2.3. Income tax

The tax expense, corresponding to current and deferred tax, was €186.2 million for the first half of 2011, up 15% compared with the first half of 2010 (€161.9 million). The effective tax rate was close to 35.1% in the first half of 2011, as in the first half of 2010.

2.4. Net profit

The net profit attributable to owners of the parent was €348.1 million in the first half of 2011, up 16.6% from the first half of 2010 (€298.5 million).

Earnings per share were €1.507 in the first half of 2011 (€1.292 in the first half of 2010).

Net profit attributable to non-controlling interests was €0.7 million in the first half of 2011 (€0.8 million in the first half of 2010).

3. Balance sheet

The **total non-current assets** shown in the balance sheet amounted to €12,301.5 million net at 30 June 2011, an increase of €238.3 million from 31 December 2010 (€12,063.2 million).

This increase was mainly connected with the increase in the first half of 2011 in the gross amount of construction and operating assets acquired (€511.7 million) being greater than that of depreciation and amortisation expenses (€279.6 million).

It also reflects the decrease in the fair value of derivative financial instruments (assets) from €156.5 million at 31 December 2010 to €154.8 million at 30 June 2011 and the €5.1 million increase in holdings in equity-accounted companies.

Total current assets, standing at €555.4 million at 30 June 2011, were up €18.5 million (from €536.9 million at 31 December 2010); this was mainly due to the increase of €45.1 million in cash and cash equivalents and of €13.3 million in current tax assets, which were partially offset by the decreases of €10.1 million in trade, €27.1 million in other operating receivables, and €3.5 million in derivative instruments (current assets).

Equity attributable to owners of the parent decreased by €126.3 million from €687.8 million at 31 December 2010 to €561.5 million at 30 June 2011. This decrease was due to the distribution of an ordinary dividend in respect of 2010 (€718.3 million) less the interim dividend paid in September 2010 (€247.1 million), the profit for the first half of 2011 (€348.1 million), the income recorded directly in equity for €0.6 million and translation reserves that reduced equity by €0.4 million.

Total non-current liabilities of €9,722.5 million at 30 June 2011 (€9,721.4 million at 31 December 2010), were up by €1.1 million due to the decrease of €8 million in loans and of €2.3 million in non-current provisions combined with the increase in the fair value of derivatives for €8 million, of other non-current liabilities for €2 million and of deferred tax liabilities for €1.4 million.

Total current liabilities amounted to €2,569.6 million at 30 June 2011, up €382.7 million from 31 December 2010 (€2,186.9 million). This increase was mainly due to the increase of €394 million of the current borrowings and of €86.3 million in other non-operating current liabilities solely comprising debts related to non-current assets, following the significant increase in investments, partially offset by the €58.3 million decrease in current tax liabilities.
The decrease in current provisions of €7.1 million, in trade payables of €15.9 million, of the fair value of derivatives (current liabilities) of €8.1 million and of other current operating assets of €8.2 million account for the balance of this change.

After taking account of these various items, the **Group's net financial debt** at 30 June 2011 amounted to €10,576.2 million, compared with €10,230.2 million at 31 December 2010, an increase of €346 million.

4. Cash flows

The Group's statement of cash flows shows a **closing net balance of cash and cash equivalents** of €98.9 million, up €45.1 million from the opening balance of €53.8 million.

This change breaks down as follows:

- the Group's **cash flow from operations before tax and financing costs** was €998.2 million in the first half of 2011, almost 5.6% more than in the first half of 2010 (€944.9 million);
- **cash flows from operating activities** amounted to €482.5 million in the first half of 2011, nearly 6.6% more than in the first half of 2010 (€452.6 million);
- **net cash flows used in investing activities** amounted to €390.4 million in the first half of 2011, 31.1% more than in the first half of 2010 (€297.9 million);
- **net cash flows used in financing activities** were an outflow of €46.9 million in the first half of 2011, compared with an outflow of €282.2 million in the first half of 2010 and mainly comprised dividend payments to ASF shareholders (€471.2 million), the repayment of loans and drawings on credit lines for a total of €431.8 million, and the negative effect of derivatives (inception and termination) representing an outflow of €6.2 million.

5. Parent company financial statements

5.1. Revenue

Revenue recorded in ASF's individual financial statements amounted to €1,157 million in the first half of 2011, a 3.8% increase compared with the same period in 2010 (€1,114.9 million in the first half of 2010).

5.2. Net profit

Net profit for the first half of 2011 was €422.8 million, up 13% compared with the same period in 2010 (€374 million in the first half of 2010).

This includes in particular the dividend of €178.7 million received from the subsidiary Escota in the first half of 2011 (compared with €160.8 million in the first half of 2010).

Condensed half-year consolidated financial statements
at 30 June 2011

FINANCIAL STATEMENTS

Consolidated income statement for the period

(in € millions)	Notes	1st half 2011	1st half 2010	2010
Revenue (*)	**D.1.**	**1,474.3**	**1,420.6**	**3,074.1**
Concession operating companies' revenue from works		427.1	281.6	676.2
Total revenue		1,901.4	1,702.2	3,750.3
Revenue from ancillary activities		2.9	4.1	7.5
Operating expenses	D.2.	(1,166.8)	(1,018.5)	(2,186.0)
Operating profit from ordinary activities	**D.2.**	**737.5**	**687.8**	**1,571.8**
Share-based payment expense (IFRS 2)	D.2.	(1.5)	(1.0)	(3.7)
Profit/(loss) of equity-accounted companies		4.0	(0.7)	(0.7)
Operating profit	**D.2.**	**740.0**	**686.1**	**1,567.4**
Cost of gross financial debt		(233.6)	(236.1)	(461.7)
Financial income from cash management investments		0.4	0.6	1.3
Cost of net financial debt	**D.3.**	**(233.2)**	**(235.5)**	**(460.4)**
Other financial income	D.3.	28.4	19.3	41.3
Other financial expenses	D.3.	(0.2)	(8.7)	(22.8)
Income tax expense	D.4.	(186.2)	(161.9)	(390.4)
Net profit for the period		**348.8**	**299.3**	**735.1**
Net profit for the period attributable to non-controlling interests		0.7	0.8	1.4
Net profit for the period attributable to owners of the parent		**348.1**	**298.5**	**733.7**
Net earnings per share for the period attributable to owners of the parent	D.5.			
Net earnings per share for the period attributable to owners of the parent		1.507	1.292	3.176
Net diluted earnings per share for the period attributable to owners of the parent		1.507	1.292	3.176

(*) Excluding revenue from works.

Consolidated statement of comprehensive income for the period

(in € millions)	Notes	1st half 2011	1st half 2010	2010
Net profit for the period		**348.8**	**299.3**	**735.1**
Financial instruments: changes in fair value	E.10.2.	(0.9)	(51.1)	(31.8)
of which:				
Available-for-sale financial assets		*0.1*	*(0.6)*	*(0.5)*
Cash flow hedges (*)		*(1.0)*	*(50.5)*	*(31.3)*
Currency translation differences		(0.2)	0.0	0.2
Tax (**)	E.10.2.	0.3	17.5	10.9
Income and expenses for the period recognised directly in equity		**(0.8)**	**(33.6)**	**(20.7)**
Total comprehensive income for the period		**348.0**	**265.7**	**714.4**
of which:				
Attributable to owners of the parent		347.3	264.9	713.0
Attributable to non-controlling interests		0.7	0.8	1.4

(*) Changes in the fair value of cash flow hedges (interest-rate hedges) are recognised in equity for the effective part. Cumulative gains and losses in equity are taken to profit or loss at the time when the cash flow affects profit or loss.

(**) Of which +€0.3 million in the first half of 2011 of tax effects related to changes in the fair value of financial instruments (€17.5 million in the first half of 2010), of which +€0 million in the first half of 2011 relating to available-for-sale assets (+€0.2 million in the first half of 2010) and +€0.3 million in the first half of 2011 relating to cash flow hedges (effective part) (+€17.3 million in the first half of 2010).

Consolidated balance sheet – Assets

(in € millions)	Notes	30/06/2011	30/06/2010	31/12/2010
Non-current assets				
Concession intangible assets	E.6.	11,347.6	10,929.0	11,122.7
Other intangible assets		34.9	26.6	29.6
Property, plant and equipment	E.7.	740.5	725.8	735.8
Investments in equity-accounted companies	E.8.	10.8	5.2	5.7
Other non-current financial assets	E.9.	12.9	11.8	12.9
Fair value of derivative financial instruments (non-current assets)	E.14.	154.8	230.6	156.5
Total non-current assets		**12,301.5**	**11,929.0**	**12,063.2**
Current assets				
Inventories and work in progress	E.13.1.	9.6	9.2	9.1
Trade receivables	E.13.1.	214.8	214.6	224.9
Other current operating assets	E.13.1.	127.3	118.0	154.4
Other current non-operating assets		0.0	0.1	0.1
Current tax assets		20.3	6.0	7.0
Current financial assets		0.4	0.4	0.0
Fair value of derivative financial instruments (current assets)	E.14.	83.8	100.1	87.3
Cash management financial assets	E.14.	0.3	0.1	0.3
Cash and cash equivalents	E.14.	98.9	105.4	53.8
Total current assets		**555.4**	**553.9**	**536.9**
Total assets		**12,856.9**	**12,482.9**	**12,600.1**

Consolidated balance sheet – equity and liabilities

(in € millions)	Notes	30/06/2011	30/06/2010	31/12/2010
Equity				
Share capital		29.3	29.3	29.3
Share premium		0.0	0.0	0.0
Consolidated reserves		281.5	268.2	21.2
Currency translation reserves		(0.2)	0.3	0.2
Net profit for the period attributable to owners of the parent		348.1	298.5	733.7
Amounts recognised directly in equity	E.10.2.	(97.2)	(109.3)	(96.6)
Equity attributable to owners of the parent		**561.5**	**487.0**	**687.8**
Non-controlling interests	E.10.4.	3.3	3.5	4.0
Total equity		**564.8**	**490.5**	**691.8**
Non-current liabilities				
Non-current provisions	E.12.	84.6	83.6	86.9
Bonds	E.14.	3,773.1	3,697.8	3,775.1
Other loans and borrowings	E.14.	5,618.2	5,765.1	5,624.2
Fair value of derivative financial instruments (non-current liabilities)	E.14.	68.6	77.4	60.6
Other non-current liabilities		15.2	9.8	13.2
Deferred tax liabilities		162.8	157.1	161.4
Total non-current liabilities		**9,722.5**	**9,790.8**	**9,721.4**
Current liabilities				
Current provisions	E.13.2.	352.2	369.8	359.3
Trade payables	E.13.1.	58.7	46.1	74.6
Fair value of derivative financial instruments (current liabilities)	E.14.	30.5	51.0	38.6
Other current operating liabilities	E.13.1.	355.9	373.8	364.1
Other current non-operating liabilities		348.7	172.6	262.4
Current tax payables		0.0	0.1	58.3
Current borrowings	E.14.	1,423.6	1,184.8	1,029.6
Bank overdrafts	E.14.	0.0	3.4	0.0
Total current liabilities		**2,569.6**	**2,201.6**	**2,186.9**
Total equity and liabilities		**12,856.9**	**12,482.9**	**12,600.1**

Consolidated cash flow statement

(in € millions)	Notes	1st half 2011	1st half 2010	2010
Consolidated net profit for the period (including non-controlling interests)		**348.8**	**299.3**	**735.1**
Depreciation and amortisation		272.1	268.5	541.7
Net increase/(decrease) in provisions		0.6	4.6	0.0
Share-based payments (IFRS 2) and other restatements		(8.9)	(6.2)	13.4
Gain or loss on disposals		(1.5)	(0.1)	1.7
Change in fair value of financial instruments		0.0	0.0	0.0
Share of profit or loss of equity-accounted companies, dividends received from unconsolidated entities and profit or loss from operations classified as held for sale		(4.2)	0.2	0.3
Capitalised borrowing costs		(28.1)	(18.8)	(40.8)
Cost of net financial debt recognised		233.2	235.5	460.4
Current and deferred tax expense recognised		186.2	161.9	390.4
Cash flows (used in)/from operations before tax and financing costs		**998.2**	**944.9**	**2,102.2**
Changes in working capital requirement and current provisions		6.1	32.6	(17.6)
Income taxes paid		(253.1)	(232.9)	(406.3)
Net interest paid		(268.7)	(293.0)	(470.2)
Dividends received from equity-accounted companies		0.0	1.0	1.0
Cash flows (used in)/from operating activities	**I**	**482.5**	**452.6**	**1,209.1**
Purchases of property, plant and equipment, and intangible assets		*(8.4)*	*(4.9)*	*(13.4)*
Proceeds from sales of property, plant and equipment, and intangible assets		*0.0*	*0.0*	*1.8*
Net investments in operating assets		**(8.4)**	**(4.9)**	**(11.6)**
Operating cash flow		**474.1**	**447.7**	**1,197.5**
Investments in concession fixed assets (net of grants received)		*(382.5)*	*(294.5)*	*(655.0)*
Proceeds from sales of concession fixed assets		*0.0*	*1.1*	*0.0*
Acquisitions relating to concessions		**(382.5)**	**(293.4)**	**(655.0)**
Free cash flow		**91.6**	**154.3**	**542.5**
Purchases of shares in subsidiaries and associates (consolidated and unconsolidated)		*0.0*	*0.0*	*0.0*
Proceeds from sales of shares in subsidiaries and associates (consolidated and unconsolidated)		*0.0*	*0.0*	*0.0*
Net effect of changes in scope of consolidation		*0.0*	*0.0*	*0.0*
Net financial investments		**0.0**	**0.0**	**0.0**
Other		0.5	0.4	0.9
Net cash flows (used in)/from investing activities	**II**	**(390.4)**	**(297.9)**	**(665.7)**
Dividends paid				
- to shareholders of ASF		*(471.2)*	*(383.4)*	*(630.6)*
- to non-controlling interests		*(1.3)*	*(1.1)*	*(1.1)*
Proceeds from new borrowings		0.0	496.9	654.8
Repayment of borrowings and changes in other current financial debt		431.8	(376.0)	(711.5)
Change in cash management assets		(6.2)	(18.6)	(30.3)
Net cash flows (used in)/from financing activities	**III**	**(46.9)**	**(282.2)**	**(718.7)**
Change in net cash	**I +II +III**	**45.2**	**(127.5)**	**(175.3)**
Net cash and cash equivalents at beginning of period		**53.8**	**229.1**	**229.1**
Other changes		(0.1)	0.4	0.0
Net cash and cash equivalents at end of period		**98.9**	**102.0**	**53.8**
Increase/(decrease) of cash management financial assets		6.2	18.6	30.3
(Proceeds from)/repayment of loans		(431.8)	(120.9)	56.7
Other changes		34.5	6.7	(21.3)
Change in net debt		**(346.0)**	**(222.7)**	**(109.6)**
Net debt at beginning of period		**(10,230.2)**	**(10,120.6)**	**(10,120.6)**
Net debt at end of period		**(10,576.2)**	**(10,343.3)**	**(10,230.2)**

Statement of changes in consolidated equity

	Equity attributable to owners of the parent							
(in € millions)	Share capital	Consolidated reserves	Net profit/ (loss)	Currency translation reserves	Amounts recognised directly in equity	Total attributable to owners of the parent	Non-controlling interests	Total
Balance at 31/12/2009	**29.3**	**28.8**	**627.0**		**(75.7)**	**609.4**	**3.7**	**613.1**
Net profit for the period			298.5			298.5	0.8	299.3
Income and expenses recognised directly in equity					(33.6)	(33.6)		(33.6)
Total comprehensive income for the period			**298.5**		**(33.6)**	**264.9**	**0.8**	**265.7**
Allocation of net income and dividend payments		243.6	(627.0)			(383.4)	(1.1)	(384.5)
Other changes		0.1				0.1	0.1	0.2
Currency translation differences				0.3		0.3		0.3
Share-based payments (IFRS 2)		(4.3)				(4.3)		(4.3)
Balance at 30/06/2010	**29.3**	**268.2**	**298.5**	**0.3**	**(109.3)**	**487.0**	**3.5**	**490.5**
Net profit for the period			435.2			435.2	0.6	435.8
Income and expenses recognised directly in equity					12.7	12.7		12.7
Total comprehensive income for the period			**435.2**		**12.7**	**447.9**	**0.6**	**448.5**
Allocation of net income and dividend payments		(247.2)				(247.2)		(247.2)
Other changes		(0.1)				(0.1)		(0.1)
Currency translation differences				(0.1)		(0.1)	(0.1)	(0.2)
Share-based payments (IFRS 2)		0.3				0.3		0.3
Balance at 31/12/2010	**29.3**	**21.2**	**733.7**	**0.2**	**(96.6)**	**687.8**	**4.0**	**691.8**
Net profit for the period			348.1			348.1	0.7	348.8
Income and expenses recognised directly in equity				(0.2)	(0.6)	(0.8)		(0.8)
Total comprehensive income for the period			**348.1**	**(0.2)**	**(0.6)**	**347.3**	**0.7**	**348.0**
Allocation of net income and dividend payments		262.5	(733.7)			(471.2)	(1.3)	(472.5)
Changes in consolidation scope (see Note E.8.)		3.0		(0.2)		2.8	(0.1)	2.7
Share-based payments (IFRS 2)		(5.2)				(5.2)		(5.2)
Balance at 30/06/2011	**29.3**	**281.5**	**348.1**	**(0.2)**	**(97.2)**	**561.5**	**3.3**	**564.8**

NOTES TO THE CONDENSED HALF-YEAR CONSOLIDATED FINANCIAL STATEMENTS

A. Seasonal nature of the business

The first half year is affected by the seasonal nature of the Group's operations.

In motorway concession operating companies the volume of activity in the first half is less than in the second due to the high level of traffic during the summer period. During recent years, revenue in the first half has accounted for approximately 46% to 48% of the year's total revenue, depending on the network and the year.

Revenue and results in the first half cannot therefore be extrapolated to the full financial year.

The seasonal nature of business is reflected in a net use of operating cash flows over the first half of the year, due to the low level of cash receipts during this period and the pattern of free cash flows, most of which are generated during the second half of the year.

No correcting adjustments have been made to take account of the impact of seasonal factors on the Group's financial statements for the first half.

Group income and expenses from normal business operations that are of a seasonal, cyclical or occasional nature are accounted for using the same accounting methods as those adopted for the full-year financial statements. They are neither recognised in advance nor deferred in the half-year financial statements.

Income and expenses invoiced on an annual basis (e.g. patent royalties, licence fees, etc.) are accounted for pro-rata using an estimate for the full year.

Liabilities arising in the first half, including those expected to be extinguished in the second half of the year, have been provided for at the end of the period.

B. Accounting policies and measurement methods

B.1. General principles

The condensed half-year consolidated financial statements at 30 June 2011 have been prepared in accordance with IAS 34 "Interim Financial Reporting". They were approved by the Board of Directors on 25 August 2011. As these are condensed financial statements, they do not include all the information required by the IFRSs and should therefore be read in conjunction with the financial statements for the period ended 31 December 2010.

The accounting policies adopted in preparing and presenting the condensed half-year consolidated financial statements comply with the IFRS Standards and Interpretations as endorsed by the European Union as at 30 June 2011.

The accounting policies retained are the same as those used in preparing the consolidated financial statements at 31 December 2010, except for the Standards and Interpretations adopted by the European Union applicable as from 1 January 2011 (see Note B.1.1. *New Standards and Interpretations applicable from 1 January 2011).*

B.1.1. New Standards and Interpretations applicable from 1 January 2011

The new Standards and Interpretations applicable from 1 January 2011, with no material impact on the Group's financial statements at 30 June 2011, are mainly:

- IAS 24 amended "Related Party Disclosures";
- IAS 32 amended "Classification of Rights Issues";
- IFRIC 14 amended "Prepayments of a Minimum Funding Requirement";
- IFRIC 19 "Extinguishing Financial Liabilities with Equity Instruments";
- the amendments published in May 2010 under the IFRS annual improvements procedure.

B.1.2 Standards and Interpretations adopted by the IASB but not yet applicable at 30 June 2011

The Group has not applied early the following Standards and Interpretations of which application is not mandatory at 1 January 2011:

Standards on consolidation's methods:

- IFRS 10 "Consolidated financial statements";
- IFRS 11 "Joint arrangements";
- IFRS 12 "Disclosure of interests in other entities";
- IAS 27 revised "Separate financial statements";
- IAS 28 revised "Investments in associates and joint ventures".

Other standards:

- IFRS 7 "Financial instruments: Disclosures" amended within the framework of financial assets' transfers;
- IFRS 9 "Financial instruments" classification and evaluation;
- IFRS 13 "Fair value measurement";
- IAS 1 "Presentation of financial statements" amended within the framework of global profit;
- IAS 12 amended "Deferred Tax: recovery of underlying assets";
- IAS 19 amended "Employee benefits".

The ASF Group is currently analysing the impacts and practical consequences of the application of these Standards and Interpretations.

B.2. Consolidation methods

B.2.1. Consolidation scope and methods

There have been no acquisitions or disposals in the first half of 2011.

Companies of which ASF holds, whether directly or indirectly, the majority of voting rights enabling control to be exercised, are fully consolidated. This applies to Escota, Radio Trafic FM (RTFM), Jamaican Infrastructure Operator (JIO), Truck Etape and Openly.

Companies over which the Group exercises significant influence are accounted for using the equity method. This applies to the shareholdings in TransJamaican Highway and Axxès.

The consolidated financial statements include the financial statements of all companies with revenue of more than €2 million, and of subsidiaries whose revenue is below this figure but whose impact on the Group's financial statements is material.

The scope of consolidation has not changed since 1 January 2011.

	30/06/2011			31/12/2010			30/06/2010		
(number of companies)	Total	France	Foreign	Total	France	Foreign	Total	France	Foreign
Full consolidation	6	5	1	6	5	1	6	5	1
Equity method	2	1	1	2	1	1	2	1	1
Total	**8**	**6**	**2**	**8**	**6**	**2**	**8**	**6**	**2**

B.2.2. Intra-group transactions

Reciprocal operations and transactions relating to assets and liabilities, income and expenses between consolidated or equity-accounted companies are eliminated in the consolidated financial statements. This is done:

- for the full amount if the transaction is between two subsidiaries;
- applying the percentage owned of an equity-accounted entity in the case of internal profits or losses realised between a fully consolidated entity and an equity-accounted entity.

B.2.3. Translation of the financial statements of foreign companies

In most cases, the functional currency of companies is their local currency.

The financial statements of foreign companies of which the functional currency is different from that used in preparing the Group's consolidated financial statements are translated at the closing rate for balance sheet items and at the average rate for the period for income statement items. Any resulting translation differences are recognised under translation differences in consolidated reserves.

B.2.4. Foreign currency transactions

Transactions in foreign currency are translated into euros at the exchange rate at the transaction date. At the balance sheet date, financial assets and monetary liabilities expressed in foreign currencies are translated at the closing rate. Resulting exchange gains and losses are recognised under foreign exchange gains and losses and are shown under other financial income and other financial expenses in the income statement.

Foreign exchange gains and losses arising on loans denominated in foreign currency or on foreign currency derivatives used as long-term finance of investments in foreign subsidiaries that is neither expected nor likely to be repaid in the foreseeable future, or as hedges of investments in foreign subsidiaries, are recorded under currency translation differences in equity.

B.2.5. Transactions between shareholders, acquisitions and disposals of non-controlling interests after acquisition of control

In accordance with IAS 27 Revised, acquisitions or disposals of non-controlling interests, with no change of control, are considered as transactions with the Group's shareholders. Under this approach, the difference between the consideration paid to increase the percentage shareholding in entities that are already controlled and the supplementary share of the equity thus acquired is recorded under consolidated equity. Similarly, a decrease in the Group's percentage holding in an entity that continues to be controlled is booked in the accounts through equity, with no impact on profit or loss.

B.3. Measurement rules and methods

B.3.1. Use of estimates

The preparation of financial statements under the IFRSs requires estimates to be used and assumptions to be made that affect the amounts shown in those financial statements.

These estimates assume the operation is a going concern and are made on the basis of the information available at the time. Estimates may be revised if the circumstances on which they were based alter or if new information becomes available. Actual results may be different from these estimates.

The consolidated financial statements for the period have been prepared with reference to this immediate environment, in particular as regards the estimates given below.

Use of estimates relates in particular to the following:

- measurement of share-based payment expenses under IFRS 2;
- measurement of retirement benefit obligations;
- measurement of provisions;
- determination of the discount rates to use when performing impairment tests (IAS 36) and to calculate the present value of provisions (IAS 37) and employee benefits (IAS 19);
- measurement of financial instruments at fair value.

B.3.2. Specific measurement rules and methods applied by the Group in preparing the intermediary financial statements

B.3.2.1. Estimate of the tax expense

The tax expense for the first half year is determined by applying the Group's effective tax rate for the whole of 2011 (including deferred tax) to the pre-tax profit. This rate is adjusted if necessary for the tax effects of exceptional items recognised in the period.

B.3.2.2. Retirement benefit obligations

No actuarial assessment has been made for the condensed half-year consolidated financial statements. The expense for the half year in respect of retirement benefit obligations is half the expense calculated for 2011 on the basis of the actuarial assumptions at 31 December 2010, adjusted if necessary for material changes in the market assumptions (discount and inflation rates and return on assets), and the recognition of any reductions in plans (in the form of curtailment, settlements), in accordance with IAS 19.

C. Segment information

The ASF Group is managed as a single operating segment, the collection of toll payments, to which are connected ancillary payments for commercial premises, rental of optical fibre facilities, telecommunication equipment, and heavy goods vehicle parking facilities.

D. Notes to the income statement

D.1. Revenue

(in € millions)	1st half 2011	1st half 2010	Change 2011 against 2010	2010
Revenue – tolls	1,442.6	1,389.5	3.8%	3,006.0
Fees for use of commercial premises	20.4	20.2	1.0%	44.2
Fees for optical fibres, telecommunications and other	11.3	10.9	3.7%	23.9
Revenue excluding concession operating companies' revenue from works	**1,474.3**	**1,420.6**	**3.8%**	**3,074.1**
Concession operating companies' revenue from works	427.1	281.6	51.7%	676.2
Total revenue	**1,901.4**	**1,702.2**	**11.7%**	**3,750.3**

Breakdown of revenue in France and abroad, by Group company:

1st half 2011

	Revenue – France						Revenue outside France	
(in € millions)	ASF	Escota	RTFM	Truck Etape	Openly	Total	Jamaican Infrastructure Operator	Revenue 1st half 2011
Revenue – tolls	1,134.6	308.0				1,442.6		1,442.6
Fees for use of commercial premises	17.0	3.4				20.4		20.4
Fees for optical fibres, telecommunications and other	5.4	1.5	0.7	0.1	1.2	8.9	2.4	11.3
Revenue excluding concession operating companies' revenue from works	**1,157.0**	**312.9**	**0.7**	**0.1**	**1.2**	**1,471.9**	**2.4**	**1,474.3**
Proportion of revenue – France	78.6%	21.3%	0.0%	0.0%	0.1%	100.0%		
Proportion of total revenue	78.5%	21.2%	0.0%	0.0%	0.1%	99.8%	0.2%	100.0%
Concession operating companies' revenue from works	**349.8**	**77.3**				**427.1**		**427.1**
Total revenue	**1,506.8**	**390.2**	**0.7**	**0.1**	**1.2**	**1,899.0**	**2.4**	**1,901.4**

1st half 2010

	Revenue – France						Revenue outside France	
(in € millions)	ASF	Escota	RTFM	Truck Etape	Openly	Total	Jamaican Infrastructure Operator	Revenue 1st half 2010
Revenue – tolls	1,092.6	296.9				1,389.5		1,389.5
Fees for use of commercial premises	17.2	3.0				20.2		20.2
Fees for optical fibres, telecommunications and other	5.1	1.6	0.6	0.1	0.9	8.3	2.6	10.9
Revenue excluding concession operating companies' revenue from works	**1,114.9**	**301.5**	**0.6**	**0.1**	**0.9**	**1,418.0**	**2.6**	**1,420.6**
Proportion of revenue – France	78.6%	21.3%	0.0%	0.0%	0.1%	100.0%		
Proportion of total revenue	78.5%	21.2%	0.0%	0.0%	0.1%	99.8%	0.2%	100.0%
Concession operating companies' revenue from works	**239.5**	**42.1**				**281.6**		**281.6**
Total revenue	**1,354.4**	**343.6**	**0.6**	**0.1**	**0.9**	**1,699.6**	**2.6**	**1,702.2**

2010

(in € millions)	Revenue – France						Revenue outside France	
	ASF	Escota	RTFM	Truck Etape	Openly	Total	Jamaican Infrastructure Operator	Revenue 2010
Revenue – tolls	2,382.8	623.2				3,006.0		3,006.0
Fees for use of commercial premises	37.7	6.5				44.2		44.2
Fees for optical fibres, telecommunications and other	10.8	3.1	2.1	0.2	2.5	18.7	5.2	23.9
Revenue excluding concession operating companies' revenue from works	**2,431.3**	**632.8**	**2.1**	**0.2**	**2.5**	**3,068.9**	**5.2**	**3,074.1**
Proportion of revenue – France	79.2%	20.6%	0.1%	0.0%	0.1%	100.0%		
Proportion of total revenue	79.1%	20.6%	0.1%	0.0%	0.1%	99.8%	0.2%	100.0%
Concession operating companies' revenue from works	**568.6**	**107.6**				**676.2**		**676.2**
Total revenue	**2,999.9**	**740.4**	**2.1**	**0.2**	**2.5**	**3,745.1**	**5.2**	**3,750.3**

D.2. Operating profit

(in € millions)	1st half 2011	1st half 2010	2010
Revenue excluding revenue from works	**1,474.3**	**1,420.6**	**3,074.1**
Revenue from works	427.1	281.6	676.2
Total revenue	1,901.4	1,702.2	3,750.3
Revenue from ancillary activities	**2.9**	**4.1**	**7.5**
Purchases consumed	(13.7)	(15.0)	(32.1)
External services	(86.4)	(71.8)	(185.5)
Temporary employees	(1.7)	(1.4)	(4.2)
Sub-contracting and concession operating companies' construction costs	(433.6)	(289.1)	(690.9)
Taxes and levies	(195.4)	(188.8)	(390.8)
Employment costs	(174.4)	(180.8)	(360.7)
Other operating income and expenses	2.0	1.0	0.1
Depreciation and amortisation (*)	(272.1)	(268.6)	(541.7)
Net provision charges (**)	8.5	(4.0)	19.8
Operating expenses	**(1,166.8)**	**(1,018.5)**	**(2,186.0)**
Operating profit from ordinary activities	**737.5**	**687.8**	**1,571.8**
% of revenue (***)	*50.0%*	*48.4%*	*51.1%*
Share-based payment expense (IFRS 2)	(1.5)	(1.0)	(3.7)
Profit/(loss) of equity-accounted companies	4.0	(0.7)	(0.7)
Operating profit	**740.0**	**686.1**	**1,567.4**
% of revenue (***)	*50.2%*	*48.3%*	*51.0%*

(*) Including reversals of amortisation relating to investment grants.
(**) Comprises expenses and reversals of non-current provisions (see Note E.12.2. Other non-current provisions) and of current provisions (see Note E.13.2. Breakdown of current provisions).
(***) Percentage calculated on revenue excluding concession operating companies' revenue derived from works.

Operating profit from ordinary activities measures the Group's operating performance before the effects of share-based payments (IFRS 2) and profit or loss of equity-accounted companies.

For the first half of 2011, it was €737.5 million, up 7.2% compared with the first half of 2010 (€687.8 million).

Operating profit, after share-based payment expenses and the profit or loss of equity-accounted companies, was €740 million in the first half of 2011 (€686.1 million in the first half of 2010) a 7.9% increase.

D.3. Financial income and expenses

(in € millions)	1st half 2011	1st half 2010	2010
Cost of gross financial debt	(233.6)	(236.1)	(461.7)
Financial income from cash management investments	0.4	0.6	1.3
Cost of net financial debt	**(233.2)**	**(235.5)**	**(460.4)**
Other financial income	28.4	19.3	41.3
Other financial expenses	(0.2)	(8.7)	(22.8)
Other financial income and expenses	**28.2**	**10.6**	**18.5**

The cost of net financial debt amounted to €233.2 million in the first half of 2011 down €2.3 million from €235.5 million in the first half of 2010 (see Note 2.2 of the half year management report)

Other financial income includes in particular capitalised borrowing costs on concession assets under construction for €28.1 million in the first half of 2011, up €9.3 million from €18.8 million in the first half of 2010.

Other financial expenses include in particular the effects of discounting assets and liabilities at more than one year to present value for €0.2 million in the first half of 2011 (€8.7 million in the first half of 2010).
These discounting costs relate mainly to provisions for retirement benefit obligations, for an expense of €2.5 million in the first half of 2011 (as in the first half of 2010), and to the provisions to maintain the condition of assets under concession amounting to income of €2.3 million in the first half of 2011 (compared with an expense of €6 million in the first half of 2010).

D.4. Income tax

The tax expense amounted to €186.2 million in the first half of 2011 (€161.9 million in the first half of 2010).

The effective tax rate was 35.1% in the first half of 2011, as in the first half of 2010.

D.5. Earnings per share

The number of shares outstanding has remained at 230,978,001 since 2002. The Company has not purchased any of its own shares. The Company has not issued any instrument that could give rights to shares. As a result, the weighted number of shares to take into consideration when calculating basic and diluted earnings per share in the first half of 2011 and in 2010 is 230,978,001. Basic and diluted earnings per share are the same.

E. Notes to the balance sheet

E.6. Concession intangible assets

(in € millions)	Cost of infrastructures	Advances and in progress	Investment grants	Total
Gross				
01/01/2010	**16,423.5**	**856.3**	**(284.3)**	**16,995.5**
Acquisitions in the period	54.5	674.9	(26.8)	702.6
Disposals and retirements during the period	(2.5)			(2.5)
Other movements	108.7	(132.5)		(23.8)
31/12/2010	**16,584.2**	**1,398.7**	**(311.1)**	**17,671.8**
Acquisitions in the period	13.8	448.4	(3.1)	459.1
Disposals and retirements during the period	(0.6)			(0.6)
Other movements	37.5	(48.3)		(10.8)
30/06/2011	**16,634.9**	**1,798.8**	**(314.2)**	**18,119.5**
Amortisation				
01/01/2010	**6,207.7**	**0.0**	**(97.4)**	**6,110.3**
Amortisation for the period	448.2		(7.6)	440.6
Disposals and retirements during the period	(1.8)			(1.8)
Other movements				0.0
31/12/2010	**6,654.1**	**0.0**	**(105.0)**	**6,549.1**
Amortisation for the period	226.8		(3.9)	222.9
Disposals and retirements during the period	(0.1)			(0.1)
Other movements				0.0
30/06/2011	**6,880.8**	**0.0**	**(108.9)**	**6,771.9**
Net				
01/01/2010	**10,215.8**	**856.3**	**(186.9)**	**10,885.2**
31/12/2010	**9,930.1**	**1,398.7**	**(206.1)**	**11,122.7**
30/06/2011	**9,754.1**	**1,798.8**	**(205.3)**	**11,347.6**

The investments made by the ASF Group in new concession projects during the first half of 2011 amounted to €459.1 million (€702.6 million in the twelve months of 2010).

Borrowing costs included during the first half of 2011 in the cost of concession assets before their entry into service amounted to €28.1 million (€40.8 million in the twelve months of 2010).

Concession assets under construction amounted to €1,798.8 million at 30 June 2011 (€1,398.7 million at 31 December 2010).

The main features of the concession contracts accounted for using the intangible asset model are given in the Note D. *Main features of concession contracts* in the 2010 consolidated financial statements. The main commitments relating to these contracts are reported in Note F.17. *Contractual obligations under concession contracts* in this report.

E.7. Property, plant and equipment

(in € millions)	Concession tangible fixed assets	Advances and in progress on concession tangible fixed assets	Investment grants on concession tangible fixed assets	Other property, plant and equipment	Total
Gross					
31/12/2010	1,911.2	133.5	(5.4)	7.1	2,046.4
30/06/2011	**1,936.4**	**150.5**	**(5.5)**	**7.1**	**2,088.5**
Depreciation					
31/12/2010	1,309.5	0.0	(5.1)	6.2	1,310.6
30/06/2011	**1,346.8**	**0.0**	**(5.1)**	**6.3**	**1,348.0**
Net					
31/12/2010	601.7	133.5	(0.3)	0.9	735.8
30/06/2011	**589.6**	**150.5**	**(0.4)**	**0.8**	**740.5**

This item includes assets under construction not yet in service for €150.5 million at 30 June 2011 (€133.5 million at 31 December 2010).

E.8. Investments in equity-accounted companies

E.8.1. Movements during the year

(in € millions)	30/06/2011	31/12/2010
Value of shares at start of the period	**5.7**	**5.8**
Group share of profit/(loss) for the period	4.0	(0.7)
Dividends paid		(0.9)
Currency translation differences	(0.2)	0.1
Changes in consolidation scope (*)	1.3	
Provision for liabilities		1.4
Value of shares at end of period	**10.8**	**5.7**

(*) Following the increase in the share capital of Transjamaican Highway (see Note E.8.2. Financial information on equity-accounted companies).

E.8.2. Financial information on equity-accounted companies

Investments in equity-accounted companies break down as follows:

	30/06/2011		30/12/2010	
(in € millions)	TransJamaican Highway	Axxès	TransJamaican Highway	Axxès
% held	**12.6% (*)**	**35.5%**	**34.0%**	**35.5%**
Attributable share				
Revenue	1.6	152.1	8.7	267.1
Operating profit	4.3	0.8	4.4	1.6
Net profit/(loss)	4.1	0.5	(1.8)	1.1
Value of equity-accounted investments				
Carrying amount of shares in parent company accounts	6.2	2.7	6.2	2.7
Cost of shares in parent company accounts	6.2	2.7	6.2	2.7
Other balance sheet items, attributable share				
Equity	6.4	4.4	(1.4)	3.9
Current assets	1.2	68.8	6.6	84.8
Non-current assets	22.6	1.0	58.2	1.1
Current liabilities	0.4	65.3	1.8	79.8
Non-current liabilities	17.0	0.1	64.4	2.2
Net financial debt	(16.0)	27.0	(58.1)	20.9

(*) Following the increase in the share capital of Transjamaican Highway on 13 January 2011 to which ASF did not subscribe, ASF's percentage shareholding fell from the initial 34% to 25.2% and the percentage interest from 34% to 12.6%.

E.9. Other non-current financial assets and fair value of derivatives (non-current assets)

(in € millions)	30/06/2011	31/12/2010
Shares in subsidiaries and associates at fair value	3.9	4.1
Investments in unlisted subsidiaries and associates	0.9	0.6
Available-for-sale financial assets (gross)	**4.8**	**4.7**
Impairment allowances	0.0	0.0
Available-for-sale financial assets (net)	**4.8**	**4.7**
Loans and receivables at amortised cost	8.1	8.2
Total	**12.9**	**12.9**
Fair value of derivative financial instruments (non-current assets) (*)	154.8	156.5
Other non-current financial assets	**167.7**	**169.4**

(*) See Note E.15. Management of financial risks.

Available-for-sale financial assets amounted to €4.8 million at 30 June 2011 (€4.7 million at 31 December 2010). These relate to listed shareholdings for €3.9 million and unlisted shareholdings for €0.9 million, in subsidiaries that do not meet the Group's minimum financial criteria for consolidation.

Long-term loans and other receivables, measured at amortised cost, amounted to €8.1 million at 30 June 2011 (€8.2 million at 31 December 2010) and mainly comprise the companies' participation in employee housing funds.

The fair value of non-current derivative financial instruments (assets) forms an integral part of net financial debt (see Note E.14. *Net financial debt*).

E.10. Equity (excluding share-based payments)

E.10.1. Shares

The number of shares outstanding has remained at 230,978,001 since 2002 (see Note D.5. *Earnings per share*).

E.10.2. Transactions recognised directly in equity (attributable to the owners of the parent)

The following tables give details of these movements by type of financial instrument, after tax:

(in € millions)		30/06/2011	31/12/2010
Available-for-sale financial assets			
Reserve at beginning of period		0.8	1.3
Changes in fair value in the period		0.1	(0.5)
Gross reserve before tax effect at balance sheet date	**I**	**0.9**	**0.8**
Cash flow hedges			
Reserve at beginning of period		(148.1)	(116.8)
Changes in fair value in the period		(6.8)	(40.1)
Fair value items recognised in profit or loss		5.8	8.8
Gross reserve before tax effect at balance sheet date	**II**	**(149.1)**	**(148.1)**
Total gross reserve before tax effect at balance sheet date	**I + II**	**(148.2)**	**(147.3)**
Associated tax effect		51.0	50.7
Reserve net of tax		**(97.2)**	**(96.6)**

The changes in fair value relating to cash flow hedges recorded in equity relate mainly to the hedging of future loan issues (acquisition of deferred start interest rate swaps). These transactions are described in Note C.16.1.3 *Cash flow hedges* in the 2010 consolidated financial statements.

In total, the tax associated with items recognised directly in equity was income of €0.3 million in the first half of 2011 (income of €10.9 million in 2010).

E.10.3. Dividends

In May 2011, ASF paid a dividend of €471.2 million, corresponding to most of its distributable reserves and profits.

The dividends paid in respect of 2010 and 2009 break down as follows:

	2010	2009
Interim dividend (paid in September 2010 relating to 2010) (paid in September 2009 relating to 2009)		
Amount *(in € millions)* (I)	247.1	226.4
Per share (in €)	1.07	0.98
Final dividend (paid in May 2011 relating to 2010) (paid in May 2010 relating to 2009)		
Amount *(in € millions)* (II)	471.2	383.4
Per share (in €)	2.04	1.66
Total net dividend per share		
Amount *(in € millions)* (I) + (II)	718.3	609.8
Per share (in €)	3.11	2.64

E.10.4. Non-controlling interests

No non-controlling interests were acquired during the first half of 2011.

E.11. Share-based payments

Equity compensation benefits paid by VINCI to ASF Group employees

Since the acquisition of the ASF Group by VINCI in March 2006, the employees of ASF and Escota regularly benefit from the share purchase option, share subscription and performance share plans and the Group Savings Scheme of the parent company, VINCI.

The aggregate expense recognised in the first half of 2011 in respect of share-based payments amounted to €1.5 million (of which €0.6 million was in respect of the Group Savings Scheme), compared with €3.7 million at 31 December 2010 (of which €1.9 million was in respect of the Group Savings Scheme).

VINCI's Board of Directors defines the conditions for subscribing to the Group Savings Scheme in accordance with the authorisations granted to it by the Shareholders' General Meeting. For France, VINCI issues new shares reserved for employees three times a year at a subscription price that includes a discount of 10% against the average stock market price over 20 trading days. Subscribers benefit from an employer's contribution with an annual maximum of €3,500 per person. The benefits granted in this way to employees of the Group are recognised in profit or loss and are valued in accordance with IFRS 2 on the basis of the following assumptions:

- length of subscription period: four months;
- length of period during which funds are frozen: five years from the end of the subscription period.

E.12. Non-current provisions

(in € millions)	Note	30/06/2011	31/12/2010
Provisions for retirement benefit obligations	E.12.1.	34.1	31.4
Other non-current provisions	E.12.2.	50.5	55.5
Total		**84.6**	**86.9**

E.12.1. Provisions for retirement benefit obligations

At 30 June 2011, provisions for retirement benefit obligations amounted to €34.5 million (including €34.1 million at more than one year) compared with €31.9 million at 31 December 2010 (including €31.4 million at more than one year). They comprise provisions for lump-sums on retirement and provisions for obligations for supplementary retirement benefits. The part at less than one year was €0.4 million at 30 June 2011 (€0.5 million at 31 December 2010), and is reported under other current payables.

The expense recognised for the first half of 2011 in respect of retirement benefit obligations is half the forecast expense for 2011 determined actuarially at 31 December 2010. As changes in these assumptions during the first half of 2011 had no material impact on the financial statements, no adjustment has been recognised in this respect.

E.12.2. Other non-current provisions

Changes in other non-current provisions reported in the balance sheet were as follows in the first half of 2011 and in 2010:

(in € millions)	Opening	Provisions taken	Provisions used	Other reversals not used	Change in the part at less than one year of non-current provisions and miscellaneous	Closing
01/01/2010	**74.1**	**19.6**	**(10.3)**	**(23.7)**	**(0.7)**	**59.0**
Other employee benefits	58.4	5.7	(8.0)		0.6	56.7
Other liabilities	18.7	7.1	(3.5)	(4.7)		17.6
Discounting of non-current provisions	(0.7)	(0.5)				(1.2)
Reclassification of the part at less than one year of non-current provisions	(17.4)				(0.2)	(17.6)
31/12/2010	**59.0**	**12.3**	**(11.5)**	**(4.7)**	**0.4**	**55.5**
Other employee benefits	56.7	1.5	(3.2)			55.0
Other liabilities	17.6	0.5	(1.7)	(0.2)		16.2
Discounting of non-current provisions	(1.2)					(1.2)
Reclassification of the part at less than one year of non-current provisions	(17.6)				(1.9)	(19.5)
30/06/2011	**55.5**	**2.0**	**(4.9)**	**(0.2)**	**(1.9)**	**50.5**

E.13. Working capital requirement and current provisions

E.13.1. Change in working capital requirement

				Changes 30/06/2011 – 31/12/2010	
(in € millions)	30/06/2011	30/06/2010	31/12/2010	Changes in operating WCR	Other changes
Inventories and work in progress (net)	9.6	9.2	9.1	0.5	
Trade receivables	214.8	214.6	224.9	(10.1)	
Other current operating assets	127.3	118.1	154.5	(27.2)	
Inventories and operating receivables (I)	**351.7**	**341.9**	**388.5**	**(36.8)**	**0.0**
Trade payables	(58.7)	(46.1)	(74.6)	15.9	
Other current operating liabilities	(355.9)	(373.8)	(364.1)	8.2	
Trade and other operating payables (II)	**(414.6)**	**(419.9)**	**(438.7)**	**24.1**	**0.0**
Working capital requirement (excluding current provisions) (I+II)	**(62.9)**	**(78.0)**	**(50.2)**	**(12.7)**	**0.0**
Current provisions	**(352.2)**	**(369.8)**	**(359.3)**	**(7.7)**	**14.8**
of which, part at less than one year of non-current provisions:	*(9.6)*	*(8.3)*	*(8.3)*	*(1.3)*	
Working capital requirement (including current provisions)	**(415.1)**	**(447.8)**	**(409.5)**	**(20.4)**	**14.8**

E.13.2. Breakdown of current provisions

Changes in current provisions reported in the balance sheet were as follows in the first half of 2011 and in 2010:

(in € millions)	Opening	Provisions taken	Provisions used	Other reversals not used	Change in the part at less than one year of non-current provisions	Closing
01/01/2010	**325.8**	**102.0**	**(49.6)**	**(23.7)**	**1.9**	**356.4**
Obligation to maintain the condition of concession assets	338.4	62.4	(57.1)	(0.9)		342.8
Restructuring	1.2	0.7	(1.2)			0.7
Other current liabilities	8.2	3.2		(3.9)		7.5
Reclassification of the part at less than one year of non-current provisions	8.6				(0.3)	8.3
31/12/2010	**356.4**	**66.3**	**(58.3)**	**(4.8)**	**(0.3)**	**359.3**
Obligation to maintain the condition of concession assets	342.8	19.0	(26.8)			335.0
Restructuring	0.7		(0.7)			0.0
Other current liabilities	7.5	0.1				7.6
Reclassification of the part at less than one year of non-current provisions	8.3				1.3	9.6
30/06/2011	**359.3**	**19.1**	**(27.5)**	**0.0**	**1.3**	**352.2**

Current provisions (including the part at less than one year of non-current provisions) are directly connected with the operating cycle and principally relate to provisions for the obligation to maintain the condition of concession assets.

Such provisions mainly cover the expenses incurred by ASF and Escota for road repairs (surface coatings, etc.) bridges, tunnels and hydraulic infrastructure and relate to ASF for €285.7 million at 30 June 2011 (€295.2 million at 31 December 2010) and Escota for €49.3 million at 30 June 2011 (€47.6 million at 31 December 2010).

E.14. Net financial debt

Net financial debt as defined by the Group breaks down as follows:

		30/06/2011					31/12/2010				
Accounting categories	*(in € millions)*	**Non-current**	**Ref.**	**Current (*)**	**Ref.**	**Total**	**Non-current**	**Ref.**	**Current (*)**	**Ref.**	**Total**
Liabilities at amortised cost	Bonds	(3,773.1)	(1)	(125.5)	(3)	(3,898.6)	(3,775.1)	(1)	(130.9)	(3)	(3,906.0)
	Other bank loans and other financial debt	(5,618.2)	(2)	(257.7)	(3)	(5,875.9)	(5,624.2)	(2)	(788.7)	(3)	(6,412.9)
	Long-term financial debt	**(9,391.3)**		**(383.2)**		**(9,774.5)**	**(9,399.3)**		**(919.6)**		**(10,318.9)**
	Other current financial liabilities			(1,040.4)	(3)	(1,040.4)			(110.0)	(3)	(110.0)
	Bank overdrafts										
	Financial current accounts, liabilities										
	I - Gross financial debt	**(9,391.3)**		**(1,423.6)**		**(10,814.9)**	**(9,399.3)**		**(1,029.6)**		**(10,428.9)**
	including impact of fair value hedges, for	*(150.1)*				*(150.1)*	*(152.2)*				*(152.2)*
Loans and receivables	Financial current accounts, assets										
Assets at fair value through profit or loss (fair value option)	Cash management financial assets			0.3	(6)	0.3			0.3	(6)	0.3
	Cash equivalents			53.4	(7)	53.4			40.3	(7)	40.3
	Cash			45.5	(7)	45.5			13.5	(7)	13.5
	II - Financial assets			**99.2**		**99.2**			**54.1**		**54.1**
Derivatives	Derivative financial instruments – liabilities	(68.6)	(4)	(30.5)	(5)	(99.1)	(60.6)	(4)	(38.6)	(5)	(99.2)
	Derivative financial instruments – assets	154.8	(8)	83.8	(9)	238.6	156.5	(8)	87.3	(9)	243.8
	III - Derivative financial instruments	**86.2**		**53.3**		**139.5**	**95.9**		**48.7**		**144.6**
	Net financial debt (I + II + III)	**(9,305.1)**		**(1,271.1)**		**(10,576.2)**	**(9,303.4)**		**(926.8)**		**(10,230.2)**

(*) Current part including accrued interest.

Long-term financial debt decreased by €544.4 million during the first half of 2011, due to the combined effects of scheduled repayments and new borrowings, of which the largest were:

Bond issue by ASF under its EMTN programme

No bonds were issued in the first half of 2011.

Redemption of CNA loans made to the ASF Group

During the first half year of 2011, the ASF Group repaid various loans taken out with the CNA between 1995 and 1999, at an average rate of 5.9%, for an amount of €498.5 million.

Other events

In the first half of 2011, ASF terminated its unused €1 billion credit facility with Calyon maturing in 2012. In return, VINCI increased its internal credit facility to ASF from €1 billion to €1.5 billion.

At 30 June 2011, the ASF Group's net financial debt was €10.58 billion (€10.23 billion at 31 December 2010).

Reconciliation of net financial debt with balance sheet items:

(in € millions)	Ref.	30/06/2011	31/12/2010
Bonds	(1)	(3,773.1)	(3,775.1)
Other loans and borrowings	(2)	(5,618.2)	(5,624.2)
Current borrowings	(3)	(1,423.6)	(1,029.6)
Fair value of derivative financial instruments (non-current liabilities)	(4)	(68.6)	(60.6)
Fair value of derivative financial instruments (current liabilities)	(5)	(30.5)	(38.6)
Cash management financial assets	(6)	0.3	0.3
Net cash and cash equivalents	(7)	98.9	53.8
Fair value of derivative financial instruments (non-current assets)	(8)	154.8	156.5
Fair value of derivative financial instruments (current assets)	(9)	83.8	87.3
Net financial debt		**(10,576.2)**	**(10,230.2)**

Derivative financial instruments (assets/liabilities) designated for accounting purposes as hedges are reported in the balance sheet, classified by maturity and according to their accounting category, under fair value of derivative financial instruments (non-current assets/liabilities) for the part at more than one year, and fair value of derivative financial instruments (current assets/liabilities) for the part at less than one year.

Derivative financial instruments (assets/liabilities) non designated for accounting purposes as hedges are reported in the balance sheet, under fair value of derivative financial instruments (current assets/liabilities) whatever their maturity.

E.14.1. Financing resources and liquidities

At 30 June 2011, the Group's available resources amounted to €2,099.2 million, comprising €99.2 million net cash and cash equivalents managed and €2 billion of unused confirmed medium-term bank credit facility.

E.14.1.1. Maturity of financial debt and associated interest payments

At 30 June 2011, the average maturity of the Group's medium and long-term financial debt was 6.5 years, (6.6 years at 31 December 2010).

E.14.1.2. Net cash managed

Net cash and cash equivalents managed, including cash management financial assets, breaks down as follows:

(in € millions)	30/06/2011	31/12/2010
Cash equivalents	**53.4**	**40.3**
Marketable securities and mutual funds (UCITS)	45.7	33.5
Negotiable debt securities with an original maturity of less than 3 months	7.7	6.8
Cash	**45.5**	**13.5**
Bank overdrafts	**0.0**	**0.0**
Net cash and cash equivalents	**98.9**	**53.8**
Current cash management financial assets	**0.3**	**0.3**
Marketable securities and mutual funds (UCITS)(*)		
Negotiable debt securities and bonds with an original maturity of less than 3 months	0.3	0.3
Net cash managed	**99.2**	**54.1**

(*) Portion of short-term UCITS that do not meet the criteria to be designated as cash equivalents as defined by IAS 7.

The investment vehicles used by the Group are mainly monetary mutual funds (UCITS) and negotiable debt securities, in particular short-term notes issued by banks *(bon de caisse)* and bonds. They are measured and recognised at their fair value.

These various financial assets ("cash equivalents" and "cash management financial assets") are managed involving limited risk to capital and are managed through a system to monitor performance and related risks.

E.14.1.3. Bank revolving credit facilities

ASF benefits from banking syndicate, a revolving credit, for a total of €2 billion maturing in December 2013. This is subject to ratios equivalent to those applying to the CNA loans (see Note C.15.2.4. *Financial Covenants* in the 2010 consolidated financial statements).

At 30 June 2011, the credit facility described above is not being used.

The authorised and used amount as well as the maturity of the ASF Group's revolving credit line are as follows at 30 June 2011:

(in € millions)	Amount used at 30/06/2011	Amount authorised at 30/06/2011	Maturity: Within 1 year	Maturity: Between 1 and 5 years	Maturity: After 5 years
Revolving credit facility		2,000		2,000	
Total		**2,000**		**2,000**	

E.14.2. Financial covenants

Some financing agreements include early repayment clauses applicable in the event of non-compliance with the financial ratios described in Note C.15.2.4 *Financial covenants* in the 2010 consolidated financial statements. At 30 June 2011, these ratios were met.

E.14.3. Credit ratings

At 30 June 2011, the Group's ratings were as follows:

Agency	Ratings: Long-term	Ratings: Outlook	Ratings: Short-term
Standard & Poor's	BBB+	Stable	A2
Moody's	Baa1	Stable	P2

E.15. Management of financial risks

The Group's risk policy and management procedures are the same as those described Note C.16. *Management of financial risks* in the 2010 consolidated financial statements. Transactions to set up or unwind hedging instruments during the period have not materially altered the Group's exposure to potential financial risks in the first half of 2011. The main risks (interest rate, exchange rate and credit or counterparty risks) are described in Notes C.16.1., C.16.2. and C16.3. respectively to the 2010 consolidated financial statements.

F. Other notes

F.16. Transactions with related parties

Transactions with related parties are:

- remuneration and similar benefits paid to members of the governing and management bodies;
- transactions with VINCI and companies in which VINCI has significant influence or joint control; these transactions are conducted at market prices.

There has been no material change in the first half of 2011 in the nature of transactions with related parties from those at 31 December 2010, which were referred to in Note E.19. *Transactions with related parties* in the 2010 consolidated financial statements.

F.17. Contractual obligations under concession contracts

Contractual investment and renewal obligations

Under their concession contracts, ASF and Escota have undertaken to carry out certain investments in infrastructure that they will operate as concession operators. The corresponding assets break down as follows:

(in € millions)	30/06/2011	31/12/2010
ASF	2,492.0	2,858.9
of which, Lyons to Balbigny	*774.6*	*963.3*
Escota	247.2	342.7
Total	**2,739.2**	**3,201.6**

These amounts do not include maintenance expenditure on infrastructure operated under concessions.

The Group's investments are financed by drawings on its available credit facilities, by taking out new loans from the European Investment Bank (EIB) or by making issues on the bond market.

G. Disputes and arbitration

Disputes are managed by the Legal Affairs Department, except for those falling within the remit of the Human Resources Department.

The ASF Group is involved in a certain number of disputes in connection with its activities. To ASF's knowledge, there is no litigation likely to affect substantially the business, financial performance, net assets or financial situation of the ASF Group. Furthermore, provisions that the Company considers sufficient given the current state of affairs have been taken in respect of cases in progress, where necessary and taking account of insurance cover.

H. Post-balance sheet events

Payment of an interim dividend

The Board of Directors finalised the condensed half-year consolidated financial statements at 30 June 2011 on 25 August 2011 and decided to pay an interim dividend of €274,863,821.19 amounting to a dividend of €1.19 for each of the 230,978,001 shares representing the share capital, in respect of the 2011 financial year in progress.

Annual concession performance report

The annual report for 2011 on the compliance with ASF's and Escota's contractual obligations and performance of their master agreements was submitted in June 2011 to the French Government's Transport Infrastructures Department. The companies meet all their commitments.

Report of the Statutory Auditors
on the half-year information

DELOITTE & ASSOCIÉS

185, avenue Charles-de-Gaulle – B.P. 136
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France

KPMG Audit
A Department of KPMG S.A.
1, cours Valmy
92923 Paris La Défense Cedex
France

Autoroutes du Sud de la France (ASF)
A French limited liability company *(Société Anonyme)*
Registered office: 9, place de l'Europe
92851 Rueil-Malmaison Cedex
France
Share capital: €29,343,640.56

Report of the Statutory Auditors on the 2011 half-year information

Period from 1 January 2011 to 30 June 2011

To the Shareholders,

In accordance with our appointment as Statutory Auditors by your Shareholders' General Meeting, and in application of the Article L. 451-1-2 III of the monetary and financial Code, we proceeded in:

- a limited review of the accompanying condensed half-year consolidated financial statements of Autoroutes du Sud de la France (ASF) for the period from 1 January 2011 to 30 June 2011; and
- the specific verification of information in the report for the half year.

These condensed half-year consolidated financial statements have been prepared under the responsibility of the Board of Directors. Our role is to express our conclusion on these financial statements, based on our limited review.

I. Conclusion on the consolidated financial statements

We conducted our limited review in accordance with the professional standards applicable in France. A limited review consists mainly in conducting discussions with the members of the Management responsible for accounting and financial matters, and carrying out analytical procedures. These procedures are less extensive than those required for an audit performed in accordance with the professional standards applicable in France. In consequence, the assurance obtained through a limited review that the financial statements taken as a whole do not contain material misstatements is moderate assurance, less than that obtained when performing an audit.

On the basis of our limited review, we have not noted any material misstatements of such a nature as to bring into question the compliance of the condensed half-year financial statements with IAS 34, which is the IFRS standard as adopted in the European Union relating to interim financial reporting.

II. Specific verification

We have also verified the information contained in the half-year management report commenting on the condensed half-year consolidated financial statements submitted to our limited review. We have no comments to make as to its fair presentation and conformity with the condensed half-year consolidated financial statements.

The Statutory Auditors

Neuilly-sur-Seine and Paris La Défense, 26 August 2011

Deloitte & Associés	KPMG Audit
	A Department of KPMG S.A.
Mansour Belhiba	Benoît Lebrun

This is a free translation into English of the Statutory Auditors' report issued in French and is provided solely for the convenience of English speaking users. The Statutory Auditors' report includes information specifically required by French law in such reports, whether modified or not. This information is presented below the opinion on the consolidated financial statements and includes an explanatory paragraph discussing the auditors' assessments of certain significant accounting and auditing matters. These assessments were considered for the purpose of issuing an audit opinion on the consolidated financial statements taken as a whole and not to provide separate assurance on individual account captions or on information taken outside of the consolidated financial statements.

This report should be read in conjunction with, and is construed in accordance with, French law and professional auditing standards applicable in France.

Statement by the person responsible
for the half-year financial report

Person responsible for the half-year financial report

Pierre Coppey, Chairman and Chief Executive Officer of ASF S.A.

Statement by the person responsible for the half-year financial report

I certify that, to the best of my knowledge, the condensed financial statements for the past six months presented in the half-year financial report have been prepared in accordance with the applicable financial reporting standards and give a true and fair view of the assets and liabilities, financial position and results of the operations of the Company and of the Group formed by the companies included in the consolidated financial statements, and that the management report for the half-year period faithfully presents the important events that have occurred during the first six months of the financial year, their impact on the financial statements, the main transactions between related parties and a description of the main risks and uncertainties in respect of the remaining six months of the financial year.

Rueil-Malmaison, 25 August 2011

Pierre Coppey

Chairman and CEO

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