



2016 Half-Yearly Results

Ormes, 21 October 2016

The Supervisory Board met on 21 October 2016 and approved the Group's financial statements for the first half of 2016.

In € million	1st half 2016	1st half 2015
Revenue	14.2	12.5
Other operating income	1.7	3.2
Consumed purchases	-6.9	-8.3
Personnel expenditure	-5.1	-4.9
Other operating expenditure	-3.1	-3.6
Taxes and duties	-0.5	-0.2
Depreciation, amortis. and provisions	-1.7	-1.4
Operating income	-1.4	-2.7
Financial income (loss)	-0.3	-0.1
Ordinary pre-tax income (loss)	-1.7	-2.8
Extraordinary income	0.1	0.0
Income tax	-0.4	-0.1
Minority interests	-	-
Net income, group share	-2.0	-2.8

N.B. The consolidated accounts have been audited.

Activity in the first half of 2016

Vergnet group posted revenues of €14.2 million in the first half of 2016, an increase of 14%.

Activity in the first six months of the year included the delivery of a solar plant in Pohnpei and a hybrid solar plant in Kiribati in the Pacific Ocean, 4 machines for the Amdjarass wind power plant in Chad and 8 machines in Italy and Northern Ireland. Vergnet also delivered 128 solar-powered pumps in Niger.

The increase in activity in the first half considerably reduced the group's operating loss, which fell to €1.4 million. After financial expenses and tax, net income came out at -€2.0 million in the first half of 2016, compared with -€2.8 million in the same period of 2015.

At 30 June 2016, Vergnet SA posted negative equity of -€2.3 million, debt including €6.4 million in convertible bonds, a current account advance of €2.7 million and a net cash position of €2.35 million.

Press Release

The development of activities following the group's geographical expansion and strong sales momentum will be financed through a modular equity financing solution allowing for the subscription of a maximum of 3,100,000 new shares over 24 months.

Outlook for 2016: Progress on the Osun project

The majority of the pre-conditions imposed for the construction of the solar plant for the Osun state government in Nigeria have been removed, and work should start at the end of the year (initially due to begin at the start of the second half).

This delay will impact fourth quarter revenues, as the amounts in question will be recorded in the first quarter of 2017. As a result the group is unlikely to achieve its operating profit target for full-year 2016.

Next publication

Consolidated financial statements available on the company's website from 30 October 2016
[\(<http://vergnet.com/investors>\)](http://vergnet.com/investors)

2016 revenue: 31 March 2017 after market close

About Vergnet SA

The Vergnet Group specialises in generating renewable energy from wind, solar and hybrid sources. On the strength of these unique technologies, the group developed the Hybrid Wizard, a hybrid system that coordinates, in real time, the percentage of renewable energies that can be sent to the electricity grid while ensuring the operational safety and security of insular or isolated networks.

The group has installed more than 900 wind turbines. It is active in more than 40 countries and has 166 employees in 10 offices.

Vergnet has been listed on the Alternext market since 12 June 2007.

Contacts

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