2024
INTERIM FINANCIAL REPORT

OUR TRANSITIONS

To accelerate

YOUR TRANSITIONS

Séché

CONTENTS

This Interim Financial Report is a translation in English of the official version of the Interim Financial Report in French filed with the AMF on September 4, 2024 and available on our website: www.groupe-seche.com.

MESSAGE ***FROM THE CHIEF EXECUTIVE OFFICER***

1.1 MESSAGE FROM MAXIME SÉCHÉ, CHIEF EXECUTIVE OFFICER

€505 million
Contributed revenue[1] in H1 2024,
an increase of **3%**

68% of revenue **aligned**
with the EU **green taxonomy**

A player in
the ecological transition

New 2027 targets

GHG emissions (Scope 1 and 2) **-15%** in 2027 (vs. 2021)

Water consumption **-8%** in 2027 (vs. 2023)

Present in **over 16 countries**
worldwide, with over
6,100 employees
(including **over 2,500 in France**)

Dear Shareholders,

During the first half of 2024, Séché Environnement actively pursued its growth strategy in France and abroad.

As a result, your Group has continued its development in most of its markets, and announced a major acquisition in Singapore, the industrial epicenter of South-East Asia.

However, the beginning of 2024 was also marked by the impact of external factors that curtailed the contribution of certain business lines in terms of both revenue and operating income.

In particular, the significant drop in energy sale prices dampened the contribution of energy recovery activities in France. Moreover, the first quarter reduction in industrial and environmental accident rates led to delayed market gains for environmental emergency "spot" and decontamination activities in France and abroad.

The stronger business performance from the second quarter onwards, along with the sales drive and agility shown by your Group in order to strengthen its savings plan and better control its investments, did not completely erase the impact of this shortfall on the H1 financial statements, particularly in terms of operating performance.

However, strict financial discipline enabled us to generate a lot more cash than last year and strengthen our balance sheet, bolstered by a reduction in financial debt and continued financial flexibility.

1 Contributed revenue – see definition on page 6

" Séché Environnement's attractive prospects remain intact in the sustainable growth markets of ecological transition and sustainable development."

The outlook for the second half is significantly better, particularly with regard to environmental emergency "spot" and decontamination activities in France and abroad.

Your Group is already reaping the rewards of exceptional commercial successes, which will bear fruit from this second half-year to the beginning of 2025.

Take, for example, the emblematic contract for the decontamination of a brownfield site in Las Salinas, Chile. This contract was won last May following an international call for tenders and is one of the largest decontamination operations ever carried out by the Group.

Executed for a three-year term, it will increase our brand outreach in Chile and boost our economic performance from the second half onwards.

Above all, the first half of 2024 saw Séché Environnement take a major strategic step forward in the form of a sizable acquisition.

the acquisition of ECO, the leading player in the hazardous waste market in Singapore, will ultimately provide the Group with a foothold in South-East Asia's industrial markets, among the most dynamic in the world.

This transaction, Séché Environnement's largest ever acquisition, now gives the Group a leading position in a region largely untapped until now.

Boasting the widest range of products and services on offer, along with cutting-edge know-how, a loyal core target customer base comprising major international companies in the chemical, energy, pharmaceutical, and semiconductor sectors, and the latest high-performance industrial facilities, ECO will provide your Group with a dynamic springboard for growth in the APAC region across all business lines, from the circular economy to hazard management and environmental services.

The implementation of industrial, commercial, and geographical synergies between ECO and all Group subsidiaries will accelerate the new entity's growth in the coming years while strengthening its operating profitability and financial profile.

The Group's business scopes are therefore continuing to expand geographically, complementing each other from an industrial and commercial standpoint and creating new synergies between business lines and subsidiaries.

As a result, I wanted to present a new business plan for 2026. The plan steps up the commercial, operational, and financial objectives compared to those featured in our recent communications, including those announced during the "Investor Day" in December 2023.

"I am confident in Séché Environnement's ability to continue its momentum in terms of growth and profitability this year and in the years to come."

The attractive prospects that we are presenting to you are in line with customers' growing sustainable needs, in particular manufacturers, in terms of environmental services both in France and worldwide.

They are also supported by demanding regulations which, in Europe and in emerging markets alike, are steering economic activities towards greater sustainability, meaning greater sobriety in terms of use of resources and greater security for human communities and biodiversity in terms of managing environmental impacts.

With 68% of its services aligned with the EU green taxonomy and a focus on the circular economy, hazard management, and the challenges of the ecological transition, your Group is perfectly positioned at the core of these particularly resilient markets, and is expanding its operations to respond appropriately to the sustainable development issues facing manufacturers in France and around the world.

I am convinced that the strategy that has been deployed over the past years will consolidate this sustainable and profitable growth momentum, as I am aware of how much all the men and women who make up the Séché Environnement Group are committed to its success.

Maxime Séché

Chief Executive Officer

1.2 SELECTED FINANCIAL DATA AT JUNE 30, 2024

In millions of euros	Consolidated		France		International	
June 30 (6 months)	**2023**	**2024**	**2023**	**2024**	**2023**	**2024**
Revenue (reported)	530.1	540.4	404.4	389.4	125.7	151.0
Contributed revenue	**491.6**	**505.1**	**365.9**	**354.1**	**125.7**	**151.0**
EBITDA	**101.9**	**88.3**	**81.4**	**71.3**	**20.5**	**17.0**
% of revenue	*20.7%*	*17.5%*	*22.3%*	*20.1%*	*16.3%*	*11.3%*
Current operating income	45.3	29.6	25.9	25.6	9.4	4.0
% of revenue	*9.2%*	*5.9%*	*9.8%*	*7.2%*	*7.5%*	*2.6%*
Operating income	**45.5**	**28.2**				
% of revenue	*9.3%*	*5.6%*				
Net financial income (loss)	(11.4)	(14.4)				
% of revenue	*(2.3)%*	*(2.9)%*				
Income tax	(9.0)	(4.7)				
% of revenue	*(1.8)%*	*(0.9)%*				
Share of net income (loss) of associates	(1.2)	(0.5)				
Minority interests	(1.0)	(0.7)				
Net income attributable to company shareholders	**23.0**	**8.0**				
% of revenue	*4.7%*	*1.6%*				
Net earnings per share	**€2.94**	**€1.02**				
Recurring operating cash flow	88.5	76.1				
% of revenue	*18.0%*	*15.1%*				
Net investments paid out	42.2	43.7				
% of revenue	*8.6%*	*8.9%*				
Free operating cash flow	**46.2**	**67.5**				
% of revenue	9.4%	13.4%				
Net financial debt	581.7	616.9				
Financial leverage ratio	**2.7x**	**3.0x**				

Business performance and consolidated earnings for the six months to June 30, 2024 are compared with figures from H1 2023, which represents an elevated baseline due to the strong contribution from exceptionally large environmental emergency "spot" and decontamination contracts in France and abroad at the start of the period. France also saw a significant drop in energy sale prices, covering both electricity and steam, after the peak levels recorded in 2022 and early 2023.

Definitions

Contributed revenue: reported consolidated revenue net of 1/ IFRIC 12 revenue representing investments in assets under concession arrangements, which are recognized as revenue in accordance with IFRIC 12; 2/ the impact of the general tax on polluting activities (TGAP) paid by the waste producer and collected on behalf of the State by waste treatment operators. Unless stated otherwise, the changes and percentages calculated below relate to contributed revenue.

Recurring operating cash flow: EBITDA plus dividends received from equity investments and the balance of other cash operating income and expenses (including net foreign exchange gains or losses) less rehabilitation and maintenance expenses in cash for waste treatment facilities and assets under concession arrangements (including major maintenance and repairs contracts).

Free operating cash flow: recurring operating cash flow less changes in working capital requirements, taxes paid, net bank interest paid (including interest on finance leases) and recurring capital expenditure (maintenance), and before development investments, financial investments, dividends and financing.

INTERIM **ACTIVITY** **REPORT**

2.1 SIGNIFICANT EVENTS IN THE PERIOD

2.1.1 CONSOLIDATION OF RENT-A-DRUM

Acquired in the third quarter of 2023[1], the Namibian company Rent-A-Drum was included in the consolidation scope from January 1, 2024.

Rent-A-Drum is Namibia's leading waste management company. It offers a wide range of services to its clientèle of large Namibian companies, as well as to a number of leading local authorities such as the capital Windhoek, thanks to its integrated waste recovery and treatment offering.

Its expertise covers most areas of hazardous and non-hazardous waste management, as well as medical waste. Rent-A-Drum is an active player in on-site waste collection and management, recycling, landfill management and rehabilitation, site deconstruction and decontamination, among other business lines.

With a workforce of around 500 skilled employees, and being in the process of ISO 14001 and ISO 9001 certification and already OHSAS 18001-certified, Rent-A-Drum is driven by experienced management and strong environmental values.

With a growth strategy focused on the circular economy and recovery businesses that already account for a quarter of its revenue, the company is supported by recent logistics tools and seven sites in Namibia, including a solid recovered fuel (SRF) production unit and two recovery units for materials as diverse as aluminum cans, cardboard packaging, plastic bottles and aerosols, which RAD sends to South Africa to be transformed into new materials.

The company is also expanding in the hazardous waste market, particularly with industrial clients in the mining industry, which accounts for almost 40% of its revenue.

Along with South Africa and Mozambique, this acquisition completes Séché Environnement's presence in Southern Africa, with industrial clients who are key targets for the Group, and in attractive regions with strong economic potential and demanding environmental regulations.

2.1.2 MAJOR COMMERCIAL SUCCESS: THE LAS SALINAS DECONTAMINATION CONTRACT IN CHILE

Following an international call for tenders, Las Salinas, a subsidiary of Empresas Copec, chose Séché Environnement to carry out the decontamination of a 7-hectare area in the heart of the seaside town of Viña del Mar, near Valparaiso in Chile.

Séché Environnement will be in charge of this project, which is expected to take about three years and will constitute the final stage in soil remediation.

The site suffers from hydrocarbon pollution, mainly at a depth of 5 to 8 meters, due to the site's industrial past and the presence of petroleum activities in particular.

Séché Environnement will deploy its expertise in decontamination through a comprehensive environmental management plan that will include the excavation, analysis and treatment of impacted soils. This project meets the highest environmental standards and is part of a circular economy approach which aims to treat and then reuse all regenerated land on the site.

This large-scale project will involve a major clean-up operation starting in the second half of 2024.

Having operated in Chile since 2017, the Group hereby confirms its international expertise in the field of decontamination and remediation services.

2.1.3 FIRST HALF OF 2024 AFFECTED BY EXTERNAL OR ONE-OFF FACTORS

Integration of new scopes - Solid markets excluding the "energy" and "spot" markets

The first half of 2024 confirms the solidity of Séché Environnement's main markets, excluding the impacts of energy prices and occasionally unfavorable developments in environmental emergency spot markets.

The Group has continued the integration of activities acquired in 2023: Séché Assainissement Rhône-Isère ("SARI 38" in France), Furia (Italy), Essac (Peru) and Rent-A-Drum (Namibia). The scope effect represents €37.6 million in contributed revenue for the period.

The period was marked by the impact of external factors that curtailed the growth and operating profitability of the French and International scopes:

- "Energy" effect: the France scope saw a drop of approximately 33% in energy sale prices, electricity and steam[2] combined, compared with the prices seen in the first half of 2023. This effect negatively impacted revenue from energy recovery activities to the tune of €7.3 million, including a decline of €9.2 million under the price effect alone;
- "Spot" effect: the period saw a significant reduction in industrial and environmental accident rates in France and abroad (particularly in Peru and South Africa), which led to project commencement delays and a significant

1 See press release of September 11, 2023

2 Where sales contracts are indexed to the price of gas.

contraction in the contribution from environmental emergency projects, compared to the high level recorded in the first quarter of 2023. The total impact on contributed revenue is €(17.9) million.

Furthermore, early maintenance was carried out on the Salaise incinerator (France) in the first quarter, penalizing contributed revenue to the amount of €3.8 million.

The cumulative impact of these three effects on EBITDA is estimated at €(16.2) million.

Foreign exchange losses were limited to €1.7 million, mainly due to the depreciation of the South African Rand (ZAR) and, to a lesser extent, the Chilean peso (CLP).

By June 30, 2024, **contributed revenue**[1] had risen by 2.8% to €505.1 million.

At constant scope and exchange rates, contributed revenue amounted to €467.5 million, representing a drop of 4.6% compared to June 30, 2023. Excluding the "Energy" and "Spot" activities and the one-off impact of Salaise, organic growth would be around +2%:

In France, contributed revenue totaled €354.1 million, down 3.2% on a reported basis. The scope effect represents €0.6 million, driven by the consolidation of SARI 38. At constant scope, organic sales fell by 3.4%.

The French scope was affected by the drop in energy sale prices (electricity and steam), a reduced contribution from environmental emergency projects and early maintenance on the Salaise incinerator. Excluding these activities and the impact of Salaise, growth stood at around +3%, illustrating the resilience of waste management markets, driven by the implementation of regulations on the circular economy and clients' growing need for services aimed at the ecological transition and sustainable development.

Outside France, revenue amounted to €151.0 million, up 20.1% compared to June 30, 2023. This increase includes a positive scope effect of €37.0 million through the consolidation of Furia (Italy), Essac (Peru) and Rent-A-Drum (Namibia). At constant scope and exchange rates, revenue fell by 8.1% compared with the same period for 2023.

The sales performance on international markets was hampered by a contraction in environmental emergency "spot" activities (down €8.1 million compared to the first half of 2023). Excluding these activities, international business was down by around 2% at constant exchange rates, reflecting differing situations between subsidiaries.

Stable operating income, excluding external or one-off effects

Operating income for the first half year of 2024 incorporates the impacts of lower energy prices net of the tax on the infra-marginal income of electricity producers instituted by the Amending Finance Law for 2023 and a lower contribution from environmental emergency business lines, net of variable expenses, and to a lesser extent from the anticipated maintenance shutdown at Salaise (net of variable expenses):

- **EBITDA** amounted to €88.3 million at June 30, 2024, representing 17.5% of contributed revenue. It posted a 13.3% decline (as reported).
  The positive scope effect amounts to €2.4 million, while foreign exchange losses were limited to €0.2 million.
  At constant scope and exchange rates, EBITDA fell 15.5%. This corresponds to a cumulative impact of €(16.2) million from the net effects of "Energy", "Spot" and "Salaise".
  Thus, by adjusting for this impact, EBITDA at constant scope and exchange rates would have been stable in relation to June 30, 2023, at €102.1 million (vs. €101.9 million).
  - **In France**, EBITDA totaled €71.2 million, representing 20.1% of contributed revenue on a reported basis.
    The scope effect had a negative impact of €0.1 million.
    At constant scope of consolidation, EBITDA came to €71.3 million, including the net impact of "Energy", "Spot" and "Salaise" for €(11.2) million. Excluding these impacts, EBITDA would have remained stable at €82.5 million (vs. €81.4 million a year ago).
  - **Outside France**, EBITDA totaled €17.1 million, representing 11.3% of revenue.
    The scope effect came to €2.5 million, while foreign exchange loss totaled €0.2 million.
    At constant scope and exchange rates, EBITDA came to €14.6 million, representing 12.8% of revenue. Excluding the negative "spot" effect of €5.0 million, EBITDA (net of variable expenses) would have been close to June 30, 2023 levels, totaling €19.6 million vs. €20.5 million.
- **Current operating income** (COI) grew in line with EBITDA, totaling €29.6 million at June 30, 2024, representing 5.9% of contributed revenue. This includes a positive scope effect of €0.7 million. The foreign exchange effect was non-material. At constant scope and exchange rates, COI amounts to €28.9 million, representing 6.2% of contributed revenue.
  - **In France**, COI totaled €25.6 million, representing 7.2% of contributed revenue on a reported basis, and €25.8 million or 7.3% at constant scope. This trend reflects growth in EBITDA in France over the period and tight control over depreciation and amortization expenses, resulting from an optimized investment policy.
  - **Outside France**, current operating income totaled €4.0 million, representing 2.7% of revenue on a reported basis. The positive scope effect amounted to €0.9 million. The foreign exchange effect was non-material. AT constant scope and exchange rates, COI amounts to €3.1 million, representing 2,7% of revenue. This trend reflects growth in international EBITDA

[1] *See Definitions section on page 6 of this document.*

over the period, alongside a slight increase in depreciation and amortization expenses, in line with buoyant Hazard Management activities in Latin America.

- **Operating income** came to €28.2 million, representing 5.6% of contributed revenue. It incorporates in particular charges related to the ECO acquisition to the amount of €1.0 million.

Change in net Income Group Share

The **net financial loss** amounted to €14.4 million, vs. a loss of €11.4 million at June 30, 2023.

This change essentially reflects the rise in gross debt costs (up €4.4 million) due to the increase in average gross financial debt over the period, as the average gross financial debt cost rose from 4.14% in the first half of 2023 to 4.17% in the first half of 2024.

After accounting for:

- income tax of€4.7 million, vs. €9.0 million a year earlier, representing a tax rate of 33.8%, vs. 26.3% in the first half of 2023, as no deferred taxes were recognized on the losses of certain international subsidiaries;
- **the share of net losses of associates**, namely €0.5 million vs. a €1.2 million loss a year earlier, reflecting the contribution from equity investments in Sogad and Solena Valorisation;
- **losses from non-controlling interests** (mainly related to investments in South Africa and Solena), amounting to €0.7 million, vs. a loss of €1.0 million a year ago;

Net income Group share stood at €8.0 million, representing 1.6% of contributed revenue.

As a result, **earnings per share** amounted to €1.02, vs. €2.94 at June 30, 2023.

Strong cash generation and improved financial flexibility

During the first half of 2024, Séché Environnement confirmed its solid control of its cash flow, particularly its working capital and industrial investments. Despite the drop in EBITDA, the Group generated strong cash position and maintained its financial flexibility in line with its medium-term objective.

Over the period, **free operating cash flow generation**[1] rose by 46.1% to €67.5 million (vs. €46.2 million at June 30, 2024), mainly thanks to:

- a sharp improvement in the **change in working capital requirement (WCR**) from a negative figure of €5.8 million a year ago to €34.7 million at June 30, 2024, an improvement of €40.5 million. Amongst other things, this reflects the reduction in the “Trade receivables and Other current assets” item, related to the control measures implemented in the recently acquired subsidiaries;
- **net paid industrial investments** amounting to 9.4% of contributed revenue (vs. 8.6% at June 30, 2023), recurring investments – excluding major maintenance and repairs – amounted to €24.4 million, or 4.8% of contributed revenue (vs. €21.8 million at June 30, 2023, or 4.4% of contributed revenue).

The **free cash flow to EBITDA rate** stood at 76%, significantly higher than the Group’s targets (“greater than or equal to 35% of EBITDA”).

The **liquidity position** improved to €361.0 million, vs. €332.2 million at December 31, 2023, with a **cash balance** of €171.0 million, vs. €162.2 million at December 31, 2023.

Net financial debt fell to €616.9 million, vs. €641.9 million at December 31, 2023.

Financial flexibility is preserved with a **financial leverage ratio** of 3.0 times EBITDA in line with the Group’s medium-term objectives and close to the leverage ratio of 2.9 times EBITDA reported on December 31, 2023.

1 *See Definitions section on page 6 of this document.*

2.2 COMMENTS ON THE CONSOLIDATED RESULTS TO JUNE 30, 2024

At June 30, 2024, Séché Environnement reported consolidated revenue of €540.4 million, vs. €530.1 million at June 30, 2023.

The reported consolidated revenue includes non-contributed revenue of €35.3 million (vs. €38.5 million at June 30, 2023), which is broken down as follows:

In millions of euros	06/30/2023	06/30/2024
"IFRIC 12" investments[1]	9.0	4.0
TGAP[2]	29.5	31.3
Non-contributed revenue	**38.5**	**35.3**

Net of non-contributed revenue, **contributed revenue** amounted to €505.1 million, vs. €491.6 million at June 30, 2023, an increase of 2.8% at current exchange rates and 3.1% at constant exchange rates over the period.

It includes a positive **scope effect** of €37.6 million, broken down as follows:

- SARI 38 (France), consolidated from July 1, 2023: €0.6 million;
- Furia (Italy), consolidated from October 1, 2023: €32.4 million;
- Essac (Peru), consolidated from October 1, 2023: €2,2 million;
- Rent-A-Drum (Namibia) consolidated from January 1, 2024: €2,4 million.

Breakdown of scope effect by activity and division

In millions of euros	Services	Circular Economy	Hazard Management	Total
Hazardous waste	20.1	6.8	-	26.9
Non-hazardous waste	10.7	-	-	10.7
Total	**30.8**	**6.8**	**-**	**37.6**

It also recorded a foreign **exchange loss** of €1.7 million, mainly due to the depreciation of the South African rand (ZAR) and, to a lesser extent, the Chilean Peso (CLP). As a reminder, the scope effect had a negative impact of €7.9 million at June 30, 2023, mainly due to the significant depreciation of the South African Rand against the Euro.

At constant scope, contributed revenue amounted to €467.5 million at June 30, 2024, down 4.9% at current exchange rates and down 4.6% at constant exchange rates.

Analysis by of contributed revenue by geographical region

	06/30/2023		06/30/2024		Gross change
	In € million	As a %	In € million	As a %	As a %
Subsidiaries in France	365.9	74.4%	354.1	70.1%	-3.2%
o/w scope effect		-	*0.6*	-	
International subsidiaries	125.7	25.6%	151.0	29.9%	+20.1%
o/w scope effect		-	*37.0*		
TOTAL CONTRIBUTED REVENUE	**491.6**	**100.0%**	**505.1**	**100.0%**	**+2.8%**

Consolidated data at current exchange rates. At constant exchange rates, contributed revenue at June 30, 2023 amounted to €489.9 million, reflecting a foreign exchange loss of €1.7 million.

In the first half of 2024, Séché Environnement continued its growth across most of its scopes and activities. However, the French scope was hit by the significant drop in energy sale prices, across both steam and electricity. The Company was also impacted, both in France and internationally, by the lesser contribution of environmental emergency "spot" activities compared to their high level at the beginning of 2023.

1 See Definitions section on page 6 of this document. These transactions mainly represented investments in the Mo'Uve incinerator in Montauban.
2 See Definitions section on page 6 of this document.

After a strongly impacted first quarter, the second quarter of 2024 showed a better oriented organic growth across most scopes: In total, over the first half of the year:

- **In France**, contributed revenue totaled €354.1 million, vs. €365.8 million for the period ended June 30, 2023, representing a 3.2% decline (reported data). This change includes a positive scope effect of €0.6 million due to the consolidation of Séché Assainissement Rhône-Isère (SARI 38) – see above.

  At constant scope, growth was negative, contracting by 3.6%. Organic growth in France was hampered within circular economy activities by the significant decline in energy sale prices– on average around one-third (steam and electricity combined) – and within its Services activities, by a lower contribution from environmental emergency business lines, a "spot" activity by its very essence, down €9.8 million, or more than half of revenue for the same period last year.

  Excluding these two activities and the impact of early maintenance at Salaise, Séché Environnement posted an organic growth rate of around 2%, confirming the resilience of markets with manufacturers or local authorities. These markets remain supported in the long term by regulations related to the implementation of the circular economy and the sustainable development requirements of economic players and regions.

Revenue generated by subsidiaries in France accounted for 70.1% of contributed revenue at June 30, 2024 (vs. 74.4% a year ago).

- **Outside France,** revenue amounted to €151.0 million at June 30, 2024, up by 20.1% (reported data).

  This increase includes a positive scope effect of €37.0 million through the consolidation of Furia, Essac and Rent-A-Drum.

  At constant scope and exchange rates, international revenue decreased by 8.1%, especially curtailed by weaker contributions in Peru (Kanay) and South Africa (Spill tech) and a contraction in the environmental emergency business. Excluding "Spot" activities, international business was down by around 2% over the period.

  In terms of geographic regions, activities progressed as follows:

  - **Europe** – excluding Solarca: revenue stood at €40.4 million, down 2.8% on the same period last year. This reflects Mecomer's weaker performance in the first quarter, due to the impact of early maintenance at Salaise. From the second quarter on, the region posted growth of 2.6%, illustrating the solidity of Group markets in Italy and Spain;
  - **South Africa**: revenue fell by 13.2% to €41.7 million, impacted by the weaker performance of Spill Tech (environmental emergency), while Interwaste posted a decline in activity in the second quarter compared to the high levels recorded for the same period last year, in particular in the second quarter of 2023;
  - **Latin America**: a 20.6% decline in revenue over the period to €17.1 million, reflects the lower contribution of Kanay (Peru), which was driven by environmental emergency activities last year, while Chile reported dynamic growth (up 42.4%);
  - **Solarca** in Europe and the Rest of the World: revenue growth of 15.2% to €14.8 million illustrates the dynamic nature of its chemical clean-up markets in the Middle East and South-East Asia.

Revenue earned by subsidiaries outside France accounted for 29.9% of contributed revenue for the period ended June 30, 2024 (vs. 25.6% a year ago).

Analysis of contributed revenue by activity

	06/30/2023		06/30/2024		Gross change
	In € million	As a %	In € million	As a %	As a %
Services	233.4	47.5%	231.1	45.7%	-1.0%
o/w scope effect			*30.8*	-	
Circular economy and decarbonization	155.6	31.7%	171.1	33.9%	+10.0%
o/w scope effect			6.8	-	
Hazard management	102.6	20.8%	102.9	20.4%	+0.3%
o/w scope effect			-		
TOTAL CONTRIBUTED REVENUE	**491.6**	**100.0%**	**505.1**	**100.0%**	**+2.8%**

Consolidated data at current exchange rates.

Growth in the first half of 2024 was driven by activities linked to the circular economy and decarbonization. Services activities were affected by the weaker performance of the environmental emergency business lines, particularly at the beginning of the period, while Hazard Management activities recorded lower volumes in the final waste management business in France.

Services activities posted revenue of €231.1 million at June 30, 2024, a decline of 1.0% (reported data).

This change includes a positive scope effect of €30.8 million due to the consolidation of SARI 38, Furia, Essac and RAD.

At constant scope and exchange rates, Service activities reported revenue of €200.3 million, down 13.5% compared to the first half of 2023, mainly reflecting the €17.9 million contraction in environmental emergency activities over the period. For each geographic scope, the main changes were:

- **In France** (revenue: €133.2 million, down 10.4%): the significant contraction in environmental emergency activities (down €9.8 million) and, to a lesser extent, in decontamination activities, conceal the strong performance of the "global service" business lines and industrial water management;
- **Outside France** (revenue: €67.1 million, down 19.1%): the weaker contribution from the environmental emergency activities in South Africa and Peru (down €8.1 million) was not offset by the upswing in Solarca's activities (chemical clean-up).

Environmental Services activities accounted for 45.7% of contributed revenue at June 30, 2024 (vs. 47.5% a year ago)

Activities related to the circular economy and decarbonization generated revenue of €171.1 million, up 10.0% on a reported basis. This includes a €6.8 million positive scope effect related to the consolidation of Furia's circular economy activities in Italy.

At constant scope and exchange rates, international revenue rose 5.5% over the period:

- **In France**, these activities increased by 3.4% to €122.8 million. This upswing reflects the strong momentum of these markets, excluding energy recovery activities affected by the sharp drop in electricity "spot" prices and the indexation of steam sales contracts.

  Circular economy activities benefit from structurally well-oriented markets supported in the long term by incentive regulations and clients' needs in terms of local, low-carbon resources, materials and energy;
- **Outside France**, revenue rose 12.5% to €41.5 million, reflecting the strong orientation of material recovery activities, particularly in Spain, and on a more one-off basis in Latin America for PCB activities.

Activities related to the circular economy and decarbonization accounted for 33.9% of contributed revenue at June 30, 2024 (vs. 31.7% a year ago).

Hazard Management activities generated revenue of €102.9 million at June 30, 2024, up 0.3% on a reported basis and up 0.4% at constant exchange rates. This stability reflects:

- **In France** (revenue: €97.5 million, slightly down by 0.9%), weaker volumes, partially in the final waste management business, while prices remained buoyant on main markets;
- **Outside France** (revenue: €5.4 million, vs. €4.1 million a year ago), the strong performance of Latin America in the final waste management activities.

Hazard Management activities accounted for 20.4% of contributed revenue at June 30, 2024 (vs. 20.8% a year ago).

Analysis of contributed revenue by division

	06/30/2023		06/30/2024		Gross change
	In € million	As a %	In € million	As a %	As a %
Hazardous waste division	323.2	65.7%	344.7	68.2%	+6.7%
o/w scope effect	*32.5*	-	*26.9*		
Non-hazardous waste division	168.4	34.3%	160.4	31.8%	-4.8%
o/w scope effect	*2.1*	-	*10.7*		
TOTAL CONTRIBUTED REVENUE	**491.6**	**100.0%**	**505.1**	**100.0%**	**+2.8%**

Consolidated data at current exchange rates.

The divisions have reported solid performances with varied developments between activities and geographic regions. The Hazardous Waste sector was affected both in France and internationally by the decline in environmental emergency activities, while the French Non-Hazardous Waste sector was affected by the weaker contribution from energy recovery activities:

- The **Hazardous Waste business** generated contributed revenue of €344.7 million, up 6.7% compared to June 30, 2023. This increase includes a €26.9 million positive scope effect bolstered by the revenue contribution of Furia et Essac over the period.

  At constant scope and exchange rates, division growth contracted by 0.9%, essentially reflecting the weaker contribution from environmental emergency activities over the period:

  - **In France**, the division generated revenue of €229.6 million, representing a 1.6% dip compared to the first half of 2023. Over the period, division growth was curtailed by the €9.8 million decline in environmental emergency activities and, to a lesser extent, by the weaker contribution from incineration business activities;

- **Outside France**, division revenue reached €88.2 million at June 30, 2024, up 1.1% on the same period last year, with the contraction in "spot" activities being more than adequately offset by the solid contribution from Hazard Management activities in Latin America.

The Hazardous Waste division accounted for 68.2% of consolidated revenue, vs. 65.7% a year ago.

- **The Non-Hazardous Waste division** posted contributed revenue of €160.4 million, down 4.8% from June 30, 2023 on a reported basis, including a positive scope effect of €10.7 million resulting from the consolidation of SARI 38, Rent-A-Drum, and Furia's NHW activities.

  At constant scope and exchange rates, division growth contracted by 11.6% compared to June 30, 2023:
  - **In France**, the division generated €123.9 million in revenue, down 6.5%, essentially due to the contraction in energy recovery activities. Nonetheless, most activities confirmed their strength, supported by regulations on the implementation of the circular economy;
  - **Outside France**, division revenue came to €25.8 million, down 29.8% on the same period last year, mainly due to project delays at Interwaste.

The Non-Hazardous Waste sector accounted for 31.8% of contributed revenue, vs. 34.3% a year ago. Comments on changes to the consolidated results at June 30, 2024

2.2.1 EBITDA

At June 30, 2024, earnings before interest, taxes, depreciation and amortization (**EBITDA**) stood at €88.3 million, representing 17.5% of contributed revenue, down 13.3% from June 30, 2023 (€101.9 million, or 20.7% of revenue).

This decline includes a positive **scope effect** of €2.4 million due to the consolidation of SARI 38 in France, as well as Furia, Essac and Rent-A-Drum internationally.

The **foreign exchange loss** amounts to €0.2 million.

At constant scope and exchange rates, EBITDA stood at €85.9 million, down €16.0 million or 15.5% in relation to the first half of 2023, giving a gross operating margin of 18.4% of contributed revenue.

The change in EBITDA over the period primarily reflects the combined impact, for €(16.2) million:

- The significant decline in the net contribution of variable costs on "spot" environmental emergency contracts in France and abroad, and in France, the impact of early maintenance on the Salaise incinerator;
- The lower energy selling prices, net of the tax on the sub-marginal income of electricity producers introduced by the amended French Finance Act for 2023.

All things being equal, EBITDA restated for these impacts net of variable expenses would have amounted to €102.1 million, almost stable compared to the same period last year.

EBITDA also recorded the following effects:

- Overall positive commercial effects related to positive market trends, particularly in France:
  - Volume effects and waste-mix effects down by €2.5 million, mainly due to lower volumes in NHW storage activities in France and the weaker performance of certain international subsidiaries (see above);
  - A positive price effect of €13.4 million, mainly in France, thanks to the high usage rate of industrial facilities and price hikes in storage activities, which comfortably offset the decrease in volumes.
- Variable operating expenses under control (up €2.4 million), reflecting the cost savings plan and the industrial efficiency policy;
- Fixed expenses up by €7.6 million, mainly due to the increase in the payroll due to the Group's desire to support the purchasing power of certain employee categories, as well as the full-year recognition of STEI's payroll (representing a €4.5 million increase);
- Miscellaneous expenses totaling €0.7 million, including €0.2 million from the cap on electricity sale prices introduced by the amended French Finance Act for 2023 (vs. €4.9 million a year ago).

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Analysis of EBITDA by geographic scope

In millions of euros	06/30/2023			06/30/2024		
	Consolidated	France	International	Consolidated	France	International
Contributed revenue	491.6	365.9	125.7	505.1	354.1	151.0
EBITDA	**101.9**	**81.4**	**20.5**	**88.3**	**71.2**	**17.1**
% of contributed revenue	*20.7%*	*22.3%*	*16.3%*	*17.5%*	*20.1%*	*11.3%*

Consolidated data at current exchange rates.

For each geographic scope, the main changes were:

- **In France**, EBITDA totaled €71.2 million, or 20.1% of revenue. This includes a negative scope effect of €0.1 million due to the contribution of SARI 38.

  At constant scope, EBITDA for France came to €71.3 million, representing 20.22% of revenue (vs. €81.4 million and 22.3% of revenue a year ago).

  This change in gross operating profit is mainly due to the weaker contribution of environmental emergency activities, energy sales and the impact of early maintenance at Salaise for a cumulative effect of around €(11.2) million. It also recognizes the increase in fixed costs (in particular payroll expenses) while variable costs are under control (see above).

  Excluding these one-off impacts, EBITDA for France would amount to €82.5 million (vs. €81.4 million at June 30, 2023).
- **Outside France**, EBITDA totaled €17.1 million, representing 11.3% of revenue (vs. €20.5 million or 16.3% of revenue one year earlier). It includes a positive scope effect of €2.5 million reflecting the contributions of Furia, Essac and RAD. The foreign exchange loss was limited to €0.2 million.

  At constant scope and exchange rate, EBITDA amounted to €14.6 million, representing 12.8% of contributed revenue (vs. €20.5 million and 16.3% of contributed revenue at June 30, 2023).

  This change mainly reflects the lower contribution, net of variable charges, from environmental emergency activities and the lower contribution from Mecomer, which was affected by the impact of early maintenance at Salaise. Adjusted for the impact of "spot" activities, international EBITDA totaled €19.7 million, close to the €20.5 million in EBITDA reported at June 30, 2023.

2.2.2 CURRENT OPERATING INCOME (COI)

At June 30, 2024, **Current Operating Income** (COI) stood at €29.6 million, representing 5.9% of contributed revenue (vs. €45.3 million, or 9.2% of contributed revenue a year earlier).

This includes a positive scope effect of €0.7 million. The foreign exchange effect was non-material.

At constant scope and exchange rates, COI came to €28.9 million, or 6.2% of revenue (vs. €49.1 million, or 10.6% of revenue at June 30, 2023).

This change primarily reflects the increase in EBITDA at constant scope and exchange rates, as well as tight control over amortization expenses in line with our selective investment policy.

Analysis of COI by geographic scope

In millions of euros	06/30/2023			06/30/2024		
	Consolidated	France	International	Consolidated	France	International
Contributed revenue	491.6	365.9	125.7	505.1	354.1	151.0
COI	**45.3**	**35.9**	**9.4**	**29.6**	**25.6**	**4.0**
% of contributed revenue	*9.2%*	*9.8%*	*7.5%*	*5.9%*	*7.2%*	*2.7%*

Consolidated data at current exchange rates.

For each geographic scope, the main changes were:

- **For the France scope**, COI totaled €25.6 million, or 7.2% of contributed revenue (vs. €35.9 million, or 9.8% of contributed revenue at June 30, 2023).

  This includes a negative scope effect of €0.2 million.

  At constant scope, COI amounted to €25.8 million, or 7.3% of revenue (vs. €35.9 million and 9.8% of revenue a year earlier).

  This trend mainly reflects the €10.1 million decline in EBITDA at constant scope, as well as depreciation and amortization expenses, which remained stable compared to the same period last year thanks to selective investment and an industrial efficiency policy.

For the international scope, COI totaled €4.0 million, or 2.7% of contributed revenue at June 30, 2024 (vs. €9.4 million and 7.5% of revenue a year ago).

This includes a positive scope effect of €0.9 million. The foreign exchange effect was non-material.

At constant scope and exchange rates, COI amounted to €3.1 million, or 2.7% of revenue at June 30, 2024 (vs. €9.4 million, or 7.6% of revenue a year earlier).

This trend mainly reflects the €5.9 million contraction in international EBITDA, alongside a slight increase in depreciation and amortization expenses of €0.4 million, related to the strong momentum of Hazard Management activities, in particular final waste storage in Peru.

2.2.3 OPERATING INCOME (OI)

Operating income amounted to €28.2 million, or 5.6% of contributed revenue at June 30, 2024 (vs. €45.5 million, or 9.3% of revenue a year earlier).

This trend mainly reflects the decline in current operating income and the recognition of charges associated with the acquisition of ECO, to the amount of €1.0 million.

2.2.4 NET FINANCIAL INCOME (LOSS)

At June 30, 2024, the **Net financial loss** amounted to €14.4 million, compared to an €11.4 million loss a year earlier.

This trend reflects:

- The rise in **gross debt costs** to €15.5 million, vs. €11.1 million a year earlier, in line with the increase in average gross debt costs to 4.17% (vs. 3.14% in the first half of 2023), as well as the increase in average net financial debt over the period;
- The change in the negative balance of **other financial income and expenses**, which amounted to €1.0 million, vs. €0.9 million a year ago.

2.2.5 INCOME TAX

At June 30, 2024, income tax charges stood at €4.7 million, vs. €9.0 million a year ago.

This breaks down to:

- **In France**: a €3.8 million outflow vs. €6.8 million a year earlier, representing an effective tax rate of 24.3%. (vs. 24.3% a year earlier).
- **International scope**: a €0.8 million outflow (vs. €2.1 million a year earlier, resulting in a tax rate of 41.4%, vs. 35.3% a year earlier. This change results from the recognition of deferred tax income on the results of subsidiaries, for which the activation of deficits is not recognized.

The Group's **effective tax rate** stands at 33.8% vs. 26.3% at June 30, 2023.

2.2.6 SHARE OF NET INCOME (LOSS) OF ASSOCIATES

The share of net losses of associates amounted to €0.5 million vs. €1.2 million at June 30, 2023, primarily reflecting the contribution of Solena Valorisation and Sogad.

2.2.7 CONSOLIDATED NET INCOME

At June 30, 2024, **net consolidated income** amounted to €8.7 million, representing 1.7% of contributed revenue (vs. €24.0 million, or 4.9% of contributed revenue a year earlier).

After accounting for minority interests in this net amount, which amounted to €0.7 million (vs. €1.0 million at June 30, 2023), representing in particular minority interests in Solarca and the South African subsidiaries, **net income Group share** totaled €8.0 million, or 1.6% of contributed revenue (vs. €23.0 million, or 4.7% of contributed revenue a year earlier).

Earnings per share amounted to €1.02, vs. €2.94 at June 30, 2023.

2.3 COMMENTS ON CONSOLIDATED CASH FLOW AT JUNE 30, 2024

2.3.1 SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS

In millions of euros	06/30/2023	06/30/2024
Cash flow from operating activities	84.9	113.6
Cash flows from investments	(57.0)	(53.3)
Cash flows from financing	(34.4)	(50.9)
Change in cash from continuing operations	*(6.5)*	*9.4*
Change in cash from discontinued operations		-
CHANGE IN CASH	**(6.5)**	**9.4**

The cash position shifted from a €6.5 million outflow at June 30, 2023 to a €9.4 million inflow at June 30, 2024.

Over the period, this increase of €15.9 million reflected the combined impact of:

- The increase in cash flows generated by operating activities: €28.7 million.
- The increase in cash flows related to investments: €3.7 million.
- The reduction in cash flows related to financing activities: €16.5 million.

2.3.2 CASH FLOWS FROM OPERATING ACTIVITIES

In the first half of 2024, the Group generated a cash inflow of €113.6 million from operating activities (vs. €84.9 million a year earlier), an increase of €28.7 million.

This increase reflects the combined effect of:

- a change in **cash flow from operating activities before tax and financing costs**, to €83.5 million (vs. €95.2 million a year earlier), representing a contraction of €11.7 million;
- A major contribution from the **change in WCR**, at €34.7 million, an improvement of €40.5 million compared to the change observed in the first half of 2023;
- The €0.3 million increase in **net tax expense** from €4.4 million at June 30, 2023 to €4.7 million at June 30, 2024.

2.3.3 CASH FLOWS FROM INVESTMENTS

(In millions of euros)	06/30/2023	12/31/2023	06/30/2024
Net industrial investments (excluding IFRIC 12 investments)	36.7	97.2	34.2
Net financial investments	-	-	-
NET INVESTMENTS RECOGNIZED	**36.7**	**97.2**	**34.2**
Net industrial investments	42.2	88.7	47.3
Net financial investments	14.1	0.1	8.6
Scope effect - Net cash position	0.7	62.3	(2.7)
INVESTMENTS PAID OUT	**57.0**	**151.1**	**53.3**

During the first half of 2024, **industrial investments** were under control, amounting to €34.2 million or 6.8% of contributed revenue (vs. €36.7 million for the same period in 2023, or 7.5% of contributed revenue).

These include:

- **Recurring (or "maintenance") investments, including major maintenance and renewal),** of €23.7 million, or 4.7% of contributed revenue (vs. €25.1 million at June 30, 2023, or 5.1% of contributed revenue).
- **Non-recurring (or "development") investments** of €10.5 million, or 2.1% of contributed revenue (vs. €11.6 million at June 30, 2023, representing 2.4% of contributed revenue). These mainly concern growth investments in circular economy and service business lines.

By activity, industrial investments break down as follows:

- Hazard Management: €10.4 million, vs. €14.0 million a year ago – including €7.4 million of category 2 major maintenance and repair investments, vs. €6.7 million in the first half of 2023;
- Circular Economy: €7.2 million (vs. €1.0 million in the first half of 2023);
- Services: €4.1 million (vs. €6.9 million in the first half of 2023);
- Health & Safety, Regulations and Resources: €12.5 million (vs. €10.0 million in the first half of 2023).

2.3.4 CASH FLOW FROM FINANCING

Total net cash flow from financing activities, namely a €50.9 million outflow at June 30, 2024, includes:

- Cash flows from new borrowings: a €43.0 million inflow (vs. a €51.8 million inflow in the first half of 2023);
- Cash flows on loan repayments: a €60.3 million outflow (vs. a €62.7 million outflow in the first half of 2023);
- Repayment of lease liabilities: a €16.1 million outflow (including €2.1 million of interest paid), vs. a €13.3 million outflow, including €1.5 million of interest in the first half of 2023;
- Interest expenses: a €12.1 million outflow (vs. an €8.8 million outflow in the first half of 2023);
- Cash flows on dividends paid to non-controlling interests: a €0.5 million outflow (vs. a €0.8 million outflow in the first half of 2023);
- Cash flows from minority interests: a €1.4 million outflow (vs. a €0.6 million outflow in the first half of 2023);
- A change in treasury shares amounting to a €3.4 million outflow (vs. a non-significant amount in the first half of 2023).

Analysis of the generation of **free operating cash flow** is as follows:

In millions of euros	06/30/2023	06/30/2024
EBITDA	**101.9**	**88.3**
Other operating income and expenses	(1.7)	0.2
Rehabilitation and maintenance expenses for sites and assets under concession (including major maintenance and repairs)	(11.7)	(12.4)
Recurring operating cash flow	**88.5**	**76.1**
Net disbursed recurring investments (excluding major maintenance and repairs)	(21.8)	(24.4)
Change in WCR	(5.8)	34.7
Taxes paid	(4.4)	(4.7)
Net interest payments (including interest on lease liabilities)	(10.3)	(14.2)
Free operating cash flow	**46.2**	**67.5**
Cash conversion rate (free operating cash flow/EBITDA)	**26%**	**76%**

Recurring operating cash flow[1] was down on last year, at €76.1 million vs. €88.5 million, taking into account the change in EBITDA over the period, on the one hand, and calculated operating expenses and rehabilitation and maintenance expenses for concession sites (including major maintenance and renewal) on the other.

Free operating cash flow[2] improved significantly by 46.1%, reporting a particularly high level of €67.5 million (vs. €46.2 million a year ago). This trend reflects the particularly favorable €40.5 million increase in working capital requirement (WCR) in relation to June 30, 2023, incorporating:

- The reduction of Trade receivables and Other current assets, related to the management measures taken within the recently acquired subsidiaries;
- The contribution of the TGAP tax on polluting activities, which is collected in the first half of each year and paid back to the State in the second half;
- The effect of a receivables collection operation in the net amount of €35.5 million.

The level of free operating cash flow shows **an EBITDA-to-cash conversion rate** of 76% (vs. 45% a year earlier) significantly higher than Group targets (“greater than or equal to 35% of EBITDA”).

1 *See the “Definitions” section on page 6 of this document*
2 *See Definitions section on page 6 of this document.*

2.3.5 CHANGES IN LIQUIDITY, NET FINANCIAL DEBT AND FLEXIBILITY

The Group reported a significant improvement in its **liquidity position**, at €361.0 million vs. €332.2 million at December 31, 2023:

- Cash balance: €171.0 million (vs. €162.2 million at December 31, 2023); this trend reflects cash generation over the period (excluding short-term bank borrowings) - brought down from €3.1 million to €1.8 million over the period;
- Overdraft facilities: €20.0 million (unchanged from December 31, 2023);
- Revolving credit facility ("RCF"): €170 million, vs. €150.0 million at December 31, 2023.

Net financial debt breaks down as follows:

In millions of euros	12/31/2023	06/30/2024
Bank loans	232.7	220.4
Non-recourse loans	*21.5*	*20.1*
Bond debts	421.1	420.3
Lease liabilities	70.7	70.6
Other financial debt (incl. accrued interest)	61.8	62.7
Factoring debts	9.2	5.5
Derivatives	5.5	6.7
Short-term bank borrowings	3.1	1.8
Total financial debt (current and non-current)	**804.1**	**788.0**
Cash balance	(162.2)	(171.0)
IFRS net financial debt	**641.9**	**617.0**
o/w due in less than one year	(24.2)	(63.5)
o/w due in more than one year	666.1	680.5

At June 30, 2024, 72% of gross financial debt, including lease liabilities and after recognizing hedging instruments, was hedged at fixed rates (vs. 74% at December 31, 2023). As a percentage of net financial debt, the hedging ratio reached 94% (vs. 93% at December 31, 2023).

The change in net debt breaks down as follows:

In millions of euros	12/31/2023	06/30/2024
Net financial debt at opening	**587.4**	**641.9**
Cash flows from operating activities	(187.3)	(113.6)
Net industrial Capex disbursed	88.7	47.3
Net financial Capex disbursed	0.1	3.4
Dividends paid	9.9	0.5
Net interest payments (including on lease liabilities)	23.3	14.2
Change in other financial loans and receivables	22.1	4.7
Net financial debt at constant scope (and before non-cash effects)	**544.1**	**598.4**
Change in consolidation scope	62.3	4.0
Non-cash change in debt (including IFRS 16)	35.5	14.5
Net financial debt at closing	**641.9**	**616.9**

At June 30, 2024, **net debt (IFRS**) stood at €616.9 million (vs. €641.9 million at December 31, 2023), marking an improvement of €25.0 million over the period.

The non-cash variation in debt is mainly due to new IFRS 16 rights-of-use contracted over the period.

The first-time consolidation (non-cash effect) represents €1.2 million of RAD net debt and the remainder reflects earn-outs on acquisitions made in 2023.

The **financial leverage** ratio stood at 3.0 times EBITDA, a slight increase compared with December 31, 2023 (2.9 times EBITDA).

2.4 COMMENTS ON THE CONSOLIDATED FINANCIAL POSITION AT JUNE 30, 2024

2.4.1 SUMMARY BALANCE SHEET

In millions of euros	12/31/2023	06/30/2024
Non-current assets	1,032.3	1,032.7
Current assets (excluding cash and cash equivalents)	391.2	389.8
Cash and cash equivalents	162.2	171.0
Assets held for sale	-	-
Total assets	**1,585.7**	**1,593.5**
Equity (including non-controlling interests)	346.3	344.2
Non-current liabilities	730.0	748.6
Current liabilities	509.4	500.9
Liabilities held for sale	-	-
Total Liabilities	**1,585.7**	**1,593.5**

2.4.2 CHANGE IN NON-CURRENT ASSETS

Total non-current assets remained almost stable at €1,032.7 million as at June 30, 2024 vs. €1,032.3 million at December 31, 2023.

This stability over the period mainly reflects changes in the following items:

- Property, plant, and equipment and intangible fixed assets: a reduction of €2.3 million:
  - Goodwill: the €1.0 million increase to €436.2 million reflects the positive effects of the first consolidation of Rent-A-Drum (€0.6 million) as well as price adjustments on acquisitions made in 2023 (Furia and Essac)[1];
  - Concession intangible assets and other intangible assets: the €2.2 million decrease to €61.3 million is primarily related to the amortization of concession intangible assets (€24.0 million vs. €26.3 million at December 31, 2023) in net value;
  - Property, plant, and equipment: down €1.1 million to €445.8 million;
- Non-current operating financial assets: up €3.7 million to €50.4 million;

2.4.3 CHANGE IN CURRENT ASSETS

Current assets excluding cash amounted to €389.8 million, slightly down by €1.4 million in relation to December 31, 2023.

This change primarily reflects:

- A €4.3 million increase in inventories;
- A €3.4 million contraction in trade receivables, resulting in part from the WCR reduction policy adopted by the Group;
- A decrease of €2.3 million in other current financial assets.

1 *The provisional goodwill of Furia, Essac and RAD will be finalized in the second half of 2024.*

2.4.4 CHANGE IN EQUITY

The change in equity attributable to owners of the parent for the first half of 2024 breaks down as follows:

(In millions of euros)	Group	Attributable to non-controlling interests	Total equity
Equity as at January 1, 2024	**346.3**	**8.0**	**338.3**
Other comprehensive income	2.9	ns	2.9
Income - Group share	8.7	0.7	8.0
Capital increases	-	-	-
Dividends paid	(9.9)	(0.5)	(9.4)
Treasury shares	(3.4)	-	(3.4)
Business combinations	ns	ns	-
Transactions with non-controlling interests	(0.4)	(0.5)	0.1
Other changes	-	-	-
EQUITY AS AT JUNE 30, 2024	**344.2**	**7.7**	**336.4**

The main changes in equity attributable to owners of the parent reflect the recognition of net income (Group share) after deduction of dividends paid to shareholders. To a lesser extent, they also record the change in the value of treasury shares over the period.

2.4.5 CHANGE IN CURRENT AND NON-CURRENT LIABILITIES

Current and non-current liabilities break down as follows:

(In millions of euros)	12/31/2023			06/30/2024		
	Non-current	Current	TOTAL	Non-current	Current	TOTAL
Hedging instruments	5.9	-	5.9	7.1	ns	7.1
Provisions	52.3	4.5	56.8	52.8	3.0	55.8
Other liabilities	12.2	364.8	377.0	14.8	389.4	404.2
Income tax payable	-	1.1	1.1	-	0.9	0.9
Total (excl. financial debts)	**70.3**	**370.4**	**440.7**	**74.7**	**393.3**	**468.0**
Gross financial debt	659.7	139.0	798.7	673.9	107.5	781.4
TOTAL	**730.0**	**509.4**	**1,239.4**	**748.6**	**500.8**	**1,249.4**

Current and non-current liabilities excluding financial debt amounted to €468.0 million, up €27.3 million, mainly due to the €24.6 million positive variation in other current liabilities, including:

- Debts on fixed asset acquisitions: down €15.8 million, they correspond to investment projects mainly in France and include €4.7 million in earn-outs from the acquisitions of Essac and Ciclo;
- Debts to the State excluding corporate income tax (up €32.0 million in connection with the TGAP tax collected over the period and settled in October 2024);
- Miscellaneous debts: up €9.5 million, of which dividends paid to shareholders to the amount of €9.4 million.

2.4.6 MAIN TRANSACTIONS WITH RELATED PARTIES

The Séché Environnement Group's main transactions with related parties are presented in note 3.2.4.20 of the Notes to the Summary Financial Statements.

2.5 RECENT EVENTS AND OUTLOOK

2.5.1 ACQUISITION OF ECO INDUSTRIAL ENVIRONMENTAL ENGINEERING PTE

ECO: a rare opportunity to acquire a regional leader in the hazardous waste market

On June 17, 2024, Séché Environnement announced the signature of a SPA[1] to acquire ECO Industrial Environmental Engineering Pte Ltd ("ECO"), the leader in the Singapore hazardous industrial waste market.

With the widest range of products and services, a loyal client base of leading industrial operators and efficient industrial resources, ECO will allow Séché to take a major position in a dynamic industrial region largely untapped until now.

Present since 1995 across the whole value chain of the hazardous waste sector with a market share of about 32%, ECO is currently the leading operator on hazardous waste recovery and treatment markets in Singapore, far ahead of its main competitors in terms of installed capacity, volumes processed, service offerings and client portfolio.

A true "all-in-one" center for the recovery and treatment of hazardous industrial waste, ECO is located on a single site spanning 68,400 m², where its facilities (incinerators with or without energy recovery, industrial water treatment plant, stabilization plant, etc.), all built recently with complementary technologies, offer a total annual capacity of nearly 440 Kt.

ECO has all the necessary permits to manage different types of solid, gaseous and liquid hazardous waste – including sludge from wastewater treatment plants – from a diversified client base of leading industrial operators in the target sectors of chemicals, pharmaceuticals, energy and renewable energies, as well as semiconductors.

With approximately 300 employees, ECO is present for its clients at every stage of the hazardous waste management value chain in Singapore, providing hazardous waste collection, transport, recovery and treatment services.

ECO also holds stakes in two joint ventures active in the circular economy, one with a 65% majority[2] stake in a company specializing in the reactivation of activated carbon with a global chemical manufacturer, and the other with a 50% stake[3] in the regeneration of precious metals in partnership with a global precious metals recycling manufacturer.

In 2023, nearly 80% of company revenue was generated by hazardous waste recovery and treatment, and 10% by the treatment of sewage sludge from Singapore's wastewater recycling plants.

For the rest, ECO offers its clients several complementary services with high added value, such as integrated waste management, decontamination (including environmental emergency services and asbestos removal), trade in the by-products of material recovery, deconstruction and decontamination, or promising niche activities such as the treatment of carbon soot waste from synthetic gas production or the recovery of activated carbon.

The company also operates a fleet of about 35 vehicles to ensure all its collection, transport and decontamination services.

Through recognized technical capabilities and know-how, the company responds to the needs of a Singaporean hazardous waste market characterized by high entry barriers, with support from the chemical, energy and renewable energy sectors.

As a result, ECO has developed strong business relationships with a diverse industrial client base, resulting in a high contract renewal rate, a strong revenue base, and a high level of visibility on its revenue profile.

In 2023, the Company generated revenue of around SGD 96 million[4] and adjusted EBITDA[5] of around SGD 41 million.

This transaction is Séché Environnement's largest ever acquisition, granting the Group a major position with its target clients in the promising environmental markets of Singapore and, more broadly, the APAC region.

This acquisition is fully in line with Séché's ambition to support its leading industrial clients in the dynamic hazardous industrial waste markets in South-East Asia.

As a result, this acquisition strengthens the Group's outlook in terms of growth and profitability and enhances its financial profile.

Completed on July 18, 2024, the acquisition applies to 100% of the shares and represents a purchase price of approximately SGD 608 million, the financing of which was secured by drawing on the revolving credit facility ("RCF") to the tune of €100 million, and for the remainder, through a new bank credit facility. The credit facility should be subject to bond refinancing depending on market conditions.

1 *Share Purchase Agreement*
2 *Fully consolidated*
3 *Consolidated using the equity method*
4 *For information purposes, the current exchange rate is approximately EUR 1 = SGD 1.45*
5 *Based on 2023 EBITDA of around SGD 38 million + EBITDA of joint ventures of around SGD 3 million.*

2.5.2 OUTLOOK FOR 2024 - 2026 REVISED UPWARDS

To integrate the acquisition of ECO along with the commercial and industrial synergies that will be deployed in the coming years, Séché Environnement has published new objectives for its activity, operating income and financial leverage for the 2024-2026 period, which reinforce and improve the roadmap presented during the "Investor Day" on December 12, 2023 and reaffirmed at the presentation of the 2023 annual results[1].

Resilient activities and confirmed profitable growth momentum

Séché Environnement operates on the growth markets of the ecological transition and is positioned in the high-entry-barrier activities of the circular economy and the decarbonization of economic activities. It also asserts its position as a historical operator specializing in hazard management, addressing the markets for the protection of human health and the environment.

In this way, the Group's offer meets the growing needs of its clients in the medium term, resulting from the restrictive regulations associated with the ecological transition, as well as their short-term economic imperatives, such as access to competitively priced local resources.

Séché Environnement considers that this growth momentum across its markets is sustainable and offers its activities a high level of visibility and resilience over the medium term.

However, volatility factors may appear in the shorter term, affecting its revenue or operating results.

One example of this is energy sale prices, whether for steam or electricity, which directly influence the revenue and operating contribution of energy recovery activities, as well as those of environmental emergency or decontamination activities, which are "spot" contracts by nature and depend on industrial and environmental accident rates. This can lead to significant delays in activity, particularly when the largest projects are completed.

Séché Environnement considers that these unforeseeable external factors are of a temporary nature and do not impair its growth profile and profitability over the medium term.

Consolidation of ECO: accretive effect on operating income and enhancement of Séché Environnement's financial profile

The ECO sub-group will enter the consolidation scope as from July 1, 2024.

Due to the economic, operational and financial characteristics of ECO, Séché Environnement anticipates that the consolidation of ECO will have an accretive effect on its operating income and will enhance its financial profile, in particular by increasing its cash generation.

To facilitate comparison between financial periods, some pro-forma financial elements of the new consolidated group for fiscal year 2023 (full year) are presented below:

In millions of euros		Revenue	EBITDA	COI
Séché		1,014	218	101
	As % of revenue	-	*21.3%*	*10.0%*
ECO		66	29	20
	As % of revenue	-	45.1%	*30.3%*
Séché + ECO (pro forma)		**1,080**	**247**	**121**
	As % of revenue	-	***22.9%***	***11.2%***

1 See: Press releases of December 12, 2023 and March 11, 2024

In millions of euros		**Net financial debt**		**Free operating cash flow**	
Séché		642		101	
	As % of EBITDA		*290%*		*47%*
ECO		(2)		19	
	As % of EBITDA		-		*66%*
Séché + Eco (pro forma)		**N/A[1]**		**120**	
	As % of EBITDA		**N/A**		**49%**

2024 - 2026 TARGETS: FOCUS ON IMPROVING OPERATING MARGINS, FREE CASH FLOW GENERATION, AND FINANCIAL FLEXIBILITY

2024-2026 growth outlook: targets revised upwards thanks to a more buoyant second half of 2024 across most activities and a profitable growth momentum, bolstered over the medium term by the consolidation of ECO.

Séché Environnement acknowledges the temporary delays in projects which hampered its growth and profitability in the first half of 2024; however, the Group expects the second half of the year to be significantly more buoyant in these activities, both in France and internationally, and overall, the contribution of the second half of the year to both revenue and operating income to be significantly higher than the first half.

For the second half of 2024, Séché Environnement assumes that energy prices will remain at the levels reached in the first half of the year, which should result in a gradual reduction in the unfavorable basis for comparison between the electricity sale prices of the coming period with those seen on energy markets in the second half of 2023.

Furthermore, with regard to decontamination and environmental emergency "spot" activities, Séché Environnement notes a significant improvement in project launches in France and abroad as from the beginning of the second half-year, some of which are exceptional in scale, such as the emblematic Las Salinas contract (see above). Therefore, the Group expects a solid contribution from these "spot" activities for the second half of 2024.

In light of the consolidation of ECO as from July 1, 2024, Séché has upgraded its revenue objective, targeting revenues of around €1,120 million for the current financial year (vs. "around €1,100 million"[2]).

Looking towards 2026, Séché Environnement assumes that energy prices will remain similar to the levels observed in the first half of 2024.

Concerning decontamination and environmental emergency "spot" activities, Séché has solidified its position as a player recognized for its expertise in the most technical decontamination activities as well as its ability to respond in the event of an environmental emergency. The Group is confident in its ability to generate significant long-term contract flows, regardless of any temporary delays in their implementation and the operational contribution of these projects, as observed at the beginning of the 2024 financial year.

Séché hereby confirms its organic growth trajectory of around 5% on average over the years 2025 and 2026, and, in light of the consolidation of ECO, **has increased its contributed revenue objective** to around €1,290 million for 2026 (vs. "around €1,200 million" before the acquisition of ECO[1]).

Gross and recurring operating margin 2024-2026: further improvement in operating margins and strong generation of free cash flow for greater financial flexibility

In the second half of 2024, the Group will continue to improve its operating margins.

- **In France**, within its historic scope, the Group will intensify its policy of industrial efficiency and cost control to continue to offset the inflationary pressures that persist in some of its costs (in particular payroll costs).
  Regarding the recently integrated scopes and more particularly STEI, the growth momentum observed in recent months should continue and support the Group in the prospective improvement of its operating contribution.
- Outside **France**, the launch of major service contracts (decontamination, integrated service contracts, etc.), particularly in Latin America, and the confirmed return of certain subsidiaries (Solarca, Mecomer) to solid operating conditions should enable a further boost to operating income in this scope.

In light of the achievements of the first half of 2024 and the consolidation of ECO, **Séché Environnement has raised its EBITDA objective** to around €235 million (vs. "around €230 million"[2]) **and its COI objective** to around €110 million for 2024 (vs. "around €105 million"[2]).

1 *Financing structure not yet finalized*
2 *See press release of March 11, 2024*

The Group will seek to maximize its **free operating cash flow**[1] by:

- Controlling industrial investments: the Group is targeting an amount close to €100 million, or around 9% of contributed revenue expected for 2024, in line with its medium-term objectives.
- Controlling working capital requirements, especially through targeted measures to improve its DSO, notably on subsidiaries recently consolidated in France.

Expected cash generation for the historical scope is therefore unchanged.

In light of the acquisition of ECO, Séché Environnement confirms its objective for **financial leverage** of 3.8 times EBITDA at December 31, 2024 (vs. 2.7x prior to the acquisition[2]).

Over the 2025-2026 period, the Group will pursue the strategy presented at its Investor Day on December 12, 2023, which aims to maximize operating margins by implementing a rigorous cost savings plan, as well as an industrial efficiency strategy aimed at optimizing the availability of its resources.

While capacity investments have been made by ECO in recent years and the subsidiary does not envisage significant new investments over the period, the Group will maintain a controlled investment policy around its current levels within its historical scope.

It will also pursue strict financial discipline to maximize its cash flow generation, including active management of its working capital requirement, and improve its financial flexibility to return to its financial leverage objective in line with its medium-term objectives[3].

Séché Environnement has raised its EBITDA objective for 2026, which should be between €305 million and €315 million (vs. "€265 to €275 million" before the acquisition ECO[2]). Gross operating profitability (EBITDA / Contributed revenue) would therefore amount to around 24% of contributed revenue (vs. "between 22% and 23%" before the consolidation of ECO[2]).

Expected COI for 2026 has also been upgraded and should amount to between €165 million and €175 million (vs. "between €132 million and €144 million" before the acquisition of ECO). Current operating profitability (COI / Contributed revenue) would amount to around 13% (vs. "between 11% and 12%" before the acquisition of ECO).

Séché Environnement is aiming for a **financial leverage** ratio of less than 3 times EBITDA at the end of 2026, in accordance with its usual medium-term leverage objective.

ESG performance and new medium-term non-financial targets

Séché has achieved an **eligibility rate of 86% and an alignment rate of 68% with the European green taxonomy**, based on its revenues at June 30, 2024.

This good performance is a further illustration of the Group's buoyant positioning in ecological transition activities.

Building on its solid past performance[4], Séché reaffirms its ambition to be a leader in ecological transition by setting **new medium-term environmental objectives**:

- **Climate and GHG emissions** (Scope 1 and 2, constant scope 2020 France and Interwaste):
  - 15% reduction in greenhouse gas emissions in 2027, compared with 2020 and
  - 17.5% reduction in 2028, compared with 2020,

  in line with the ambition validated by SBTi to reduce the Group's emissions by 25% by 2030;
- **Water Efficiency**(Group constant scope 2023) :
  - 8% reduction in water consumption in 2027 compared with 2023, and
  - 10 % reduction in 2028, compared with 2023,

  in line with a reduction target of 15% by 2030 based on the SBTN benchmark.

1 *Free cash flow before financing of development investments, financial investments, dividends, and before repayment of debt.*
2 *See press release dated March 11, 2024.*
3 *See press release dated December 12, 2023.*
4 *In 2023, Séché reduced its greenhouse gas emissions (Scope 1 and 2 France) by 11% compared with 2020, and its water consumption by 6% compared with 2021.*

2.6 SHARE OWNERSHIP

Breakdown of shares and voting rights

At June 30, 2024	Shares	As a %	Voting rights	As a %
Joël Séché	1	0.00%	2	0.00%
Maxime Séché	2	0.00%	2	0.00%
Séché Group SAS (1)	4,859,483	61.84%	9,498,966	75.71%
Pégase-53 (2)	564,407	7.18%	564,407	4.50%
Controlling group	**5,423,893**	**69.02%**	**10,063,377**	**80.21%**
Own shares (3)	88,877	1.13%	88,877	0.75%
Employees	59,453	0.76%	93,852	0.71%
Free float	2,285,509	29.09%	2,300,986	18.33%
TOTAL	**7,857,732**	**100.00%**	**12,547,092**	**100.00%**

(1) Séché Group SAS is majority-owned by Joël Séché and his two sons, Guillaume Séché and Maxime Séché.

(2) Pégase-53 is 60% owned by Groupe Séché SAS and 40% owned by Unexo, an investment company in the Crédit Agricole group.

(3) Treasury shares do not carry voting rights. However, the table provided shows the calculation of voting rights as recommended by the AMF for shareholding notification requirements.

On June 21, 2024, DNCA Finance informed the Company that it had exceeded the legal threshold of 1% of the Company's voting rights, following market transactions executed on June 14, 2024.

The Company has not been informed of the crossing of any legal or statutory thresholds between January 1, 2024 and June 30, 2024.

CONDENSED CONSOLIDATED HALF-YEAR FINANCIAL STATEMENTS **AT JUNE 30, 2024**

3.1 CONDENSED CONSOLIDATED HALF-YEAR FINANCIAL STATEMENTS

3.1.1 CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(in thousands of euros)	12/31/2023	06/30/2024	Notes
Goodwill	435,224	436,203	3.2.4.1
Concession intangible assets	26,299	23,994	3.2.4.1
Other intangible assets	37,203	37,273	3.2.4.1
Property, plant and equipment	446,897	445,764	3.2.4.2
Investments in associates	742	556	3.2.4.3
Other non-current financial assets	46,718	50,442	3.2.4.4
Non-current derivatives - assets	439	434	3.2.4.8
Other non-current assets	28,204	27,395	3.2.4.5 & 6
Deferred tax assets	10,584	10,647	
Non-current assets	**1,032,310**	**1,032,708**	
Inventories	26,866	31,118	3.2.4.5
Trade and other receivables	308,006	304,617	3.2.4.5
Other current financial assets	3,099	2,785	3.2.4.4
Current derivatives - assets	-	-	
Other current assets	53,215	51,256	3.2.4.6
Cash and cash equivalents	162,215	171,031	3.2.4.7
Assets held for sale	-	-	
Current assets	**553,401**	**560,807**	
TOTAL ASSETS	**1,585,710**	**1,593,515**	
Share capital	1,572	1,572	
Additional paid-in capital	74,061	74,061	
Reserves	214,883	252,830	
Net income for the period	47,828	7,959	
Equity attributable to owners of the parent	338,343	336,422	
Equity attributable to non-controlling interests	7,974	7,733	
Total equity	**346,318**	**344,156**	**3.2.4.11**
Non-current financial debt	611,464	626,202	3.2.4.8
Non-current lease liabilities	48,167	47,675	3.2.4.8
Non-current derivatives - liabilities	5,926	7,067	3.2.4.8
Employee benefits	21,558	21,112	3.2.4.9
Non-current provisions	30,681	31,718	3.2.4.9
Other non-current liabilities	7,128	7,053	3.2.4.6
Deferred tax liabilities	5,111	7,751	
Non-current liabilities	**730,036**	**748,578**	
Current financial debt	116,297	84,437	3.2.4.8
Current lease liabilities	22,687	23,041	3.2.4.8
Current derivatives - liabilities	-	20	3.2.4.8
Current provisions	4,499	2,973	3.2.4.9
Trade payables	195,196	189,511	3.2.4.5
Other current liabilities	169,582	199,900	3.2.4.6
Tax liabilities	1,096	901	
Liabilities held for sale	-	-	
Current liabilities	**509,356**	**500,782**	
TOTAL LIABILITIES	**1,585,710**	**1,593,515**	

The notes are an integral part of the consolidated financial statements.

3.1.2 CONSOLIDATED INCOME STATEMENT

(in thousands of euros)	06/30/2023	06/30/2024	Notes
Revenue	530,137	540,466	
Other business income	751	726	
Income from ordinary activities	**530,887**	**541,192**	**3.2.4.12**
Purchases consumed	(73,447)	(77,349)	
External expenses	(190,162)	(196,891)	3.2.4.13
Taxes and duties	(42,292)	(39,978)	3.2.4.13
Payroll expenses	(123,055)	(138,644)	3.2.4.13
EBITDA	**101,931**	**88,330**	
Expenses for rehabilitation and/or maintenance of sites under concession arrangements	(5,049)	(5,013)	
Depreciation, impairment and provisions	(50,928)	(52,556)	3.2.4.14
Other operating items	(614)	(1,186)	3.2.4.14
Current operating income (loss)	**45,340**	**29,576**	
Other non-current items	133	(1,373)	3.2.4.15
Operating income (loss)	**45,473**	**28,203**	
Net financial borrowing costs	(10,431)	(13,397)	3.2.4.16
Other financial income and expenses	(930)	(1,015)	3.3.4.16
Net financial income (loss)	**(11,361)**	**(14,412)**	
Share of net income (loss) of associates	(1,207)	(475)	
Income tax	(8,957)	(4,656)	3.2.4.17
Net income (loss) for the period	**23,949**	**8,659**	
Of which attributable to non-controlling interests	(976)	(700)	
Of which attributable to owners of the parent	**22,973**	**7,959**	
Basic earnings per share (in euros)	2.94	1.02	
Diluted earnings per share (in euros)	*2.94*	*1.02*	

The notes are an integral part of the consolidated financial statements.

3.1.3 CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(in thousands of euros)	06/30/2023	06/30/2024
Other comprehensive income not subsequently reclassified to profit or loss:		
Revaluation of net liabilities (assets) of defined benefit plans [1]	-	1,057
Tax effects on Change in fair value of derivatives	-	(273)
Amount before income tax (A)	**-**	**784**
Of which share of associates	-	-
Other comprehensive income subsequently reclassified to profit or loss:		
Change in net investments [2]	(8,710)	2,717
Change in fair value of derivatives	(82)	(5)
Tax effect on the items listed above	(77)	(2)
Translation reserve [3]	2,065	(612)
Amount before income tax (B)	**(6,804)**	**2,098**
Of which share of associates	-	-
TOTAL OTHER COMPREHENSIVE INCOME	**(6,804)**	**2,881**
Net income (loss) for the period	23,949	8,659
TOTAL COMPREHENSIVE INCOME	**17,144**	**11,540**
Of which attributable to owners of the parent	*16,170*	*10,818*
Of which attributable to non-controlling interests	*974*	*722*

(1) Impact of the change in the discount rate to 3.60% at June 30, 2024 (see Note 3.2.1.3).

(2) At June 30, 2024, the appreciation in the South African rand increased this item by €3 million. At June 30, 2023, the depreciation in the South African rand reduced this item by €8.8 million (see Note 3.2.4.11 c).

(3) The impact at June 30, 2023 was due to the depreciation in the South African rand and, to a lesser extent, the appreciation in the Peruvian sol and Chilean peso, given the respective net positions of each subsidiary.

The notes are an integral part of the consolidated financial statements.

3.1.4 STATEMENT OF CHANGES IN CONSOLIDATED EQUITY

(in thousands of euros)	Share capital	Additional paid-in capital	Treasury shares	Consolidated reserves	Foreign exchange translation reserves	Fair value reserves	Attributable to owners of the parent	Attributable to non-controlling interests	Total equity
At December 31, 2022	**1,572**	**74,061**	**(3,383)**	**252,604**	**(15,275)**	**531**	**310,102**	**7,286**	**317,388**
Other comprehensive income	-	-	-	-	(6,744)	(58)	(6,802)	(2)	(6,804)
Net income for the period	-	-	-	22,973	-	-	22,973	976	23,949
Total comprehensive income	**-**	**-**	**-**	**22,973**	**(6,744)**	**(58)**	**16,170**	**974**	**17,144**
Capital increases	-	-	-	-	-	-	-	-	-
Dividends paid	-	-	-	(8,644)	-	-	(8,644)	(806)	(9,449)
Treasury shares	-	-	13	-	-	-	13	-	13
Business combinations	-	-	-	-	-	-	-	-	-
Transactions with non-controlling interests	-	-	-	-	-	-	-	-	-
Other changes	-	-	-	166	-	-	166	(164)	2
At June 30, 2023	**1,572**	**74,061**	**(3,370)**	**267,099**	**(22,019)**	**473**	**317,807**	**7,291**	**325,098**
At December 31, 2023	**1,572**	**74,061**	**(3,515)**	**290,287**	**(24,352)**	**300**	**338,343**	**7,974**	**346,318**
Other comprehensive income (1)	-	-	-	784	2,078	(3)	2,859	23	2,881
Net income for the period	-	-	-	7,959	-	-	7,959	700	8,659
Total comprehensive income	**-**	**-**	**-**	**8,743**	**2,078**	**(3)**	**10,818**	**722**	**11,540**
Capital increases	-	-	-	-	-	-	-	-	-
Dividends paid	-	-	-	(9,429)	-	-	(9,429)	(516)	(9,946)
Treasury shares	-	-	(3,395)	-	-	-	(3,395)	-	(3,395)
Business combinations	-	-	-	-	-	-	-	8	8
Transactions with non-controlling interests (2)	-	-	-	84	-	-	84	(454)	(370)
Other changes	-	-	-	-	-	-	-	-	-
At June 30, 2024	**1,572**	**74,061**	**(6,910)**	**289,685**	**(22,274)**	**296**	**336,422**	**7,733**	**344,156**

(1) See Note 3.1.3.

(2) Impact of additional acquisitions without loss/gain of control in South African subsidiaries Interwaste On-site and Platinum Waste Resources (see Note 3.2.2.1).

The notes are an integral part of the consolidated financial statements.

3.1.5 CONSOLIDATED STATEMENT OF CASH FLOWS

(in thousands of euros)	06/30/2023	06/30/2024	Notes
Net income (loss) for the period	**23,949**	**8,659**	
Share of net income (loss) of associates	1,207	475	
Dividends from joint ventures and associates	-	-	
Depreciation, impairment and provisions	50,056	52,922	
Income from disposals	(1,078)	(396)	
Deferred taxes	(818)	1,774	
Other income and expenses	1,445	2,186	3.2.4.18
Cash flows from operating activities	**74,761**	**65,620**	
Income tax	9,774	2,883	3.2.4.17
Gross financial borrowing costs before long-term investments	10,639	15,044	
Cash flows from operating activities before taxes and financing costs	**95,174**	**83,547**	
Change in working capital	(5,831)	34,719	3.2.4.5
Taxes paid	(4,420)	(4,679)	
Net cash flows from operating activities	**84,923**	**113,587**	
Investments in property, plant and equipment and intangible assets	(43,344)	(50,039)	
Proceeds from sales of property, plant and equipment and intangible assets	1,063	2,699	
Increase in loans and financial receivables	(15,648)	(5,223)	3.2.4.18
Decrease in loans and financial receivables	1,549	534	
Takeover of subsidiaries net of cash and cash equivalents	(670)	(1,100)	3.2.4.18
Loss of control over subsidiaries net of cash and cash equivalents	-	(199)	
Net cash flows from investment activities	**(57,049)**	**(53,329)**	
Dividends paid to shareholders of the parent	(0)	0	
Dividends paid to non-controlling interests	(806)	(501)	
Capital increase or decrease by controlling company	-	-	
Acquisitions/disposals of non-controlling interests (without gain/loss of control)	(565)	(1,441)	
Change in treasury shares	13	(3,411)	
New borrowings and financial debt	51,805	42,964	3.2.4.8
Repayments of borrowings and financial debt	(62,689)	(60,277)	3.2.4.8
Interest paid	(8,830)	(12,138)	3.2.4.8
Repayment of lease liabilities and associated financial expenses	(13,315)	(16,086)	3.2.4.8
Net cash flows from financing activities	**(34,387)**	**(50,890)**	
Total cash flow for the period, continuing operations	**(6,513)**	**9,368**	
Net cash flows from discontinued operations	-	-	
TOTAL CASH FLOWS FOR THE PERIOD	**(6,513)**	**9,368**	
Opening cash and cash equivalents	123,451	159,118	
Closing cash and cash equivalents	115,225	169,213	
Impact of changes in foreign exchange rates	1,713	(727)	
(1) of which:			
Cash and cash equivalents	*116,343*	*171,031*	
Short-term bank borrowings and overdrafts (current financial debt)	*(1,117)*	*(1,818)*	

The notes are an integral part of the consolidated financial statements.

3.2 NOTES TO THE CONSOLIDATED HALF-YEAR FINANCIAL STATEMENTS

CONTENTS

3.2.1 ACCOUNTING POLICIES AND VALUATION METHODS

3.2.1.1 Basis of preparation and presentation of the consolidated financial statements

The accounting policies applied for the six months ended June 30, 2024 are consistent with those applied for the consolidated financial statements for the year ended December 31, 2023, with the exception of the standards and/or amendments adopted by the European Union which are mandatory from January 1, 2024 (available at http://ec.europa.eu/finance/companyreporting/ifrs-financial-statements/index_en.htm).

These condensed consolidated financial statements were approved by the Board of Directors on September 4, 2024.

The condensed consolidated financial statements of Séché Environnement Group for the interim period ended June 30, 2024 were prepared in accordance with IAS 34 Interim Financial Reporting, which allows the presentation of selected notes and information of a material nature or providing an understanding of changes in the Group's business and financial position during the period.

The condensed consolidated financial statements for the six months ended June 30, 2024 should therefore be read in conjunction with the consolidated financial statements for the year ended December 31, 2023 as set out in the Annual Report – Universal Registration Document filed with the French Financial Markets Authority (Autorité des marchés financiers or AMF) on March 13, 2024 ("Universal Registration Document 2023", pages 125 et seq.).

The condensed consolidated financial statements are presented in thousands of euros with no decimal places. Figures rounded up to the nearest thousand euros may, in some cases, lead to insignificant disparities with respect to the totals and sub-totals presented in the tables.

a. New standards and interpretations applicable on or after January 1, 2024

The following amendments to IFRS, published by the IASB and applicable as from January 1, 2024, had no material impact on the Group consolidated financial statements for the six months ended June 30, 2024:

- Amendments to IAS 1: Classification of Liabilities as Current or Non-current.
- Amendments to IAS 1: Non-current Liabilities with Covenants.
- Amendments to IFRS 16: Lease Liability in a Sale and Leaseback.
- Amendments to IAS 7 and IFRS 7: Supplier Finance Arrangements.
- Interpretation on Climate-related Commitments (IAS 37).

b. Standards and interpretations adopted by the IASB but not yet applicable at June 30, 2024

Standard	Applicable from	Subject
Amendments to IAS 21	January 1, 2025	Lack of Exchangeability
Amendments to IFRS 7 and IFRS 9	January 1, 2026	Classification and Measurement of Financial Instruments
IFRS 18	January 1, 2027	Presentation and Disclosure in Financial Statements
IFRS 19	January 1, 2027	Subsidiaries without Public Accountability: Disclosures

An assessment of the impact of applying these amendments and improvements is under review. However, these provisions are not contrary to the Group's current accounting practices.

3.2.1.2 Basis of assessment

The condensed consolidated financial statements for the six months ended June 30, 2024 are presented on a historical cost basis, with the exception of the following assets and liabilities measured at fair value: derivative instruments, financial assets and liabilities at fair value through profit or loss, and those at fair value through other comprehensive income not subsequently reclassified to net income.

3.2.1.3 Use of estimates

In order to prepare interim consolidated financial statements in accordance with IFRS, management is required to exercise its judgment and make estimates and assumptions that impact the application of the Group's accounting policies and the amounts of assets, liabilities, income and expenses. The estimates and underlying assumptions are based on past experience and other factors considered reasonable under the circumstances. They serve as the basis for any judgment required for determining the carrying amounts of assets and liabilities when such amounts cannot be obtained directly from other sources.

These estimates and assumptions mainly concern the valuation of goodwill and other intangible assets, the calculation of the amount of provisions and pension commitments, the impairment of trade receivables and tax expenses (including deferred taxes).

These assumptions, estimates or assessments are based on information or situations existing at the date of preparing the financial statements, and are detailed in the specific notes relating to each item below. They may subsequently turn out to be different from reality.

- Assessing the recoverable amount of goodwill and intangible assets with indefinite useful lives:

In addition to annual impairment tests on goodwill and non-amortizable intangible assets, we conduct one-off impairment tests on all goodwill, property, plant and equipment, and intangible assets. Any impairment losses are determined by comparing the book value of the asset in question with its recoverable amount.

During the first half, the Group concluded that there was no indication of impairment on any of its cash-generating units (CGUs). Concerning the Ciclo project in Chile, the cabinet meeting held on April 18, 2024 upheld the appeal lodged in the first half of 2023 following the rejection of the license application filed with one of the public bodies. Cash flow forecasts continue to be based on the assumption that the operating license will be granted once the legal proceedings have come to an end.

- Valuation of pension commitments:

No further complete actuarial recalculation was carried out upon closing of these condensed financial statements. However, in view of the change in the discount rate during the first half of 2024, the valuation of pension commitments, based on data as of December 31, 2023, was updated using a discount rate of 3.60%. The impact was recognized under "Other comprehensive income" at a gross amount of €1.1 million (see Notes 3.1.3 and 3.2.4.9).

The pension expenses recognized in the first half of 2024 correspond to half of the estimated annual expenses for 2024 based on actuarial data at December 31, 2023.

- Valuation of the effects of climate change:

As described in section 1.4.3 "Climate change mitigation" of the Annual Report – Universal Registration Document filed with the AMF on March 13, 2024, the Group has applied its adaptation plan early and is on course to achieve the 2025 carbon footprint targets (Scopes 1 and 2). The Group has identified no current or future material impact on the value of its property, plant and equipment, such as to affect their useful life, or on impairment testing of intangible assets and goodwill.

- Valuation of paid leave entitlements

Following the publication of the French DDADUE law no. 2024-364 setting out the terms and conditions governing the accrual of paid leave entitlement during sick leave, the Group made no changes to the valuation applied in the consolidated financial statements for the year ended December 31, 2023 (see Note 3.2.4.9).

- Valuation of tax expense:

The tax expense for the first half is calculated by applying the estimated effective tax rate for fiscal 2024 by country (including deferred taxes) to pre-tax income, adjusted for any unusual items for the period.

The Group has identified no facts or circumstances that would call into question the recoverability of its deferred tax assets.

- Impact of crises and geopolitical context:

There is no direct impact on the Group's operations.

3.2.1.4 Change in accounting methods and estimates

There were no changes during the first half of 2024.

3.2.1.5 Comparability

The acquisitions of Furia (Italy), Engineering Services (Peru) and Rent-A-Drum (Namibia) in the second half of 2023 had no impact on the first half 2023 consolidated income statement; furthermore, Séché Assainissement Rhône Isère (France) was consolidated as from July 1, 2023.

Data on these acquisitions as of June 30, 2024 is as follows:

(in thousands of euros)	June 30, 2024 Published	Furia [1]	Engineering Services	Rent-A-Drum	Séché Assainissement Rhône Isère	Total change	June 30, 2024 Restated
Revenue	**540,466**	**32,362**	**2,159**	**2,480**	**629**	**37,629**	**502,837**
EBITDA	88,330	1,639	374	517	(98)	2,432	85,898
Current operating income (loss)	29,576	693	114	155	(232)	729	28,846
Operating income (loss)	28,203	698	107	134	(232)	707	27,496
Net financial income (loss)	(14,412)	(153)	(7)	(191)	(18)	(370)	(14,043)
Net income for the period	**8,659**	**317**	**67**	**(51)**	**(250)**	**83**	**8,576**
Of which attributable to non-controlling interests	(700)	-	-	10	-	10	(710)
Of which attributable to owners of the parent	**7,959**	**317**	**67**	**(41)**	**(250)**	**93**	**7,866**

(1) Data for Furia and its subsidiary Conteco from January 1 to June 30, 2024.

3.2.2 MAIN CHANGES IN CONSOLIDATION SCOPE AND OTHER SIGNIFICANT EVENTS

The list of the Group's subsidiaries and investments in associates is presented in Note 3.2.3 "Consolidation scope".

3.2.2.1 Main changes in the consolidation scope

a. Consolidation of Rent-A-Drum (Namibia)

The Namibian subsidiary Rent-A-Drum acquired in the second half of 2023 was fully consolidated as from January 1, 2024. Ownership interest is carried at 80% (see "2023 Universal Registration Document" p. 156, Note 3.2.4.4 a).

The "Goodwill" line item in the statement of financial position was increased by €0.6 million (see Note 3.2.4.1 a).

The impact on first half income is non-material.

The purchase price allocation is provisional at June 30, 2024, as the price and its components had not been finalized at that date.

B. Additional acquisitions without loss/gain of control

The South African company Interwaste acquired the remaining shares of its subsidiaries Interwaste On-site and Platinum Waste Resources for non-material amounts during the first half of 2024 (see Note 3.2.4.18 c). The company's ownership interest currently stands at 83.17%.

The transaction increased Group equity by €0.1 million and reduced non-controlling interests by €0.5 million (see Note 3.1.4).

c. Disposals

No disposals of subsidiaries with or without loss of control were made during first half 2024 or 2023.

The following companies, being non-material or qualified as "dormant", have been deconsolidated at June 30, 2024, with no material impact on the condensed consolidated financial statements:

- Karu Energy;
- Séché Health Arequipa.

3.2.2.2 Other significant events

In preparation for the financing in Singapore dollars of the acquisition of ECO Industrial Environmental Engineering, to be disbursed on July 18, 2024 (see Note 3.2.4.21), two hedging transactions were concluded to hedge against SGD/EUR currency risk, for a total amount of SGD 605 million (see Note 3.2.4.8 c).

No other significant events occurred during the first half of 2024.

3.2.3 CONSOLIDATION SCOPE

Company name	City	Country	% interest	% interest	Consolidation method	Consolidation method
			12/31/2023	06/30/2024	12/31/2023	06/30/2024
PARENT COMPANY						
Séché Environnement	Changé	France	Parent	Parent	Parent	Parent
CONSOLIDATED SUBSIDIARIES						
Alcéa	Changé	France	100.00	100.00	Full	Full
All'Chem	Montluçon	France	100.00	100.00	Full	Full
Boleng Waste	Gauteng	South Africa	40.76	40.76	Full	Full
Ciclo	Quilicura	Chile	70.00	70.00	Full	Full
Conteco	Milan	Italy	100.00	100.00	Full	Full
Drimm	Montech	France	100.00	100.00	Full	Full
Ecosite de la Croix Irtelle	Changé	France	100.00	100.00	Full	Full
Engineering Services	Lima	Peru	100.00	100.00	Full	Full
Enviroserv Polymer Solutions	Durban	South Africa	83.17	83.17	Full	Full
Envirosure Underwriting Managers	Brighton Beach	South Africa	70.69	70.69	Full	Full
Furia	Milan	Italy	100.00	100.00	Full	Full
Gabarre Energies	Les Abymes	France	51.00	51.00	Full	Full
Gerep	Paris	France	50.00	50.00	Equity	Equity
Green's Scrap Recycling	Germiston South	South Africa	83.17	83.17	Full	Full
IberTredi Medioambiental	Barcelona	Spain	100.00	100.00	Full	Full
Interwaste Holding	Gauteng	South Africa	83.17	83.17	Full	Full
Interwaste On-site [1]	Gauteng	South Africa	48.99	83.17	Full	Full
Interwaste Petrochemicals [5]	Gauteng	South Africa	48.99	48.99	Full	Full
Interwaste	Gauteng	South Africa	83.17	83.17	Full	Full
Kanay	Lima	Peru	100.00	100.00	Full	Full
Karu Energy [3]	Baie-Mahault	Guadeloupe	24.00	-	Equity	-
La Barre Thomas	Rennes	France	40.00	40.00	Equity	Equity
Masakhane Interwaste	Gauteng	South Africa	48.99	48.99	Full	Full
Mecomer	Milan	Italy	90.00	90.00	Full	Full
Mo'UVE	Montauban	France	100.00	100.00	Full	Full
Moz Environmental	Maputo	Mozambique	100.00	100.00	Full	Full
Namakwa Waste	Gauteng	South Africa	40.76	40.76	Full	Full
Opale Environnement	Calais	France	100.00	100.00	Full	Full
Platinum Waste Resources [1]	Gauteng	South Africa	42.42	83.17	Full	Full
Rent-A-Drum [2]	Windhoek	Namibia	-	80.00	-	Full
Steam & Air Blowing Services Asia	Singapore	Singapore	100.00	100.00	Full	Full
Steam & Air Blowing Services UK	Kent	United Kingdom	100.00	100.00	Full	Full
Solarca Taiwan	Taipei	Taiwan	100.00	100.00	Full	Full
Steam & Air Blowing Services Malaysia	Petaling Jaya	Malaysia	100.00	100.00	Full	Full
SCI La Croix des Landes	Changé	France	99.80	99.80	Full	Full
SCI Les Chênes Secs	Changé	France	99.80	99.80	Full	Full
SCI Mézerolles	Changé	France	99.99	99.99	Full	Full
Séché Alliance	Changé	France	100.00	100.00	Full	Full
Séché Assainissement	Changé	France	100.00	100.00	Full	Full
Séché Assainissement 34	Villeneuve-lès-Béziers	France	100.00	100.00	Full	Full
Séché Assainissement Rhône Isère	Bonnefamille	France	100.00	100.00	Full	Full
Séché Chile	Las Condes	Chile	100.00	100.00	Full	Full
Séché Développement	Changé	France	100.00	100.00	Full	Full
Séché Eco-Industries	Changé	France	100.00	100.00	Full	Full
Séché Éco-Services	Changé	France	100.00	100.00	Full	Full
Séché Environnement Ouest	Changé	France	100.00	100.00	Full	Full
Séché Holdings	Gauteng	South Africa	100.00	100.00	Full	Full
Séché Health Arequipa [4]	Lima	Peru	100.00	-	Full	-
Séché Healthcare	Changé	France	100.00	100.00	Full	Full
Séché Italia	Milan	Italy	100.00	100.00	Full	Full
Séché South Africa	Claremont	South Africa	83.17	83.17	Full	Full
Séché Spill Tech Holdings [6]	Durban	South Africa	83.17	83.17	Full	Full
Séché Traitement Eaux Industrielles	Changé	France	100.00	100.00	Full	Full
Séché Transports	Changé	France	100.00	100.00	Full	Full

Company name	City	Country	% interest	% interest	Consolidation method	Consolidation method
			12/31/2023	06/30/2024	12/31/2023	06/30/2024
Séché Urgences Interventions	La Guerche-de-Bretagne	France	100.00	100.00	Full	Full
Sem Tredi	Mexico City	Mexico	100.00	100.00	Full	Full
Sénergies	Changé	France	80.00	80.00	Full	Full
Sénerval	Strasbourg	France	99.90	99.90	Full	Full
Metal Treatment Technology	Singapore	Singapore	100.00	100.00	Full	Full
Sogad	Le Passage	France	50.00	50.00	Equity	Equity
Solarca France	Marseille	France	100.00	100.00	Full	Full
Solarca Portugal	Setubal	Portugal	100.00	100.00	Full	Full
Solarca Qatar	Doha	Qatar	49.00	49.00	Full	Full
Solarca	La Selva Del Camp	Spain	100.00	100.00	Full	Full
Solena	Viviez	France	60.00	60.00	Full	Full
Solena Valorisation	Viviez	France	51.00	51.00	Equity	Equity
Soluciones Ambientales Del Norte	Antofagasta	Chile	100.00	100.00	Full	Full
Sotrefi	Etupes	France	100.00	100.00	Full	Full
Sovatrise	Chassieu	France	65.00	65.00	Full	Full
Speichim Processing	Saint-Vulbas	France	100.00	100.00	Full	Full
Spill Tech Holding Chile	Santiago	Chile	100.00	100.00	Full	Full
Spill Tech	Durban	South Africa	83.17	83.17	Full	Full
Spill Tech Specialised Projects	Durban	South Africa	83.17	83.17	Full	Full
Spill Tech Global	Changé	France	100.00	100.00	Full	Full
Spill Tech Group Holding	Durban	South Africa	83.17	83.17	Full	Full
Spill Tech Hire	Durban	South Africa	83.17	83.17	Full	Full
Spill Tech Industrial Cleaning	Congella	South Africa	83.17	83.17	Full	Full
Therm Service Für Kraftwerke	Seevetal	Germany	100.00	100.00	Full	Full
Tredi	Saint-Vulbas	France	100.00	100.00	Full	Full
Triadis Services	Etampes	France	100.00	100.00	Full	Full
Uper Retiers	Changé	France	100.00	100.00	Full	Full
Umwelt Technik Metallrecycling	Lübeck	Germany	100.00	100.00	Full	Full
Valls Quimica	Valls	Spain	100.00	100.00	Full	Full

(1) See Note 3.2.2.1 b
(2) See Note 3.2.2.1 a
(3) See Note 3.2.2.1.d
(4) See Note 3.2.2.1.d
(5) Through a preference share arrangement with Interwaste, all of Petrochemicals' profits and shareholders' equity are attributable to the owners of the parent (83.17% due to the Group's interest in Séché South Africa) for a specified period.
(6) Through a preference share arrangement with Séché Holdings, all dividends paid by Séché Spill Tech Holdings and its subsidiaries, plus 85% of dividends paid by Envirosure Underwriting Managers, are attributable to the owners of the parent without taking into account the 16.83% attributable to non-controlling interests for a specified period.

3.2.4 NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

3.2.4.1 Intangible assets

a. Goodwill

Goodwill by CGU breaks down as follows:

(in thousands of euros)	France	Germany	Spain	Chile	Peru	Southern Africa	Italy	Total
				Gross value				
At December 31, 2023	**328,147**	**3,582**	**12,051**	**9,019**	**28,534**	**17,048**	**63,630**	**462,010**
Change in consolidation scope	-	-	-	-	(172)	572	326	726
Impairment	-	-	-	-	-	-	-	-
Currency translation differences	-	-	-	(417)	(103)	773	-	253
Other	-	-	-	0	(0)	0	-	(0)
At June 30, 2024	**328,147**	**3,582**	**12,051**	**8,601**	**28,259**	**18,394**	**63,956**	**462,989**
				Impairment				
At December 31, 2023	**(20,220)**	**-**	**(5,674)**	**-**	**(893)**	**-**	**-**	**(26,786)**
Change in consolidation scope	-	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
At June 30, 2024	**(20,220)**	**-**	**(5,674)**	**-**	**(893)**	**-**	**-**	**(26,786)**
				Net value				
At December 31, 2023	**307,927**	**3,582**	**6,377**	**9,019**	**27,641**	**17,048**	**63,630**	**435,224**
Change in consolidation scope	-	-	-	-	(172)	572	326	726
Impairment	-	-	-	-	-	-	-	-
Currency translation differences	-	-	-	(417)	(103)	773	-	253
Other	-	-	-	0	(0)	0	-	(0)
At June 30, 2024	**307,927**	**3,582**	**6,377**	**8,601**	**27,366**	**18,394**	**63,956**	**436,203**

The "Change in consolidation scope" line mainly corresponds to provisional goodwill allocated to the Namibian company Rent-A-Drum (see Note 3.2.2.1.a).

Goodwill allocated to Furia and Engineering Services is provisional as of June 30, 2024.

b. Other intangible assets

(in thousands of euros)	Software, patents	Concession intangible assets	Other intangible assets	Total
Gross value				
At December 31, 2023	**23,433**	**63,745**	**52,110**	**139,288**
Acquisitions	2,063	(0)	895	2,958
Disposals	(1,746)	-	-	(1,746)
Change in consolidation scope	20	-	-	20
Currency translation differences	9	(1)	272	280
Change in accounting method	-	-	-	-
Other	784	-	(823)	(39)
At June 30, 2024	**24,563**	**63,743**	**52,454**	**140,761**
Depreciation and impairment				
At December 31, 2023	**(12,752)**	**(37,446)**	**(25,588)**	**(75,786)**
Allocations	(1,752)	(2,303)	(1,152)	(5,207)
Impairment	-	-	-	-
Disposals	1,749	-	-	1,749
Change in consolidation scope	(20)	-	-	(20)
Currency translation differences	(9)	-	(271)	(281)
Other	52	-	(0)	51
At June 30, 2024	**(12,733)**	**(39,749)**	**(27,011)**	**(79,493)**
Net value				
At December 31, 2023	**10,681**	**26,299**	**26,522**	**63,502**
At June 30, 2024	**11,830**	**23,994**	**25,443**	**61,267**

The acquisitions made during the first half of 2024 mainly correspond to IT projects.

3.2.4.2 Property, plant and equipment

(in thousands of euros)	Land	Buildings	Tech. fac.	Transportation equipment	Fixtures & office equipment	Fixed assets under construction	Leases	Total
Gross value								
At December 31, 2023	**52,946**	**253,694**	**547,767**	**62,898**	**131,739**	**68,717**	**142,256**	**1,260,019**
Acquisitions	1,377	745	10,581	663	2,492	15,535	10,923	42,316
Disposals	-	(2,045)	(7,723)	(2,722)	(515)	-	(4,000)	(17,006)
Change in consolidation scope	-	40	437	1,915	1,217	(137)	1,471	4,944
Currency translation differences	483	(165)	480	1,478	283	116	779	3,455
Other	98	4,609	4,191	2,514	3,165	(15,114)	(2,203)	(2,742)
At June 30, 2024	**54,905**	**256,877**	**555,733**	**66,746**	**138,380**	**69,119**	**149,226**	**1,290,986**
Depreciation and impairment								
At December 31, 2023	**(13,786)**	**(181,040)**	**(411,827)**	**(42,793)**	**(95,666)**	**(72)**	**(67,938)**	**(813,121)**
Allocations	(864)	(12,976)	(14,039)	(2,661)	(4,047)	-	(12,209)	(46,797)
Impairment	-	-	-	-	-	-	-	-
Disposals	-	2,045	7,225	1,654	511	-	3,265	14,701
Change in consolidation scope	-	(8)	(108)	(1,246)	(583)	-	(264)	(2,208)
Currency translation differences	(268)	117	(375)	(946)	(189)	-	(294)	(1,954)
Other	21	530	2,250	(1,030)	94	-	2,292	4,157
At June 30, 2024	**(14,897)**	**(191,331)**	**(416,874)**	**(47,022)**	**(99,880)**	**(72)**	**(75,147)**	**(845,222)**
Net value								
At December 31, 2023	**39,160**	**72,654**	**135,940**	**20,105**	**36,073**	**68,646**	**74,319**	**446,897**
At June 30, 2024	**40,008**	**65,546**	**138,859**	**19,724**	**38,501**	**69,047**	**74,079**	**445,764**

The “Change in consolidation scope” lines include the provisional fair value recognition of Rent-A-Drum assets (see Note 3.2.2.1 a) at a net amount of €2.7 million.

Lease agreements break down as follows:

(in thousands of euros)	Land	Buildings	Tech. fac.	Transportation equipment	Fixtures and fittings	Total
Gross value						
At December 31, 2023	**2,658**	**52,545**	**29,914**	**55,768**	**1,371**	**142,256**
Acquisitions	3	3,310	3,346	4,256	7	10,923
Disposals	-	(1,323)	(1,021)	(1,656)	-	(4,000)
Change in consolidation scope	-	493	-	977	-	1,471
Currency translation differences	(4)	357	(47)	455	19	779
Other	(0)	775	(973)	(1,869)	(136)	(2,203)
At June 30, 2024	**2,658**	**56,157**	**31,219**	**57,932**	**1,260**	**149,226**
Depreciation and impairment						
At December 31, 2023	**(1,208)**	**(25,848)**	**(18,349)**	**(21,873)**	**(660)**	**(67,938)**
Allocations	(165)	(3,338)	(3,248)	(5,325)	(133)	(12,209)
Impairment	-	-	-	-	-	-
Disposals	-	797	917	1,551	-	3,265
Change in consolidation scope	-	-	-	(264)	-	(264)
Currency translation differences	0	(197)	17	(104)	(9)	(294)
Other	0	(19)	710	1,465	136	2,292
At June 30, 2024	**(1,373)**	**(28,605)**	**(19,953)**	**(24,550)**	**(665)**	**(75,147)**
Net amounts						
At December 31, 2023	**1,450**	**26,697**	**11,565**	**33,895**	**711**	**74,319**
At June 30, 2024	**1,285**	**27,552**	**11,266**	**33,382**	**595**	**74,079**

The "Change in consolidation scope" lines mainly concern the provisional recognition of leases following the acquisition of Rent-A-Drum (see Note 3.2.2.1 a).

Lease expenses are analyzed in Note 3.2.4.13 a.

3.2.4.3 Investments in associates

Investments in associates at June 30, 2024 correspond, as at December 31, 2023, primarily to the investment in the French company Solena Valorisation for €0.6 million.

The negative shares of other equity interests are reclassified as a deduction from loans and financial receivables in the amount of €4.3 million at June 30, 2024, compared with €2.5 million at December 31, 2023 (see Note 3.2.4.4). In addition, the balance of the negative shares is provisioned in the amount of €0.6 million at June 30, 2024, compared with €2.1 million at December 31, 2023 (see Note 3.2.4.9).

3.2.4.4 Other non-current and current financial assets

(in thousands of euros)	December 31, 2023			June 30, 2024		
	Non-current	Current	Total	Non-current	Current	Total
Equity instruments	**1,636**	**-**	**1,636**	**1,777**	**-**	**1,777**
Deposits and guarantees	*3,211*	*252*	*3,462*	*3,091*	*285*	*3,376*
Loans	*5,697*	*156*	*5,852*	*6,503*	*96*	*6,600*
Concession operating receivables	*36,175*	*2,692*	*38,866*	*39,070*	*2,404*	*41,474*
Loans and financial receivables	**45,082**	**3,099**	**48,181**	**48,664**	**2,785**	**51,449**
Other financial assets	**46,718**	**3,099**	**49,817**	**50,442**	**2,785**	**53,227**

The increase in concession operating receivables was mainly due to the work carried out on the modernization of the energy recovery plant owned by French company Mo'UVE.

3.2.4.5 Working capital requirement items

a. Net change in working capital requirement (WCR)

At June 30, 2024:

(in thousands of euros)	December 31, 2023	WCR	Change in consolidation scope	Currency translation differences	Other	June 30, 2024
Inventories	26,866	3,881	278	94	-	31,118
Trade and other receivables	308,006	(5,789)	712	727	963	304,617
Of which trade receivables	253,655	(13,407)	737	696	39	241,721
Impairment of trade receivables	*(6,810)*	*241*	*(33)*	*(36)*	*1*	*(6,637)*
Other current assets	53,215	(1,261)	97	80	(876)	51,256
Other non-current assets	28,204	(472)	-	-	(336)	27,395
Other assets excluding WCR	*(5,055)*	*(2,190)*	-	*(47)*	*536*	*(6,756)*
Asset items	**411,235**	**(5,831)**	**1,086**	**854**	**287**	**407,631**
Trade payables	195,196	(6,676)	391	371	229	189,511
Other current liabilities	169,580	29,619	768	231	(297)	199,900
Other liabilities excluding WCR	*(30,866)*	*5,945*	-	*(124)*	*102*	*(24,943)*
Liability items	**333,910**	**28,888**	**1,160**	**477**	**33**	**364,468**
Working capital	**77,325**	**(34,719)**	**(73)**	**377**	**254**	**43,163**

At June 30, 2024, the Group made use of a factoring solution, as it did at December 31, 2023 and June 30, 2023 (see Note 3.2.4.5 b).

The increase in “Other current liabilities” is mainly due to the TGAP tax on polluting activities, which will be disbursed in the second half of 2024.

At June 30, 2023:

(in thousands of euros)	December 31, 2022	WCR	Change in consolidation scope	Currency translation differences	Other	June 30, 2023
Inventories	25,556	852	-	(225)	(94)	26,090
Trade and other receivables	245,727	63,419	406	(2,349)	76	307,279
Of which trade receivables	243,770	60,048	409	(2,345)	1,286	303,168
Impairment of trade receivables	*(7,461)*	*(711)*	*(4)*	*25*	*(75)*	*(8,226)*
Other current assets	40,473	10,031	31	2	(733)	49,804
Other non-current assets	32,805	908	-	(35)	(2,555)	31,123
Other assets excluding WCR	*(4,478)*	*280*	*(8)*	*80*	*(25)*	*(4,151)*
Asset items	**340,083**	**75,490**	**429**	**(2,527)**	**(3,331)**	**410,144**
Trade payables	165,086	12,438	164	(1,184)	(2,320)	174,184
Other current liabilities	146,119	53,214	194	(736)	(1,362)	197,428
Other liabilities excluding WCR	*(30,265)*	*4,007*	-	*318*	*(393)*	*(26,334)*
Liability items	**280,939**	**69,659**	**359**	**(1,603)**	**(4,075)**	**345,279**
Working capital	**59,144**	**5,831**	**70**	**(924)**	**744**	**64,865**

The €63.4 million increase in the “trade and other receivables” component of working capital was mainly due to growth in trade receivables driven by the new industrial water business acquired from Veolia and the high business volumes recorded by certain subsidiaries in France and Peru.

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b. Trade and other receivables

Factoring

On June 26, 2024, the Group sold, without recourse, receivables totaling €41.1 million, with accompanying insurance. During the previous half-year, it completed a similar transaction for €34.7 million. Since the sale of some trade receivables was completed before the closing date, the transaction enabled the Group to deconsolidate a net amount of €35.5 million from these receivables at June 30, 2024, compared with €29.1 million at June 30, 2023.

3.2.4.6 Other assets and liabilities

(in thousands of euros)	December 31, 2023			June 30, 2024		
	Non-current	Current	Total	Non-current	Current	Total
Tax receivables	232	34,754	34,986	854	30,824	31,678
Income tax receivables	-	4,678	4,678	-	5,776	5,776
Prepayments given	-	2,168	2,168	-	2,805	2,805
Social security receivables	-	1,362	1,362	-	1,139	1,139
Receivables from fixed asset disposals	-	(0)	(0)	-	(0)	(0)
Other receivables	-	6,417	6,417	0	6,666	6,666
Current accounts receivable	-	3,838	3,838	-	4,045	4,045
Other assets	**232**	**53,215**	**53,447**	**854**	**51,256**	**52,110**

The "Tax receivables" line primarily represents VAT receivables in France.

"Other receivables" mainly consist of insurance payments and subsidies. In addition, the factoring security deposit, corresponding to 5% of the amount of assigned receivables, totaled €2.1 million at June 30, 2024 compared with €2.6 million at December 31, 2023.

Current accounts receivable mainly comprise advances to associates totaling €3.2 million, as at December 31, 2023.

(in thousands of euros)	December 31, 2023			June 30, 2024		
	Non-current	Current	Total	Non-current	Current	Total
Payables on fixed asset acquisitions	7,109	30,369	37,478	6,880	14,827	21,706
Prepayments received	-	4,471	4,471	-	5,900	5,900
Social security payables	-	48,632	48,632	-	50,315	50,315
Tax payables (excluding income tax)	-	63,385	63,385	-	95,411	95,411
Current accounts payable	-	1,996	1,996	-	1,802	1,802
Expenses payable	-	1,549	1,549	-	1,911	1,911
Other payables	-	908	908	154	10,233	10,387
Other equity	19	-	19	19	-	19
Liabilities for renewal of assets under concession arrangements	-	8,815	8,815	-	8,831	8,831
Prepaid income	-	9,458	9,458	-	10,670	10,670
Other liabilities	**7,128**	**169,583**	**176,710**	**7,053**	**199,900**	**206,953**

At June 30, 2024, payables on fixed asset acquisitions relating to acquisition earn-outs amounted to €6.9 million, including Ciclo (€4 million non-current) and ESSAC (€0.7million non-current); the last payment for the acquisition of the Veolia industrial water business was made during the first half of 2024 in the amount of €0.8 million (seeNote 3.2.4.18).

The balance of €14.8 million corresponds mainly to payables on acquisitions of intangible assets and property, plant and equipment, primarily related to investment projects in France.

The €32 million increase in the "Tax payables (excluding income tax)" line is due to the upcoming payment of the first installment of the TGAP tax on polluting activities in the second half of 2024.

The "Other payables" line has risen as a result of the dividends payable to Séché Environnement shareholders scheduled for early July 2024, amounting to €9.4 million (see Note 3.2.4.11 f).

3.2.4.7 Net cash position

(in thousands of euros)	December 31, 2023	June 30, 2024
Cash	*162,138*	*170,954*
Cash equivalents	*77*	*77*
Cash and cash equivalents	**162,215**	**171,031**
Bank overdrafts	**3,097**	**1,818**
Net cash position	**159,118**	**169,213**

At June 30, 2024, as at December 31, 2023, cash equivalents were mainly held by Séché Environnement and corresponded to money market UCITS.

3.2.4.8 Financing and financial risk management

(in thousands of euros)	December 31, 2023	Change	New	Repayments	Change in consolidation scope	Currency translation differences	Other	June 30, 2024
Bank loans	232,656	(0)	37,426	(51,115)	1,238	140	8	220,353
Bonds [1]	421,141	-	-	-	-	-	(793)	420,348
Leases debt	70,727	(1)	10,923	(14,036)	951	493	1,523	70,581
Derivatives	5,487	(0)	-	-	-	-	1,166	6,653
Other financial debt (incl. accrued interest)	61,832	857	-	0	18	1	8	62,716
Factoring debt	9,162	-	5,538	(9,162)	-	-	-	5,538
Short-term bank borrowings	3,097	(1,451)	-	-	165	8	(0)	1,818
Gross debt	**804,103**	**(596)**	**53,887**	**(74,313)**	**2,372**	**643**	**1,912**	**788,007**
Cash and cash equivalents	162,215	8,051	-	-	30	735	(0)	171,031
Net debt	**641,888**	**(8,647)**	**53,887**	**(74,313)**	**2,341**	**(92)**	**1,912**	**616,976**

(1) See Note 3.2.4.8 a

In July 2023, Séché Environnement raised €57.8 million over 8 years under a "Relance" equity loan to finance the investment plan. This loan has a fixed annual interest rate of 4.85%. It is repayable over 4 years after a 4-year grace period. It is presented on the "Other financial debt (incl. accrued interest)" line.

Derivatives impact the "Other" column under "Bonds" and "Derivatives" (see Note 3.2.4.8 c).

a. Maturity of gross debt

(in thousands of euros)	H1 2024	Less than 1 year	1-5 years	More than 5 years
Bank loans [(1)]	220,353	72,299	102,808	45,247
Bonds [(2)]	420,348	-	420,348	-
Leases debt	70,581	22,906	36,927	10,749
Derivatives	6,653	20	6,633	-
Other financial debt (incl. accrued interest)	62,716	4,917	14,445	43,354
Factoring debt	5,538	5,538	-	-
Short-term bank borrowings	1,818	1,818	-	-
Total	**788,007**	**107,498**	**581,160**	**99,349**

(1) Including €30 million of drawdowns on the syndicated credit facility maturing in less than one year.
(2) The information relating to bonds is as follows:

Type of debt *(in thousands of euros)*	**Nominal**	**Maturity**	**Interest rate**	**June 30, 2024 after amortized cost and hedging derivatives**
EUR 2021 bond	300,000	11/15/2028	2.25%	290,744
EUR 2021 bond	50,000	3/26/2029	2.90%	49,730
EUR 2019 bond	60,000	5/22/2026	2.90%	59,940
EUR 2019 bond	20,000	5/24/2027	3.05%	19,934
	430,000			**420,348**

b. Exposure to liquidity risk

The Group's risk management procedures and policy remain unchanged from December 31, 2023. The main risks (liquidity risk, interest rate risk, currency risk, credit risk and counterparty risk) are described respectively in Notes 3.2.4.8.b, 3.2.4.8.d, 3.2.4.8.e and 3.2.4.5.b of the 2023 Universal Registration Document.

c. Derivatives

In connection with the ECO Industrial Environmental Engineering Pte Ltd ("ECO") acquisition, the Group contracted two swaps in June 2024 for amounts of SGD 405 million and SGD 200 million (Singapore dollars) (see Note 3.2.2.2) to hedge against changes in the SGD/EUR exchange rate.

In addition, at December 31, 2023, the Group had:

- in France, two €50 million firm interest rate derivatives (fixed-to-floating swaps), each maturing in November 2028, covering part of the November 2021 €300 million bond issue;
- in Italy, a €6 million swap set up for the Italian subsidiary Mecomer and attached to a floating-rate loan, thus hedging the risk of interest rate fluctuations.

(in thousands of euros)	December 31, 2023			June 30, 2024		
	Non-current	Current	Total	Non-current	Current	Total
Derivatives - assets	439	-	439	434	-	434
Derivatives - liabilities	5,926	-	5,926	7,067	20	7,087

(in thousands of euros)	December 31, 2023		June 30, 2024	
	Nominal	Fair value	Nominal	Fair value
Swaps	106,662	(5,488)	711,071	(6,653)
Total	**106,662**	**(5,488)**	**711,071**	**(6,653)**

At June 30, 2024, the maturity of the cash flow hedging instruments was the following:

(in thousands of euros)	Less than 1 year	1-5 years	More than 5 years	Total
Swaps	605,000	106,071	-	711,071
Total	**605,000**	**106,071**	**-**	**711,071**

Gains and losses recorded in other comprehensive income before deferred tax for the period were non-material. The cumulative amount before deferred tax at June 30, 2024 impacting other comprehensive income is €0.4 million, as at December 31, 2023. The ineffective portion of these hedges, recognized under gross financial borrowing costs at June 30, 2024, is non-material.

No other comprehensive income was recycled and booked in the income statement for the period.

d. Financial debt rating

Following the announcement of the ECO acquisition in June 2024 and its financing by bank debt, the rating agencies tracking Séché Environnement have adjusted their outlook. Standard & Poor's confirmed their BB rating, stating that, while this acquisition was positive for the Group's industrial profile, the impact on the financial profile prompted them to downgrade the outlook from positive to stable. Meanwhile, Fitch has placed the BB rating on Rating Watch Negative (RWN) in view of changes in the financial profile.

The financial ratios are described in Note 3.2.4.8.c of the 2023 Universal Registration Document. The Group does not foresee a risk of non-compliance with its financial ratios in the next 12 months.

e. Other available financing

As of June 30, 2024, the unused amount under the syndicated credit facility was €170 million. €30 million was drawn during the first half of 2024. This facility is intended for the Company's general needs and for acquisitions.

3.2.4.9 Current and non-current provisions

Current and non-current provisions break down as follows:

(in thousands of euros)	December 31, 2023	Allocations	Write-backs used	Write-backs not used	Change in consolidation scope	Other comprehensive income	Currency translation differences	Other	June 30, 2024
Employee benefits[1]	21,558	1,448	(804)	(0)	-	(1,057)	(1)	(31)	21,112
Other non-current provisions [2]	30,681	673	(59)	(569)	-	-	258	735	31,718
NON-CURRENT PROVISIONS	**52,239**	**2,120**	**(863)**	**(570)**	**-**	**(1,057)**	**257**	**704**	**52,831**
Provisions for litigation	(0)	-	-	-	-	-	-	-	(0)
Provisions for other costs[3]	4,499	227	(4)	-	(4)	-	(1)	(1,744)	2,973
CURRENT PROVISIONS	**4,499**	**227**	**(4)**	**-**	**(4)**	**-**	**(1)**	**(1,744)**	**2,973**
TOTAL	**56,738**	**2,348**	**(868)**	**(570)**	**(4)**	**(1,057)**	**256**	**(1,041)**	**55,803**

(1) See Note 3.2.1.3.

(2) The "Other non-current provisions" line breaks down as follows:

- *Provisions for thirty-year monitoring: €20.4 million at June 30, 2024 compared with €19.4 million at December 31, 2023, including €0.3 million in additional allocations and €0.5 million in discounting.*
- *Provisions for other risks: €9.9 million at June 30, 2024 compared with €9.5 million at December 31, 2023, mainly comprising provisions totaling €8 million for non-recovery of major maintenance and repair expenses, €0.7 million for paid leave allowance contingencies (see Note 3.2.1.3) and €0.6 million for the negative share of investments in associates (see Note 3.2.4.3).*
- *Provisions for employee disputes: €1.2 million at June 30, 2024, compared with €1.5 million at December 31, 2023.*

(3) Mainly includes commercial disputes, mostly in France.

3.2.4.10 Off-balance sheet commitments

(in thousands of euros)	December 31, 2023	June 30, 2024
Commitments given in the ordinary course of business	231,165	233,355
Commitments given in connection with Group debt	38,144	36,017
Commitments given	**269,309**	**269,372**
Commitments received	-	-
Off-balance sheet commitments	**269,309**	**269,372**

a. Off-balance sheet commitments arising from normal operations

(in thousands of euros)	December 31, 2023	June 30, 2024
Financial guarantees [1]	112,044	118,247
Guarantees and bonds (given)	88,691	83,358
Lease commitments on contracts not restated for IFRS 16	25,773	31,000
Other commitments arising from normal operations	4,658	750
Commitments given in the ordinary course of business	**231,165**	**233,355**

(1) Surety bonds pledged to a financial institution on the setting up of guarantees granted by it under the Ministerial Order of February 1, 1996. The increase is in France.

b. Off-balance sheet commitments given or received in connection with Group debt

(in thousands of euros)	December 31, 2023	June 30, 2024
Sureties and letters of intent - Other liabilities	30,823	29,518
Property, plant and equipment and intangible assets pledged as guarantees and collateral	7,321	6,499
Commitments given in connection with Group debt	**38,144**	**36,017**

As part of its asset financing operations, the Company signed commitments not to sell the shares it holds in Sénergies and Séché Éco-Industries.

All the off-balance sheet commitments shown above cover liabilities recorded in the balance sheet.

In connection with its public service concession contracts, Séché Environnement issues a performance guarantee to the contracting authorities.

c. Other off-balance sheet commitments

This breakdown of the Group's off-balance sheet commitments includes all material off-balance sheet commitments in line with current accounting standards.

3.2.4.11 Shareholders' equity

a. Breakdown of share capital

The share capital of Séché Environnement is composed of 7,857,732 shares with a par value of €0.20 each, fully paid up as of June 30, 2024 and December 31, 2023.

The number of shares with a double voting right at June 30, 2024 was 4,689,360, compared with 4,689,144 at December 31, 2023.

b. Additional paid-in capital

Additional paid-in capital is made up exclusively of additional paid-in capital from the different capital increases, net of charges.

c. Translation reserve

The translation reserve increased by €2.1 million, as a result of a €0.6 million reduction resulting from the conversion of equity of subsidiaries outside the eurozone and a €2.7 million increase reflecting the impact of changes in net investments (see Note 3.1.3).

The main exchange rates used (euro/foreign currency) for the translation of balance sheet items (closing rate) and income statement items (average rate) are the following:

For 1 euro	ZAR	PEN	CLP
2023.06			
Average rate	19.69	4.06	870.76
2023.12			
Average rate	19.96	4.05	907.95
Closing rate	20.35	4.09	968.38
2024.06			
Average rate	20.25	4.06	1016.84
Closing rate	19.50	4.10	1015.36

d. Treasury shares

At June 30, 2024, the total number of treasury shares held by Séché Environnement was 88,877, representing 1.13% of the Company's capital.

At December 31, 2023, this figure was 53,975, representing 0.69% of the Company's capital.

e. Earnings per share

The earnings per share amount presented at the bottom of the income statement corresponds to the ratio between earnings attributable to shareholders of the parent and the weighted average number of shares comprising the parent's share capital outstanding during the period, i.e. €1.02.

The Group has no dilutive instruments, so diluted EPS is equal to basic EPS.

f. Dividends

During the first half of 2024, Séché Environnement's Annual General Meeting approved a dividend payment of €9,429,278.40 in respect of 2023 earnings, representing a dividend of €1.20 per share. Payment was made in July 2024.

3.2.4.12 Income from ordinary activities

Changes in consolidation scope are explained in Note 3.2.1.5.

a. Breakdown of revenue by type

(in thousands of euros)	06/30/2023	06/30/2024
Services	233,371	231,138
Circular economy and decarbonization	155,617	171,135
Hazard management	102,589	102,825
Contributed revenue	**491,577**	**505,098**
IFRIC 12 revenue	*9,017*	*4,024*
TGAP revenue	*29,543*	*31,345*
Total revenue	**530,137**	**540,466**
Other business income	751	726
Income from ordinary activities	**530,887**	**541,192**

he company Mo'UVE holds the public service concession granted by the Sirtomad waste treatment joint venture in Montauban for a period of 20 years (2021-2040). The financial fee received by the company for construction work was recognized on a percentage-of-completion basis in accordance with the IFRIC 12 interpretation, in the amount of €4 million.

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b. Breakdown of contributed revenue by type of waste

(in thousands of euros)	06/30/2023	06/30/2024
Hazardous waste treatment	323,140	344,692
Non-hazardous waste treatment	168,437	160,406
Contributed revenue	**491,577**	**505,098**

c. Breakdown of contributed revenue by geographic region

(in thousands of euros)	06/30/2023	06/30/2024
France (1)	365,848	354,117
Europe (outside France)	50,247	80,862
South America	21,955	19,271
Southern Africa	49,258	44,148
Rest of the world	4,269	6,701
Contributed revenue	**491,577**	**505,098**

(1) IFRIC 12 non-contributed revenue and the TGAP tax on polluting activities are generated exclusively in France.

d. Contract assets and liabilities

Under IFRS 15, the amounts of contract assets and liabilities included in “Other current assets” and “Other current liabilities” in the consolidated statement of financial position must be detailed.

(in thousands of euros)	December 31, 2023	June 30, 2024
Contract assets	88,553	92,416
Contract liabilities	9,458	10,670

3.2.4.13 EBITDA

a. External expenses

(in thousands of euros)	06/30/2023	06/30/2024
Subcontracting	(114,217)	(111,902)
Lease expenses	(13,417)	(16,198)
Maintenance and repairs	(21,970)	(25,004)
Insurance	(7,675)	(7,644)
Other external expenses	(32,883)	(36,144)
External expenses	**(190,162)**	**(196,891)**

he increase in external expenses is the result of acquisitions made during the second half of 2023 (see Note 3.2.1.5) and the slowdown in business growth.

Lease expenses break down as follows:

(in thousands of euros)	06/30/2023	06/30/2024
Depreciation of right-of-use assets [1]	*(10,151)*	*(12,209)*
Interest on lease liabilities	*(1,487)*	*(2,050)*
Expenses on lease payments restated under IFRS 16	**(11,638)**	**(14,260)**
Variable, short-term and/or low value lease payments	*(12,841)*	*(15,500)*
Lease payments recorded as external expenses	**(12,841)**	**(15,500)**
Total	**(24,479)**	**(29,759)**

(1) See Note 3.2.4.2.

b. Taxes and duties

(in thousands of euros)	06/30/2023	06/30/2024
Tax, duties and related payments	(8,311)	(4,077)
TGAP	(31,713)	(33,301)
Property ownership tax	(1,476)	(1,608)
Other	(792)	(992)
Taxes and duties	**(42,292)**	**(39,978)**

The H1 2023 “Tax, duties and related payments” line includes €4.2 million of tax on sub-marginal revenue from electricity production. The equivalent tax payment for the first half of 2024 was non-material due to the reduction in the sale price of energy.

The €1.6 million increase in the “TGAP” tax on polluting activities item is mainly due to the increase in tax rates versus the previous period.

c. Payroll expenses

(in thousands of euros)	06/30/2023	06/30/2024
Wages and salaries (including social security expenses)	(120,346)	(136,343)
Profit-sharing and incentive schemes	(2,708)	(2,301)
Contributions towards end-of career payments	-	-
Payroll expenses	**(123,055)**	**(138,644)**

The increase in payroll expenses is mainly due to acquisitions made during the second half of 2023 (see Note 3.2.1.5).

3.2.4.14 Current operating income (loss)

a. Operating income and expenses

(in thousands of euros)	06/30/2023	06/30/2024
Losses on bad debts	(166)	(152)
Other	(468)	(1,076)
Operating expenses	**(633)**	**(1,228)**
Operating income	**19**	**42**
Other operating items	**(614)**	**(1,186)**

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b. Net allocations to depreciation, provisions and impairment

(in thousands of euros)	06/30/2023	06/30/2024
Amortization of intangible assets	(5,121)	(5,207)
Depreciation of property, plant and equipment	(31,844)	(34,587)
Depreciation of right-of-use assets	(10,151)	(12,209)
Depreciation of deferred expenses	-	-
Net allocations to depreciation/amortization	**(47,116)**	**(52,004)**
Net impairment of fixed assets	0	-
Net impairment of inventories, trade receivables and other assets	(872)	218
Net change in current and non-current provisions	(2,940)	(770)
Net allocations to provisions and impairment	**(3,811)**	**(552)**
Depreciation, impairment and provisions	**(50,928)**	**(52,556)**

The “Net change in current and non-current provisions” is explained in Note 3.2.4.9.

3.2.4.15 Operating income (loss)

(in thousands of euros)	06/30/2023	06/30/2024
Intangible assets	3	3
Property, plant and equipment	1,075	394
Consolidated securities	5	(7)
Non-consolidated securities	-	-
Income on disposal of fixed assets	**1,083**	**390**
Impairment	-	-
Business combination effects	(585)	(1,327)
Other	**(366)**	**(437)**
Other non-current items	**133**	**(1,373)**

At June 30, 2024, the effects of business combinations corresponded mainly to amounts incurred in connection with the acquisition of Singapore-based ECO Industrial Environmental Engineering Pte Ltd (“ECO”) on July 18, 2024 (see Note 3.2.2.2).

3.2.4.16 Net financial income (loss)

a. Breakdown of other financial income and expenses

(in thousands of euros)	06/30/2023	06/30/2024
Income from cash and cash equivalents	**705**	**2,094**
Interest expenses on borrowings [1]	(10,374)	(14,217)
Income from derivatives [2]	(761)	(1,274)
Cost of gross financial debt	**(11,135)**	**(15,491)**
Cost of net financial debt	**(10,431)**	**(13,397)**

(1) Including an interest expense of €8.4 million incurred by Séché Environnement (compared with €6.3 million in H1 2023).
(2) See Note 3.2.4.8 c.

b. Breakdown of other financial income and expenses

(in thousands of euros)	06/30/2023	06/30/2024
Net income on sales of financial fixed assets	-	(3)
Accretion of 30-year provisions [1]	(326)	(472)
Fair value of equity instruments	-	(38)
Other net impairment losses and provisions	0	(0)
Foreign exchange gain (loss)	(108)	(14)
Other [2]	(496)	(489)
Other financial income and expenses	**(930)**	**(1,015)**

(1) See Note 3.2.4.9.
(2) These are mainly fees related to the setting up of the confirmed syndicated credit facility.

3.2.4.17 Taxes

The net tax expense for the period breaks down as follows:

- a tax expense of €3.8 million for French subsidiaries (€6.8 million in June 2023), mainly linked to the Séché Environnement SA integrated tax group comprising 25 subsidiaries;
- a €0.8 million tax expense for the international subsidiaries (€2.1 million in H1 2023).

In the first half of 2024, the tax loss carry-forwards recognized at December 31, 2023 were not adjusted (see Note 3.2.1.3).

The Group's effective tax rate is as follows:

(in thousands of euros)	06/30/2023	06/30/2024
Net income for the period	23,949	8,659
Share of net income (loss) of associates	(1,207)	(475)
Income tax	(8,957)	(4,656)
Profit before tax and earnings of associates	34,112	13,790
Effective tax rate	**26.3%**	**33.8%**

3.2.4.18 Additional notes to the consolidated statement of cash flows

a. Other income and expenses

Other non-cash income and expenses in H1 2024 amounted to €2.2 million, due mainly to the following impacts:

- acquisition expenses for acquired and unacquired targets (€1.3 million);
- discounting of liabilities (€0.5 million).

b. Takeovers of subsidiaries net of cash and cash equivalents

The €1.1 million cash outflow in H1 2024 mainly corresponds to the last payments for the acquisitions of the Veolia industrial water business (see Note 3.2.4.6) and Furia (Italy).

c. Acquisitions/disposals of non-controlling interests (without loss/gain of control)

The €1.4 million cash outflow in H1 2024 mainly corresponds to payments incurred in connection with the "ECO" acquisition (see Note 3.2.2.2) and the acquisition of additional shares in the South African subsidiaries Interwaste On-site and Platinum Waste Resources (see Note 3.2.2.1 b).

3.2.4.19 Disputes and contingent liabilities

The Group's companies are occasionally parties to disputes in connection with their activities. The related risks were assessed by Séché Environnement and the subsidiaries concerned based on their knowledge of the issues and were subject, if warranted, to appropriate provisions. The Group believes that the provisions recognized on the balance sheet for these known or ongoing disputes on the closing date are of an amount that would not impact the consolidated financial position in a material manner in the event of an unfavorable outcome.

- Ongoing tax audits for which a proposed adjustment has been received:
  - None.
- Ongoing tax audits for which no proposed adjustment has been received:
  - Senerval (France): an accounting audit of all tax returns relating to the years 2018 to 2020 was completed in 2023. A VAT reassessment of €4.1 million is currently under discussion with the tax authorities. In view of the collection notice received during the first half of 2024 for an amount of €1.5 million, the contracting authority will be re-invoiced accordingly under the terms of the public service concession contract.

As far as the Company is aware, there are no other government, legal or arbitration proceedings, whether pending or threatened, that are likely to have or, during the last six months, have had a material impact on the financial position or earnings of the Company and/or the Group.

3.2.4.20 Related-party transactions

The Group's related parties are its non-consolidated subsidiaries, associates and Groupe Séché SAS and its subsidiaries.

There were no changes in the nature of the Group's transactions with related parties in the first half of 2024 compared with December 31, 2023. These transactions are explained in Note 3.2.4.24 "Related-party transactions" of the 2023 Universal Registration Document. As this is an interim statement, information on corporate officers and related companies is not presented herein.

3.2.4.21 Post-balance sheet events

a. Acquisition of a controlling interest in ECO Industrial Environmental Engineering

On July 18, 2024, Séché Holdings (SG) acquired 100% of the shares of ECO Industrial Environmental Engineering Pte Ltd ("ECO"), the leader in the Singapore hazardous industrial waste market, for a purchase price of SGD 608 million.

The company will be fully consolidated in the second half of 2024 along with its two subsidiaries:

- ECO Special Waste Management, a wholly-owned operating company;
- ECO Norit Activated Carbon, 65% owned.

ECO also holds a stake in a joint venture called ECO Mastermelt, which will be consolidated using the equity method.

Financing was secured through a bank credit facility supplemented by a drawdown on the syndicated credit facility.

In 2023, the company generated revenue of around SGD 96 million[1] and adjusted EBE[2] of around SGD 41 million.

b. Other post-balance sheet events

At the time of writing, the Group was not aware of any other post-balance sheet events likely to have a material impact on its assets and liabilities, financial position or operating earnings.

1 *For information purposes, the current exchange rate is approximately EUR 1 = SGD 1.45.*
2 *Based on 2023 EBE figures of SGD 37.4 million + non-consolidated EBE of SGD 3.9 million from the joint venture.*

STATUTORY AUDITORS' REPORT ON ***THE FINANCIAL INFORMATION FOR THE FIRST HALF OF 2024***

4.1 STATUTORY AUDITORS' REPORT ON THE FINANCIAL INFORMATION FOR THE FIRST HALF OF 2024

Séché Environnement

Société Anonyme (French limited company)

RCS Laval - 306 917 535

For the period from January 1st, 2024, to June 30th, 2024

To the Shareholders,

In compliance with the assignment entrusted to us by your General Meeting, and in accordance with the requirements of article L.451-1-2 III of the French Monetary and Financial Code ("*Code monétaire et financier*"), we hereby report to you on:

- the review of the accompanying condensed half-yearly consolidated financial statements of Séché Environnement, for the period from January 1st, 2024 to June 30th 2024;
- the verification of the information presented in the half-yearly management report.

This condensed half-yearly consolidated financial statements are the responsibility of the Board of Directors. Our role is to express a conclusion on these financial statements based on our review.

Conclusion on the financial statements

We conducted our review in accordance with professional standards applicable in France. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with professional standards applicable in France and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed half-yearly consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34 - standard of the IFRSs as adopted by the European Union applicable to interim financial information.

Specific verification

We have also verified the information presented in the half-yearly management report on the condensed half-yearly consolidated financial statements subject to our review. We have no matters to report as to its fair presentation and consistency with the condensed half-yearly consolidated financial statements.

The Statutory Auditors

Nantes and Saint-Herblain, September 4, 2024

Forvis Mazars	**RSM Ouest**
Julien MAULAVE *Partner*	Céline BRAUD *Partner*

ADDITIONAL INFORMATIONS

5.1 CERTIFICATION BY THE PERSON RESPONSIBLE FOR THE INTERIM FINANCIAL REPORT

"I hereby certify that, to the best of my knowledge, the consolidated financial statements for the six months ended 30 June 2024 have been prepared in accordance with the applicable accounting standards and give a true and fair view of the assets, liabilities, financial position and results of the Company and all the companies included in the consolidation, and that the attached interim management report presents a true and fair view of the significant events that occurred during the first six months of the financial year, their impact on the financial statements, the main related party transactions and a description of the main risks and uncertainties for the remaining six months of the financial year."

Changé, September 4, 2024

Chief Executive Officer

Maxime Séché

Séché Environnement

A Société Anonyme (French limited company) with share capital of €1,571,546.40 –
registered in the Laval Trade and Companies Register under number B 306 917 535
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