



Continuation of the observation period 2017 Half-Yearly Results

Ormes, 14 December 2017

The Supervisory Board met on 14 December 2017 and approved the Group's financial statements for the first half of 2017.

In € million	1 st Semester 2017	1 st Semester 2016
Revenue	13.0	14.2
Other operating income	2.3	1.7
Consumed purchases	(7.2)	(6.9)
Personnel expenditure	(4.6)	(5.0)
Other operating expenditure	(2.8)	(3.1)
Taxes and duties	(0.2)	(0.5)
Depreciation, amortis. and provisions	(1.5)	(1.7)
Operating income	(1.0)	(1.4)
Financial income (loss)	(0.1)	(0.3)
Ordinary pre-tax income (loss)	(1.1)	(1.70)
Extraordinary income	0.00	0.1
Income tax	(0.20)	(0.46)
Minority interests	-	-
Net income, group share	(1.3)	(2.03)

Note: the financial statements submitted will not be audited by the statutory auditors and will be approved as part of the continuing activity.

Continuation of the observation period

The declaration of cessation of payment regularized by the company Vergnet SA and the decision of the Commercial Court of Orléans to open a procedure of judicial reorganization by judgment dated August 30, 2017 had resulted in the postponement of the communication of the results of the first half 2017.

Since then, the company has pursued the process of finding a buyer as part of the supervision period of the judicial redress.

Several offers in judicial transfer plan and an offer in continuation plan carried by a consortium led by Arum International were received by the insolvency administrator on October 9, 2017, this offer including the following key elements:

- a management team around Mr. Patrick Werner,
- a new shareholder structure grouping Arum International, GEM Capital NY, Krief Group, Sun PR and Luxembourg Utilities, and planned partnerships with Enertime, Bracknor Capital and Gulfstream Capital,
- terms of discharge of Vergnet SA's liabilities proposed to creditors, including the immediate conversion of capital claims or the full repayment of the debt in ten annual progressive installments, and

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- continuation of projects in progress or likely to be concluded, including a project in Guadeloupe for € 14 million, a project in Antigua for \$ 11.7 million (first phase), a project in Angola for an amount of € 41m, a project in Nigeria for € 35m, a project in Ethiopia for € 36m, and a project in Chad for € 5m.

The Tribunal extended the bid improvement periods twice and decided at the hearing on 29 November 2017 to reject the two offers for sale and to extend the observation period to allow Arum International finalization, in the coming weeks, of his project in continuation plan.

The next hearing is scheduled for 24 January 2018.

The consortium has made available to Vergnet SA €1.5m to finance the continuation of the observation period.

In addition, this step allows the communication of half-yearly results as of June 30, 2017.

In this context, the trading of shares of Vergnet SA remains suspended.

Consolidated financial statements available on the company's website
<http://vergnet.com/investors>

About Vergnet SA

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

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

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

Contacts

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