HALF-YEAR FINANCIAL REPORT AT 30 JUNE 2011

Management report for the first half year

Management report for the first half

The VINCI Group performed well overall in the first half of 2011, bolstering the 2011 revenue growth and earnings objectives it announced when publishing its 2010 annual results last March.

VINCI's **revenue** was €17.3 billion, up 17.3%. This increase reflects the strong organic growth in the contracting businesses, the robustness of the motorway concessions and the positive impact on a full-year basis of the acquisitions made in 2010.

In concessions, the positive trends in traffic and toll receipts at VINCI Autoroutes and growth in the other concessions, particularly VINCI Airports, generated a 5.2% increase in revenue. Furthermore, the first half of 2011 was marked by the signature and coming into force in June of the concession contract for the South Europe Atlantic (LGV SEA) high-speed rail line between Tours and Bordeaux.

In Contracting, (Energy business line, Eurovia, and VINCI Construction), the recovery in growth seen since the second half of 2010 continued. On a comparable structure basis, revenue for these three business lines rose 9.5% in the first half of 2011. Orders taken in the period, which included almost €4.2 billion in respect of the LGV SEA contract, were up overall by almost 26% on a comparable structure basis. At 30 June 2011, the order book had reached a record level, standing at €30 billion. This was an increase of 12% over 12 months and of 16% since the beginning of the year, reinforcing the Group's good visibility over its operations for the coming semesters.

Cash flows from operations before tax and financing costs (EBITDA) increased 10.5% to €2.3 billion and represented 13.5% of revenue. The continued improvement in VINCI Autoroutes' ratio of cash flow from operations before tax and financing costs to revenue should be noted (68.3% in the first half of 2011 against 67.6% in the first half of 2010).

Operating profit from ordinary activities was up 15.3% at nearly €1.6 billion, a 9.1% margin. In contracting, operating profit from ordinary activities to revenue improved slightly, to 3.7% in the first half of 2011 (3.3% in the first half of 2010).

Net profit attributable to owners of the parent increased 15.7% to €814 million and **earnings per share** by 10.4%.

Consolidated net financial debt stood at €14.6 billion. The €1.5 billion increase since 31 December 2010 reflects, in addition to the seasonal change in operating cash flows, the increase in investments by motorway concession operators, the all-cash payment of the final 2010 dividend and share buybacks.

The finalisation of the financing of the LGV SEA project, the largest for a concession project ever completed in Europe, and the setting up of new medium-term bank credit facilities by VINCI and Cofiroute for €4.5 billion, illustrate the Group's good access to sources of finance suited to its activities and continued growth. At 30 June 2011, VINCI thus had increased liquidity, at €10.1 billion, including €3.4 billion net cash. The Group's investment grade credit rating has been confirmed by the rating agencies (S&P: BBB+; Moody's: Baa1; outlook stable).

1. Key events in the period

1.1. Main acquisitions/New contracts

Tours-Bordeaux high-speed rail line

On 16 June 2011, the concession contract for the future South Europe Atlantic (LGV SEA) high-speed line between Tours and Bordeaux was signed by the concession operating company (LISEA) and Réseau Ferré de France (RFF). Entry into force of the contract was confirmed on 30 June 2011 upon the official publication of the corresponding decree in the *Journal Officiel*.

The shareholders in LISEA are VINCI Concessions and VINCI SA (33.4%), CDC Infrastructure Groupe Caisse des Dépôts (25.4%), the Meridiam infrastructure fund (22%) and "infrastructure" investment funds managed by AXA Private Equity (19.2%).

The 50-year contract represents a total investment of €7.8 billion and covers the financing, design, construction, operation and maintenance of the Tours—Bordeaux high-speed rail line, which is 302 km long with 38 km of connecting lines.

The concession operator LISEA is project owner for the design and works which will be undertaken by the COSEA consortium, headed by VINCI Construction and also including Eurovia, VINCI's Energy business line, in association with BEC, NGE, TSO, Ineo, INEXIA, Arcadis and Egis Rail. The total infrastructure construction cost is €6.2 billion, of which €4.2 billion to be carried out by VINCI Group companies. The contractual completion time for the works is 73 months. Work will commence in the first half of 2012.

Operation and maintenance of the line will be carried out by MESEA, owned by VINCI Concessions (70%) and INEXIA (30%).

The concession operator LISEA will be remunerated by fees linked to the traffic volumes, paid by enterprises operating the high-speed trains that will use the new line.

1.2. Financing activities

Signature of a new €4 billion syndicated credit line

In June, VINCI agreed a new, multi-currency, €4 billion, 5-year syndicated credit line, with two one-year extension options, with 23 banks. This facility is intended to finance general Group needs and replaces several existing, undrawn credit lines expiring in 2012 for a total amount of €3,685 million.

Cofiroute also agreed a €500 million, 5-year bank credit facility at the end of February, intended to partially renew the existing €1 billion facility that expires in October 2011.

2. Revenue

VINCI's consolidated revenue in the first half of 2011 was €17.3 billion [(1)], up 17.3% against the same period in 2010.
This increase reflects robust growth in operations on a comparable structure basis (+8.6%), together with the positive impact (+8.6%) of the acquisitions made in 2010 (Cegelec and Faceo in the Energy business line and Tarmac at Eurovia).

The second quarter saw strong revenue growth (+7.9%) on a comparable structure basis, both in France (9.8%) and international markets (4.7%), confirming the good trends seen over the last three quarters, particularly in Contracting.

In **Concessions**, business rose 5.2% over the first six months of the year (5.1% on a comparable structure basis), despite a slight easing of growth in the second quarter, in particular at VINCI Autoroutes.
In **Contracting** (Energy business line, Eurovia, and VINCI Construction), half-year revenue was up 19.9% on an actual basis and 9.5% on a comparable basis, standing at €14.8 billion. The second quarter change remained positive, at +8.2% on a comparable basis.

In France, revenue was up 17.8% on an actual basis compared with the first half of 2010, standing at €11.1 billion (up 9.9% on a comparable structure basis).
Outside France, revenue was up 16.4% on an actual basis, at €6.2 billion (up 6.4% on a constant consolidation and exchange rate basis). Revenue generated outside France represented 36% of the total (41% in Contracting).

The order book at 30 June 2011 stood at a record level of €30 billion, up 16% since the beginning of the year and 12% over twelve months. It includes the contract for the South Europe Atlantic high-speed rail line between Tours and Bordeaux (LGV SEA), signed with Réseau Ferré de France (RFF) on 16 June. The total value of work to be carried out by Group companies is almost €4.2 billion.

Revenue by entity

	1st half	1st half	Change 2011 against 2010	
(in € millions)	2011	2010 restated (*)	Actual	Comparable
Concessions	2,512	2,388	5.2%	5.1%
VINCI Autoroutes	2,054	1,972	4.2%	4.2%
VINCI Concessions	458	416	10.2%	9.4%
Contracting	14,792	12,339	19.9%	9.5%
Energy	4,106	2,870	43.1%	5.6%
Eurovia	3,820	3,360	13.7%	10.4%
VINCI Construction	6,866	6,108	12.4%	11.4%
VINCI Immobilier	280	235	19.1%	18.7%
Internal eliminations	(262)	(191)	-	-
Total excluding concession subsidiaries' works revenue (IFRIC 12)	**17,323**	**14,771**	**17.3%**	**8.6%**
Concession subsidiaries' works revenue	530	387	37.0%	37.1%
Internal eliminations	(160)	(118)	-	-
Concession subsidiaries' revenue derived from works carried out by non-Group companies	**370**	**269**	**37.4%**	**37.5%**
Total consolidated revenue	**17,692**	**15,040**	**17.6%**	**9.1%**

(*) First half of 2010: data restated in accordance with change of method IAS 31 Equity-accounting of jointly controlled entities

[(1)] In accordance with IFRIC 12, VINCI's total revenue including construction works awarded by its concessions subsidiaries to non-Group companies, was €17.7 billion in the first half of 2011, up 17.6% against the first half of 2010.

Concessions: €2,512 million (+5.2% actual; +5.1% on a comparable structure basis)

VINCI Autoroutes (ASF, Escota, Cofiroute, Arcour): 2011 first-half revenue amounted to €2,054 million, up 4.2%. Traffic on a stable network basis increased 0.9% during the half year (light vehicles: +0.7%; heavy vehicles: +2.2%), to which should be added the positive impacts of price effects (+2.8%) and new sections (+0.5% – mainly the second section of the A86 Duplex, which was opened to traffic in January).

In the second quarter of 2011, toll revenue increased 2.7%, despite a slight decline (of 0.9%) in traffic on a stable network basis (light vehicles: –1.2%; heavy vehicles: +0.8%) due to unfavourable calendar effects, and, for light vehicles, the increase in fuel prices.

VINCI Park: revenue rose 4.2% to €301 million (+2.7% on a comparable structure basis). In France, revenue increased 2.6%. Outside France, business grew 8.4%, benefitting from the consolidation of Meteor Parking in the United Kingdom.

Other concessions generated revenue of €157 million in the first half of 2011, up 23.7% as a result of strong growth in airport sector business (Cambodia, and operation of Nantes Atlantique airport since 1 January 2011).

Contracting: €14,792 million (+19.9% actual; +9.5% on a comparable structure basis)

Energy business line: €4,106 million (+43.1% actual; +5.6% on a comparable structure basis)

In France, first-half revenue amounted to €2,623 million, up 42.5% on an actual basis (up 6.4% on a constant consolidation scope basis). The upturn observed in previous months was confirmed in the second quarter, with 7.4% growth on a constant consolidation basis. This business line is benefiting from the momentum in the energy and telecommunication infrastructure markets and a return to growth in the industrial sector. Facilities management business also increased.

Outside France, revenue for the period was €1,484 million, up 44.1% on an actual basis (4.2% on a comparable structure basis). The Energy business line's subsidiaries, in particular in Germany, Benelux and Central Europe, have reported good performances, which were partially offset by the impact of restructuring at some of Cegelec's foreign operations. Business in the second quarter increased 2.8% on a constant consolidation scope and exchange rate basis.

The order book at 30 June 2011 stood at €6.8 billion, with Faceo contributing €0.7 billion and the South Europe Atlantic high-speed rail line €0.2 billion. Up 7.5% since the beginning of the year, and up 18% over 12 months, the order book represents nearly 10 months of average activity for this business line.

Eurovia: €3,820 million (+13.7% actual; +10.4% on a comparable structure basis)

In France, first-half revenue amounted to €2,366 million, up strongly on both an actual basis (+13.6%) and a constant consolidation scope basis (+12.6%). Following a very good first quarter, which benefitted from mild weather conditions and a favourable comparison basis, business continued to hold up well in the second quarter, with 6.4% growth on a comparable structure basis. The large number of public rail transport projects under way offset the sluggishness in the business line's traditional road markets.

Outside France, revenue was €1,454 million, up 13.8% on an actual basis and 7.1% on a constant consolidation scope and exchange rate basis. As in France, growth remained brisk in the second quarter (+6.1% excluding exchange rate fluctuations and changes in consolidation scope). The situation varied, however, from one country to the next with strong growth in Poland, Germany and Slovakia but a decline in the United Kingdom, the Czech Republic and the United States.

Eurovia's order book at 30 June 2011, including a total of nearly €0.7 billion for the South Europe Atlantic high-speed rail line, stood at €5.8 billion, up nearly 13% since the beginning of the year, but down 6% over a twelve-month period. It represented almost nine months of average activity for this business line.

Construction: €6,866 million (+12.4% actual; +11.4% on a comparable structure basis).

In France, revenue for the period amounted to €3,714 million, up 16.3% with strong growth again in the second quarter (up 16.5% on a constant consolidation scope basis). The Building business was driven by an upturn in the non-residential private sector, particularly offices and hotels, as well as continued momentum in the housing market. Civil engineering and earthworks business also improved with the ramp-up of major projects such as the A89 motorway and Lyons metro tunnels, the Bacalan bridge in Bordeaux, etc.

Outside France, revenue amounted to €3,152 million (+8.1% on an actual basis and +7.2% on a comparable structure basis). Business in the second quarter increased 4.7% on a comparable structure basis. Entrepose Contracting and VINCI Construction Grands Projets were unfavourably affected by the political crises in North Africa and the economic crisis in Greece, leading to an adjustment in the order book. Soletanche Freyssinet and Sogea Satom, on the other hand, continued to record a sound performance and there was an improvement in the United Kingdom.

VINCI Construction's order book at 30 June 2011 stood at €17.4 billion, including €3.2 billion in respect of the South Europe Atlantic high-speed rail line. It increased more than 20% since the beginning of the year (+17% over 12 months) and represented 15 months of average business activity for the business line.

3. Results

Operating profit from ordinary activities for the first half of 2011 was €1,569 million, up 15.3% against the first half of 2010, and representing 9.1% of revenue (9.2% in the same period in 2010).

Operating profit from ordinary activities by entity

(in € millions)	1st half 2011	*% revenue (*)*	1st half 2010 restated (**)	*% revenue (*)*	Change 2011 /2010
Concessions	1,004	*40.0%*	927	*38.8%*	8.3%
VINCI Autoroutes	893	*43.5%*	839	*42.6%*	6.4%
VINCI Concessions	111	*24.2%*	87	*21.0%*	27.4%
Contracting	542	*3.7%*	405	*3.3%*	34.0%
Energy	223	*5.4%*	149	*5.2%*	49.5%
Eurovia	36	*0.9%*	(2)	*-0.1%*	NS
VINCI Construction	283	*4.1%*	258	*4.2%*	9.9%
VINCI Immobilier	15	*5.5%*	29	*12.3%*	-47.0%
Holding companies	8		0		-
Operating profit from ordinary activities	**1,569**	***9.1%***	**1,360**	***9.2%***	**15.3%**
Share-based payment expense (IFRS 2)	(41)		(21)		-
Goodwill impairment expense	-		-		-
Profit/(loss) of equity-accounted companies	26		50		-
Operating profit	**1,554**	***9.0%***	**1,389**	***9.4%***	**11.9%**

(*) Excluding concession subsidiaries' revenue derived from works carried out by non-Group companies (in application of IFRIC 12).
(**) First half of 2010: data restated in accordance with change of method IAS 31 Equity-accounting of jointly controlled entities

Note: operating profit from ordinary activities is defined as operating profit before the effects of share-based payments (IFRS 2), goodwill impairment losses and the share of profit or loss of equity-accounted companies.

Operating profit from ordinary activities in the **Concessions** business was €1,004 million, against €927 million in the first half of 2010, an 8.3% increase.

VINCI Autoroutes' operating profit from ordinary activities increased by 6.4% to €893 million, the result of increased toll revenue and good control over operating expenses, in particular those incurred in keeping roads usable in winter, which has allowed the increase in amortisation and depreciation expenses following the full opening of the A86 Duplex in January 2011 to be absorbed.

VINCI Concessions posted a good half-year performance, with operating profit from ordinary activities standing at €111 million (€87 million in the first half of 2010), an increase of more than 27% that was generated equally by VINCI Park and the other concessions, in particular VINCI Airports.

Contracting's operating profit from ordinary activities was €542 million, representing 3.7% of revenue (€405 million in the first half of 2010, 3.3% of revenue). This excellent performance was mainly due to the high level of activity that benefitted from mild weather conditions and a favourable comparison base.

The **Energy** business lines' operating profit from ordinary activities was up strongly, by 49.5% at €223 million (€149 million in the first half of 2010). This includes the contribution for a full half year of Cegelec and Faceo (€83 million against €21 million in the first half of 2010). The business line's margin improved, to stand at 5.4% compared with 5.2% at 30 June 2010.

Eurovia's operating profit from ordinary activities improved to €36 million, a 0.9% margin (–€2 million in the first half of 2010).Readers are reminded, however, that results for the first half year in the road-building sector are not very representative, given the highly seasonal nature of this activity.

VINCI Construction's operating profit from ordinary activities was €283 million (representing 4.1% of revenue), up 9.9% against the first half of 2010 (€258 million, 4.2% of revenue). Most of the divisions have returned solid performances in France, Central Europe and Africa. The geopolitical situation in some countries, in particular Libya, has resulted in a decline in the contribution of Entrepose Contracting.

VINCI Immobilier's operating profit from ordinary activities was €15 million, lower than in the first half of 2010. In 2010, this business line's activities and results benefitted from results recognised on completion of several non-recurrent, corporate property transactions.

Operating profit after share-based payment expenses (IFRS 2) and the share of profit or loss of equity-accounted companies, was €1,554 million (representing 9.0% of revenue), an 11.9% increase in the period.

Share-based payment expenses (IFRS 2), which reflect the benefits granted to employees under the Group Savings Scheme and performance share and share subscription option plans amounted to €41 million in the first half of 2011 (€21 million in the first half of 2010).

The attributable share of profit or loss of equity-accounted companies was a profit of €26 million (a profit of €50 million in the first half of 2010). The decrease was mainly due to a smaller contribution from Deme (a subsidiary of the CFE group) and from some of VINCI Concessions' shareholdings, particularly in Greece.

The **cost of net financial debt** was down by €10 million (-2.9%) at €318 million (€328 million in the first half of 2010). The instantaneous average rate of long-term financial debt at 30 June 2011 was 3.93% (3.74% at 30 June 2010).

Other financial income and expenses amounted to net income of €14 million (net income of €7 million in the first half of 2010) and included in particular a net expense of €18 million in respect of discounting to present value (€34 million in the first half of 2010) and capitalised borrowing costs for €29 million, mainly at ASF and Escota, less than in the first half of 2010 (€38 million) following complete entry into service of the A86 Duplex on 9 January 2011.

The **tax expense** for the period was €380 million, up €74 million against the first half of 2010 (€306 million). The effective tax rate was 31.0% (30.1% in the first half of 2010).

Non-controlling interests amounted to €57 million (€58 million at 30 June 2010) and mainly represented the share in the results of Cofiroute (16.7%) and CFE (53.2%) not attributable to the owners of the parent.

The **consolidated net profit attributable to owners of the parent** was €814 million in the first half of 2011, up 15.7% from the first half of 2010 (€703 million).

Net diluted earnings per share (after taking account of dilutive instruments) were up 10.4%, at €1.48 per share (€1.34 per share in the first half of 2010). This change, slightly less than the change in profit attributable to owners of the parent, was the result of the effects over a complete half-year of the issue of shares in 2010 in connection in particular with the payment in VINCI shares of the contribution of Cegelec.

Net profit by entity

(in € millions)	1st half 2011	1st half 2010 restated (*)	Change 2011 / 2010
Concessions	435	388	12.1%
VINCI Autoroutes	382	342	11.7%
VINCI Concessions	53	46	15.0%
Contracting	362	287	26.2%
Energy	136	96	42.2%
Eurovia	22	(5)	NS
VINCI Construction	204	196	3.7%
VINCI Immobilier	9	18	-50.3%
Holding companies	8	10	-
TOTAL	**814**	**703**	**15.7%**

(*) First half of 2010: data restated in accordance with change of method IAS 31 Equity-accounting of jointly controlled entities

The changes in net profit by business line reflect the trends seen in operating profit from ordinary activities.

4. Cash flows

Cash flows from operations before tax and financing costs (EBITDA) were up 10.5% at €2,333 million (€2,111 million in the first half of 2010), representing 13.5% of revenue (14.3% in the first half of 2010).

Concessions' cash flows from operations before tax and financing costs were up 5.7% at €1,557 million (62.0% of revenue) against €1,473 million in the first half of 2010 (61.7% of revenue). At VINCI Autoroutes, the figure was up 5.2% at €1,403 million, representing 68.3% of revenue (67.6% in the first half of 2010).

Contracting's cash flows from operations before tax and financing costs were €762 million (€610 million in the first half of 2010), up 24.9% and representing 5.1% of revenue in the first half of 2011 (4.9% in the first half of 2010).

The change in the working capital requirement and current provisions, traditionally negative in the first half-year, due to the seasonal nature of Contracting's activities, was a cash outflow of €1,335 million in the first half of 2011 (outflow of €808 million in the first half of 2010). This change was the combined result of several factors: the increase in trade receivables related to the high level of activity in the period, the use of advances on major international projects (R1 in Slovakia, Exxon contract in Papua New Guinea), expenses incurred to prepare the start of the SEA project, the impact of first consolidation of acquisitions, and longer payment times by certain public-sector customers in France.

Financial interest paid amounted to €376 million in the first half of 2011, down €44 million against the first half of 2010.

Taxes paid decreased by €35 million to €481 million (€516 million in the first half of 2010).

Cash flows from operations thus amounted to a net inflow of €162 million, down €253 million from the first half of 2010 (net inflow of €415 million).

Investments in operating assets net of disposals were stable overall in the first six months of the year, at €272 million against €286 million in the first half of 2010.

Operating cash flow was slightly negative (a net outflow of €110 million) in the first half of 2011, against a net inflow of €130 million in the first half of 2010.

Development investments in concessions were up by €159 million, in line with the commitments made to concession grantors, and amounted to €492 million in the first half year (€333 million in the first half of 2010). This figure includes in particular €456 million invested by VINCI Autoroutes in France under the master plans and the "green motorway" package: €382 million at ASF and Escota (including €134 million for the Lyons–Balbigny section) and €73 million at Cofiroute.

Net financial investments in the period including the net financial debt of companies acquired and payment of funding into concession operating companies, amounted to €146 million in total. In the first half of 2010, they amounted to €1.7 billion and included the total investment in Cegelec for €1.6 billion (of which €1.4 billion for the acquisition of shares paid in VINCI shares).

After taking account of these items, **free cash flow after investments** was a net outflow of €738 million, against a net outflow of €1,932 million in the first half of 2010.

Dividends paid during the half year amounted to €670 million (€622 million in the first half of 2010), including €618 million in respect of VINCI's 2010 final dividend, paid entirely in cash. The balance corresponds to the dividends paid to minority shareholders in some subsidiaries, mainly Cofiroute.

Share capital increases in the first half of 2011 represented a total of €353 million, of which €313 million was in respect of the Group Savings Scheme and €40 million in respect of the exercise of share subscription options. In order to limit the dilution resulting from these reserved capital increases, and in accordance with its undertakings, VINCI has pursued its share buy-back programme by acquiring 11.7 million shares on the market, representing a total investment of €505 million in the period.

Taken together, these flows resulted in a **change in net financial debt** from 31 December 2010 representing an increase of €1,498 million (against an increase of €907 million in the first half of 2010).

5. Balance sheet and net financial debt

Consolidated **non-current assets** at 30 June 2011 stood at €34.4 billion (€34.2 billion at 31 December 2010). For the most part, they consisted of the assets of the Concessions business (€26.5 billion), including VINCI Autoroutes for €24.0 billion.

Group **capital employed** at 30 June 2011 was €29.4 billion, up by €1.4 billion from 30 June 2010 and €1.6 billion from 31 December 2010, with capital employed in concession activities accounting for 86% of the total.

The **Group's equity** stood at €13.1 billion at 30 June 2011 (€13.0 billion at 31 December 2010 and €12.2 billion at 30 June 2010) including non-controlling interests for €0.7 billion.
Excluding treasury shares, there were 540,988,448 shares in issue at 30 June 2011 (541,260,041 at 31 December 2010).

Net financial debt stood at €14.6 billion at 30 June 2011, up €0.5 billion over the last twelve months and up €1.5 billion over the half year (€14.0 billion at 30 June 2010 and €13.1 billion at 31 December 2010). Debt is mainly located in the Concessions business, where it stood at €15.9 billion at 30 June 2011, up €0.3 billion over the last six months as a consequence of the increase in investments in progress at VINCI Autoroutes. The Contracting business has a positive net cash position of €1.4 billion at 30 June 2011 (€2.4 billion at 30 June 2010 and €3.0 billion at 31 December 2010), while the Holding companies had net financial debt of €0.1 billion at 30 June 2011.

Following the signature of new medium-term bank credit facilities by Cofiroute in February 2011 for €500 million and of €4 billion by VINCI in June 2011, the Group has extended the maturity of its financial resources. Its liquidity therefore remains at a high level, at €10.1 billion at 30 June 2011. This comprises available cash at the end of June for €3.4 billion and confirmed, undrawn bank credit facilities for €6.7 billion (of which €2 billion matures in 2013 and €4.5 billion in 2016).

The Group's financial structure is solid. At 30 June 2011, the net debt-to-equity ratio was 1.1 (1.15 at 30 June 2010 and 1.0 at 31 December 2010). The ratio of net financial debt to cash flow from operations before financing costs and tax/Ebitda over 12 months rolling was 2.8 at 30 June 2011.

Net financial surplus (debt)

(in € millions)	30 June 2011	30 June 2010 restated (*)	31 December 2010	30/06/2011 against 31/12/2010
Concessions	(15,864)	(15,877)	(15,599)	(264)
VINCI Autoroutes	(14,292)	(14,143)	(13,965)	(327)
VINCI Concessions	(1,571)	(1,734)	(1,634)	62
of which, VINCI Park	*(760)*	*(794)*	*(787)*	*27*
of which, other concessions	*(372)*	*(354)*	*(385)*	*12*
Contracting	1,445	2,423	2,955	(1,511)
Holding companies and miscellaneous	(139)	(583)	(416)	277
Net financial debt	**(14,558)**	**(14,037)**	**(13,060)**	**(1,498)**

(*) First half of 2010: data restated in accordance with change of method IAS 31 Equity-accounting of jointly controlled entities.

6. Company financial statements

VINCI's separate financial statements show revenue for the first half of 2011 of €4.3 million, against €4.6 million in the first half of 2010, mainly comprising invoicing by the holding company to its subsidiaries of various management services.

The parent company's net profit was €1,313 million in the first half of 2011 against €979 million in the first half of 2010.

7. Interim dividend

The Board of Directors has decided to pay an interim dividend in respect of 2011 of €0.55 per share, an increase of 5.8% compared with the 2010 interim dividend (€0.52 per share). This interim dividend will be paid in cash on Thursday 15 December 2011 (ex-dividend date: 12 December).

8. Main transactions with related parties

The main transactions with related parties are described in Note H.19 to the condensed half-year consolidated financial statements.

9. Risk factors

The main risk factors that VINCI could face are described in Note C. "Risk factors" in the Report of the Board of Directors in the 2010 registration document D.11-0169, filed with the AMF on 23 March 2011.

Condensed interim consolidated financial statements

at 30 June 2011

Financial Statements

Key figures

(in € millions)	1st half 2011	1st half 2010 (*)	Change 1st half 2011/2010	2010
Revenue (**)	**17,322.5**	**14,771.3**	**17.3%**	**33,375.8**
Concession subsidiaries' revenue derived from works carried out by non-Group companies	369.7	269.2	37.4%	627.0
Total revenue	17,692.2	15,040.4	17.6%	34,002.8
Revenue outside France (**)	6,196.6	5,323.0	16.4%	12,454.0
% of revenue (**)	*35.8%*	*36.0%*	-	*37.3%*
Operating profit from ordinary activities	1,568.9	1,360.4	15.3%	3,433.9
% of revenue (**)	*9.1%*	*9.2%*	-	*10.3%*
Operating profit	1,554.4	1,389.1	11.9%	3,429.1
Net profit attributable to owners of the parent	**813.5**	**703.2**	**15.7%**	**1,775.9**
Diluted earnings per share (in €)	1.48	1.34	10.4%	3.30
Dividend per share (in €)	0.55 (***)	0.52 (***)	*5.8%*	1.67
Cash flow from operations	**2,332.9**	**2,110.8**	**10.5%**	**5,052.0**
Net investments in operating assets	(271.8)	(285.7)	-4.8%	(595.4)
Investments in concessions and PPP contracts	(492.1)	(333.5)	47.6%	(871.1)
Free cash flow (after investments)	**(601.6)**	**(203.8)**	**195.3%**	**1,918.7**
Equity including non-controlling interests	13,055.3	12,173.4	7.2%	13,024.7
Net financial debt	(14,558.2)	(14,036.7)	3.7%	(13,059.7)

(*) Restated following the change of method described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".
(**) Excluding Concession subsidiaries' revenue derived from works carried out by non-Group companies.
(***) Interim dividend.

Income statement for the period

(in € millions)	Notes	1st half 2011	1st half 2010 (*)	2010
Revenue (**)	**1-2-3**	**17,322.5**	**14,771.3**	**33,375.8**
Concession subsidiaries' revenue derived from works carried out by non-Group companies		369.7	269.2	627.0
Total revenue		17,692.2	15,040.4	34,002.8
Revenue from ancillary activities		73.2	93.3	166.1
Operating expenses	4	(16,196.5)	(13,773.3)	(30,735.1)
Operating profit from ordinary activities	**2-3-4**	**1,568.9**	**1,360.4**	**3,433.9**
Share-based payment expense (IFRS 2)	14	(40.7)	(21.2)	(71.2)
Goodwill impairment expense	9	-	-	(1.8)
Profit/(loss) of equity-accounted companies	11	26.2	49.9	68.2
Operating profit	**4**	**1,554.4**	**1,389.1**	**3,429.1**
Cost of gross financial debt		(362.2)	(357.4)	(711.1)
Financial income from cash management investments		43.9	29.5	75.2
Cost of net financial debt	**5**	**(318.3)**	**(327.9)**	**(635.9)**
Other financial income	5	46.6	63.4	109.7
Other financial expenses	5	(32.5)	(56.7)	(154.9)
Income tax expense	6	(379.8)	(306.2)	(847.4)
Net profit from continuing operations		**870.4**	**761.6**	**1,900.6**
Profit after tax from discontinued activities (halted or sold)		-	-	-
Net profit for the period		**870.4**	**761.6**	**1,900.6**
Net profit for the period attributable to non-controlling interests		56.9	58.4	124.7
Net profit for the period attributable to owners of the parent		**813.5**	**703.2**	**1,775.9**
Earnings per share from continuing operations - attributable to owners of the parent				
Basic earnings per share (in €)	7	1.50	1.36	3.35
Diluted earnings per share (in €)	7	1.48	1.34	3.30
Earnings per share attributable to owners of the parent				
Basic earnings per share (in €)	7	1.50	1.36	3.35
Diluted earnings per share (in €)	7	1.48	1.34	3.30

(*) Restated following the change of method described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".
(**) Excluding Concession subsidiaries' revenue derived from works carried out by non-Group companies.

Statement of comprehensive income for the period

(in € millions)	**1st half 2011** Attributable to owners of the parent	Attributable to non-controlling interests	Total	**1st half 2010 (*)** Attributable to owners of the parent	Attributable to non-controlling interests	Total	**2010** Attributable to owners of the parent	Attributable to non-controlling interests	Total
Net profit for the period	**813.5**	**56.9**	**870.4**	**703.2**	**58.4**	**761.6**	**1,775.9**	**124.7**	**1,900.6**
Financial instruments of controlled companies: changes in fair value	43.9	1.2	45.1	(123.2)	(0.9)	(124.2)	(45.9)	(0.2)	(46.1)
of which:									
Available-for-sale financial assets	*19.0*	*(0.0)*	*19.0*	*(14.6)*	*(0.0)*	*(14.6)*	*5.6*	*(0.0)*	*5.6*
Cash flow hedges (**)	*24.9*	*1.2*	*26.1*	*(108.6)*	*(0.9)*	*(109.6)*	*(51.5)*	*(0.2)*	*(51.7)*
Financial instruments of equity-accounted companies: changes in fair value	20.2	2.8	23.0	(136.0)	(12.1)	(148.1)	(76.6)	(5.8)	(82.4)
Currency translation differences	(45.6)	(5.8)	(51.5)	147.7	12.5	160.2	103.9	8.6	112.5
Tax (***)	(20.4)	(1.0)	(21.5)	74.6	3.7	78.3	36.4	1.9	38.3
Income and expenses for the period recognised directly in equity	**(2.0)**	**(2.8)**	**(4.9)**	**(36.9)**	**3.1**	**(33.8)**	**17.7**	**4.5**	**22.3**
of which:									
Controlled companies	*(12.8)*	*(3.1)*	*(15.9)*	*56.8*	*7.0*	*63.7*	*66.5*	*5.1*	*71.6*
Equity-accounted companies	*10.8*	*0.2*	*11.0*	*(93.7)*	*(3.9)*	*(97.6)*	*(48.7)*	*(0.6)*	*(49.3)*
Total comprehensive income for the period	**811.5**	**54.1**	**865.5**	**666.3**	**61.5**	**727.8**	**1,793.6**	**129.2**	**1,922.9**

(*) Restated following the change of method described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".
(**) Changes in the fair value of cash flow hedging instruments (interest-rate hedges) are recognised in equity for the effective part of the hedge. Cumulative gains and losses in equity are recognized in profit or loss at the same time when during which the cash flow hedge affects profit or loss.
(***) –€21.5 million of tax effects relating to changes in the fair value of financial instruments in the first half of 2011 (+€78.3 million in the first half of 2010), including –€ 6.5 million relating to available-for-sale financial assets (+€5 million in the first half of 2010) and –€14.9 million relating to cash flow hedges (effective part) (+€73.3 million in the first half of 2010).

Consolidated balance sheet

Assets

(in € millions)	Notes	30/06/2011	30/06/2010 (*)	31/12/2010
Non-current assets				
Concession intangible assets	8	23,888.5	23,730.3	23,771.6
Goodwill, net	9	6,139.2	5,522.7	6,103.1
Other intangible assets		351.6	471.2	354.9
Property, plant and equipment	10	4,217.6	4,060.6	4,411.5
Investment property		50.6	47.7	40.9
Investments in equity-accounted companies	11	724.4	671.1	713.5
Other non-current financial assets	12	1,059.9	909.2	869.5
Deferred tax assets		146.1	118.5	144.9
Total non-current assets		**36,577.9**	**35,531.4**	**36,409.8**
Current assets				
Inventories and work in progress	16	880.4	837.0	843.8
Trade receivables	16	10,515.2	9,316.2	8,816.3
Other current operating assets	16	4,145.0	3,193.8	3,435.4
Other current non-operating assets		33.4	20.5	57.8
Current tax assets		170.3	170.6	76.1
Other current financial assets		246.5	318.2	292.8
Cash management financial assets	17	750.1	812.2	733.2
Cash and cash equivalents	17	4,001.4	4,709.4	5,747.9
Total current assets (before assets classified as held for sale)		**20,742.3**	**19,377.8**	**20,003.4**
Total current assets		**20,742.3**	**19,377.8**	**20,003.4**
Total assets		**57,320.2**	**54,909.2**	**56,413.2**

(*) Restated following the change of method described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".

Consolidated balance sheet

Equity and liabilities

(in € millions)	Notes	30/06/2011	30/06/2010 (*)	31/12/2010
Equity				
Share capital	13.1	1,409.9	1,374.2	1,381.6
Share premium		7,144.9	6,754.4	6,820.6
Treasury shares	13.2	(1,052.0)	(490.3)	(552.2)
Other equity instruments		490.6	490.6	490.6
Consolidated reserves		3,765.2	2,951.1	2,629.8
Currency translation reserves		(16.3)	71.3	28.5
Net profit for the period attributable to owners of the parent		813.5	703.2	1,775.9
Amounts recognised directly in equity	13.3	(227.1)	(369.0)	(270.7)
Equity attributable to owners of the parent		**12,328.8**	**11,485.6**	**12,304.0**
Non-controlling interests		726.5	687.9	720.6
Total equity		**13,055.3**	**12,173.4**	**13,024.7**
Non-current liabilities				
Non-current provisions	15	1,347.7	1,305.7	1,314.1
Bonds	17	6,013.7	5,962.8	6,020.5
Other loans and borrowings	17	11,595.9	11,944.8	11,676.2
Other non-current liabilities		68.3	119.5	65.4
Deferred tax liabilities		2,348.6	2,365.6	2,355.1
Total non-current liabilities		**21,374.1**	**21,698.5**	**21,431.2**
Current liabilities				
Current provisions	16	3,166.9	3,015.4	3,235.0
Trade payables	16	7,373.7	6,619.1	6,692.2
Other current operating liabilities	16	9,570.2	8,713.7	9,075.0
Other current non-operating liabilities		530.0	330.8	496.7
Current tax payables		160.4	150.4	183.1
Current borrowings	17	2,089.6	2,207.8	2,275.3
Total current liabilities (before liabilities classified as held for sale)		**22,890.8**	**21,037.3**	**21,957.3**
Total current liabilities		**22,890.8**	**21,037.3**	**21,957.3**
Total equity and liabilities		**57,320.2**	**54,909.2**	**56,413.2**

(*) Restated following the change of method described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".

Consolidated cash flow statement

(in € millions)	Notes	1st half 2011	1st half 2010 (*)	2010
Consolidated net profit for the period (including non-controlling interests)		**870.4**	**761.6**	**1,900.6**
Depreciation and amortisation		895.4	847.4	1,730.7
Net increase/(decrease) in provisions		(12.4)	1.7	135.0
Share-based payments (IFRS 2) and other restatements		(39.5)	(28.0)	(17.7)
Gain or loss on disposals		(11.1)	(7.0)	(20.4)
Change in fair value of financial instruments		(3.3)	0.2	0.3
Share of profit or loss of equity-accounted companies, dividends received from unconsolidated entities and profit or loss from operations classified as held for sale		(35.6)	(61.3)	(82.8)
Capitalised borrowing costs		(29.1)	(37.9)	(77.2)
Cost of net financial debt recognised	5	318.3	327.9	635.9
Current and deferred tax expense recognised		379.8	306.2	847.4
Cash flows (used in)/from operations before tax and financing costs	**2-3**	**2,332.9**	**2,110.8**	**5,052.0**
Changes in working capital requirement and current provisions	16.1	(1,335.1)	(807.8)	(78.3)
Income taxes paid		(481.0)	(515.9)	(949.9)
Net interest paid		(376.0)	(419.5)	(692.8)
Dividends received from equity-accounted companies		21.5	47.6	54.2
Cash flows (used in)/from operating activities	**I**	**162.3**	**415.4**	**3,385.3**
Purchases of property, plant and equipment, and intangible assets		*(308.3)*	*(328.9)*	*(694.7)*
Proceeds from sales of property, plant and equipment, and intangible assets		*36.5*	*43.2*	*99.3*
Net investments in operating assets	**2**	**(271.8)**	**(285.7)**	**(595.4)**
Operating cash flow	***2***	***(109.6)***	***129.7***	***2,789.8***
Investments in concession fixed assets (net of grants received)		*(481.9)*	*(319.4)*	*(836.2)*
Financial receivables (PPP contracts and others)		*(10.2)*	*(14.0)*	*(34.9)*
Growth investments in concessions and PPPs	**2**	**(492.1)**	**(333.5)**	**(871.1)**
Free cash flow (after investments)	**2**	**(601.6)**	**(203,8)**	**1,918.7**
Purchases of shares in subsidiaries and associates (consolidated and unconsolidated)		*(55.7)*	*(106.0)(**)*	*(690.8)(**)*
Proceeds from sales of shares in subsidiaries and associates (consolidated and unconsolidated)		*11.8*	*24.6*	*29.5*
Net effect of changes in scope of consolidation (***)		*12.6*	*(220.3)*	*(378.7)*
Net financial investments		**(31.2)**	**(301.8)**	**(1,040.0)**
Other		(105.4)	(41.2)	(68.4)
Net cash flows (used in)/from investing activities	**II**	**(900.6)**	**(962.1)**	**(2,575.0)**
Changes in share capital		352.7	231.8 (**)	305.3 (**)
Changes in treasury shares		(501.0)	(5.2)	(86.4)
Non-controlling interests in share capital increases of subsidiaries		0.9	0.1	1.0
Acquisitions/disposals of non-controlling interests (without acquisition or loss of control)		(14.2)	(5.9)	(54.4)
Dividends paid		-	-	-
- to shareholders of VINCI SA		*(618.4)*	*(589.9)*	*(902.9)*
- to non-controlling interests		*(51.6)*	*(31.7)*	*(61.9)*
Proceeds from new long-term loans		82.3	546.0	721.0
Repayments of long-term loans		(633.0)	(785.3)	(1,171.1)
Change in cash management assets and other current financial debts		361.4	205.7	239.4
Net cash flows (used in)/from financing activities	**III**	**(1,020.9)**	**(434.3)**	**(1,009.9)**
Change in net cash	**I+II+III**	**(1,759.2)**	**(981.0)**	**(199.6)**
Net cash and cash equivalents at beginning of period		**5,071.1**	**4,821.7**	**4,821.7**
Other changes (***)		(19.0)	105.9	449.0
Net cash and cash equivalents at end of period	**17**	**3,292.9**	**3,946.5**	**5,071.1**
Increase (decrease) in cash management financial assets and other current financial debts		(361.4)	(205.7)	(239.4)
(Proceeds from)/repayment of long-term loans		550.7	239.3	450.0
Other changes		90.4	(65.4)	(390.0)
Change in net debt		**(1,498.5)**	**(906.9)**	**70.0**
Net debt at beginning of period		**(13,059.7)**	**(13,129.7)**	**(13,129.7)**
Net debt at end of period	**17**	**(14,558.2)**	**(14,036.7)**	**(13,059.7)**

(*) Restated following the change of method described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".
(**) Excluding acquisition in 2010 of Cegelec shares paid in VINCI shares (€1,385 million).
(***) Including net financial debt of companies acquired in the period.

Statement of changes in consolidated equity

	Equity attributable to owners of the parent										
(in € millions)	Share capital	Share premium	Treasury shares	Other equity instruments	Consolidated reserves	Net profit/(loss)	Currency translation reserves	Amounts recognised directly in equity	Total attributable to owners of the parent	Non-controlling interests	Total
Balance at 31 December 2009 (*)	**1,302.4**	**5,749.6**	**(1,108.2)**	**490.6**	**2,040.9**	**1,596.0**	**(75.8)**	**(184.8)**	**9,810.7**	**656.4**	**10,467.1**
Net profit for the period	-	-	-	-	-	703.2	-	-	**703.2**	58.4	**761.6**
Income and expenses for the period recognised directly in equity of controlled companies	-	-	-	-	-	-	137.8	(81.0)	**56.8**	7.0	**63.7**
Income and expenses for the period recognised directly in equity of equity-accounted companies	-	-	-	-	-	-	10.0	(103.6)	**(93.7)**	(3.9)	**(97.6)**
Total comprehensive income for the period	**-**	**-**	**-**	**-**	**-**	**703.2**	**147.7**	**(184.6)**	**666.3**	**61.5**	**727.8**
Increase in share capital	71.8	1,004.8	-	-	78.5	-	-	-	**1,155.2**	0.1	**1,155.3**
Decrease in share capital	-	-	-	-	-	-	-	-	**-**	-	**-**
Changes in treasury shares	-	-	617.9	-	(161.3)	-	-	-	**456.5**	-	**456.5**
Allocation of net income and dividend payments	-	-	-	-	1,006.1	(1,596.0)	-	-	**(589.9)**	(31.7)	**(621.6)**
Share-based payments (IFRS 2)	-	-	-	-	14.8	-	-	-	**14.8**	0.1	**14.9**
Impact of acquisitions or disposals of non-controlling interests after acquisition of control	-	-	-	-	(2.6)	-	(0.0)	-	**(2.6)**	(4.8)	**(7.4)**
Changes in consolidation scope	-	-	-	-	(0.6)	-	0.6	-	**-**	5.9	**5.9**
Other	-	-	-	-	(24.7)	-	(1.2)	0.5	**(25.4)**	0.3	**(25.1)**
Balance at 30 June 2010 (*)	**1,374.2**	**6,754.4**	**(490.3)**	**490.6**	**2,951.1**	**703.2**	**71.3**	**(369.0)**	**11,485.6**	**687.9**	**12,173.4**
Net profit for the period	-	-	-	-	-	1,072.7	-	-	**1,072.7**	66.3	**1,139.0**
Income and expenses for the period recognised directly in equity of controlled companies	-	-	-	-	-	-	(41.1)	50.9	**9.7**	(1.9)	**7.8**
Income and expenses for the period recognised directly in equity of equity-accounted companies	-	-	-	-	-	-	(2.7)	47.6	**44.9**	3.3	**48.2**
Total comprehensive income for the period	**-**	**-**	**-**	**-**	**-**	**1,072.7**	**(43.8)**	**98.5**	**1,127.3**	**67.7**	**1,195.0**
Increase in share capital	7.3	66.2	-	-	-	-	-	-	**73.5**	0.9	**74.4**
Decrease in share capital	-	-	-	-	-	-	-	-	**-**	-	**-**
Changes in treasury shares	-	-	(61.9)	-	(19.3)	-	-	-	**(81.3)**	-	**(81.3)**
Allocation of net income and dividend payments	-	-	-	-	(312.9)	-	-	-	**(312.9)**	(30.2)	**(343.1)**
Share-based payments (IFRS 2)	-	-	-	-	34.9	-	-	-	**34.9**	0.2	**35.1**
Impact of acquisitions or disposals of non-controlling interests after acquisition of control	-	-	-	-	(18.7)	-	0.1	-	**(18.7)**	(3.2)	**(21.8)**
Changes in consolidation scope	-	-	-	-	(0.9)	-	1.1	(0.2)	**-**	(2.1)	**(2.1)**
Other	-	-	-	-	(4.4)	-	(0.1)	-	**(4.5)**	(0.6)	**(5.0)**
Balance at 31 December 2010	**1,381.6**	**6,820.6**	**(552.2)**	**490.6**	**2,629.8**	**1,775.9**	**28.5**	**(270.7)**	**12,304.0**	**720.6**	**13,024.7**
Net profit for the period	-	-	-	-	-	813.5	-	-	**813.5**	56.9	**870.4**
Income and expenses for the period recognised directly in equity of controlled companies	-	-	-	-	-	-	(41.7)	28.9	**(12.8)**	(3.1)	**(15.9)**
Income and expenses for the period recognised directly in equity of equity-accounted companies	-	-	-	-	-	-	(3.9)	14.7	**10.8**	0.2	**11.0**
Total comprehensive income for the period	**-**	**-**	**-**	**-**	**-**	**813.5**	**(45.6)**	**43.6**	**811.5**	**54.1**	**865.5**
Increase in share capital	28.4	324.4	-	-	-	-	-	-	**352.7**	0.9	**353.6**
Decrease in share capital	-	-	-	-	-	-	-	-	**-**	-	**-**
Changes in treasury shares	-	-	(499.8)	-	(1.3)	-	-	-	**(501.0)**	-	**(501.0)**
Allocation of net income and dividend payments	-	-	-	-	1,157.5	(1,775.9)	-	-	**(618.4)**	(51.6)	**(670.0)**
Share-based payments (IFRS 2)	-	-	-	-	28.7	-	-	-	**28.7**	0.2	**28.9**
Impact of acquisitions or disposals of non-controlling interests after acquisition of control	-	-	-	-	(0.2)	-	(0.2)	-	**(0.4)**	(2.5)	**(2.9)**
Changes in consolidation scope	-	-	-	-	(0.9)	-	0.9	-	**-**	(0.0)	**(0.0)**
Other	-	-	-	-	(48.4)	-	0.1	-	**(48.3)**	4.8	**(43.5)**
Balance at 30 June 2011	**1,409.9**	**7,144.9**	**(1,052.0)**	**490.6**	**3,765.2**	**813.5**	**(16.3)**	**(227.1)**	**12,328.8**	**726.5**	**13,055.3**

(*) Restated following the change of method described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".

Notes to the consolidated financial statements

A. Seasonal nature of the business

The seasonal nature of the business marks the first half of the year for most of the Group's business lines and more particularly as regards:

- roadworks, where the volume of activity is less than in the second half, due to generally less favourable weather;
- motorway concession operating companies, where traffic volumes in the first half year are less than in the second, due to the high level of light vehicle traffic seen during the summer period. During recent years, revenue in the first half has accounted for approximately 46% to 48% of the year's total revenue, depending on the network and the year.

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

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

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

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

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

Provisions are taken at the period-end for risks incurred during the half-year. In particular, in the case of loss-making contracts, known losses on completion are provided for in full at 30 June.

B. Accounting policies and measurement methods

1. General principles

The Group's condensed half-year consolidated financial statements at 30 June 2011 have been prepared in accordance with IAS 34 "Interim Financial Reporting". They were approved by the Board of Directors on 30 August 2011. As these are condensed financial statements, they do not include all the information required by the IFRSs and should therefore be read in conjunction with the financial statements for the period ended 31 December 2010. They make reference to the annual consolidated financial statements at 31 December 2010 presented in the 2010 registration document D.11-0169, filed with the AMF on 23 March 2011.

The accounting policies adopted in preparing and presenting the condensed half-year consolidated financial statements comply with the IFRS Standards and Interpretations as endorsed by the European Union as at 30 June 2011[1].

The accounting policies retained are the same as those retained in preparing the consolidated financial statements at 31 December 2010, except for the Standards and Interpretations adopted by the European Union of which application as from 1 January 2011 is mandatory (see Note B.1.1. "New Standards and Interpretations applicable from 1 January 2011").
Readers are reminded that the Group adopted reporting of jointly controlled entities using the equity method as from 31 December 2010. The impact of this change of method on the Group's consolidated financial statements for the first half of 2010 is described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".

1.1 New Standards and Interpretations applicable from 1 January 2011

The new Standards and Interpretations applicable from 1 January 2011 have no material impact on VINCI's consolidated financial statements at 30 June 2011. These are mainly:

- IAS 24 Amended "Related Party Disclosures"
- IAS 32 Amended "Classification of Rights Issues"
- IFRIC 14 Amended "Prepayments of a Minimum Funding Requirement"
- IFRIC 19 "Extinguishing Financial Liabilities with Equity Instruments"

[1] *Available on the website: http://ec.europa.eu/internal_market/accounting/ias/index_en.htm*

- the Amendments published in May 2010 under the IFRS annual improvements procedure.

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

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

- IFRS 10 "Consolidated Financial Statements";
- IFRS 11 "Joint Arrangements";
- IFRS 12 "Disclosure of Interests in Other Entities";
- IAS 27 Revised "Separate Financial Statements";
- IAS 28 Revised "Interests in Associates and Joint Ventures".

Other Standards:

- IFRS 7 Amended "Disclosures—Transfers of Financial Assets";
- IFRS 9 "Financial Instruments";
- IFRS 13 "Fair Value Measurement";
- IAS 1 Amended "Presentation of Items of Other Comprehensive Income";
- IAS 12 Amended "Deferred Tax: Recovery of Underlying Assets".
- IAS 19 Amended "Employee Benefits".

VINCI is currently analysing the impacts and practical consequences of the application of these Standards and Interpretations.

2. Consolidation methods

2.1 Consolidation scope and methods

Companies in which the Group holds, whether directly or indirectly, the majority of voting rights enabling control to be exercised, are fully consolidated. Companies that are less than 50% owned but in which VINCI exercises *de facto* control – i.e. has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities – are consolidated using this same method. This relates mainly to CFE, a Belgium construction group quoted on the Brussels stock market, of which VINCI owns 46.84% and over which it has *de facto* control in view in particular of the widely-held nature of that company's shareholder register.

Jointly controlled operations and assets are recognised on the basis of the Group's share of the assets, liabilities, income and expenses. This mainly relates to construction operations carried out in partnership, in the form of consortiums or joint ventures, in the Contracting business.

Companies over which the Group exercises significant influence, and jointly controlled entities, are accounted for using the equity method.

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

Number of companies by reporting method

	30/06/2011			31/12/2010			30/06/2010 (*)		
(number of companies)	**Total**	France	Foreign	**Total**	France	Foreign	**Total**	France	Foreign
Full consolidation	**1,856**	1,179	677	**1,865**	1,177	688	**1,821**	1,148	673
Equity method	**346**	79	267	**332**	80	252	**328**	79	249
Total	**2,202**	**1,258**	**944**	**2,197**	**1,257**	**940**	**2,149**	**1,227**	**922**

(*) Restated following the change of method described in Note C "Impact of change of method: equity accounting of jointly controlled entities".

VINCI has made no significant acquisitions in the first half of 2011.

2.2 Intragroup transactions

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

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

2.3 Translation of the financial statements of foreign companies and establishments

In most cases, the functional currency of companies and establishments is their local currency.
The financial statements of foreign companies of which the functional currency is different from that used in preparing the Group's consolidated financial statements are translated at the closing rate for balance sheet items and at the average rate for the period for income statement items. Any resulting translation differences are recognised under translation differences in consolidated reserves. Goodwill relating to foreign entities is considered as comprising part of the assets and liabilities acquired and is therefore translated at the exchange rate in force at the balance sheet date.

2.4 Foreign currency transactions

Transactions in foreign currency are translated into euros at the exchange rate at the transaction date. At the balance sheet date, financial assets and monetary liabilities expressed in foreign currencies are translated at the closing rate. Resulting exchange gains and losses are recognised under foreign exchange gains and losses and are shown under other financial income and other financial expenses in the income statement.
Foreign exchange gains and losses arising on loans denominated in foreign currency or on foreign currency derivative instruments used as long-term finance of investments in foreign subsidiaries (that is neither expected nor likely to be repaid in the foreseeable future) or as hedges of investments in foreign subsidiaries, are recorded under currency translation differences in equity.

2.5 Business combinations

Business combinations completed between 1 January 2004 and 31 December 2009 have been recognised applying the provisions of the previous version of IFRS 3.
Business combinations completed from 1 January 2010 onwards are recognised in accordance with IFRS 3 Revised. This Standard is applied prospectively. It therefore does not affect business combinations made before 1 January 2010.
In application of this new Standard, the Group recognises the identifiable assets and liabilities assumed at their fair value at the dates when control was acquired. The cost of a business combination is the fair value, at the date of exchange, of the assets given, liabilities assumed, and/or equity instruments issued by the acquirer in exchange for control of the acquiree, plus any costs directly attributable to the acquisition. Contingent price adjustments are measured at fair value at each balance sheet date. After twelve months have elapsed from the acquisition date, any subsequent changes to this fair value are recognised in profit or loss.
Expenses that are directly attributable to the acquisition, such as professional fees for due diligence and other related fees, are expensed as they are incurred.
Non-controlling interests in the acquiree are measured either at their share of the acquiree's net identifiable assets, or at their fair value. This option is applied on a case-by-case basis for each acquisition.
The cost of acquisition is allocated by recognising the acquiree's identifiable assets and liabilities acquired at their fair value at that date, except for assets or asset groups classified as held for sale under IFRS 5, which are recognised at their fair value less costs to sell. The positive difference between the cost of acquisition and the fair value of the identifiable assets and liabilities acquired constitutes goodwill. Where applicable, the cost of acquisition can include the fair value of non-controlling interests if VINCI has opted to apply the full goodwill method.
The Group has twelve months from the date of acquisition to finalise the accounting for business combinations.
In the case of a business combination achieved in stages, previously acquired shareholdings in the acquiree are measured at fair value at the date of acquisition of control. Any resulting gain or loss is recognised in profit or loss.

2.6 Transactions between shareholders, acquisitions and disposals of non-controlling interests after acquisition of control

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

2.7 Discontinued operations (halted or sold), operations and assets classified as held for sale

Discontinued operations

Whenever discontinued operations (halted or sold), or operations and assets classified as held for sale are:

- a business line or a geographical area of business that is material for the Group and that forms part of a single disposal plan; or
- a subsidiary acquired exclusively with a view to resale;

they are shown on a separate line of the consolidated balance sheet at the balance sheet date of the period under consideration.

Assets connected with discontinued operations are measured at the lower of their carrying amount and their estimated sales price less costs to sell. Income statement and cash flow items relating to these discontinued operations are shown on a separate line for all the periods presented.

Assets classified as held for sale

Non-current assets of which the sale has been decided during the period are shown on a separate line of the balance sheet whenever the sale is expected to be completed within twelve months. Such assets are measured at the lower of their carrying amount and their estimated sales price less costs to sell.

Contrary to discontinued operations, the related income statement and cash flow items are not shown on a separate line.

3. Measurement rules and methods

3.1 Use of estimates

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

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

Use of estimates relates in particular to the following:

- measurement of construction contract profit or loss using the stage of completion method;
- values used in impairment tests;
- measurement of share-based payment expenses under IFRS 2;
- measurement of retirement benefit obligations;
- measurement of provisions;
- determination of the discount rates to use when performing impairment tests (IAS 36) and in calculating the present value of provisions (IAS 37) and employee benefits (IAS 19);
- measurement of financial instruments at fair value.

3.2 Specific measurement rules and methods applied by the Group in preparing the interim financial statements

3.2.1 Estimation of the tax expense

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

3.2.2 Retirement benefit obligations

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

C. Impact of change of method: equity accounting of jointly controlled entities

To improve its financial information, the VINCI Group has elected to apply, as from the financial year ended 31 December 2010, the option available under IAS 31 "Interests in Joint Ventures", which enables jointly controlled entities to be reported using the equity method. The consequences of the change of method for the Group's consolidated financial statements are explained in Note A.1.2 "Change of method: equity accounting of jointly controlled entities" in the 2010 registration document D.11-0169, filed with the AMF on 23 March 2011.

In accordance with IAS 8, this change of method has been applied retrospectively. The numerical impacts of the change of method on the Group's financial statements at 30 June 2010 are shown below.

		Impact of change of method			
(in € millions)	**30/06/2010 As published**	**Concessions**	**Contracting**	**Holding companies & other activities**	**30/06/2010 Restated**
Key income statement items					
Revenue (*)	15,505.1	(10.7)	(701.4)	(21.7)	14,771.3
Operating profit from ordinary activities	1,423.3	(2.8)	(60.1)	-	1,360.4
Profit/(loss) of equity-accounted companies	11.7	(1.5)	39.8	(0.0)	49.9
Operating profit	1,413.8	(4.3)	(20.3)	(0.0)	1,389.1
Cost of net financial debt	(349.7)	13.9	7.9	-	(327.9)
Net profit for the period attributable to owners of the parent	702.9	-	0.3	-	703.2
Key balance sheet items					
Concession intangible assets	24,019.1	(288.8)	-	-	23,730.3
Property, plant and equipment	4,763.8	(4.2)	(699.1)	-	4,060.6
Investments in equity-accounted companies	209.4	38.4	423.4	-	671.1
Net financial debt	(14,991.6)	525.0	426.1	3.8	(14,036.7)
Key cash flow statement items					
Cash flows (used in)/from operations before tax and financing costs	2,228.5	(7.0)	(110.7)	-	2,110.8
Net investments in operating assets	(392.2)	5.9	100.6	-	(285.7)
Investments in concession fixed assets and PPPs	(506.7)	141.1	32.1	-	(333.5)

(*) Excluding Concession subsidiaries' revenue derived from works carried out by non-Group companies.

D. Business combinations

1. Acquisitions in the period

VINCI has made no significant acquisitions of companies in the first half of 2011.

2. Acquisitions in previous periods

2.1 Acquisition of Cegelec

On 14 April 2010, Qatari Diar contributed 100% of the Cegelec Group's assets and liabilities to VINCI, in exchange for 31.5 million VINCI shares, comprising 21 million new shares and 10.5 million treasury shares. This acquisition is described in Note C.1.1 "Acquisition of Cegelec" in the 2010 registration document D.11-0169, filed with the AMF on 23 March 2011.

In accordance with IFRS 3 Revised, VINCI has assessed the fair value of the assets and liabilities and contingent liabilities acquired and determined the related deferred tax effects. The definitive values allocated to the identifiable assets and liabilities and contingent liabilities as at 14 April 2010 are shown below.

(in € millions)

Assets and liabilities acquired on 14 April 2010	Fair values
Non-current assets	
Intangible assets (*)	173.0
Property, plant and equipment	58.9
Non-current financial assets	18.3
Deferred tax assets	46.7
Total non-current assets	**296.9**
Current assets	
Inventories and work in progress	93.0
Trade and other operating receivables	844.8
Other current assets	97.5
Current tax assets	11.0
Cash and cash equivalents	104.5
Total current assets	**1,150.8**
Non-current liabilities	
Other non-current liabilities	191.6
Deferred tax liabilities	81.0
Total non-current liabilities	**272.6**
Current liabilities	
Current provisions	260.1
Trade payables	519.6
Other current payables	662.1
Current tax payables	4.5
Current borrowings	322.3
Total current liabilities	**1,768.6**
Net assets acquired on 100% basis	**(593.5)**
Purchase price	**1,401.4**
Goodwill	**1,994.9**

(*) Work on valuing the Cegelec brand was carried out in 2010 as part of the process for measurement at fair value of the assets and liabilities acquired. The brand has been valued at €170 million.

Goodwill has been allocated to the cash-generating units of the Energy business line, by country and corresponds to the future supplementary economic benefits that VINCI considers it can generate following the acquisition of Cegelec and the alliance with its energy services activities.

2.2 Other acquisitions completed in 2010

Details of the acquisitions made in the second half of 2010 (Faceo in the Energies business line and the Tarmac group companies in Eurovia) are given in Note C. "Business Combinations" in the 2010 registration document D.11-0169, filed with the AMF on 23 March 2011. As the twelve-month period commencing on the acquisition dates had not ended on 30 June 2011, the values allocated to the identifiable assets and liabilities and contingent liabilities have not yet been definitively determined. No material adjustments were made to them in the first half of 2011.

E. Segment information

The Group is organised in two businesses (Concessions and Contracting) comprising several business lines as shown below:

Concessions:

- VINCI Autoroutes: motorway concessions in France (ASF, Escota, Cofiroute, Arcour).
- VINCI Concessions: VINCI Park, VINCI Airports, stadiums, public-private partnerships and concessions to operate bridges and tunnels, and motorways outside of France.

Contracting:

- Energy: electrical works and engineering, information and communication technology, heating ventilation and air conditioning engineering, insulation and facility management. This business line includes Cegelec's activities since 14 April 2010 and Faceo's since 29 July 2010.
- Eurovia: building and maintenance of roads, motorways and railways, urban infrastructure, environmental work, production of materials, demolition, recycling and signing.
- VINCI Construction: design and construction of buildings and civil engineering infrastructure, hydraulic works, foundations and soil treatment, specialised civil engineering.

1. Revenue

1.1 Breakdown of revenue by business line

(in € millions)	1st half 2011	1st half 2010 (*)	Change 2011/2010	2010
Concessions	**2,512.3**	**2,387.9**	**5.2%**	**5,097.1**
VINCI Autoroutes	2,054.2	1,972.0	4.2%	4,258.7
VINCI Concessions	458.1	415.8	10.2%	838.4
Contracting	**14,792.0**	**12,338.6**	**19.9%**	**28,150.4**
Energy	4,106.4	2,870.2	43.1%	7,102.0
Eurovia	3,819.8	3,360.1	13.7%	7,930.2
VINCI Construction	6,865.8	6,108.3	12.4%	13,118.2
Eliminations and miscellaneous	**18.2**	**44.8**	**-59.2%**	**128.4**
Revenue (**)	**17,322.5**	**14,771.3**	**17.3%**	**33,375.8**
Concession subsidiaries' revenue derived from works carried out by non-Group companies	369.7	269.2	37.4%	627.0
Total revenue	17,692.2	15,040.4	17.6%	34,002.8

(*) Restated following the change of method described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".
(**) Excluding Concession subsidiaries' revenue derived from works carried out by non-Group companies.

1.2 Breakdown of revenue by geographical market

(in € millions)	1st half 2011	%	1st half 2010 (*)	%	2010	%
France	**11,125.9**	**64.2%**	**9,448.3**	**64.0%**	**20,921.8**	**62.7%**
United Kingdom	1,011.3	5.8%	868.2	5.9%	1,863.6	5.6%
Germany	915.0	5.3%	695.4	4.7%	1,843.7	5.5%
Central and Eastern Europe (**)	1,027.4	5.9%	836.1	5.7%	2,283.4	6.8%
Benelux	785.1	4.5%	651.6	4.4%	1,470.2	4.4%
Other European countries	537.5	3.1%	468.9	3.2%	1,087.3	3.3%
Europe (***)	**15,402.3**	**88.9%**	**12,968.3**	**87.8%**	**29,470.0**	**88.3%**
of which, European Union:	*15,165.3*	*87.5%*	*12,797.8*	*86.6%*	*29,039.9*	*87.0%*
North America	359.0	2.1%	384.1	2.6%	943.7	2.8%
Africa	838.5	4.8%	825.2	5.6%	1,698.2	5.1%
Asia Pacific	550.4	3.2%	413.8	2.8%	910.8	2.7%
Latin America	172.3	1.0%	179.9	1.2%	353.2	1.1%
Revenue (****)	**17,322.5**	**100.0%**	**14,771.3**	**100.0%**	**33,375.8**	**100.0%**
Concession subsidiaries' revenue derived from works carried out by non-Group companies	369.7		269.2		627.0	
Total revenue	17,692.2		15,040.4		34,002.8	

(*) Restated following the change of method described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".
(**) Albania, Belarus, Bosnia-Herzegovina, Bulgaria, Croatia, Czech Republic, Estonia, Hungary, Latvia, Lithuania, Macedonia, Moldova, Poland, Romania, Russia, Serbia-Montenegro, Slovakia, Slovenia and Ukraine.
(***) Including the eurozone for €13,260 million in the first half of 2011, €11,187 million in the first half of 2010 and €25,222 million for the twelve months of 2010.
(****) Excluding Concession subsidiaries' revenue derived from works carried out by non-Group companies.

Revenue arising outside France amounted to €6,196.6 million in the first half of 2011, up 16.4% from the first half of 2010. It accounted for 35.8% of revenue excluding Concession subsidiaries' revenue derived from works carried out by non-Group companies (36% in the first half of 2010).

2. Other segment information by business line

The data below is for each business line separately and is stated before elimination, at their own level, of transactions with other business lines.

1st half 2011

(in € millions)	Concessions	Contracting: Energy	Contracting: Eurovia	Contracting: VINCI Construction	Contracting: Total	Holding companies & other activities	Eliminations	Total
Income statement								
Revenue (*)	**2,512.3**	**4,106.4**	**3,819.8**	**6,865.8**	**14,792.0**	**280.2**	**(262.0)**	**17,322.5**
Concession subsidiaries' revenue derived from works carried out by non-Group companies	529.9	-	-	-	-	-	(160.2)(**)	369.7
Total revenue	3,042.2	4,106.4	3,819.8	6,865.8	14,792.0	280.2	(422.2)	17,692.2
Operating profit from ordinary activities	**1,003.7**	**223.4**	**35.8**	**283.0**	**542.2**	**22.9**		**1,568.9**
% of revenue (*)	*40.0%*	*5.4%*	*0.9%*	*4.1%*	*3.7%*			*9.1%*
Operating profit	**997.1**	**213.5**	**32.3**	**291.8**	**537.6**	**19.7**		**1,554.4**
% of revenue (*)	*39.7%*	*5.2%*	*0.8%*	*4.3%*	*3.6%*			*9.0%*
Cash flow statement								
Cash flows (used in)/from operations before tax and financing costs	**1,556.6**	**227.8**	**131.0**	**402.7**	**761.5**	**14.8**		**2,332.9**
% of revenue (*)	*62.0%*	*5.5%*	*3.4%*	*5.9%*	*5.1%*			*13.5%*
Net investments in operating assets	(22.4)	(42.2)	(76.9)	(128.8)	(247.9)	(1.6)		(271.8)
Growth investments in concessions and PPPs	(489.5)	(0.3)	-	(2.3)	(2.6)	-		(492.1)
Free cash flow (after investments)	**277.0**	**(137.5)**	**(383.9)**	**(498.6)**	**(1,020.0)**	**141.4**		**(601.6)**
Balance sheet								
Capital employed	**25,294.5**	**2,147.7**	**1,552.1**	**300.8**	**4,000.6**	**76.8**		**29,371.9**
Net financial surplus (debt)	**(15,863.6)**	**344.6**	**(250.7)**	**1,350.8**	**1,444.6**	**(139.2)**		**(14,558.2)**

(*) Excluding Concession subsidiaries' revenue derived from works carried out by non-Group companies.
(**) Intragroup revenue of the Contracting business from work for the controlled concession operating companies.

1st half 2010 (*)

(in € millions)	Concessions	Contracting: Energy	Contracting: Eurovia	Contracting: VINCI Construction	Contracting: Total	Holding companies & other activities	Eliminations	Total
Income statement								
Revenue (**)	**2,387.9**	**2,870.2**	**3,360.1**	**6,108.3**	**12,338.6**	**235.2**	**(190.5)**	**14,771.3**
Concession subsidiaries' revenue derived from works carried out by non-Group companies	386.8	-	-	-	-	-	(117.6)(***)	269.2
Total revenue	2,774.6	2,870.2	3,360.1	6,108.3	12,338.6	235.2	(308.1)	15,040.4
Operating profit from ordinary activities	**926.6**	**149.5**	**(2.3)**	**257.6**	**404.8**	**29.0**		**1,360.4**
% of revenue	*38.8%*	*5.2%*	*-0.1%*	*4.2%*	*3.3%*			*9.2%*
Operating profit	**931.4**	**146.0**	**(1.4)**	**286.0**	**430.5**	**27.1**		**1,389.1**
% of revenue (**)	*39.0%*	*5.1%*	*0.0%*	*4.7%*	*3.5%*			*9.4%*
Cash flow statement								
Cash flows (used in)/from operations before tax and financing costs	**1,472.8**	**166.2**	**84.6**	**358.9**	**609.8**	**28.2**		**2,110.8**
% of revenue (**)	*61.7%*	*5.8%*	*2.5%*	*5.9%*	*4.9%*			*14.3%*
Net investments in operating assets	(14.2)	(24.2)	(93.8)	(152.7)	(270.7)	(0.7)		(285.7)
Growth investments in concessions and PPPs	(324.6)	-	-	(8.9)	(8.9)	-		(333.5)
Free cash flow (after investments)	**360.4**	**(0.6)**	**(342.7)**	**(217.0)**	**(560.3)**	**(3.9)**		**(203.8)**
Balance sheet								
Capital employed	**25,051.6**	**1,824.3**	**1,238.2**	**(210.1)**	**2,852.5**	**36.1**		**27,940.2**
Net financial surplus (debt)	**(15,876.6)**	**636.7**	**(8.8)**	**1,795.5**	**2,423.3**	**(583.4)**		**(14,036.7)**

(*) Restated following the change of method described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".
(**) Excluding Concession subsidiaries' revenue derived from works carried out by non-Group companies.
(***) Intragroup revenue of the Contracting business from work for the controlled concession operating companies.

2010

(in € millions)	Concessions	Contracting: Energy	Contracting: Eurovia	Contracting: VINCI Construction	Contracting: Total	Holding companies & other activities	Eliminations	Total
Income statement								
Revenue (*)	**5,097.1**	**7,102.0**	**7,930.2**	**13,118.2**	**28,150.4**	**603.3**	**(475.0)**	**33,375.8**
Concession subsidiaries' revenue derived from works carried out by non-Group companies	912.9	-	-	-	-	-	(285.9)(**)	627.0
Total revenue	6,009.9	7,102.0	7,930.2	13,118.2	28,150.4	603.3	(760.8)	34,002.8
Operating profit from ordinary activities	**2,093.5**	**386.7**	**285.5**	**584.4**	**1,256.6**	**83.8**		**3,433.9**
% of revenue (*)	*41.1%*	*5.4%*	*3.6%*	*4.4%*	*4.5%*			*10.3%*
Operating profit	**2,084.7**	**366.7**	**278.6**	**619.4**	**1,264.7**	**79.8**		**3,429.1**
% of revenue (*)	*40.9%*	*5.2%*	*3.5%*	*4.7%*	*4.5%*			*10.3%*
Cash flow statement								
Cash flows (used in)/from operations before tax and financing costs	**3,196.8**	**415.8**	**470.5**	**879.9**	**1,766.2**	**88.9**		**5,052.0**
% of revenue (*)	*62.7%*	*5.9%*	*5.9%*	*6.7%*	*6.3%*			*15.1%*
Net investments in operating assets	(42.4)	(63.7)	(187.4)	(301.9)	(553.0)	(0.1)		(595.4)
Growth investments in concessions and PPPs	(851.5)	(0.1)	-	(19.6)	(19.7)	-		(871.1)
Free cash flow (after investments)	**945.6**	**412.8**	**254.2**	**235.9**	**903.0**	**70.1**		**1,918.7**
Balance sheet								
Capital employed	**25,121.0**	**1,852.7**	**1,160.1**	**(433.1)**	**2,579.7**	**65.4**		**27,766.1**
Net financial surplus (debt)	**(15,599.2)**	**606.4**	**204.3**	**2,144.5**	**2,955.3**	**(415.7)**		**(13,059.7)**

(*) Excluding Concession subsidiaries' revenue derived from works carried out by non-Group companies.
(**) Intragroup revenue of the Contracting business from work for the controlled concession operating companies.

Reconciliation between capital employed and the financial statements

The definition of capital employed used by VINCI to measure value creation is non-current assets less working capital requirement (including current provisions) (see Note G.16 "Working capital requirement and current provisions") and less tax payable.

(in € millions)	Note	30/06/2011	30/06/2010 (*)	31/12/2010
Capital employed - Assets				
Concession intangible assets		23,888.5	23,730.3	23,771.6
- Deferred tax on ASF goodwill		(1,887.1)	(1,975.5)	(1,931.3)
Goodwill, gross		6,205.2	5,593.6	6,174.2
Other intangible assets		351.6	471.2	354.9
Property, plant and equipment		4,217.6	4,060.6	4,411.5
Investment property		50.6	47.7	40.9
Investments in equity-accounted companies		724.4	671.1	713.5
Other non-current financial assets		1,059.9	909.2	869.5
- Collateralised loans and receivables (at more than one year)	12	(1.7)	(0.2)	-
- Derivative non-current financial instruments (assets)	12	(180.2)	(276.5)	(186.1)
Inventories and work in progress		880.4	837.0	843.8
Trade and other operating receivables		10,515.2	9,316.2	8,816.3
Other current operating assets		4,145.0	3,193.8	3,435.4
Other current non-operating assets		33.4	20.5	57.8
Current tax assets		170.3	170.6	76.1
Total capital employed - Assets		**50,173.1**	**46,769.6**	**47,448.1**
Capital employed - Liabilities				
Current provisions		(3,166.9)	(3,015.4)	(3,235.0)
Trade payables		(7,373.7)	(6,619.1)	(6,692.2)
Other current operating liabilities		(9,570.2)	(8,713.7)	(9,075.0)
Other current non-operating liabilities		(530.0)	(330.8)	(496.7)
Current tax payables		(160.4)	(150.4)	(183.1)
Total capital employed - Liabilities		**(20,801.2)**	**(18,829.4)**	**(19,682.0)**
Total capital employed		**29,371.9**	**27,940.2**	**27,766.1**

(*) Restated following the change of method described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".

3. Breakdown of the Concessions business

1st half 2011

(in € millions)	VINCI Autoroutes (*)	*of which ASF & Escota*	*of which Cofiroute*	VINCI Concessions	*of which VINCI Park*	Total
Income statement						
Revenue (**)	**2,054.2**	***1,474.2***	***562.8***	**458.1**	***301.0***	**2,512.3**
Concession subsidiaries' revenue derived from works carried out by non-Group companies	489.7	*427.1*	*60.9*	40.2	*20.2*	529.9
Total revenue	2,543.8	*1,901.4*	*623.7*	498.4	*321.2*	3,042.2
Operating profit from ordinary activities	**892.8**	***610.4***	***275.9***	**111.0**	***68.8***	**1,003.7**
% of revenue (**)	*43.5%*	*41.4%*	*49.0%*	*24.2%*	*22.9%*	*40.0%*
Operating profit	**892.5**	***611.0***	***275.0***	**104.6**	***68.2***	**997.1**
% of revenue (**)	*43.4%*	*41.4%*	*48.9%*	*22.8%*	*22.7%*	*39.7%*
Cash flow statement						
Cash flows (used in)/from operations before tax and financing costs	**1,403.1**	***998.1***	***395.1***	**153.5**	***95.2***	**1,556.6**
% of revenue (**)	*68.3%*	*67.7%*	*70.2%*	*33.5%*	*31.6%*	*62.0%*
Net investments in operating assets	(9.2)	*(8.4)*	*(0.9)*	(13.1)	*(9.7)*	(22.4)
Growth investments in concessions and PPPs	(456.4)	*(382.5)*	*(72.7)*	(33.1)	*(18.3)*	(489.5)
Free cash flow (after investments)	**238.2**	***91.6***	***151.3***	**38.8**	***23.1***	**277.0**
Balance sheet						
Capital employed	**23,048.1**	***16,926.8***	***5,439.2***	**2,246.4**	***1,232.2***	**25,294.5**
Net financial surplus (debt)	**(14,292.2)**	***(10,629.2)***	***(3,039.2)***	**(1,571.4)**	***(760.0)***	**(15,863.6)**

(*) Motorway concessions in France (ASF, Escota, Cofiroute, Arcour).
(**) Excluding Concession subsidiaries' revenue derived from works carried out by non-Group companies.

1st half 2010 (*)

(in € millions)	VINCI Autoroutes (**)	of which ASF & Escota	of which Cofiroute	VINCI Concessions	of which VINCI Park	Total
Income statement						
Revenue (***)	**1,972.0**	***1,420.6***	***536.2***	**415.8**	***288.8***	**2,387.9**
Concession subsidiaries' revenue derived from works carried out by non-Group companies	349.6	*281.6*	*66.2*	37.1	*7.0*	386.8
Total revenue	2,321.6	*1,702.2*	*602.4*	453.0	*295.8*	2,774.6
Operating profit from ordinary activities	**839.4**	***565.2***	***269.5***	**87.1**	***58.6***	**926.6**
% of revenue (***)	*42.6%*	*39.8%*	*50.3%*	21.0%	*20.3%*	*38.8%*
Operating profit	**837.3**	***563.5***	***269.0***	**94.2**	***59.0***	**931.4**
% of revenue (***)	*42.5%*	*39.7%*	*50.2%*	22.6%	*20.4%*	*39.0%*
Cash flow statement						
Cash flows (used in)/from operations before tax and financing costs	**1,333.5**	***949.4***	***376.2***	**139.4**	***94.3***	**1,472.8**
% of revenue (***)	*67.6%*	*66.8%*	*70.2%*	33.5%	*32.6%*	*61.7%*
Net investments in operating assets	(5.3)	*(4.9)*	*(0.5)*	(8.9)	*(7.3)*	(14.2)
Growth investments in concessions and PPPs	(281.2)	*(293.4)*	*13.5*	(43.3)	*(14.0)*	(324.6)
Free cash flow (after investments)	**308.0**	***154.4***	***159.3***	**52.4**	***48.8***	**360.4**
Balance sheet						
Capital employed	**22,949.7**	***16,784.9***	***5,490.4***	**2,102.0**	***1,237.9***	**25,051.6**
Net financial surplus (debt)	**(14,142.6)**	***(10,420.1)***	***(3,099.2)***	**(1,734.0)**	***(794.2)***	**(15,876.6)**

(*) Restated following the change of method described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".
(**) Motorway concessions in France (ASF, Escota, Cofiroute, Arcour).
(***) Excluding Concession subsidiaries' revenue derived from works carried out by non-Group companies.

2010

(in € millions)	VINCI Autoroutes (*)	of which ASF & Escota	of which Cofiroute	VINCI Concessions	of which VINCI Park	Total
Income statement						
Revenue (**)	**4,258.7**	***3,074.1***	***1,149.8***	**838.4**	***596.0***	**5,097.1**
Concession subsidiaries' revenue derived from works carried out by non-Group companies	823.5	*676.2*	*142.4*	89.3	*32.2*	912.9
Total revenue	5,082.2	*3,750.3*	*1,292.2*	927.7	*628.2*	6,009.9
Operating profit from ordinary activities	**1,922.9**	***1,318.2***	***590.8***	**170.6**	***110.9***	**2,093.5**
% of revenue (**)	*45.2%*	*42.9%*	*51.4%*	*20.4%*	*18.6%*	*41.1%*
Operating profit	**1,916.8**	***1,313.7***	***589.2***	**167.9**	***113.5***	**2,084.7**
% of revenue (**)	*45.0%*	*42.7%*	*51.2%*	*20.0%*	*19.0%*	*40.9%*
Cash flow statement						
Cash flows (used in)/from operations before tax and financing costs	**2,929.1**	***2,102.1***	***806.8***	**267.7**	***177.5***	**3,196.8**
% of revenue (**)	*68.8%*	*68.4%*	*70.2%*	*31.9%*	*29.8%*	*62.7%*
Net investments in operating assets	(12.9)	*(11.5)*	*(1.4)*	(29.4)	*(24.4)*	(42.4)
Growth investments in concessions and PPPs	(758.7)	*(655.0)*	*(98.5)*	(92.8)	*(32.9)*	(851.5)
Free cash flow (after investments)	**876.4**	***542.6***	***357.0***	**69.2**	***74.2***	**945.6**
Balance sheet						
Capital employed	**22,954.1**	***16,796.1***	***5,472.3***	**2,166.9**	***1,227.3***	**25,121.0**
Net financial surplus (debt)	**(13,965.4)**	***(10,294.9)***	***(3,045.3)***	**(1,633.9)**	***(787.4)***	**(15,599.2)**

(*) Motorway concessions in France (ASF, Escota, Cofiroute, Arcour).
(**) Excluding Concession subsidiaries' revenue derived from works carried out by non-Group companies.

F. Notes to the income statement

4. Operating profit

(in € millions)	1st half 2011	1st half 2010 (*)	2010
Revenue (**)	**17,322.5**	**14,771.3**	**33,375.8**
Concession subsidiaries' revenue derived from works carried out by non-Group companies	369.7	269.2	627.0
Total revenue	17,692.2	15,040.4	34,002.8
Revenue from ancillary activities	**73.2**	**93.3**	**166.1**
Purchases consumed	(4,483.9)	(3,503.5)	(8,047.2)
External services	(2,352.9)	(1,815.0)	(4,234.7)
Temporary employees	(434.6)	(381.5)	(874.1)
Sub-contracting and concession operating companies' construction costs	(3,334.1)	(3,118.0)	(7,069.3)
Taxes and levies	(472.4)	(448.3)	(911.6)
Employment costs	(4,311.1)	(3,748.8)	(7,885.6)
Other operating income and expenses	28.8	27.8	51.6
Depreciation and amortisation	(895.4)	(847.4)	(1,730.7)
Net increase /(decrease) in provisions	59.1	61.2	(33.4)
Operating expenses	**(16,196.5)**	**(13,773.3)**	**(30,735.1)**
Operating profit from ordinary activities	**1,568.9**	**1,360.4**	**3,433.9**
% of revenue (**)	*9.1%*	*9.2%*	*10.3%*
Share-based payment expense (IFRS 2)	(40.7)	(21.2)	(71.2)
Goodwill impairment expense	-	-	(1.8)
Profit/(loss) of equity-accounted companies	26.2	49.9	68.2
Operating profit	**1,554.4**	**1,389.1**	**3,429.1**
% of revenue (**)	*9.0%*	*9.4%*	*10.3%*

(*) Restated following the change of method described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".
(**) Excluding Concession subsidiaries' revenue derived from works carried out by non-Group companies.

Operating profit from ordinary activities measures the operating performance of the Group's subsidiaries before taking account of expenses related to share-based payments (IFRS 2), goodwill impairment losses and the share of the profit or loss of equity-accounted companies.

5. Financial income and expenses

(in € millions)	1st half 2011	1st half 2010 (*)	2010
Cost of gross financial debt	(362.2)	(357.4)	(711.1)
Financial income from cash management investments	43.9	29.5	75.2
Cost of net financial debt	**(318.3)**	**(327.9)**	**(635.9)**
Other financial income	46.6	63.4	109.7
Other financial expenses	(32.5)	(56.7)	(154.9)
Other financial income and expenses	**14.1**	**6.7**	**(45.2)**

(*) Restated following the change of method described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".

The cost of net financial debt amounted to €318.3 million in the first half of 2011 compared with €327.9 million in the first half of 2010, an improvement of €9.6 million, resulting from:

- the favourable impact on the cost of gross financial debt of the repayments, made in 2010 and in the first half of 2011 of debt with higher rates of interest than the average rate of the gross financial debt;
- partially offset by the effect of the increase of rates on debt at floating and floating capped rates;
- the reduction of the average amount of net financial debt between the first half of 2010 and the first half of 2011.

Other financial income includes in particular capitalised borrowing costs on concession assets under construction for €28.6 million in the first half of 2011 (including €28.1 million for the ASF Group) compared with €37.3 million in the first half of 2010.

Other financial expenses include the effects of discounting assets and liabilities at more than one year to present value for €17.6 million in the first half of 2011 against €34 million in the first half of 2010.
This cost relates mainly to the provisions for retirement benefits for €22.9 million in the first half of 2011 (€24 million in the first half of 2010).

6. Income tax expense

The tax expense amounted to €379.8 million in the first half of 2011, compared with €306.2 million in the first half of 2010.

The effective tax rate, excluding the Group's share of equity accounted companies, was 31.0% in the first half of 2011, compared with 30.1% in the first half of 2010.

This rate is lower than the theoretical tax rate of 34.43% (the standard tax rate in force in France), mainly because of taxation at lower rates of some foreign subsidiaries.

7. Earnings per share

Earnings per share are calculated on the basis of the weighted average number of shares outstanding during the period, less the weighted average number of treasury shares.

Diluted earnings per share are calculated on the basis of the weighted average number of shares that would have been outstanding had all potentially dilutive instruments been converted into shares (in particular share subscription or purchase options and performance shares). Earnings are also adjusted as necessary for changes in income and expenses resulting from the conversion into shares of all potentially dilutive instruments.

The dilution resulting from the exercise of share subscription and purchase options and from performance shares is determined using the method defined in IAS 33.

The tables below show the reconciliation between earnings per share and diluted earnings per share:

1st half 2011	Net profit *(in € millions)*	Average number of shares	Earnings per share *(in €)*
Total shares		**557,291,132**	
Treasury shares		(15,564,205)	
Basic earnings per share	**813.5**	**541,726,927**	**1.50**
Subscription options		4,562,567	
Share purchase options		206,919	
Group savings scheme		552,391	
Performance shares		3,086,811	
Diluted earnings per share	**813.5**	**550,135,615**	**1.48**

1st half 2010	Net profit *(in € millions)*	Average number of shares	Earnings per share *(in €)*
Total shares		**532,961,787**	
Treasury shares		(14,983,974)	
Basic earnings per share	**703.2** (*)	**517,977,813**	**1.36** (*)
Subscription options		5,412,343	
Share purchase options		492,577	
Group savings scheme		287,475	
Performance shares		882,812	
Diluted earnings per share	**703.2** (*)	**525,053,020**	**1.34** (*)

(*) Restated following the change of method described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".

2010	Net profit *(in € millions)*	Average number of shares	Earnings per share *(in €)*
Total shares		**542,122,459**	
Treasury shares		(12,178,127)	
Basic earnings per share	**1,775.9**	**529,944,332**	**3.35**
Subscription options		4,808,278	
Share purchase options		341,467	
Group savings scheme		288,131	
Performance shares		1,965,432	
Diluted earnings per share	**1,775.9**	**537,347,640**	**3.30**

G. Notes to the balance sheet

8. Concession intangible assets

(in € millions)	Motorways (*)	Car parks	Other infrastructures	Total Concessions	Other Concessions (**)	Total
Gross						
01/01/2010	**26,341.0**	**1,158.4**	**818.0**	**28,317.4**	**8.7**	**28,326.1**
Acquisitions in the period	897.8	23.3	44.4	965.5	-	965.5
Disposals and retirements in the period	(2.5)	(53.0)	(1.7)	(57.2)	(2.2)	(59.5)
Currency translation differences	-	3.1	9.6	12.7	-	12.7
Other movements	(1.3)	0.1	(0.2)	(1.4)	(2.5)	(3.9)
	27,235.0	**1,131.8**	**870.1**	**29,237.0**	**4.0**	**29,240.9**
Grants received	(147.0)	-	-	(147.0)	-	(147.0)
31/12/2010	**27,088.0**	**1,131.8**	**870.1**	**29,090.0**	**4.0**	**29,094.0**
Acquisitions in the period	517.8	18.7	10.4	546.9	1.9	548.8
Disposals and retirements in the period	(0.8)	(0.2)	(0.1)	(1.1)	-	(1.1)
Currency translation differences	-	(1.7)	(10.9)	(12.7)	-	(12.7)
Other movements	109.2	1.3	(28.8)	81.8	(1.9)	79.9
	27,714.4	**1,149.8**	**840.8**	**29,704.9**	**4.0**	**29,708.9**
Grants received	(5.2)	(7.6)	(4.9)	(17.7)	-	(17.7)
30/06/2011	**27,709.2**	**1,142.2**	**835.9**	**29,687.3**	**4.0**	**29,691.2**
Amortisation and impairment losses						
01/01/2010	**(3,623.6)**	**(531.2)**	**(233.6)**	**(4,388.5)**	**(5.4)**	**(4,393.9)**
Amortisation for the period	(888.6)	(36.6)	(27.1)	(952.3)	(0.2)	(952.5)
Impairment losses	-	(2.5)	-	(2.5)	-	(2.5)
Reversals of impairment losses	-	2.0	-	2.0	-	2.0
Disposals and retirements in the period	1.8	25.4	1.3	28.6	2.2	30.8
Currency translation differences	-	(1.0)	(3.2)	(4.1)	-	(4.1)
Other movements	(0.9)	(1.5)	-	(2.4)	0.2	(2.1)
31/12/2010	**(4,511.3)**	**(545.4)**	**(262.5)**	**(5,319.2)**	**(3.1)**	**(5,322.3)**
Amortisation for the period	(453.1)	(17.8)	(13.8)	(484.8)	(0.1)	(484.8)
Impairment losses	-	(3.5)	-	(3.5)	-	(3.5)
Reversals of impairment losses	-	4.7	-	4.7	-	4.7
Disposals and retirements in the period	0.1	0.1	-	0.3	-	0.3
Currency translation differences	-	0.6	4.1	4.7	-	4.7
Other movements	(0.8)	(1.0)	0.2	(1.7)	(0.0)	(1.7)
30/06/2011	**(4,965.1)**	**(562.2)**	**(272.2)**	**(5,799.5)**	**(3.2)**	**(5,802.7)**
Net						
01/01/2010	**22,717.4**	**627.1**	**584.4**	**23,928.9**	**3.3**	**23,932.2**
31/12/2010	**22,576.7**	**586.5**	**607.6**	**23,770.8**	**0.8**	**23,771.6**
30/06/2011	**22,744.1**	**579.9**	**563.7**	**23,887.7**	**0.8**	**23,888.5**

(*) VINCI Autoroutes and foreign motorway concessions.
(**) Mainly communication network concession contracts managed by VINCI Construction.

Investments excluding capitalised borrowing costs amounted to €520.2 million in the first half of 2011 (€380.1 million in the first half of 2010). They include investments by Cofiroute for €60.9 million in the first half of 2011 (€66.2 million in the first half of 2010), and by ASF Group for €427.2 million in the first half of 2011 (€281.6 million in the first half of 2010).

Borrowing costs included during the first half of 2011 in the cost of concession assets before their entry into service amounted to €28.6 million (including €28.1 million for the ASF Group).

Concession intangible assets include assets under construction not yet in service for €1,938.5 million at 30 June 2011 (€2,338.7 million at 31 December 2010) including €1,241.2 million for ASF, €557.7 million for Escota and €92.3 million for Cofiroute. The reduction of assets under construction was due to the opening on 9 January 2011 of the second, VL 2 section of the A86 Duplex by Cofiroute.

The main features of concession and PPP contracts reported using the intangible asset model and the mixed model are described in Note G. "Notes on the main features of concession and PPP contracts" in the 2010 registration document D.11-0169, filed with the AMF on 23 March 2011. The main commitments related to these contracts are mentioned in Note G.26.2 "Commitments made under concession contracts - intangible asset model" in that document.

9. Goodwill

Changes in the period were as follows:

(in € millions)	30/06/2011	31/12/2010
Net at the beginning of the period	**6,103.1**	**3,598.6**
Goodwill recognised during the period	5.1	2,468.9 (*)
Impairment losses	-	(1.8)
Currency translation differences	(14.9)	38.4
Entities no longer consolidated	(0.2)	(1.7)
Other movements	46.1	0.8
Net at the end of the period	**6,139.2**	**6,103.1**

(*) Goodwill recognised following the acquisitions of Cegelec on 14 April 2010 and of Faceo on 29 July 2010 (see Note D. "Business Combinations").

The main items of goodwill at 30 June 2011 were as follows:

	30/06/2011			31/12/2010
(in € millions)	Gross	Impairment losses	Net	Net
ASF & Escota	1,934.7	-	1,934.7	1,934.7
Energy France	1,771.4	-	1,771.4	1,741.7
VINCI Facilities (*)	538.7	-	538.7	528.5
VINCI Park (formerly Sogeparc and Finec)	343.3	-	343.3	343.3
Entrepose Contracting	200.9	-	200.9	200.9
Soletanche Bachy	170.7	-	170.7	170.7
Energy Germany	149.8	-	149.8	158.8
Nuvia	125.8	-	125.8	131.9
Energy Benelux	137.5	-	137.5	130.9
ETF	107.6	-	107.6	107.6
Energy Switzerland	101.2	-	101.2	98.6
Taylor Woodrow Construction UK	84.7	-	84.7	88.8
Other goodwill items individually less than €50 million (**)	539.0	(66.0)	473.0	466.7
Total	**6,205.2**	**(66.0)**	**6,139.2**	**6,103.1**

(*) Estimated on provisional bases (see Note C.1.2 "Acquisition of Faceo" in the 2010 registration document D.11-0169, filed with the AMF on 23 March 2011).
(**) Net amount for individual entities, in each of the two periods.

The Group reviewed goodwill at 30 June 2011 and no indications of impairment were identified.

10. Property, plant and equipment

(in € millions)	Concession Operating fixed assets	Land	Buildings	Plant, equipment and fixtures	Total
Gross					
31/12/2010	**3,079.3**	**844.1**	**1,194.5**	**5,716.4**	**10,834.3**
30/06/2011	**3,043.0**	**863.4**	**1,212.8**	**5,790.1**	**10,909.3**
Depreciation and impairment losses					
31/12/2010	**(1,693.5)**	**(195.8)**	**(515.6)**	**(4,017.9)**	**(6,422.8)**
30/06/2011	**(1,768.2)**	**(210.4)**	**(536.5)**	**(4,176.6)**	**(6,691.8)**
Net					
31/12/2010	**1,385.7**	**648.3**	**678.9**	**1,698.5**	**4,411.5**
30/06/2011	**1,274.8**	**653.0**	**676.3**	**1,613.5**	**4,217.6**

Property, plant and equipment includes assets under construction not yet in service for €365.7 million at 30 June 2011 (€484.2 million at 31 December 2010).

At 30 June 2011, assets acquired under finance leases amounted to €137.2 million (€145.3 million at 31 December 2010). They are mainly related to property used in operations. The debts relating to these assets are shown in Note G.17.1 "Detail of long-term financial debt".

11. Investments in equity-accounted companies

11.1 Movements during the period

(in € millions)	30/06/2011	31/12/2010
Value of shares at start of the period	**713.5**	**640.3**
of which, Contracting	*589.9*	*532.5*
of which, Concessions	*119.0*	*107.6*
Increase of share capital of equity-accounted companies	5.2	27.2
Group share of profit/(loss) for the period	26.2	68.2
of which, Contracting	*29.7*	*70.0*
of which, Concessions	*(3.0)*	*(1.3)*
Dividends paid	(21.5)	(54.2)
Changes in consolidation scope and translation differences	(9.7)	11.2
Net change in fair value of financial instruments	16.9	(59.9)
Reclassifications (*)	(6.2)	80.7
Value of shares at end of period	**724.4**	**713.5**
of which, Contracting	*604.9*	*589.9*
of which, Concessions	*115.3*	*119.0*

(*) Mainly equity-accounted shares in companies with negative net assets.

The net changes in the fair value of financial instruments mainly relate to interest rate hedging transactions on concession and Public-Private Partnership projects.

Under IFRIC 12, the concession contract for the future South Europe Atlantic high-speed rail line between Tours and Bordeaux hold by LISEA (see note 1 "Key events in the period" of the management report), meets the definition of a mixed model for reporting purposes. The concession operating company receives a government grant paid by the State, local authorities and the European Union jointly involved in the financing which amounts to €3 billion together with a contribution from RFF of the order of €1 billion, and will also receive remuneration in the form of fees based on traffic levels.

11.2 Financial information on equity-accounted companies

Investments in equity-accounted companies break down as follows:

(in € millions)	% shareholding	30/06/2011	31/12/2010
Deme (a subsidiary of CFE in Belgium)	50%	336.4	318.0
Lusoponte (concession for the bridges on the Tagus in Portugal)	37%	32.2	32.9
Signature Vertical Holding (a subsidiary of Eurovia in France)	35%	30.2	30.0
SMTPC (concession for the Prado–Carénage Tunnel in France) (*)	33%	28.4	30.2
Laz Parking (a subsidiary of VINCI Park in the USA)	50%	26.8	30.2
Other equity-accounted companies, individually less than €20 million		270.2	272.2
Investments in equity-accounted companies		**724.4**	**713.5**

(*) The fair value of the SMTPC shares was €50.2 million at 30 June 2011.

The main financial data on the equity-accounted companies are as follows (Group's share):

	30/06/2011			30/06/2010 (*)			31/12/2010		
(in € millions)	Concessions	Contracting and VINCI Immobilier	Total	Concessions	Contracting and VINCI Immobilier	Total	Concessions	Contracting and VINCI Immobilier	Total
Income statement									
Revenue	250.2	776.7	**1,026.9**	222.9	852.4	**1,075.3**	191.2	1,573.1	**1,764.3**
Operating profit	38.3	52.7	**91.0**	40.0	66.3	**106.3**	56.6	125.4	**182.1**
Net profit/(loss)	(3.0)	29.3	**26.2**	7.0	42.9	**49.9**	(1.3)	69.6	**68.2**

(*) Restated following the change of method described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".

	30/06/2011			31/12/2010		
(in € millions)	Concessions	Contracting and VINCI Immobilier	Total	Concessions	Contracting and VINCI Immobilier	Total
Balance sheet						
Non-current assets	1,864.4	1,332.8	**3,197.3**	1,498.8	1,259.3	**2,758.1**
Current assets	286.1	989.4	**1,275.5**	232.3	963.6	**1,195.8**
Equity	17.4	(590.1)	**(572.7)**	19.3	(564.6)	**(545.4)**
Non-current liabilities	(1,415.0)	(734.2)	**(2,149.2)**	(1,264.3)	(633.0)	**(1,897.4)**
Current liabilities	(753.0)	(997.9)	**(1,750.9)**	(486.0)	(1,025.2)	**(1,511.2)**
Net financial debt	(1,287.8)	(481.2)	**(1,769.0)**	(1,121.8)	(508.9)	**(1,630.7)**

Non-current assets mainly comprise concession fixed assets, for the concession operating companies, and financial receivables for project companies under Public-Private Partnerships.

The list of companies reported using the equity method and the main features of concession and PPP contracts in force at 31 December 2010 are respectively given in Note K "List of main consolidated and equity-accounted companies at 31 December 2010" and Note G.28 "Equity-accounted companies' concession and PPP contracts" in the 2010 registration document D.11-0169, filed with the AMF on 23 March 2011.

11.3 Commitments made in respect of equity-accounted companies

Investment commitments made by the companies

	30/06/2011			31/12/2010		
(in € millions)	Concessions	Contracting	Total	Concessions	Contracting	Total
Investment commitments (Group share)	2,457.2	94.2	**2,551.4**	789.0	272.5	**1,061.5**

The increase in investment commitments made by equity-accounted companies (on the basis of the Group's share) relates to LISEA for €1,913 million.

Commitments made by the Group to provide funding

(in € millions)	30/06/2011	31/12/2010
Commitments made by the Group to provide funding (capital and/or subordinated debt)	581.1	467.9

These commitments relate mainly to project companies in the Concessions business, including LISEA for €268 million.

12. Other non-current financial assets

(in € millions)	30/06/2011	31/12/2010
Available-for-sale financial assets	368.3	316.9
Loans and receivables at amortised cost	511.5	366.5
of which, financial assets under PPPs	*155.5*	*117.9*
Fair value of derivative financial instruments (non-current assets) (*)	180.2	186.1
Other non-current financial assets	**1,059.9**	**869.5**

(*) See Note G.18 "Management of financial risks"

Available-for-sale financial assets amounted to €368.3 million at 30 June 2011 (€316.9 million at 31 December 2010). These comprise listed shareholdings for €220.7 million (including shares in ADP for €212.3 million representing a 3.3% shareholding) and unlisted shareholdings for €147.6 million, in subsidiaries that do not meet VINCI's minimum financial criteria for consolidation.
Changes in the period in available-for-sale assets mainly arise from the €19 million increase in value of the ADP shares.

Loans and receivables at amortised cost amounted to €511.5 million at 30 June 2011 (€366.5 million at 31 December 2010). In addition to €312.6 million in respect of receivables relating to shareholdings and guarantee deposits, they include the financial receivables relating to concession and Public-Private Partnership contracts managed by Group subsidiaries for €155.5 million.
The change in the period in receivables relating to shareholdings for €107.7 million relates mainly to a property transaction in Paris, for €65 million.

The fair value of non-current derivative financial instruments (assets) forms an integral part of net financial debt (see Note G.17 "Net financial debt").

The list of the main concession and PPP contracts reported using the financial asset model, and the related commitments are described in Note G "Main features of concession and PPP contracts " in the 2010 registration document D.11-0169, filed with the AMF on 23 March 2011.

13. Equity

Capital management policy

During the first half of 2011, VINCI continued its purchases of own shares under the programme approved by the Shareholders' General Meeting held on 6 May 2010 and the new programme approved by the Shareholders' General Meeting held on 2 May 2011, for a period of 18 months and relating to a maximum amount of purchases of €2 billion at a maximum share price of €60. 11,714,984 own shares were bought during this period at an average price of €43.07. The shares bought (see Note G.13.2 "Treasury shares") have been allocated to financing external growth transactions and to covering option and performance share plans.

VINCI's employee savings policy aims to make it easier for Group employees to become shareholders. At 30 June 2011, more than 55% of the Group's employees were VINCI shareholders, through unit funds invested in VINCI shares. The employees form the largest group of shareholders in the Company, together holding 10% of its shares.

Neither the Group's consolidated equity nor the parent company's equity is subject to any external constraints in the form of financial covenants.

13.1 Share capital

At 30 June 2011, the parent company's share capital was represented by 563,968,128 ordinary shares of €2.5 nominal value.

The changes in the number of shares during the year were as follows:

	30/06/2011	31/12/2010
Number of shares at the start of the period	**552,620,447**	**520,957,550**
Increases in share capital	11,347,681	31,662,897
Number of shares at the end of the period	**563,968,128**	**552,620,447**
Number of shares issued and fully paid	**563,968,128**	**552,620,447**
Nominal value of one share (in euros)	2.5	2.5
Treasury shares held directly by VINCI	22,979,680	11,360,406
of which, shares allocated to cover share purchase option plans and allocation of performance shares	*8,660,288*	*6,616,939*

13.2 Treasury shares

Changes in treasury shares were as follows:

	30/06/2011	31/12/2010
Number of shares at the start of the period	**11,360,406**	**21,083,639**
Purchases of shares	11,714,984	3,302,055
Disposal of shares on exercise of share purchase options	(94,370)	(655,272)
Allocation of 2007 performance shares to employees	-	(2,000)
Allocation of 2008 performance shares to employees	-	(1,582,325)
Allocation of 2009 performance shares to employees	(1,340)	-
Share exchange in connection with the Cegelec transaction	-	(10,500,000)
Exchange of shares under exercise of calls Entrepose Contracting	-	(285,691)
Number of shares at the end of the period	**22,979,680**	**11,360,406**

At 30 June 2011, the total number of treasury shares held was 22,979,680. These were recognised as a deduction from consolidated equity for €1,052 million.

14,319,392 shares have been allocated to financing external growth transactions and 8,660,288 shares to covering option and performance share plans.

13.3 Amounts recognised directly in equity

(in € millions)		30/06/2011 Attributable to owners of the parent	30/06/2011 Attributable to non-controlling interests	30/06/2011 Total	31/12/2010 Attributable to owners of the parent	31/12/2010 Attributable to non-controlling interests	31/12/2010 Total
Available-for-sale financial assets							
Reserve at beginning of period		**36.8**	**-**	**36.8**	**30.9**	**-**	**30.9**
Changes in fair value in the period		19.0	(0.0)	19.0	9.0	-	9.0
Impairment losses recognised in profit or loss		-	-	-	-	-	-
Changes in fair value recognised in profit or loss on disposal		-	-	-	(3.4)	-	(3.4)
Change in consolidation scope and miscellaneous		-	-	-	0.3	-	0.3
Gross reserves before tax effect at balance sheet date	**(I)**	**55.8**	**(0.0)**	**55.8**	**36.8**	**-**	**36.8**
Cash flow hedges							
Reserve at beginning of period		**(427.4)**	**(16.9)**	**(444.3)**	**(299.2)**	**(11.0)**	**(310.1)**
Changes in fair value of equity-accounted companies		20.2	2.8	23.0	(76.6)	(5.8)	(82.4)
Changes in fair value relating to associates		20.3	1.2	21.5	(57.8)	(0.2)	(57.9)
Fair value items recognised in profit or loss, relating to controlled companies		4.6	-	4.6	6.3	-	6.3
Change in consolidation scope and miscellaneous		0.3	0.4	0.7	(0.1)	0.1	(0.0)
Gross reserves before tax effect at balance sheet date	**(II)**	**(382.0)**	**(12.5)**	**(394.5)**	**(427.4)**	**(16.9)**	**(444.3)**
of which, gross reserve relating to equity-accounted companies		*(171.2)*	*(11.7)*	*(182.9)*	*(190.3)*	*(14.9)*	*(205.2)*
Total gross reserve before tax effects	**(I + II)**	**(326.2)**	**(12.5)**	**(338.7)**	**(390.6)**	**(16.9)**	**(407.4)**
Associated tax effect		99.1	4.2	103.3	119.9	5.6	125.5
Reserve net of tax		**(227.1)**	**(8.2)**	**(235.3)**	**(270.7)**	**(11.2)**	**(281.9)**

The amount recorded in equity relating to cash flow hedging transactions (–€394.5 million) breaks down as follows:

- cash flow hedging transactions related to interest rate risk for –€380.7 million, of which –€199.2 million relating to controlled companies;
- cash flow hedges related to exchange rate risk for –€13.8 million.

These transactions are described in Note F.24.1.3 "Cash flow hedges" in the 2010 registration document D.11-0169 filed with the AMF on 23 March 2011.

13.4 Dividends

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

	2010	2009
Dividend per share (in €)		
Interim dividend	0.52	0.52
Final dividend	1.15	1.10
Net total dividend	**1.67**	**1.62**
Amount of dividend (in € millions)		
Interim dividend	283.4	261.1
Final dividend	616.6	588.8
amount paid in VINCI shares	-	*39.3*
amount paid in cash	*616.6*	*549.5*
Net total dividend	**900.0**	**849.9**

VINCI paid the final dividend in respect of 2010 on 9 June 2011.

14. Share-based payments

The expense relating to employee benefits has been assessed at €40.7 million for the first half of 2011 (€21.2 million in the first half of 2010), including €28.2 million in respect of performance share plans (€12 million in the first half of 2010).

The features of the various plans in progress are described below.

14.1 Share subscription and purchase options

The number and weighted average exercise prices of share subscription options and purchase options outstanding at 30 June 2011 were as follows:

	30/06/2011		31/12/2010	
	Options	Average price *(in €)*	Options	Average price *(in €)*
Options in circulation at start of the period	**23,010,679**	**32.36**	**23,346,792**	**28.55**
Options granted during the period	1,592,493		4,234,595	
Options exercised	(2,116,320)		(4,237,530)	
Options cancelled	(53,938)		(333,178)	
Options in circulation at end of the period	**22,432,914**	**34.27**	**23,010,679**	**32.36**
of which exercisable options	*12,874,242*	*31.10*	*14,987,212*	*29.61*

Information on the features of the share subscription option plans currently in force

Plan	Plan granted on 2 May 2011	Plan granted on 9 July 2010	Plan granted on 15 September 2009
Price of the underlying share at grant date (in euros)	44.87	35.44	37.43
Exercise price (in euros)	43.70	36.70	38.37
Lifetime of the options (in years) from grant date	7	7	7
Number of options granted	1,592,493	4,234,595	3,865,000
Options cancelled	-	(67,131)	(62,935)
Number of options after cancellation	1,592,493	4,167,464	3,802,065
Original number of beneficiaries	266	1,735	1,582

On 2 May 2011, the Board of Directors granted 1,592,493 share subscription options to 266 employees with effect from 2 May 2011. Final vesting of the options is conditional on a performance index. This index has to show an annual average ROCE for 2011 and 2012 of 6% or more for all the shares subscription options granted to be definitively acquired by the beneficiaries. If the index is between 5% and 6%, the number of share subscription options finally granted will be reduced in proportion and no options will be granted if index is equal to or less than 5%.

Options only definitively vest after a period of three years has elapsed and are conditional on beneficiaries being in the Group's employ until the end of the vesting period.

Information on the fair value of the share option plan in progress

The fair value of options has been calculated by an external actuary at the respective grant dates of the options on the basis of the following assumptions:

Plan	Plan granted on 2 May 2011	Plan granted on 9 July 2010	Plan granted on 15 September 2009
Volatility of the VINCI share price (*)	26.93%	34.22%	32.91%
Expected return on share	8.29%	7.24%	8.01%
Risk-free rate of return (**)	2.62%	1.59%	2.38%
Dividend distribution rate hoped-for (***)	4.05%	4.99%	4.21%
Fair value of the option (in euros)	**7.66**	**4.43**	**5.65**

(*) Volatility estimated applying a multicriterion approach based on the mean reversion model.
(**) Five-year eurozone bond rate.
(***) Average return expected by financial analysts over the four years following the grant date adjusted by a theoretical annual growth rate beyond that period.

14.2 Performance shares

Information on changes in performance share plans currently in force

	30/06/2011	31/12/2010
Number of shares granted subject to performance conditions at start of period	**3,235,383**	**3,132,907**
Shares granted	2,139,059	1,726,138
Shares acquired by beneficiaries	(1,340)	(1,582,325)
Shares cancelled	(50,783)	(41,337)
Number of shares granted subject to performance conditions not vested at end of period	**5,322,319**	**3,235,383**

Information on the features of the performance share plans currently in force

Plan	Plan granted on 2 May 2011	Plan granted on 9 July 2010	Plan granted on 15 September 2009
Number of beneficiaries	1,782	1,813	1,582
Vesting date of the shares granted	02/05/2013	09/07/2012	15/09/2011
Date of end of period of unavailability of shares granted	02/05/2015	09/07/2014	15/09/2013
Number of shares granted subject to performance conditions	**2,139,059**	**1,726,138**	**1,545,999**
Shares cancelled	-	(37,702)	(49,835)
Shares acquired by beneficiaries	-	-	(1,340)
Number of shares granted subject to performance conditions at end of year	**2,139,059**	**1,688,436**	**1,494,824**

On 2 May 2011, VINCI's Board of Directors granted 2,139,059 performance shares to 1,782 employees with effect from 2 May 2011. Final vesting of the performance shares is conditional on a performance index. This index has to show an annual average ROCE for 2011 and 2012 of 6% or more for all the performance shares granted to be definitively acquired by the beneficiaries. If the index is between 5% and 6%, the number of performance shares finally granted will be reduced in proportion and no shares will be granted if index is equal to or less than 5%.

The shares only definitively vest after a period of two years has elapsed and are conditional on beneficiaries being in the Group's employ until the end of the vesting period.

Fair value of the performance share plan

The fair value of the performance shares has been calculated by an external actuary at the respective grant dates of the shares on the basis of the following assumptions:

Plan	2011 Plan	2010 Plan	2009 Plan
Price of VINCI share on date plan was announced (in euros)	44.87	35.44	37.43
Fair value of performance share at grant date (in euros)	36.90	28.30	31.17
Fair value of share price at grant date (in %)	82.25%	79.85%	83.29%
Original maturity (in years) - vesting period	2 years	2 years	2 years
Risk-free interest rate	1.81%	0.97%	1.75%

14.3 Group savings schemes

VINCI's Board of Directors defines the conditions for subscribing to the Group Savings Scheme in accordance with the authorisations granted to it by the Shareholders' General Meeting.

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

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

Tranche	2nd four-month period 2011 (1 April-31 August 2011)
Return on the VINCI share hoped for	8.36%
Dividend per share	1.15
Dividend payable (interim) (in euros)	*-*
Dividend payable (final) (in euros)	*1.15*
Subscription price (in euros)	38.91
Share price at date of Board of Directors' Meeting (in euros)	43.11
Volatility of the VINCI share price (*)	31.87%
Estimated number of shares subscribed to	630,949
Estimated number of shares issued (subscriptions plus employer's contribution)	801,305

(*) Volatility estimated applying a multicriterion approach based on the mean reversion model.

The estimated number of shares subscribed to at the end of the subscription period is obtained by a linear regression method applied to historical observations of the plans between 2002 and 2010, taking account of the cost of restrictions on the availability of units in the savings fund.

The opportunity cost of the frozen shares subscribed to is estimated from the point of view of a third party holding a diversified portfolio and prepared to acquire the frozen shares in return for a discount, which should correspond to the return demanded by the purchaser on own funds allocated to hedge against market risk over the period in which the shares are frozen (five years). The market risk is assessed on an annual basis applying a value-at-risk approach.

The disclosures relating to the characteristics of the 2010 Group Savings Schemes are presented in Note F.19.3 "Company savings funds" of the 2010 registration document D.11-0169 filed with the AMF on 23 March 2011.

15. Non-current provisions

(in € millions)	Note	30/06/2011	31/12/2010
Provisions for retirement benefit obligations	15.1	744.8	712.5
Other non-current provisions	15.2	602.9	601.6
Total non-current provisions at more than one year		**1,347.7**	**1,314.1**

15.1 Provisions for retirement benefit obligations

At 30 June 2011, provisions for retirement benefit obligations amounted to €793.8 million (including €744.8 million at more than one year) compared with €775.1 million at 31 December 2010 (including €712.5 million at more than one year). They comprise provisions for lump sums on retirement and provisions for obligations for supplementary retirement benefits. The part at less than one year of these provisions was €49 million at 30 June 2011 and €62.6 million at 31 December 2010, and is reported under other current payables.

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

15.2 Other non-current provisions

Changes in other non-current provisions reported in the balance sheet in the first half of 2011 and in the twelve months of 2010

(in € millions)	Opening	Provisions taken	Provisions used	Other reversals not used	Changes in consolidation scope and miscellaneous	Change in the part at less than one year of non-current provisions	Translation differences	Closing
01/01/2010	**332.4**	**227.1**	**(106.8)**	**(49.7)**	**60.6**	**(20.3)**	**(0.3)**	**442.9**
Other employee benefits	138.4	18.7	(20.5)	(0.1)	10.5	(1.0)	0.2	146.2
Financial risks	113.6	64.2	(4.6)	(1.6)	80.4	-	-	252.0
Other liabilities	428.2	178.3	(148.8)	(19.9)	24.5	-	1.2	463.6
Discounting of non-current provisions	(6.2)	(0.6)	0.9	-	(0.4)	-	(0.0)	(6.3)
Reclassification of the part at less than one year of non-current provisions	(231.1)	-	-	-	2.6	(25.0)	(0.4)	(253.9)
31/12/2010	**442.9**	**260.5**	**(172.9)**	**(21.6)**	**117.6**	**(26.0)**	**1.0**	**601.6**
Other employee benefits	146.2	4.1	(8.1)	(0.3)	(2.4)	(3.1)	(0.0)	136.5
Financial risks	252.0	4.1	(2.7)	3.0	(5.0)	-	(0.0)	251.4
Other liabilities	463.6	23.2	(40.4)	(6.6)	19.1	-	(1.1)	457.8
Discounting of non-current provisions	(6.3)	(0.1)	0.1	-	-	-	-	(6.4)
Reclassification of the part at less than one year of non-current provisions	(253.9)	-	-	-	4.3	12.9	0.3	(236.5)
30/06/2011	**601.6**	**31.3**	**(51.0)**	**(3.9)**	**16.0**	**9.8**	**(0.9)**	**602.9**

16. Working capital requirement and current provisions

16.1 Change in working capital requirement

(in € millions)	30/06/2011	30/06/2010 (*)	31/12/2010	Changes 30/06/2011 - 31/12/2010: Changes in operating WCR	Changes 30/06/2011 - 31/12/2010: Other changes (**)
Inventories and work in progress (net)	880.4	837.0	843.8	70.5	(33.9)
Trade receivables	10,515.2	9,316.2	8,816.3	1,715.9	(17.0)
Other current operating assets	4,145.0	3,193.8	3,435.4	599.3	110.2
Inventories and operating receivables (I)	**15,540.6**	**13,346.9**	**13,095.6**	**2,385.7**	**59.4**
Trade payables	(7,373.7)	(6,619.1)	(6,692.2)	(691.8)	10.3
Other current operating liabilities	(9,570.2)	(8,713.7)	(9,075.0)	(415.9)	(79.4)
Trade and other operating payables (II)	**(16,943.9)**	**(15,332.8)**	**(15,767.2)**	**(1,107.7)**	**(69.1)**
Working capital requirement (excluding current provisions) (I + II)	**(1,403.3)**	**(1,985.9)**	**(2,671.6)**	**1,278.1**	**(9.7)**
Current provisions	**(3,166.9)**	**(3,015.4)**	**(3,235.0)**	**57.1**	**11.1**
of which, part at less than one year of non-current provisions	*(236.5)*	*(204.3)*	*(253.9)*	*-*	*17.5*
Working capital requirement (including current provisions)	**(4,570.1)**	**(5,001.3)**	**(5,906.6)**	**1,335.1**	**1.4**

(*) Restated following the change of method described in Note C. "Impact of change of method: equity accounting of jointly controlled entities".
(**) Mainly translation differences and changes in consolidation scope.

16.2 Breakdown of current provisions

Changes in current provisions reported in the balance sheet in the first half of 2011 and in the twelve months of 2010

(in € millions)	Opening	Provisions taken	Provisions used	Other reversals not used	Changes in consolidation scope and miscellaneous	Change in the part at less than one year of non-current provisions	Translation differences	Closing
01/01/2010	**2,658.1**	**1,126.9**	**(852.8)**	**(150.1)**	**2.6**	**29.3**	**8.9**	**2,823.0**
Obligation to maintain the condition of concession assets	544.3	109.2	(88.6)	(0.9)	-	-	1.1	565.1
After-sales service	374.7	148.2	(87.5)	(30.2)	7.2	-	4.6	417.1
Losses on completion and construction project liabilities	775.1	498.4	(440.6)	(58.4)	6.4	-	10.0	790.9
Disputes	367.6	162.0	(96.1)	(41.0)	54.6	-	1.8	448.8
Restructuring	39.5	33.0	(30.6)	(5.6)	28.5	-	0.1	64.9
Other current liabilities	511.2	273.9	(193.0)	(45.6)	172.5	-	4.0	723.0
Discounting of current provisions	(20.6)	(4.2)	6.3	0.2	(10.3)	-	(0.2)	(28.7)
Reclassification of the part at less than one year of non-current provisions	231.1	-	-	-	(2.6)	25.0	0.4	253.9
31/12/2010	**2,823.0**	**1,220.5**	**(930.0)**	**(181.7)**	**256.4** (*)	**25.0**	**21.8**	**3,235.0**
Obligation to maintain the condition of concession assets	565.1	35.6	(45.5)	-	0.2	-	(0.9)	554.3
After-sales service	417.1	58.8	(40.8)	(4.3)	1.1	-	(2.0)	429.9
Losses on completion and construction project liabilities	790.9	299.0	(331.0)	(10.7)	(7.3)	-	(4.4)	736.4
Disputes	448.8	32.1	(37.7)	(13.8)	18.4	-	(0.9)	446.9
Restructuring	64.9	10.9	(23.5)	(0.4)	(0.5)	-	-	51.3
Other current liabilities	723.0	213.9	(196.1)	(8.6)	10.2	-	(2.2)	740.3
Discounting of current provisions	(28.7)	-	-	-	-	-	(0.1)	(28.8)
Reclassification of the part at less than one year of non-current provisions	253.9	-	-	-	(4.3)	(12.9)	(0.3)	236.5
30/06/2011	**3,235.0**	**650.2**	**(674.6)**	**(37.8)**	**17.7**	**(12.9)**	**(10.7)**	**3,166.9**

(*) Including current provisions of €223.5 million for Cegelec.

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

Such provisions mainly cover the expenses incurred by motorway concession operating companies for road repairs (surface courses, restructuring of slow lanes, etc.) bridges, tunnels and hydraulic infrastructure, and mainly comprised €335.0 million for ASF at 30 June 2011 (€342.8 million at 31 December 2010) and Cofiroute for €189.5 million (€192.9 million at 31 December 2010).

17. Net financial debt

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

		30/06/2011					31/12/2010				
Accounting categories	*(in € millions)*	**Non-current**	**Ref.**	**Current (*)**	**Ref.**	**Total**	**Non-current**	**Ref.**	**Current (*)**	**Ref.**	**Total**
	Bonds	(6,013.7)	(1)	(161.8)	(3)	**(6,175.5)**	(6,020.5)	(1)	(197.7)	(3)	**(6,218.2)**
	Other bank loans and other financial debt	(11,335.7)	(2)	(461.6)	(3)	**(11,797.4)**	(11,387.4)	(2)	(995.5)	(3)	**(12,382.9)**
	Finance lease debt restated	(91.4)	(2)	(48.1)	(3)	**(139.5)**	(100.4)	(2)	(56.1)	(3)	**(156.5)**
	Long-term financial debt	**(17,440.8)**		**(671.5)**		**(18,112.4)**	**(17,508.3)**		**(1,249.3)**		**(18,757.6)**
	Commercial paper	-		(494.0)	(3)	**(494.0)**	-		-	(3)	**-**
Liabilities at amortised cost	Other current financial liabilities	-		(37.7)	(3)	**(37.7)**	-		(55.6)	(3)	**(55.6)**
	Bank overdrafts	-		(708.5)	(3)	**(708.5)**	-		(676.8)	(3)	**(676.8)**
	Financial current accounts, liabilities	-		(80.7)	(3)	**(80.7)**	-		(158.1)	(3)	**(158.1)**
	I - Gross financial debt	**(17,440.8)**		**(1,992.4)**		**(19,433.3)**	**(17,508.3)**		**(2,139.9)**		**(19,648.2)**
	of which, impact of fair value hedges:	*(165.3)*		*-*		***(165.3)***	*(176.7)*		*-*		***(176.7)***
	of which, effect of recognising ASF's debt at fair value in VINCI's consolidated financial statements (**)	*(44.4)*		*(8.6)*		***(52.9)***	*(52.0)*		*(12.6)*		***(64.6)***
Loans and receivables	Loans and collateralised financial receivables	1.7	(6)	10.2	(8)	**11.9**	-	(6)	1.8	(8)	**1.8**
	Financial current accounts, assets	-		220.9	(4)	**220.9**	-		195.1	(4)	**195.1**
Assets at fair value through profit or loss (fair value option)	Cash management financial assets	-		529.2	(4)	**529.2**	-		538.2	(4)	**538.2**
	Cash equivalents	-		2,407.4	(5)	**2,407.4**	-		3,686.4	(5)	**3,686.4**
	Cash	-		1,594.0	(5)	**1,594.0**	-		2,061.5	(5)	**2,061.5**
	II - Financial assets	**1.7**		**4,761.7**		**4,763.4**	**-**		**6,483.0**		**6,483.0**
	Derivative financial instruments - liabilities	(168.8)	(2)	(97.1)	(3)	**(265.9)**	(188.4)	(2)	(135.4)	(3)	**(323.8)**
Derivatives	Derivative financial instruments - assets	180.2	(7)	197.5	(9)	**377.6**	186.1	(7)	243.2	(9)	**429.3**
	III - Derivative financial instruments	**11.4**		**100.3**		**111.7**	**(2.3)**		**107.8**		**105.5**
	Net financial debt (I + II + III)	**(17,427.7)**		**2,869.6**		**(14,558.2)**	**(17,510.6)**		**4,451.0**		**(13,059.7)**
	of which:										
	Concessions	*(15,655.1)*		*204.4*		***(15,450.7)***	*(14,715.4)*		*(445.3)*		***(15,160.7)***
	Contracting	*(1,665.3)*		*3,110.0*		***1,444.6***	*(1,701.7)*		*4,657.0*		***2,955.3***
	Holding companies (including Concessions holding companies) and VINCI Immobilier	*(107.3)*		*(444.9)*		***(552.1)***	*(1,093.5)*		*239.2*		***(854.3)***

(*) The current part includes accrued interest not matured.
(**) Following acquisition of ASF by VINCI on 9 March 2006.

Reconciliation of net financial debt with balance sheet items

(in € millions)	**Ref.**	**30/06/2011**	**31/12/2010**
Bonds (non-current)	(1)	(6,013.7)	(6,020.5)
Other loans and borrowings	(2)	(11,595.9)	(11,676.2)
Current borrowings	(3)	(2,089.6)	(2,275.3)
Cash management financial assets	(4)	750.1	733.2
Cash and cash equivalents	(5)	4,001.4	5,747.9
Non-current collateralised loans and receivables	(6)	1.7	-
Derivative financial instruments - non-current assets	(7)	180.2	186.1
Current collateralised loans and receivables	(8)	10.2	1.8
Derivative financial instruments - current assets	(9)	197.5	243.2
Net financial debt		**(14,558.2)**	**(13,059.7)**

Derivative financial instruments (assets and liabilities) designated as hedges are reported in the balance sheet, classified by maturity and according to their accounting category, under other non-current financial assets or liabilities for the part at more than one year, and other current financial assets or liabilities for the part at less than one year. Derivative financial instruments (assets and liabilities) that are not designated as hedges for accounting purposes are reported as other current financial assets or liabilities, whatever their maturity dates.

17.1 Detail of long-term financial debt

The breakdown of net long-term financial debt at 30 June 2011 by business was as follows:

	30/06/2011				31/12/2010			
(in € millions)	Concessions	Contracting	Holding companies (*) and VINCI Immobilier	Total	Concessions	Contracting	Holding companies (*) and VINCI Immobilier	Total
Bonds	(6,175.5)	(0.0)	-	**(6,175.5)**	(6,217.5)	(0.7)	-	**(6,218.2)**
Other bank loans and other financial debt	(8,697.1)	(287.7)	(2,812.6)	**(11,797.4)**	(9,259.1)	(260.4)	(2,863.4)	**(12,382.9)**
Finance lease debt restated	(2.7)	(136.9)	-	**(139.5)**	(2.8)	(153.7)	-	**(156.5)**
Long-term financial debt	**(14,875.2)**	**(424.6)**	**(2,812.6)**	**(18,112.4)**	**(15,479.4)**	**(414.8)**	**(2,863.4)**	**(18,757.6)**

(*) Including Concessions holding companies.

At 30 June 2011, long-term financial debt amounted to €18.1 billion, down €645.2 million from 31 December 2010 (€18.8 billion).

This decrease reflects the amortisation of existing debt, in particular the repayment of loans taken out with CNA by ASF and Escota, for a total amount of €499 million at an average rate of 5.9%.
Moreover, no new loans of a material size were taken out during the period.

17.2 Financing resources and liquidities

At 30 June 2011, the Group's available resources amounted to €10.1 billion, including €3.4 billion net cash managed (see Note G.17.2.2 "Net cash managed") and €6.7 billion of available, confirmed medium-term bank credit facilities (see Note G.17.2.3 "Revolving credit facilities").

17.2.1 Maturity of debts

At 30 June 2011, the average maturity of the Group's long-term financial debt was 6.4 years (against 6.6 years at 31 December 2010). The average maturity was 7.4 years in Concessions, 1.8 years for holding companies (including VINCI Immobilier and Concession holding companies) and 3.2 years in Contracting.

17.2.2 Net cash managed

Net cash managed, which in particular includes cash management financial assets and commercial paper issued, breaks down as follows:

	30/06/2011			
(in € millions)	Concessions	Contracting	Holding companies (*) and VINCI Immobilier	Total
Cash equivalents	**397.7**	**800.7**	**1,209.0**	**2,407.4**
Marketable securities and mutual funds (UCITS)	*244.7*	*190.1*	*37.6*	*472.3*
Negotiable debt securities with an original maturity of less than 3 months	*153.0*	*610.6*	*1,171.5*	*1,935.1*
Cash	**163.9**	**1,370.2**	**59.8**	**1,594.0**
Bank overdrafts	**(19.2)**	**(627.8)**	**(61.5)**	**(708.5)**
Net cash and cash equivalents	**542.3**	**1,543.2**	**1,207.4**	**3,292.9**
Cash management financial assets	**45.2**	**60.7**	**423.3**	**529.2**
Marketable securities and mutual funds (UCITS) (**)	*11.3*	*22.5*	*9.0*	*42.8*
Negotiable debt securities and bonds with an original maturity of less than 3 months	*6.6*	*34.3*	*2.0*	*42.9*
Negotiable debt securities with an original maturity of more than 3 months	*27.4*	*3.9*	*412.3*	*443.6*
Commercial paper issued	**-**	**-**	**(494.0)**	**(494.0)**
Other current financial liabilities	**(1.7)**	**(35.8)**	**(0.3)**	**(37.7)**
Balance of cash management current accounts	**19.4**	**1,658.6**	**(1,537.7)**	**140.2**
Net cash managed	**605.2**	**3,226.7**	**(401.4)**	**3,430.6**

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

	31/12/2010			
(in € millions)	Concessions	Contracting	Holding companies (*) and VINCI Immobilier	Total
Cash equivalents	**390.8**	**805.2**	**2,490.4**	**3,686.4**
Marketable securities and mutual funds (UCITS)	*235.2*	*206.1*	*1,010.8*	*1,452.1*
Negotiable debt securities with an original maturity of less than 3 months	*155.6*	*599.1*	*1,479.6*	*2,234.3*
Cash	**107.6**	**1,778.1**	**175.8**	**2,061.5**
Bank overdrafts	**(9.0)**	**(577.6)**	**(90.3)**	**(676.8)**
Net cash and cash equivalents	**489.4**	**2,005.8**	**2,575.9**	**5,071.1**
Cash management financial assets	**54.2**	**118.2**	**365.8**	**538.2**
Marketable securities and mutual funds (UCITS)(**)	*12.1*	*28.0*	*9.7*	*49.8*
Negotiable debt securities and bonds with an original maturity of less than 3 months	*15.4*	*77.6*	*0.1*	*93.1*
Negotiable debt securities with an original maturity of more than 3 months	*26.7*	*12.6*	*356.0*	*395.3*
Commercial paper issued	**-**	**-**	**-**	**-**
Other current financial liabilities	**(1.7)**	**(53.6)**	**(0.3)**	**(55.6)**
Balance of cash management current accounts	**(8.7)**	**2,709.4**	**(2,663.8)**	**36.9**
Net cash managed	**533.1**	**4,779.8**	**277.7**	**5,590.6**

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

The investment vehicles used by the Group are monetary UCITS, negotiable debt securities (certificates of deposit generally with a maturity of less than three months) and bonds. They are measured and recognised at their fair value.

Forming part of the net cash managed of €3.4 billion at 30 June 2011, investments ("cash equivalents" and "cash management financial assets") are managed taking a limited risk to capital; performance and the associated risks are subject to control.

At the level of the VINCI holding company, at 30 June 2011 these investments amounted to €757 million (after deducting commercial paper issued). They mainly arise from the cash surpluses transferred upwards through a cash pooling system by the business line lead companies and the VINCI Group's fully-owned French subsidiaries (with the exception of ASF). VINCI Finance International, a fully-owned subsidiary of VINCI, centralises the net cash surpluses of the German subsidiaries and held net cash of €203 million at 30 June 2011. The centralisation arrangements enable the management of financial resources to be optimised and better manage the risks relating to the counterparties and investment vehicles used.

Other Group subsidiaries' cash investments are managed in a decentralised manner while complying with the guidelines issued by VINCI and the instructions given by VINCI, which define in particular the investment vehicles and the counterparties authorised by the Group. At 30 June 2011, they amounted to €1.5 billion of which €443 million for the concession operators (including €288 million at Cofiroute and €54 million at ASF) and €861 million for the contracting companies.

The VINCI holding company, ASF and VINCI Finance International monitor the performance and the risks associated with these investments regularly, through a report detailing the yield of the various assets on the basis of their fair value and analysing the associated level of risk.

17.2.3 Revolving credit facilities

On 23 June 2011, VINCI SA agreed a €4 billion confirmed syndicated loan facility maturing in June 2016 with two one-year extension options at each lender's discretion. VINCI also has confirmed bilateral bank credit lines maturing in July and August 2012 for a total amount of €100 million.

ASF has a €2 billion syndicated bank credit line maturing in December 2013 subject to financial covenants (see Note F.23.2.5 "Financial covenants" in the 2010 registration document D.11-0169, filed with the AMF on 23 March 2011).

In February 2011, Cofiroute agreed a €500 million confirmed "club dea"l bank facility maturing in February 2016.

At 30 June 2011, none of the above credit facilities were being used.

The amounts authorised and used, and the maturities of the revolving credit lines of VINCI and its subsidiaries are as follows:

(in € millions)	Amount used at 30/06/2011	Amounts authorised at 30/06/2011	Maturity Within 1 year	Between 1 and 5 years	After 5 years
Syndicated loan	-	4,000	-	4,000	-
Bilateral facilities	-	100	-	100	-
VINCI	**-**	**4,100**	**-**	**4,100**	**-**
ASF: syndicated loans	**-**	**2,000**	**-**	**2,000**	**-**
Cofiroute: "club deal"	**-**	**500**	**-**	**500**	**-**
Contracting: syndicated and bilateral facilities	**52**	**161**	**20**	**141**	**-**
Total	**52**	**6,761**	**20**	**6,741**	**-**

Drawings made in the first half of 2011 against these confirmed credit lines for the Contracting business complied with the initial contractual terms and conditions.

17.2.4 Financial covenants

Some financing agreements include early repayment clauses applicable in the event of non-compliance with financial ratios. The characteristics of the covenants associated with the financing agreements in place at 30 June 2011 remain unchanged and are described in Note F.23.2.5 "Financial covenants" in the 2010 registration document D.11-0169, filed with the AMF on 23 March 2011. The related ratios were all met at this date.

17.2.5 Credit ratings

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

	Agency	Ratings Long-term	Outlook	Short-term
VINCI S.A.	Standard & Poor's	BBB+	Stable	A2
	Moody's	Baa1	Stable	P2
ASF	Standard & Poor's	BBB+	Stable	A2
	Moody's	Baa1	Stable	P2
Cofiroute	Standard & Poor's	BBB+	Stable	A2
	Moody's	Baa1	Stable	P2

18. Management of financial risks

The Group's risk management policies and procedures are identical to those described in Note F.24 "Management of financial risks" in the 2010 registration document. Transactions to set up or unwind hedging instruments during the period have not materially altered VINCI's exposure to potential financial risks in the first half of 2011. The main risks – interest rate risk, equity risk, credit and counterparty risk – are described in paragraphs 24.1, 24.2, and 24.4 respectively of the 2010 registration document D.11-0169 filed with the AMF on 23 March 2011.

H. Other notes

19. Transactions with related parties

Transactions with related parties mainly relate to transactions with companies in which VINCI exercises significant influence or joint control. Transactions with related parties are undertaken at market prices.
There was no material change in the first half of 2011 in the nature of transactions conducted by the Group with related parties from those at 31 December 2010, which were referred to in Note H.29 "Transactions with related parties" and Note F.15 "Investments in equity-accounted companies" in the 2010 registration document number D.11-0169, filed with the AMF on 23 March 2011.

20. Contractual obligations and other off-balance sheet commitments made and received

20.1 Contractual obligations under concession and PPP contracts

Contractual investment, renewal and financing obligations

(in € millions)	30/06/2011	31/12/2010
ASF Group	**2,739.2**	**3,199.3**
of which, Lyons Balbigny	*774.6*	*963.1*
Cofiroute	**908.8**	**686.7**
of which, intercity network	*612.0*	*419.1*
VINCI Park	**62.3**	**91.4**
Société concessionnaire Aéroports du Grand Ouest	**120.9**	**-**
Other	**40.8**	**64.0**
Total	**3,872.0**	**4,041.5**

The above amounts do not include obligations relating to maintenance expenditure on infrastructure under concessions.

The investments by the motorway concession companies (ASF, Escota, Cofiroute and Arcour) are financed by issuing bonds on the market, by taking out new loans from the European Investment Bank (EIB) or by drawings on their available credit facilities.

Public-Private Partnership project companies receive a guarantee of payment from the concession grantor in return for their investments.

The obligations with respect to equity-accounted companies are disclosed in Note F.11.3 “Commitments made in respect of equity-accounted companies”.

Collateral security connected with the financing of concessions

Some concession operating companies have given collateral securities to guarantee the financing of their investments in concession infrastructures. These break down as follows:

(in € millions)	Start date	End date	Amount
Arcour	2008	2045	600.0
VINCI Park (*)	2006	2026	412.5
Gefyra (Rion-Antirion bridge)	2001	2029	322.9
Other concession operating companies			177.2

(*) Including shares in subsidiaries pledged to guarantee a loan of €500 million taken out at the end of June 2006.

These financings are without recourse against VINCI S.A.

20.2 Other contractual obligations

During the period, the main change in contractual obligations in connection with construction contracts related to the performance guarantees with autonomous guarantees granted by the construction consortium COSEA to LISEA, for €623 million.

There were no material changes in the first half of 2011 in commitments relating to operating leases, other purchase and investment obligations and actuarial gains and losses on retirement benefit obligations. These are presented in Note H.30 “Contractual obligations and other commitments made and received” and in Note F.20.1 “Provisions for retirement benefit obligations” in the 2010 registration document D.11-0169, filed with the AMF on 23 March 2011.

I. Disputes and arbitration

The companies comprising the VINCI group are sometimes involved in litigation arising from their activities. The related risks are assessed by VINCI and the subsidiaries involved on the basis of their knowledge of the cases, and provisions are taken in consequence.

The main disputes in progress at the date of this document were as follows:

- On 23 May 2004, part of the shell structure (superstructures) of Roissy airport's 2E terminal collapsed. This terminal's shells had been built by a consortium of several companies that have become subsidiaries of VINCI. The incident was subject to a court-ordered expert appraisal to establish the reasons for the collapse and assess the damages suffered. The experts submitted their report to the Court on 30 June 2009. The cost of reconstruction work has already been assumed by the insurance company that insured this building for the principal. Following submission of the experts' report, the parties involved and their insurers decided to make an out-of-court settlement in respect of the indirect financial consequences of the incident, which will therefore not have an unfavourable impact on the Group's financial situation. A criminal investigation was also launched in 2004 following this collapse.

- VINCI's subsidiary CBC built a hotel in Bratislava (Slovakia) for Intertour, part of whose equity it held. This transaction was financed through promissory notes issued by Intertour and discounted on a non-recourse basis by CBC with a French bank, which had counter-guarantees from foreign financial institutions. Following the payment default by Intertour, VTB Bank France sued CBC claiming damages of €24 million on the basis of alleged responsibility in connection with the invalidity of the guarantees issued by the foreign financial institutions in this French bank's favour. This suit was rejected by the Paris Commercial Court in a ruling dated 13 March 2009. VTB Bank France has filed an appeal against this decision. Given the current state of affairs, the Group does not expect this dispute to have a material impact on its financial situation.

- On 12 February 2010, the *Conseil Régional d'Ile-de-France* – the regional authority for the Ile-de-France – applied to the Paris Court of First Instance (*Tribunal de Grande Instance*) for a ruling against fifteen enterprises, of which several are members of the VINCI group, and eleven natural persons, some of whom are or have been VINCI Group employees, ordering them to pay €358 million plus interest from 7 July 1997 to the *Conseil Régional d'Ile-de-France*. In March 2011, the Judge ordered the *Région Ile de France* to split its application into 88 sub-dossiers for which it should demonstrate the existence of damages incurred and the link between these damages and an anti-competitive practice. This application was further to a judgement by the Paris Appeal Court on 27 February 2007 against various natural persons finding them guilty of operating a cartel and to the decision on 9 May 2007 by the competition authority (the *Conseil de la Concurrence*) and the ruling of the Paris Appeal Court of 3 July 2008 imposing penalties on the enterprises for anti-competitive practices between 1991 and 1996 in connection with the programme to renovate secondary educational establishments in the Ile-de-France region. An appeal against the Paris Appeal Court's decision of 3 July 2008 was made before the Court of Cassation (*Cour de Cassation*) and rejected by a ruling on 13 October 2009. At 30 June 2011, the Group has treated this risk as a contingent liability that it is not in a position to measure.

- King County (in Seattle, USA) is in dispute with a consortium in which VINCI Construction Grands Projets has a 60% share in connection with the construction of two tunnels forming part of the Brightwater Central project. While the work was being carried out, the contractor had to deal with particularly difficult geological conditions and substantial contractual modifications, which led it to request extensions to deadlines and to formally make a financial claim of an initial amount of $75 million. As the customer rejected these requests, the parties had recourse to a mediation procedure that led to the signature of agreements in February 2010. However, the customer applied to the King County Court to obtain compensation of $130 million from the contractor and its guarantors for failure to meet the contractual deadline. The contractor and its guarantors dispute that this demand is well founded. At the same time, the parties have applied to the dispute resolution committee provided for in the contract with respect to one of the constructor's claims. In view of the current situation, the Group considers that this dispute will not have a material effect on its financial situation.

- In March 2010, the Seine-Maritime *département* petitioned the Rouen Administrative Court to order Eurovia Haute-Normandie to pay €70.7 million, corresponding to the value of tenders awarded in 1988, 1993 and 1998 which the *département* is asking the Court to declare null and void on the grounds of anti-competitive practices preceding their award. This action follows a finding issued by the Rouen Court of Appeal on 14 December 2009, confirming a finding of the Rouen Criminal Court of 11 September 2008 that had ordered the companies to compensate the material damages suffered by the *département* for an amount of €4.9 million. These decisions were themselves consecutive on a decision of the Competition Authority (*Conseil de la Concurrence*) of 15 December 2005 imposing sanctions on six companies, including Eurovia Haute-Normandie, for anti-competitive practices committed between 1991 and 1998 with respect to tenders for the supply and application of bitumen coatings, which was confirmed on appeal by the Paris Court of Appeal on 30 January 2007. In view of the current situation, the Group considers that this dispute will not have a material effect on its financial situation.

- The enforcement committee of the French stock market regulator, the *Autorité des Marchés Financiers*, notified VINCI on 23 February 2009 of a decision to impose a sanction of €800,000 for non-compliance with an obligation to refrain from making transactions in connection with its share buyback programme, relating to the period from 20 January to 3 February 2005. VINCI appealed against this decision. On 23

February 2010, the Paris Appeal Court confirmed the decision of the *Autorité des Marchés Financiers*. VINCI appealed to the final court of appeal (the *Cour de* Cassation) against this decision, but this appeal was rejected by that court in a ruling dated 29 March 2011.

- SNCF filed a suit with the Paris Administrative Court (*Tribunal Administratif de Paris*) on 14 March 2011 against eight construction companies, including several Group subsidiaries, seeking payment of compensation of €59.4 million in principal for damages it claims to have incurred on conclusion, in 1993, of contracts relating to the construction of civil engineering structures at the Magenta and Saint Lazare Condorcet railway stations. This application following a ruling made by the competition authorities (the *Conseil de la Concurrence*) on 21 March 2006. At 30 June 2011, the Group has treated this risk as a contingent liability that it is not in a position to measure.

- Under a priority question on the constitution, the Constitutional Council ruled, on 11 February 2011, that the Act of 11 December 1996 approving the Stade de France concession was unconstitutional. The French government and the company, Consortium Stade de France (66.6% owned by the Group) have to examine the consequences of this situation.

- Mr Antoine Zacharias, former Chairman of VINCI, was summoned to appear on 25 and 26 March 2010 before the Nanterre Criminal Court to answer charges of abuse of corporate assets, following a complaint filed by an individual VINCI shareholder. The Nanterre Criminal Court acquitted Mr Zacharias of these charges in a ruling dated 26 March 2010. The French Director of Public Prosecutions (*Ministère Public*) filed an appeal against this ruling and on 19 May 2011 the Versailles Appeal Court found Mr Zacharias guilty of abuse of right. Mr Zacharias has entered an appeal with the Court of Cassation against this ruling.

To the Company's knowledge, there are no other disputes or matters submitted to arbitration (including any proceedings known to the Company, pending or with which it is threatened) likely to have, or having had in the last twelve months, a material effect on the business, financial performance, net assets or financial situation of the Company or Group.

J. Post-balance sheet events

21. Dividend bonus

On 13 July 2011, the French Parliament passed the 2011 Amending Social Security Finance Act. Article 1 of this Act introduces a requirement on companies of which the dividend is higher than the average of the two latest financial years to pay a profit-sharing bonus to their employees. All the employees of the Group's French subsidiaries are affected by this requirement, which applies to dividend payments authorised as from 1 January 2011.
As this Act was passed after 30 June 2011 and as, in consequence, the mandatory agreement between employer and employees provided for by the Act remains to be negotiated. The valuation and recognition of the expense relating to this bonus will be carried out during the second half of 2011.

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

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

For the period from 1 January 2011 to 30 June 2011

To the Shareholders,

Pursuant to our appointment by your General Meeting and in application of Article L.451-1-2 III of the Monetary and Financial Code, we have performed:

- a limited review of VINCI S.A.'s condensed half-year consolidated financial statements for the period from 1 January 2011 to 30 June 2011, as attached to this report; and
- the specific verification of information in the business report for the half year.

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

I. Conclusion on the financial statements

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

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

II – Specific verification

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

Paris La Défense and Neuilly-sur-Seine, 30 August 2011

The Statutory Auditors

KPMG Audit
A Department of KPMG S.A.

Patrick-Hubert Petit

DELOITTE & ASSOCIÉS

Alain Pons

Mansour Belhiba

Free translation of the original French text. For information purpose only.

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

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

I certify that, to the best of my knowledge, the condensed half-year financial statements presented in the half-year financial report have been prepared in accordance with the applicable financial reporting standards and that they give a true and fair view of the assets and liabilities, financial position and results of the operations of the company and of the group formed by the companies included in the consolidated financial statements, and that the management report for the first half-year period (on pages 3 to 11) faithfully presents the important events that have occurred during the first six months of the financial year, their impact on the half-year financial statements, the main transactions between related parties and a description of the main risks and uncertainties in respect of the remaining six months of the financial year.

Xavier Huillard

Chairman and Chief Executive Officer

LES VRAIES RÉUSSITES SONT CELLES QUE L'ON PARTAGE

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