



FINANCIAL REPORT FIRST HALF 2022

MANAGEMENT REPORT AND ANALYSIS

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UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE
SIX-MONTH PERIOD ENDED JUNE 30, 2022



MANAGEMENT REPORT
AND ANALYSIS

ANALYSIS OF THE GROUP'S BUSINESS AND RESULTS

KEY CONSOLIDATED FINANCIAL DATA

<i>In € millions</i>	H1 2022	H1 2021 ¹
INCOME STATEMENT		
Total revenues	4,024	3,722
EBITDAaL	1,577	1,398
Profit from ordinary activities	645	549
Profit for the period	639	214
BALANCE SHEET		
	June 30, 2022	Dec. 31, 2021
Non-current assets	21,201	19,498
Current assets	3,001	2,952
<i>Of which cash and cash equivalents</i>	402	704
Assets held for sale	217	959
Total assets	24,419	23,409
Total equity	5,091	5,873
Non-current liabilities	12,709	11,553
Current liabilities	6,617	5,983
Liabilities held for sale	3	0
Total equity and liabilities	24,419	23,409
Net debt²	10,031	8,012
CASH FLOWS		
	H1 2022	H1 2021
Cash flows from operations	1,751	1,505
Right-of-use assets and interest expense on lease liabilities - IFRS 16 impact	(441)	(414)
Capital expenditure - Group ³	(1 020)	(1,036)
Payments for frequencies - Group ⁴	(39)	(46)
Net change in cash and cash equivalents - Group (excluding change in net debt and dividends)	(558)	588
Dividends paid to owners of the company	(1,467)	(176)

¹ The financial statements for the half year ended June 30, 2021 that were previously approved by Iliad's board of directors have been restated in order to include Play Subscriber Base amortization resulting from Play goodwill allocation from the 1st of January 2021 (allocation of Play's purchase price at end June 2021 was temporary). Please refer to the consolidated accounts section for more details

² Short- and long-term financial liabilities less cash and cash equivalents

³ Excluding payments for frequencies: France (H1 2022: €716 million / H1 2021: €771 million), Italy (H1 2022: €198 million / H1 2021: €201 million), Poland (H1 2022: €107 million / H1 2021: €64 million)

⁴ France (H1 2022: nil / H1 2021: €6 million), Italy (H1 2022: €39 million / H1 2021: €40 million), Poland (H1 2022 & H1 2021: nil)

1 OVERVIEW

The Iliad Group (the “Group”) is one of Europe’s leading electronic communications players, with 44.7 million active subscribers, €7.6 billion in revenues in 2021 and over 16,500 employees.

Since it was founded in 1991, thanks to its expertise in electronic communications networks and the commercial appeal of its retail offerings marketed under the Free brand, the Group has become a major Internet and electronic communications player (fixed and mobile) in France.

In 2018, the Group expanded its geographic reach to Italy, where it captured market share of more than 10% in the space of three years. Then in 2020, it continued its expansion in Europe by acquiring Play, Poland’s leading mobile telecom operator, and more recently on April 1, 2022 it finalized the acquisition of the Polish cable operator, UPC.

Iliad S.A. is the parent company of the Iliad Group, which operates under the trade names of Free in France, Iliad in Italy and Play in Poland.

The Group has three separate geographic segments: France, Italy and Poland.

The following key performance indicators are used in this management report:

EBITDAaL: profit from ordinary activities before depreciation, amortization and impairment of property, plant and equipment and intangible assets and the impact of share-based payment expense.

Revenues billed to subscribers: revenues generated from services billed directly to subscribers (services included in subscribers’ mobile plans as well as additional services).

2 KEY FIGURES FOR THE FIRST HALF OF 2022

The key figures for the first quarter of 2022 are as follows:

<i>In € millions</i>	H1 2022	H1 2021	% change
Consolidated revenues	4,024	3,722	8.1%
o/w Revenues - France	2,710	2,542	6.6%
o/w Revenues - Italy	442	383	15.4%
o/w Revenues - Poland	879	801	9.7%
<i>Intra-group sales</i>	(6)	(5)	24.3%
Consolidated EBITDAaL	1,577	1,398	12.8%
o/w EBITDAaL - France	1,091	1,019	7.0%
o/w EBITDAaL - Italy	87	6	Ns
o/w EBITDAaL - Poland	399	373	7.1%
Consolidated capex¹	1,020	1,036	(1.6%)
o/w Capex - France	716	771	(7.2%)
o/w Capex - Italy	198	201	(1.7%)
o/w Capex - Poland	107	64	65.7%
Consolidated OCF (<i>OCF: EBITDAaL minus Capex</i>)	557	362	54.0%
o/w OCF - France	375	248	51.0%
o/w OCF - Italy	(110)	(195)	(43.5%)
o/w OCF - Poland	293	309	(5.2%)
Profit for the period	639	239	167.7%
	Jun 30, 2022	Dec. 31, 2021	Change
Net debt	10,031	8,012	+€2,019M
LTM ² EBITDAaL	3,259	2,949	+€310M
Leverage ratio (LTM EBITDAaL)	3.1x	2.7x	0.4x

EUR/PLN exchange rate: 4.6354 for H1 2022 and 4.5374 for H1 2021

(1) Excluding payments for frequencies (2) LTM for Last Twelve Months

3 COMPARISON OF RESULTS FOR H1 22 AND H1 21

<i>In € millions</i>	H1 2022	H1 2021 adjusted	% change	H1 2021 reported
Revenues	4,024	3,722	8.1%	3,722
Purchases used in production	(1,203)	(1,293)	(7.0%)	(1,293)
Payroll costs	(265)	(225)	17.6%	(225)
External charges	(586)	(447)	31.2%	(447)
Taxes other than on income	(114)	(102)	12.4%	(102)
Additions to provisions	(42)	(48)	(14.1%)	(48)
Other income and expenses from operations, net	156	146	6.6%	146
Depreciation of right-of-use assets	(393)	(355)	10.7%	(355)
EBITDAaL	1,577	1,398	12.8%	1,398
<i>as a % of revenues</i>	39.2%	37.6%	1.6%	37.6%
Share-based payment expense	(20)	(21)	(2.6%)	(21)
D&A and impairment of non-current assets	(912)	(828)	10.1%	(798)
Profit from ordinary activities	645	549	17.5%	579
Other operating income and expense, net	303	(50)	Ns	(50)
OPERATING PROFIT	947	499	90.0%	529
Finance costs, net	(116)	(97)	19.5%	(90)
Other financial income and expense, net	(11)	(38)	(71.3%)	(44)
Interest expense on lease liabilities	(103)	(84)	22.8%	(84)
Corporate income tax	(129)	(79)	63.2%	(85)
Share of profit of equity-accounted investees	50	12	299.1%	12
PROFIT FOR THE PERIOD	639	214	199.0%	239

a. Analysis of consolidated results

(a) Key indicators¹

FRANCE	Q2 2022	Q1 2022	Change over the period
Number of mobile subscribers	13,858k	13,738k	+120k
- <i>Of which on the 4G/5G Free Mobile Plan (incl. overseas territories)</i>	9,712k	9,479k	+233k
- <i>Of which on the voice-based plan</i>	4,146k	4,258k	-112k
Number of Broadband and Ultra-Fast Broadband subscribers	7,048k	6,981k	+67k
- <i>Of which Fiber</i>	4,216k	4,012k	+204k
Fiber adoption rate	59.8%	57.5%	+2.3 ppts
Number of connectible Fiber sockets	28.6m	27.1m	+1.5m
Total number of subscribers - France	20,906k	20,719k	+187k
	Q2 2022	Q2 2021	Year-on-year change
Broadband and Ultra-Fast Broadband ARPU (in €)	33.4	32.7	+2.1%
Mobile ARPU billed to subscribers (in €)	11.5	10.9	+5.7%
ITALY	Q2 2022	Q1 2022	Change over the period
Number of mobile subscribers	9,082k	8,825k	+257k
Number of Ultra-Fast Broadband subscribers	68k	Nd	Nd
Total number of subscribers - Italy	9,150k	Nd	Nd
POLAND	Q2 2022	Q1 2022	Change over the period
Number of active mobile subscribers²	12,694k	12,614k	+81k
- <i>Of which on plans</i>	8,788k	8,706k	+82k
- <i>Of which prepaid</i>	3,906k	3,908k	-2k ¹
Number of Fixed subscribers	1,916k	1,875k	+41k
Total number of subscribers - Poland	14,611k	14,489k	+122k
	Q2 2022	Q2 2021	Year-on-year change
Mobile ARPU billed to subscribers (in PLN)	29.0	28.2	+2.7%

¹ See glossary for definitions

² Q1 performance inflated by free SIM cards distributed to Ukrainian refugees

(b) Semestrial & Quarterly consolidated revenues

<i>In € million</i>	H1 2022	H1 2021	% change	Q2 2022	Q2 2021	% change
Consolidated revenues	4,024	3,722	8.1%	2,090	1,875	11.4%
Consolidated service revenues ¹	3,756	3,478	8.0%	1,955	1,759	11.1%
Consolidated equipment revenues	276	252	9.6%	140	122	15.0%
<i>Intra-group sales</i>	(6)	(5)	24.3%	(4)	(3)	18.0%
Revenues – France	2,710	2,542	6.6%	1,370	1,280	7.1%
- Service revenues	2,611	2,467	5.8%	1,322	1,246	6.1%
- Equipment revenues	101	79	27.9%	50	36	39.0%
- <i>Intersegment sales</i>	(3)	(4)	-26.2%	(1)	(2)	-38.3%
Revenues – Italy	442	383	15.4%	228	195	16.8%
- Service revenues	440	380	15.7%	227	194	17.4%
- Equipment revenues	2	3	-21.5%	0	1	-78.0%
Revenues – Poland²	879	801	9.7%	495	404	22.7%
- Service revenues	705	631	11.8%	405	319	27.1%
- Equipment revenues	174	171	1.7%	90	85	6.1%

(1) before eliminations (2) EUR/PLN exchange rate: 4.6354 for H1 2022 and 4.5374 for H1 2021

(c) Analysis of results – Group

(i) Revenues

Consolidated revenues advanced 8.1% year-on-year in the first half of 2022 and 11.4% in the second quarter. At constant exchange rates and perimeter (“organic”), revenues grew 5.9% in the first half (or €225 million) and 6.6% in the second quarter (or €130 million). The majority of the organic revenue growth in the first half came from France (+€167 million or +6.6%) followed by Italy (+€59 million or +15.3%) whilst Poland’s contribution was flat due to regulatory headwinds.

(ii) Payroll costs

Payroll costs rose 17.6% in the first half mainly due to new hires (mainly in France) to support (i) the high pace of Fiber rollouts and connections in France, (ii) the expansion of the distribution network in France and Italy, and (iii) the sales push of our B2B operations in France, including the hosting business and to a lower extent to the consolidation of UPC (around 1,300 new employees have joined the group on April 1, 2022).

(iii) External charges

External charges rose by 31.2% year-on-year to €586 million, reflecting (i) higher rental and maintenance costs for our mobile networks in France, Italy and Poland, in parallel with their expansion (ii) higher energy costs mainly reflecting the extension of our networks and the price inflation on few contracts not already hedged (iii) the impact from UPC’s consolidation for and (iii) to a lesser extent higher advertising spending to support the launch of our new services (notably B2B in France, and Fiber in Italy).

(iv) Taxes other than on income

Taxes other than on income totaled €114 million, up 12.4% year-on-year essentially due to higher IFRS 16 tax payments in France (up 25%) as the number of active equipments was increased.

(v) Additions to provisions

Additions to provisions for bad debts, impairment of inventories and contingencies amounted to €41 million in H1 2022, down 14.9% year-on-year.

(vi) Other income and expenses from operations, net

This item represented net income of €156 million in H1 2022 compared to €146 million in H1 2021. The year-on-year increase reflects the higher contribution in France and Italy from the recognition of gains generated from the sale of sites in connection with build-to-suit programs offsetting a decline in Poland.

(vii) Depreciation of right-of-use assets

Depreciation of right-of-use assets totaled €393 million in H1 2022, up 10.7% year-on-year. This income statement item results from the Group's application since January 1, 2019 of IFRS 16 Leases. The main contribution to the year-on-year growth stemmed from the higher costs paid to IFT, our Fiber joint venture outside very dense areas in France.

(viii) Profit for the period

Profit for the period grew 167.7% year-on-year in H1 2022 to €639 million mainly thanks to i) the organic pro forma EBITDAaL growth (positive impact of €145 million) ii) a €330 million disposal gain on sale of the 30% stake in OTF to Cellnex at end-March 2022 and iii) the increase in share of profit of equity-accounted investees with Eir's contribution, improving the post downward-revision of its pension liability.

(d) Analysis of results – France

The following tables present revenues and income statement data for France (up to “Operating profit”) for the periods ended June 30, 2022 and June 30, 2021:

<i>In € million</i>	H1 2022	H1 2021	% change	Q2 2022	Q2 2021	% change
Revenues	2,710	2,542	6.6%	1,370	1,280	7.1%
- Service revenues	2,611	2,467	5.8%	1,322	1,246	6.1%
Fixed services revenues	1 500	1 405	6.8%	759	712	6.5%
Mobile services revenues	1 112	1 062	4.7%	563	534	5.6%
o.w. billed to subscribers	947	874	8.4%	479	438	9.5%
o.w. others	164	189	(12.8%)	84	96	(12.5%)
- Equipment revenues	101	79	27.9%	50	36	39.0%
<i>Intersegment sales</i>	(3)	(4)	(26.2%)	(1)	(2)	(38.3%)

(i) Revenues

Revenues amounted to €2.71 billion and €1.37 billion in the first half and second quarter of 2022, up 6.6% and 7.1% year-on-year respectively. Service revenues amounted to €2.61 billion in the first half (up 5.8%) and €1.32 billion in the second quarter (up 6.1%). The main factors underlying this performance in H1 2022 are as follows:

- **Fixed services grew 6.5% in Q2 to €759 million (6.8% year-on-year in the first half to €1.50 billion), supported by an increase of 67,000 in the Fixed subscriber base in Q2 and an ARPU increase of 2.1% at €33.4.** This very solid commercial performance reflects the improvement in subscriber satisfaction and the appeal of our offerings, which combine service differentiation with competitive prices at a time of tougher macro economic conditions. The momentum for Fiber normalized to 204,000 new subscribers taking up the Group’s Fiber plans. At end-June 2022, the Group had a total of 4.22 million Fiber subscribers, with the penetration rate among the overall subscriber base rising 11 points year-on-year to 59.8%.
- **Mobile services revenues climbed 4.7% year-on-year to €563 million in the second quarter of 2022 (up 4.7% in the first half to €1.11 billion).** The main factors underlying this performance in Q2 2022 are as follows:
 - **The 4G/5G Free Mobile Plan performed once again strongly, with 233,000 net new subscribers.** The total mobile subscriber base increased by 120,000 net new subscribers quarter-on-quarter, thanks to the good take-up of the Free Flex model.
 - **Growth for mobile services revenues billed to subscribers accelerated from 7.3% in Q1 2022 to 9.5% in Q2 2022.** Mobile ARPU billed to subscribers rose 5.7% from €10.9 to €11.5, thanks again to the mix effect arising from the steady stream of subscribers switching from the Série Free Plan to the unlimited 4G/5G Free Mobile Plan.
 - Other Mobile revenues (mainly corresponding to income from voice and SMS/MMS interconnections) decreased by 12.5% year-on-year to €84 million (13.2% decrease in the fourth quarter). This decline is structural as subscribers continue to shift from classic voice and SMS usage to messaging apps and social networks to communicate. There was also a small negative impact from the reduction in mobile termination rates (two cuts factored in H1 2022: one

implemented on July 1, 2021 from €0.74cts to €0.70cts, and the second one implemented on January 1, 2022 from €0.70cts to €0.55cts).

- **The Group is maintaining its efforts to invest in its next-generations networks:**
 - In France, 375 new active 4G sites and 497 new technically operational 5G sites were added in the second quarter on the 3.5GHz band, which resulted in very high population coverage rates (99.7% for 4G and c84% for 5G).
 - **The number of connectible Fiber sockets increased by 5.9 million over 12 months, totaling 28.6 million at end-June 2022.**
- Equipment revenues increased by 39.0% to €50 million for the second quarter (up 27.9% for the first half), highlighting the gain in momentum of our Free Flex model introduced in July 2021.

<i>In € million</i>	H1 2022	H1 2021	% change
EBITDAaL	1,091	1,019	7.0%
<i>As % of revenues</i>	40.3%	40.1%	0.2%
Profit from ordinary activities	469	432	8.5%
Capex (excluding payment for frequencies)	716	771	-7.2%
OCF (EBITDAaL minus capex)	375	248	51.0%

(ii) EBITDAaL

EBITDAaL reached €1.09 billion in the first half of 2022, up 7.0% from the same period last year. This improvement results from the revenue increase (+6.6%) offsetting a minimal increase in direct costs (+1%), the increase in payroll costs (+16%) as we increase the number of employees, external charges (+17%) with higher maintenance costs and taxes other than income (+16%).

(iii) Profit from ordinary activities

Profit from ordinary activities grew 8.5% with depreciation and amortization charges increasing by 6.3% (especially from network components) and partially offsetting the higher EBITDAaL.

(iv) Capital expenditure

Capital expenditures decreased by 7.2% in the first half of 2022 with, in the mix, the last-drop capex from new FTTH subscriptions declining whilst mobile network capex increased essentially due to the acceleration of 5G rollout, especially on the 3.5Ghz band.

In France 829 new active 4G sites and 1,433 new technically operational 5G sites were added in the first half - of which 987 on the 3.5GHz band, which resulted in very high population coverage rates (99.7% for 4G and 84% for 5G).

The number of connectible Fiber sockets increased by 5.9 million over 12 months, totaling 28.6 million at end-June 2022. The FTTH subscriber base was 27% higher (or 898,000) at June 30, 2022 than one year earlier, totaling 4.22 million.

(e) Analysis of results – Italy

<i>In € millions</i>	H1 2022	H1 2021	% change	Q2 2022	Q2 2021	% change
Revenues	442	383	15.4%	228	195	16.8%
- Service revenues	440	380	15.7%	227	194	17.4%
o.w. mobile billed to subscribers	355	296	20.1%	184	150	22.6%
o.w. other	85	84	0.1%	43	43	(0.9%)
- Equipment revenues	2	3	(21.5%)	0	1	(78.0%)

(i) Revenues

Revenues generated by Iliad Italia grew 16.8% year-on-year to €228 million in the second quarter (up 15.4% in the first half to €442 million). The main factors underlying this performance in the second quarter were as follows:

- **With very competitive market conditions, Iliad Italia recorded 255,000 net new mobile subscribers** bringing the total number of subscribers in Italy for the first time over 9 million (9.08 million at June 30, 2022), representing a market share of 11.6%⁵ (excluding M2M).
- **Our fixed subscriber base reached 68,000 units** at end-June 2022. The performance since the launch is very satisfactory considering the footprint available (only 7.6 million homes passed) and the limited marketing spending. The Group sees a lot of room to expand its market share with the development of Open Fiber's footprint and the upcoming addition of FiberCop's incremental FTTH coverage.
- **The network coverage continued to expand with the deployment of 675 new sites since the start of the year, bringing the total number of installed sites to 10,342.** Iliad Italia has signed a RAN sharing agreement with WindTre which, once finalized (expected in H2 2022), will immediately improve Iliad's Italia presence in low-dense areas compared to a longer network rollout on a standalone basis.

<i>In € millions</i>	H1 2022	H1 2021	% change
EBITDAaL	87	6	1461.1%
<i>as a % of revenues</i>	19.7%	1.5%	18.3%
Loss from ordinary activities	(87)	(139)	(37.4%)
Capex (excluding payments for frequencies)	198	201	(1.7%)
OCF (EBITDAaL minus capex)	(110)	(195)	(43.5%)

(ii) EBITDAaL

EBITDAaL reached €87 million in the first half of 2022, significantly better than the same period last year (EBITDAaL of €6 million). Similarly to the previous quarters, the strong growth is essentially the result of the decrease of our roaming charges following the investments made in network coverage and the positive operating leverage on our service revenue growth.

⁵ As per the latest available AGCOM report (Q1 2022)

(iii) Loss from ordinary activities

The loss generated by ordinary activities in Italy was €87 million, 37% lower than in the first half of 2022 and reflects a €30 million increase in depreciation/amortization expense for network equipments and frequencies.

(v) Capital expenditure

Capital expenditure decreased by 1.7% to €198 million in the first half of 2022 as the normalization of the pace of our mobile network rollout offset the launch of our Fixed broadband offer (investments in backbone and subscriber's equipments). Our mobile network expanded by 800 new installed sites over the period with an increasing proportion of 5G active sites.

(f) Analysis of results – Poland

<i>In PLN million</i>	H1 2022	H1 2021	% change	% organic change	Q2 2022	Q2 2021	% change	% organic change
Revenues	4 074	3 636	12.0%	0.1%	2 300	1 828	25.8%	1.8%
- Service revenues	3 273	2 862	14.4%	(0.6%)	1 882	1 445	30.3%	0.3%
o.w. mobile billed to subscribers	2 133	2 004	6.4%	6.5%	1 087	1 013	7.3%	7.5%
o.w. interconnection & other services ¹	669	840	(20.3%)	(20.2%)	341	422	(19.3%)	(19.0%)
o.w. Fixed	471	18	Ns	4.4%	454	10	Ns	2.4%
- Equipment revenues	801	775	3.4%	3.3%	418	383	9.0%	8.7%

(1) mainly interconnection, wholesale and B2B services revenue

(i) Revenues

Poland's revenues totaled PLN 2.30 billion for Q2 2022, up 25.8% year-on-year (up 12.0% year-on-year for H1 2022 to PLN 4.07 billion) mainly on the back of the consolidation from April 1, 2022 of UPC which offset the impact of the two consecutive reductions in regulated mobile termination rates on July 1, 2021 and January 1, 2022. On an organic pro forma basis, in the second quarter, Poland's Mobile revenues billed to subscribers climbed by 7.5% and Fixed revenues (previously "Home" for Play and now added to Fixed service revenues from UPC) growing 2.4%, when total revenues grew 1.8%. The main factors underlying this performance in Q2 2022 are as follows:

- **Play's mobile active subscriber base increased (pro forma with UPC) by 81,000 this quarter compared to an increase of 344,000 in the first quarter of 2022.** The postpaid active subscriber base grew strongly by 82,000 over the quarter, while the prepaid active subscriber base remained almost stable compared to Q1 2022.
- **In the new Fixed segment (UPC Fixed subscribers base + Home's subscribers base at Play),** the subscriber base rose by 41,000 units in the second quarter, broadly in line with the growth in the first quarter (pro forma with UPC).
- **The ARPU from mobile billed to subscribers at Play continued to improve, up by 2.7% in Q2 2022.** Other services revenues (mainly from interconnections and Play's subsidiary, 3S) were down significantly (19.0%) in the second quarter (versus a 21.4% decrease in the first quarter of 2022), mainly due to the two consecutive reductions in regulated mobile termination rates that took place on July 1, 2021 and January 1, 2022.

<i>In PLN million</i>	H1 2022	H1 2021	% change	% organic change
EBITDAaL	1,851	1,692	9.4%	(2.1%)
<i>as a % of revenues</i>	45.4%	46.5%	-1.1%	-1.5 ppts
Profit from ordinary activities	1,202	1,297	(7.4%)	(14.6%)
Capex (excluding payments for frequencies)	494	292	69.4%	31.8%
OCF (EBITDAaL minus capex)	1,357	1,401	(3.1%)	3.0%

(ii) EBITDAaL

EBITDAaL for the Poland segment increased by 9.4 % year-on-year in the first half of 2022 but declined by 2.1% on a pro forma basis essentially due to an unfavourable basis of comparison. The main moving parts are : (i) a non-recurring net gain of PLN444 million booked in Q1 2021 on the sale of 517 sites at the closing of the deal (on March 31, 2021) with Cellnex (ii) the first consolidation of UPC over a full quarter (the organic change is adjusting for this impact) (iii) an unfavorable basis of comparison with Play not paying any rental

charges to Cellnex in Q1 2021 whilst paying a full quarter in Q1 2022 (iv) to a lower extent some headwind from the currency movement of the Polish zloty against the dollar.

(iii) Profit from ordinary activities

Profit from ordinary activities declined by 7.4% year-on-year in the first half of 2022 but by 14.6% on an organic basis, with the decrease in EBITDAaL, on a high basis of comparison, adding to the higher depreciation and amortization expense (up 1.8%) reflecting higher network investments.

(vi) Capital expenditure

Capital expenditure increased on an organic basis by 31.8% in the first half of 2022 to PLN494 million. In mobile, Play added 264 active mobile sites in H1 (a total of 10,031 active sites across the country) leading to a population coverage of 99.7% of the Polish population for 2G/3G and 99.5% for 4G LTE. Play's own 2G/3G/4G coverage was rounded out by a roaming agreement with Orange (which was extended until 2025 on June 7, 2021).

In Q2 2022, Play continued to upgrade the network to the 5G standard, operating on the current 2,100 MHz frequency resources in the dynamic frequency sharing model (the so-called 5G Legacy). At the end of June, 3,512 base stations in all 16 provinces supported the 5G Legacy standard leading to a population coverage of close to 44%.

On June 30, 2022, UPC Poland's network passed over 3.7 million homes in FTTx, adding over 20,000 homes in Q2.

b. Consolidated cash flows and capital expenditure

<i>In € million</i>	H1 2022	H1 2021	% change
Consolidated cash flows from operations	1,751	1,505	16.4%
Right-of-use assets and interest expense on lease liabilities - IFRS 16 impact	(441)	(414)	6.5%
Change in working capital requirement	(120)	(57)	112.4%
Operating free cash flow after IFRS 16	1,189	1,034	15.0%
Capital expenditure - Group¹	(1 020)	(1 036)	(1.6%)
o/w France	(716)	(771)	(7.2%)
o/w Italy	(198)	(201)	(1.7%)
o/w Poland	(107)	(64)	65.7%
Income tax paid	(403)	(163)	148.0%
Net interest paid	(128)	(72)	78.0%
Other (including changes in scope of consolidation)	(157)	870	(118.1%)
Consolidated free cash flow (excluding payments for frequencies, financing activities and dividends)	(519)	633	(182.0%)
Payments for frequencies - Group	(39)	(45)	(13.8%)
o/w France	0	(6)	(100.0%)
o/w Italy	(39)	(40)	(1.4%)
o/w Poland	0	0	-
Consolidated free cash flow (excluding financing activities and dividends)	(558)	588	(195.0%)
Dividends paid to owners of the Company	(1 467)	(176)	Nm

⁽¹⁾ Excluding payments for frequencies

Consolidated free cash flow

The year-on-year change in consolidated free cash flow mainly reflects the following:

- €1.75 billion in consolidated cash flows from operations, before €441 million in lease payments and interest expense on lease liabilities recognized due to the application of IFRS 16. The consolidated cash flows from operations figure grew broadly in line with the improved profitability in our three geographies.
- Consolidated capital expenditure declined by 1.6% in the first half of 2022, the small decline in investments being mostly due to France with less disbursements from new FTTH connections.
- A higher income tax paid (+€240 million year-on-year) essentially due to the tax on the gain on sale of 70% OTP (closed in April 2021) but applying on 100% of the net asset value.
- Net interest paid increased by €56 million reflecting the increased leverage and leverage ratio (3.1x at the end-June 2022 vs. 2.75x at the end-June 2021).

- Other: €157 million including notably a €1.48 billion outflow from the acquisition of UPC Polska (closed April 1, 2022), a €1.1 billion inflow from the sale of 30% of On Tower France and 10% of On Tower Poland to Cellnex and to a lower extent the acquisition of 92.5% of Redge in Poland, the acquisition of the remaining minority interests (ie 25%) of Jaguar Networks and assets held to disposals (of which BTS program) and dividend inflows (essentially from Eir).
- Dividends of €1.47 billion paid to Iliad Holding reflecting the repayment of the Bridge to Disposal facility post proceeds from the disposals described above and the payment of the ordinary dividend (€205 million).

c. Consolidated debt

The Group is not subject to any liquidity risk or risk of breaching financial covenants (ratios, targets, etc.).

At June 30, 2022, the Group had gross debt of €10,433 million and net debt of €10,031 million (excluding IFRS 16 lease liabilities). At the same date, it had sufficient liquidity to finance its operations, with €402 million in consolidated cash and cash equivalents and €1.6 billion in undrawn revolving credit facilities⁶.

The Group is pursuing its strategy of investing in major industrial projects that will generate substantial future cash flows, while maintaining its solid financial structure and significant access to financing. At June 30, 2022, the Group's leverage ratio was in comparison to the last twelve months ("LTM" pro forma with UPC) EBITDAaL of €3,259 million - 3.1x EBITDAaL.

Iliad SA received its first public EUR Senior Unsecured Notes rating by Moody's Investor Services ("Moody's"), S&P and Fitch on May 20, 2022, which assigned ratings of Ba2/BB/BB respectively, that will apply to existing issuances. In addition, Fitch Ratings and Standard and Poor's have assigned Iliad SA a long-term issuer standalone credit profile of bb+.

⁶ As of July 27th, 2022, following the repayment of the €500m outstanding amount under the RCF facility, available liquidity has increased. For more details please refer to section d. "Events after the reporting date".

Summary of the Group's borrowings due beyond one year at June 30, 2022 (final maturities)

<i>In € millions</i>	Amount available	2022	2023	2024	2025 and beyond	Type of repayment/redemption
<u>MAIN BORROWINGS - ILIAD</u>						
<u>Bank borrowings</u>						
€200m EIB loan - 2016	-	-	-	-	180	In installments
€300m EIB loan - 2018	-	-	-	-	300	In installments
€300m EIB loan - 2020	-	-	-	-	300	At maturity
€90m KFW loan - 2017	-	-	-	-	63	In installments
€150m KFW loan - 2019	-	-	-	-	128	In installments
€1,650m syndicated RCF - 2018*	1,150	500	-	-	1,150	At maturity
€900m syndicated term loan - 2020	-	-	-	900	-	At maturity
<u>Bonds</u>						
€650m bond issue - 2015 @ 2.125%	-	650	-	-	-	At maturity
€650m bond issue - 2017@ 1.500%	-	-	-	650	-	At maturity
€650m bond issue - 2018 @ 1.875%	-	-	-	-	650	At maturity
€650m bond issue - 2020 @ 2.375%	-	-	-	-	650	At maturity
€600m bond issue - 2021 @ 0.750%	-	-	-	600	-	At maturity
€700m bond issue - 2021 @ 1.875%	-	-	-	-	700	At maturity
<u>Schuldschein notes</u>						
€500m Schuldschein issue - 2019	-	-	419	-	81	At maturity
€500m Schuldschein issue - 2021	-	-	-	-	500	At maturity
€112m Schuldschein issue - 2022	-	-	-	-	112	At maturity
<u>MAIN BORROWINGS - PLAY**</u>						
<u>Bank borrowings</u>						
PLN 3,500m term loan - 2021	-	-	-	-	746	At maturity
PLN 2,000m RCF - 2021	426	-	-	426	-	At maturity
PLN 500m BGK bilateral loan - 2021	107	-	-	-	107	In installments
PLN 464m ECA bilateral loan - 2021	22	-	-	-	99	In installments
PLN 5,500m acquisition loan - 2021	-	-	-	-	1,173	At maturity
PLN 470m EIB Financing loan - 2022	58	-	-	-	101	In installments
<u>Bonds</u>						
PLN 750m bond issue - 2019 @ Wib + 1.75%	-	-	-	-	160	At maturity
PLN 500m bond issue - 2020 @ Wib + 1.85%	-	-	-	-	107	At maturity

*As of July 27th, 2022, the €500m drawn amount under the RCF facility has been fully repaid, and the facility has been amended and extended, leading to an upsize of total available commitment to €2bn. For more details, please refer to section "d. Events after the reporting date".

** Converted at the EUR/PLN spot rate at June 30, 2022: 4.6904

1) MAIN MOVEMENTS IN BORROWINGS DURING H1 2022 - ILIAD

Borrowings due within one year

- €1.4 billion NEU CP program

On June 22, 2022, iliad renewed its short-term NEU CP program, representing a maximum amount of €1.4 billion. At June 30, 2022, €272 million of this program had been used.

- €450 million trade receivables securitization program

In November 2021, iliad set up a securitization program for its trade receivables related to B2C subscriptions in France, representing a maximum amount of €450 million.

At June 30, 2022, the full €450 million of this program had been used.

Bank borrowings

- €500 million syndicated RCF draw in June 2022

On June 21, 2022, iliad drew €500 million on its available RCF, which has been fully repaid as of July 27th, 2022 (for additional information please refer to section d. "Events after the reporting date").

Bonds and Private Placements

- €112 million Schuldschein issue in May 2022

On May 23, 2022, iliad carried out a private Schuldscheindarlehen issue (Schuldschein notes, or SSD), driven by demand from additional investors to enter Schuldchein notes on equivalent terms with the 2021 issue, thus raising a total €112 million, in 2 tranches:

- a fixed rate tranche totaling €27 million, paying interest at 2.732% and redeemable at maturity on June 30, 2026 (with a 6- or 12-month extension option).

- a variable rate tranche totaling €85 million, with lending margin at 1.400% and redeemable at maturity on June 30, 2026 (with a 6- or 12-month extension option).

2) MAIN MOVEMENTS IN BORROWINGS DURING H1 2022 - PLAY

Bank borrowings

- A PLN464 million bilateral loan set up in October 2021

On March 9, 2022, Play drew PLN 235 million under its "Export Credit Agency Financing" or "ECA Loan", granted in December 2021 by Banco Santander SA.

On June 22, 2022, Play drew another PLN 125 million under this facility.

- A PLN5.500 million syndicated acquisition loan set up in December 2021

On April 1st, 2022, Play drew the total committed PLN 5.5 billion under its syndicated acquisition loan signed on December 10th, 2021 for the acquisition of UPC.

Play's bank borrowings are subject to financial covenants based on its leverage ratio. None of these covenants had been breached by Play at June 30, 2022.

■ A PLN470 million bilateral loan set up in January 2022

On January 14, 2022, Play signed with European Investment Bank ("EIB") a bilateral Facility Agreement amounting to PLN 470 million ("EIB Financing"). Under this agreement, P4 may borrow funds from EIB to partially finance investments related to expansion and technological upgrade of mobile network towards an ultra-high speed broadband service, in line with European Union projects "2025 Gigabit Society", devoted to eliminate territorial inequalities in access to high-speed broadband network as well as cybersecurity and other goals of digital transformation announced in "2030 EU Digital Compass".

This loan, depending on future drawdown dates, can have a final maturity as far as January 2034. On February 25, 2022, Play drew PLN 150 million under this Facility Agreement, which bears a fixed interest rate of 5.40% and will have a semi-annual amortization starting in February 2025 with a final maturity in February 2028.

On June 27, 2022, Play drew another PLN 50 million at a fixed interest rate of 7.459% under its EIB Financing signed on January 14, 2022, which will have a semi-annual amortization starting in February 2025 with a final maturity in June 2028.

d. Events after the reporting date

On July 27, 2022 Iliad signed a financing package composed of three bank facilities with 23 international banks for a total amount of €5 billion. Part of this package had already been underwritten as of July 2, 2022 by a subset of 11 eleven banks. The facilities are detailed in the notes of the consolidated account hereafter.

e. Glossary

The definitions of the main terms used by Iliad are set out below:

Alternative operator: An operator that entered the market subsequent to the incumbent State operator losing its monopoly.

Broadband and Ultra-Fast Broadband ARPU (Average Revenue Per Broadband and Ultra-Fast Broadband User): Includes revenues from the flat-rate package and value-added services but excludes one-time revenues (e.g., fees for switching from one offer to another or cancellation fees), divided by the total number of Broadband and Ultra-Fast Broadband subscribers billed for the last month of the quarter.

Broadband and Ultra-Fast Broadband subscribers: Subscribers who have signed up for the Group's ADSL, VDSL or Fiber offerings.

Connectible Fiber socket: A socket for which the link between the shared access point and the optical splitter has been put in place by the building operator, which the Group can access in accordance with its co-financing commitments, and for which the connection to the Group's network has been completed or is in progress.

EBITDAaL: Profit from ordinary activities before depreciation, amortization and impairment of property, plant and equipment and intangible assets, and the impact of share-based payment expense.

FCF: Free cash flow.

Fiber: Data delivery technology that directly connects subscribers' homes to an optical node (ON).

Fiber take-up rate: represents the number of Fiber subscribers as a percentage of the total number of Broadband and Ultra-Fast Broadband subscribers.

Gross profit: Corresponds to revenues less purchases used in production.

Leverage ratio: Represents the ratio between net debt (short- and long-term financial liabilities less cash and cash equivalents) and EBITDAaL.

M2M: Machine to machine communications.

Mobile ARPU billed to subscribers: Includes revenues billed to subscribers divided by the total number of Mobile subscribers during the period.

Net adds: Represents the difference between the total number of subscribers at the end of two different periods.

Net debt: Difference between short- and long-term financial liabilities, and available cash and cash equivalents as presented in the balance sheet.

Number of active mobile subscribers – Poland: Represents, at the end of a given period, the total number of subscribers, identified by their telephone lines, who have subscribed to a Play mobile offering (excluding M2M and free SIM cards) and who have issued or received at least one communication (voice or data) during the preceding 30 days.

Number of Broadband and Ultra-Fast Broadband subscribers – France: Represents, at the end of a given period, the total number of subscribers, identified by their telephone lines, who have signed up for a Free or Alice Broadband or Ultra-Fast Broadband offering, excluding those recorded as having requested the termination of their subscription.

Number of Fixed subscribers – Poland: Represents, at the end of a given period, the number of subscribers who have signed up to a TV Box plan or a fixed Broadband or Ultra-Fast Broadband plan, excluding those recorded as having requested the termination of their subscription.

Number of mobile subscribers – France: Represents, at the end of a given period, the total number of subscribers, identified by their telephone lines, who have subscribed to a Free mobile offering, excluding those recorded as having requested the termination of their subscription.

Number of mobile subscribers – Italy: Represents, at the end of a given period, the total number of subscribers, identified by their telephone lines, who have subscribed to an Iliad Italia mobile offering and who have issued or received at least one communication during the preceding three months.

Number of Ultra-Fast Broadband subscribers – Italy: Represents, at the end of a given period, the total number of subscribers, identified by their telephone lines, who have subscribed to an Iliad Italia fiber offering, excluding those recorded as having requested the termination of their subscription.

Number of registered mobile subscribers – Poland: Represents, at the end of a given period, the total number of subscribers, identified by their telephone lines, who have subscribed to a Play mobile offering (including M2M cards and free SIM cards), excluding those recorded as having requested the termination of their subscription.

Revenues billed to subscribers: Revenues generated from services billed directly to subscribers (services included in subscribers' mobile plans as well as additional services).

Services revenues: Revenues excluding sales of devices.

Total number of subscribers – Poland: Represents, at the end of a given period, the number of active mobile subscribers in Poland and the number of Fixed subscribers in Poland.

Unbundled subscribers: Subscribers who have signed up for the Group's ADSL, VDSL or Fiber offerings through a telephone exchange unbundled by Free.



UNAUDITED CONSOLIDATED FINANCIAL
STATEMENTS FOR THE SIX-MONTH PERIOD
ENDED JUNE 30, 2022

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CONSOLIDATED INCOME STATEMENT

<i>In € millions</i>	Note	Six months to Jun. 30, 2022	Six months to Jun. 30, 2021
REVENUES		4,024	3,722
Purchases used in production		(1,203)	(1,293)
Payroll costs		(265)	(225)
External charges		(586)	(447)
Taxes other than on income		(114)	(102)
Additions to provisions		(42)	(48)
Other income and expenses from operations, net	4	156	146
Depreciation of right-of-use assets		(393)	(355)
EBITDAaL		1,577	1,398
Share-based payment expense		(20)	(21)
Depreciation, amortization and impairment of non-current assets		(912)	(828)
Profit from ordinary activities		645	549
Other operating income and expense, net	5	303	(50)
Operating profit		947	499
Income from cash and cash equivalents		(0)	(0)
Finance costs, gross	6	(116)	(97)
Finance costs, net		(116)	(97)
Interest expense on lease liabilities	6	(103)	(84)
Other financial income and expense, net	6	(11)	(38)
Corporate income tax	7	(129)	(79)
Share of profit of equity-accounted investees	11	50	12
Profit for the period		639	214
Profit for the period attributable to:			
• Owners of the company		636	218
• Minority interests		3	(5)
• Basic earnings per share		10.84	3.75
• Diluted earnings per share		10.75	3.71

<i>In € millions</i>	Note	Q2 2022	Q2 2021
REVENUES		2,090	1,875
Purchases used in production		(614)	(613)
Payroll costs		(130)	(112)
External charges		(308)	(231)
Taxes other than on income		(25)	(24)
Additions to provisions		(17)	(23)
Other income and expenses from operations, net		68	37
Depreciation of right-of-use assets		(200)	(188)
EBITDAaL		863	721
Share-based payment expense		(12)	(11)
Depreciation, amortization and impairment of non-current assets		(469)	(438)
Profit from ordinary activities		381	272
Other operating income and expense, net		(23)	(48)
Operating profit		358	224
Income from cash and cash equivalents		0	0
Finance costs, gross		(69)	(38)
Finance costs, net		(69)	(38)
Interest expense on lease liabilities		(52)	(46)
Other financial income and expense, net		(14)	(20)
Corporate income tax		(74)	(39)
Share of profit of equity-accounted investees		14	2
Profit for the period		162	83
Profit for the period attributable to:			
• Owners of the company		162	85
• Minority interests		(1)	(2)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

<i>In € millions</i>	Six months to Jun. 30, 2022	Six months to Jun. 30, 2021
PROFIT FOR THE PERIOD	639	214
• Items that may be subsequently reclassified to profit:		
Fair value remeasurement of interest rate and currency hedging instruments	2	4
Tax effect	(0)	(1)
Change in translation adjustments	(7)	36
Total	(5)	39
• Items that will not be reclassified to profit:		
Post-employment benefit obligations (IAS 19 revised): impact of changes in actuarial assumptions	91	0
Tax effect	(11)	0
Share of OCI of equity-accounted investments that will not be reclassified to profit	0	(6)
Tax effect	0	1
Total	79	(5)
Other comprehensive income/(expense) for the period, net of tax	74	34
Total comprehensive income for the period	713	248
Total comprehensive income for the period attributable to:		
• Owners of the Company	723	253
• Minority interests	(10)	(5)

<i>In € millions</i>	Q2 2022	Q2 2021
PROFIT FOR THE PERIOD	162	83
• Items that may be subsequently reclassified to profit:		
Fair value remeasurement of interest rate and currency hedging instruments	(0)	9
Tax effect	0	(2)
Change in translation adjustments	9	85
Total	8	91
• Items that will not be reclassified to profit:		
Post-employment benefit obligations (IAS 19 revised): impact of changes in actuarial assumptions	91	0
Tax effect	(11)	0
Share of OCI of equity-accounted investments that will not be reclassified to profit	0	(6)
Tax effect	0	1
Total	79	(5)
Other comprehensive income/(expense) for the period, net of tax	88	86
Total comprehensive income for the period	249	169
Total comprehensive income for the period attributable to:		
• Owners of the Company	263	171
• Minority interests	(14)	(2)

CONSOLIDATED BALANCE SHEET

ASSETS (in € millions)	Note	Jun. 30, 2022	Dec. 31, 2021
Goodwill		1,869	562
Intangible assets		5,219	5,472
Right-of-use assets	9	4,386	4,163
Property, plant and equipment	10	7,700	7,403
Investments in equity-accounted investees	11	1,269	1,243
Other financial assets	12	235	197
Deferred income tax assets		466	415
Other non-current assets		57	44
TOTAL NON-CURRENT ASSETS		21,201	19,498
Inventories	13	237	65
Current income tax assets		0	12
Trade and other receivables		1,089	995
Other current assets		1,234	1,162
Other financial assets	12	39	13
Assets held for sale	14	217	959
Cash and cash equivalents		402	704
TOTAL CURRENT ASSETS		3,218	3,911
TOTAL ASSETS		24,419	23,409

LIABILITIES (in € millions)	Note	Jun. 30, 2022	Dec. 31, 2021
Share capital		15	15
Additional paid-in capital		510	510
Retained earnings and other reserves		4,565	5,348
TOTAL EQUITY		5,091	5,873
Attributable to:		0	0
• Owners of the company		5,126	5,888
• Minority interests		(35)	(15)
Long-term provisions		94	106
Long-term financial liabilities	16	8,043	7,096
Non-current lease liabilities		3,898	3,652
Deferred income tax liabilities		260	264
Other non-current liabilities		414	435
TOTAL NON-CURRENT LIABILITIES		12,709	11,553
Short-term provisions		58	54
Taxes payable		37	265
Trade and other payables		3,512	3,439
Short-term financial liabilities	16	2,390	1,620
Current lease liabilities		619	604
Liabilities held for sale	14	3	0
TOTAL CURRENT LIABILITIES		6,620	5,983
TOTAL EQUITY AND LIABILITIES		24,419	23,409

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

In € millions	Share capital	Additional paid-in capital	Own shares held	Reserves	Retained earnings	Equity attributable to owners of the Company	Minority interests	Total equity
BALANCE AT JANUARY 1, 2021	15	468	(43)	(76)	5,128	5,492	11	5,503
Movements in 2021								
Profit for the period					218	218	(5)	214
Impact of interest rate and currency hedges				(3)		(3)		(3)
Impact of post-employment benefit obligations				0		0		0
Impact of changes in translation adjustments				36		36		36
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD				33	218	251	(5)	246
Change in share capital of iliad						0		0
Dividends paid by iliad						0		0
Dividends paid by subsidiaries						0		0
Purchases/sales of own shares			0	(0)		(0)		(0)
Impact of stock options				8		8	0	9
Impact of changes in minority interests in subsidiaries						0		0
Other				4		4		4
BALANCE AT JUNE 30, 2021	15	468	(43)	(31)	5,346	5,755	6	5,762

In € millions	Share capital	Additional paid-in capital	Own shares held	Reserves	Retained earnings	Equity attributable to owners of the Company	Minority interests	Total equity
BALANCE AT JANUARY 1, 2022	15	510	(110)	6	5,468	5,889	(15)	5,873
Movements in 2022								
Profit for the period					636	636	3	639
Impact of interest rate and currency hedges				2		2	(1)	1
Impact of post-employment benefit obligations				79		79	(0)	79
Impact of changes in translation adjustments				5		5	(12)	(7)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD				87	636	723	(10)	713
Change in share capital of iliad						0		0
Dividends paid by iliad					(1,467)	(1,467)		(1,467)
Dividends paid by subsidiaries						0	(12)	(12)
Purchases/sales of own shares				0		0		0
Impact of stock options				17		17	0	17
Impact of changes in minority interests in subsidiaries				(2)		(2)	2	0
Other				(33)	0	(33)	(0)	(33)
BALANCE AT JUNE 30, 2022	15	510	(110)	75	4,636	5,126	(35)	5,091

CONSOLIDATED STATEMENT OF CASH FLOWS

In € millions

	Notes	Six months to Jun. 30, 2022	Six months to Jun. 30, 2021
Profit for the period (including minority interests)		639	214
+ / - Depreciation, amortization and provisions, net (excluding for current assets)		1,289	1,168
-/+ Unrealized gains and losses on changes in fair value		4	0
+/- Non-cash expenses and income related to stock options and other share-based payments		18	14
-/+ Other non-cash income and expenses, net		95	99
-/+ Gains and losses on disposals of assets	4/5	(486)	(145)
-/+ Dilution gains and losses		0	0
+/- Share of profit of equity-accounted investees	11	(50)	(12)
- Dividends (investments in non-consolidated undertakings)		(3)	0
Cash flows from operations after finance costs, net, and income tax		1,506	1,335
+ Finance costs, net	6	116	90
+/- Income tax expense (including deferred taxes)	7	129	79
Cash flows from operations before finance costs, net, and income tax (A)		1,751	1,505
- Income tax paid (B)		(403)	(163)
+/- Change in operating working capital requirement (incl. employee benefit obligations) (C)		(120)	(57)
= Net cash generated from operating activities (E) = (A) + (B) + (C)		1,227	1,285
- Acquisitions of property, plant and equipment and intangible assets (capex)		(1,082)	(1,083)
+ Disposals of property, plant and equipment and intangible assets (capex)		24	1
- Acquisitions of investments in non-consolidated undertakings		0	(49)
+ Disposals of investments in non-consolidated undertakings		0	0
+/- Effect of changes in scope of consolidation - acquisitions		(1,547)	0
+/- Effect of changes in scope of consolidation - disposals		0	0
+ Dividends received (from equity-accounted investees and non-consolidated undertakings)		101	6
+/- Change in outstanding loans and advances		(31)	(11)
- Cash outflows for leasehold rights		0	(0)
+ Cash inflows related to assets held for sale	14	1,500	1,066
- Cash outflows related to assets held for sale	14	(168)	(92)
= Net cash used in investing activities (F)		(1,202)	(162)
+ Amounts received from shareholders on capital increases		0	34
- Amounts paid to shareholders on capital reductions		0	0
+ Proceeds received on exercise of stock options		0	1
-/+ Own-share transactions		0	(83)
- Dividends paid during the period:		0	0
. Dividends paid to owners of the Company	2	(1,467)	(176)
. Dividends paid to minority shareholders of consolidated companies		(16)	(1)
+ Proceeds from new borrowings (excluding finance leases)	16	2,262	4,038
- Repayments of borrowings	16	(529)	(3,528)
- Repayments of lease liabilities		(402)	(390)
- Net interest paid		(128)	(72)
- Interest paid on lease liabilities		(52)	(34)
= Net cash generated from/(used in) financing activities (G)		(332)	(211)
+/- Effect of exchange-rate movements on cash and cash equivalents (H)		2	(1)
= Net change in cash and cash equivalents (E + F + G + H)		(304)	911
+ / - Impact of foreign exchange conversion of cash and cash equivalents (opening & closing rates)		(3)	4
Cash and cash equivalents at beginning of year		702	681
Cash and cash equivalents at year-end		394	1,597

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Note 1 Accounting principles and policies

“iliad” refers to iliad SA, a *société anonyme* (joint stock company) registered in France.

The “iliad Group” or “the Group” refers to iliad and its consolidated subsidiaries.

iliad Group is a leading electronic communications player in France, Italy and Poland, with 44.7 million subscribers, €7.6 billion in revenues in 2021 and over 16,400 employees.

These unaudited interim condensed consolidated financial statements have been prepared in accordance with IAS34, Interim Financial Reporting.

The interim consolidated financial information has been prepared in accordance with the same accounting policies as those applied to prepare the annual financial statements for the year ended December 31, 2021, except for the following policies which are specific to interim financial statements:

- Corporate income tax for the period has been calculated by applying the estimated average effective tax rate for the six-month period ended June 30, 2022 profit before tax.
- Post-employment benefit obligations for the period have been estimated based on the actuarial calculations performed for full-year 2021.

The new IFRS standards and interpretations required as of 1 January 2022 are the following ones:

- Amendments to IAS 37 related to onerous contracts: the amendments issued by the IASB in May 2020 clarify what costs an entity should consider in assessing whether a contract is onerous. The impact on iliad Group is immaterial;
- Amendments to IAS 16 related to Proceeds before Intended Use: the amendments issued by the IASB in July 2021 prohibit entities from deducting such proceeds from the cost of the item; rather, the proceeds generated by the sale and the corresponding costs must be recognized in profit or loss. The impact on iliad Group is immaterial.

Sales and EBITDAaL are not subject to strong seasonal fluctuations, excluding IFRIC 21 impact. IFRIC 21 clarifies when an entity recognizes a liability for levies imposed by a government other than specified levies such as income taxes. IFRIC 21 impact on Q1 2022 EBITDAaL is equal to €(48) million, and €(28) million in H1 2022.

Note 2 Significant events and scope of consolidation

Conflict in Ukraine

As the Group does not have any business activities in Ukraine, the armed conflict engaged in by Russia on February 24, 2022 has not had a material impact on its consolidated results for the six-month period ended June 30, 2022.

However, as from the very first days of the war, Play – the iliad Group’s Polish subsidiary – put in place measures to manage the increase in data traffic and help the people emigrating to Poland, including increasing its network capacity, securing its systems, updating its offers for Ukrainians and increasing the number of the Group’s contact points on the border with Ukraine and in the rest of the country. This conflict could lead to higher energy costs in the coming months and years, and more generally to a rise in the cost of certain components and equipment purchased by the Group.

Sale of 30% of On Tower France and 10% of On Tower Poland and extraordinary dividend distribution

On February 28, 2022, the Group completed the sale of its remaining 30% stake in On Tower France to the Cellnex group for €950 million, which generated a profit of €330 million in Q1 2022, excluding tax effect. On the same date, the Group also sold a 10% stake in On Tower Poland for PLN 615 million (generating a loss of €7 million, notably due to change rate effect), with the Group retaining 30% of On Tower Poland’s shares after the sale of this 10% interest.

The cash generated by these two transactions has been used for extraordinary interim dividend distribution on 2021 results of € 1,262 million (21.5 € per share) at end March 2022. Recurring dividend distribution on 2021 results has occurred in June 2022 for €205m, resulting in a total of €1,467m of dividends paid in H1 2022.

Finalization of UPC Polska acquisition

The Group and Liberty Global announced on the 1st of April 2022 the finalization of the sale, by Liberty Global, of 100% of the Polish cable operator UPC Poland to Play, the Polish subsidiary of the Group, for an enterprise value of PLN 7.0 billion (c.€1.5 billion). UPC Poland is one of Poland's leading internet access providers with 3.7 million homes covered by fiber and 1.6 million unique fixed subscribers. In 2021, the operator generated a turnover of €385 million. Therefore, UPC Poland results are incorporated in the Group results from the April 1, 2022.

The dedicated PLN 5,500 million (c. €1.2 billion) syndicated acquisition loan, set up on 10 December 2021, has been fully drawn on April 1, 2022.

Provisional goodwill of UPC Polska at end of June 2022 is detailed as follows:

<i>In € millions</i>	UPC acquisition
Purchase price	1,576
Non-controlling interest	
Net assets acquired before purchase price allocation	277
Non-current assets	366
Current assets	52
Non-current liabilities	44
Current liabilities	98
Provisional goodwill	1,299

Agreement to sale 50% of UPC access network to Infravia

On June 19, 2022 the Group signed an agreement with Infravia V Invest S.à.r.L. for the sale of 50% of shares in Fiber Force sp. z o.o, a dedicated entity of iliad Group, for a price of PLN 1,775 billion (c. €0.4 billion), subject to adjustments described in the agreement and regulatory approvals. The agreement shall be performed after the satisfaction of the conditions specified in it.

By the end of 2022, Play - by way of a demerger through separation of Play's subsidiary, i.e. UPC Polska sp. z.o.o. ("UPC") - plans to transfer to this dedicated entity, a part of UPC's business including in particular access network assets in the form of c. 3,7 million network connections in HFC and FTTx technology. This dedicated entity will make its network infrastructure available to other telecommunications operators (including Play and UPC) on a wholesale access basis.

The closing of the transaction described in the above agreement the consent of the competent antitrust authorities and is tentatively planned for the first quarter of 2023.

This dedicated entity will be co-controlled by Infravia and Play and will be recognized after closing under "Investments in equity-accounted investees. The related assets from UPC that will be transferred to this entity have been therefore considered as assets held for sale at June 30, 2022, see note 14 Assets and liabilities held for sale.

Restatement of the six-month period ended June 30, 2021 related to Play PPA allocation

The financial statements for the half year ended June 30, 2021 that were previously approved by iliad's board of directors have been restated in order to include Play Subscriber Base amortization resulting from Play goodwill allocation from the 1st of January 2021 (allocation of Play's purchase price at end June 2021 was temporary). The following table shows the corrections to the income statement for the six-month period ended June 30, 2021:

In € millions

	Six months to Jun. 30, 2021 approved	Restatements	Six months to Jun. 30, 2021 restated
REVENUES	3 722		3 722
Purchases used in production	(1 293)		(1 293)
Payroll costs	(225)		(225)
External charges	(447)		(447)
Taxes other than on income	(102)		(102)
Additions to provisions	(48)		(48)
Other income and expenses from operations, net	146		146
Depreciation of right-of-use assets	(355)		(355)
EBITDAaL	1 398		1 398
Share-based payment expense	(21)		(21)
Depreciation, amortization and impairment of non-current assets	(798)	(31)	(828)
Profit from ordinary activities	579	(31)	549
Other operating income and expense, net	(50)		(50)
Operating profit	529	(31)	499
Income from cash and cash equivalents	6	(7)	(0)
Finance costs, gross	(97)		(97)
Finance costs, net	(90)	(7)	(97)
Interest expense on lease liabilities	(84)		(84)
Other financial income and expense, net	(44)	7	(38)
Corporate income tax	(85)	6	(79)
Share of profit of equity-accounted investees	12		12
Profit for the period	239	(25)	214
Profit for the period attributable to:	0		
• Owners of the company	243	(25)	218
• Minority interests	(5)	0	(5)

Note 3 Segment information

Given the increasing weight of Poland in Iliad Group's activities, Iliad Group's Management reviewed the monitoring of its activities at the start of 2022. The Group has now 3 operating segments which are:

- France
- Italy
- Poland

- H1 2022 REVENUES

<i>In € millions</i>	France	Italy	Poland	Eliminations between segments	Total
Revenues					
Fixed	1,503	4	117	(6)	1,618
Mobile	1,210	438	762	(0)	2,409
Intra segment sales	(3)	0	0	0	(3)
Total	2,710	442	879	(6)	4,024

- H1 2021 REVENUES

<i>In € millions</i>	France	Italy	Poland	Eliminations between segments	Total
Revenues					
Fixed	1,410	0	15	(4)	1,421
Mobile	1,135	383	786	(0)	2,304
Intra segment sales	(3)	0	0	0	(3)
Total	2,542	383	801	(5)	3,722

- H1 2022 EARNINGS

<i>In € millions</i>	France	Italy	Poland	Total
Earnings				
EBITDAaL	1,091	87	399	1,577
Share-based payment expense	(19)	(0)	(1)	(20)
Depreciation, amortization and provisions for impairment	(603)	(174)	(135)	(912)
Profit/(loss) from ordinary activities	468	(87)	263	645
Profit/(loss) for the period	611	(102)	129	639

- H1 2021 EARNINGS

<i>In € millions</i>	France	Italy	Poland	Total
Earnings				
EBITDAaL	1,019	6	373 ⁽¹⁾	1,398
Share-based payment expense	(19)	(0)	-1	(21)
Depreciation, amortization and provisions for impairment	(568)	(144)	(117)	(828)
Profit/(loss) from ordinary activities	432	(139)	255	548
Profit/(loss) for the period	213	(135)	135	214

(1) including the net positive impact from the disposal of 517 sites to Cellnex in Q1 22

- ASSETS AT JUNE 30, 2022

<i>In € millions</i>	France	Italy	Poland	Total
Non-current assets				
Goodwill	300	0	1,569	1,869
Intangible assets (carrying amount)	1,667	2,100	1,452	5,219
Right-of-use assets (carrying amount)	2,844	668	874	4,386
Property, plant and equipment (carrying amount)	6,383	722	594	7,700
Investments in equity-accounted investees	867	0	402	1,269
Current assets (excluding cash and cash equivalents, financial assets and tax assets)	1,539	406	831	2,777
Cash and cash equivalents	307	3	92	402

- ASSETS AT DECEMBER 31, 2021

<i>In € millions</i>	France	Italy	Poland	Total
Non-current assets				
Goodwill	300	0	262	562
Intangible assets (carrying amount)	1,786	2,192	1,494	5,472
Right-of-use assets (carrying amount)	2,731	607	825	4,163
Property, plant and equipment (carrying amount)	6,344	671	389	7,403
Investments in equity-accounted investees	835	0	407	1,243
Current assets (excluding cash and cash equivalents, financial assets and tax assets)	1,983	400	798	3,181
Cash and cash equivalents	420	1	282	704

- LIABILITIES AT JUNE 30, 2022, EXCLUDING FINANCIAL LIABILITIES AND TAXES PAYABLE

<i>In € millions</i>	France	Italy	Poland	Total
Non-current liabilities				
Other non-current liabilities	411	0	3	414
Current liabilities				
Trade and other payables	1,541	1,475	496	3,512

- LIABILITIES AT DECEMBER 31, 2021, EXCLUDING FINANCIAL LIABILITIES AND TAXES PAYABLE

<i>In € millions</i>	France	Italy	Poland	Total
Non-current liabilities				
Other non-current liabilities	432	0	3	435
Current liabilities				
Trade and other payables	1,545	1,561	334	3,439

Note 4 Other income and expenses from operations, net

Other income and expenses from operations can be analyzed as follows:

<i>In € millions</i>	Six months to Jun. 30, 2022	Six months to Jun. 30, 2021
Net income from partnerships*	161	157
Customer contract termination fees	9	8
Royalties and similar fees	(30)	(25)
Other	15	7
Other income and expenses from operations, net	156	146

*Corresponds mainly to net profit (excluding tax effect) related to the partnerships with Cellnex concerning the sale of mobile passive infrastructure sites ('BTS').

Note 5 Other operating income and expense, net

Other operating income and expenses can be analyzed as follows:

<i>In € millions</i>	Six months to Jun. 30, 2022	Six months to Jun. 30, 2021
Gain on assets disposal	325	(7)
Other operating expenses	(22)	(43)
TOTAL	303	(50)

This item includes, for the six-month period ended June 30, 2022, €330 million corresponding to the profit recognized on the sale of 30% of On Tower France (see Note 2).

Note 6 Financial income and expenses

Financial income and expenses can be analyzed as follows:

<i>In € millions</i>	Six months to Jun. 30, 2022	Six months to Jun. 30, 2021
Income from cash and cash equivalents	(0)	(0)
Finance costs, gross:		
Interest on borrowings	(116)	(97)
Finance costs, net	(116)	(97)
Other financial income	6	7
Sub-total - Other financial income	6	7
Other financial expenses		
Translation adjustments/Hedging expense	7	(19)
Discounting expense	(21)	(25)
Other	(3)	(0)
Sub-total - Other financial expenses	(16)	(44)
Other financial expense, net	(11)	(38)
Interest on lease liabilities	(103)	(84)
Net financial expense	(230)	(219)

Net financial expense primarily concerns the costs of the Group's various sources of financing (see Note 16) as well as discounting expense.

Note 7 Corporate income tax

Analysis of the corporate income tax charge

The Group's corporate income tax charge breaks down as follows:

<i>In € millions</i>	Six months to Jun. 30, 2022	Six months to Jun. 30, 2021
Tax charge		
on income	(116)	(68)
on value added (CVAE)	(13)	(11)
Total tax charge	(129)	(79)

Note 8 Changes in scope of consolidation - Acquisitions

'Effect of changes in scope of consolidation - acquisitions' line in the cash flow statement, equal to €1,547 million for the six-month period ended June 30, 2022, include mainly UPC acquisition (see Note 2), This line also includes the acquisition of 92.5% of Redge technologies shares, a leader in OTT and edge computing technologies in Central Europe, and the acquisition of remaining minority interests (ie 25%) of JT Holding, the mother company of Jaguar Networks.

Note 9 Right-of-use assets and lease liabilities

The carrying amount of right-of-use assets breaks down as follows:

<i>In € millions</i>	Networks	Real estate	Other	TOTAL
Carrying amount at January 1, 2022	3,832	309	22	4,163
Acquisitions (new assets)	578	12	9	599
Disposals	(10)	0	(0)	(10)
Reclassification of assets held for sale	0	0	0	0
Impact of changes in scope of consolidation	3	21	3	27
Translation adjustments	0	0	0	0
Other	0	0	0	0
Depreciation	(359)	(24)	(11)	(393)
Carrying amount at June 30, 2022	4,045	318	23	4,386

Lease liabilities break down as follows at June 30, 2022:

<i>In € millions</i>	Jun. 30, 2022				December 31, 2021			
	Networks	Real Estate	Others	Total	Networks	Real Estate	Others	Total
Non-Current	3,709	181	8	3,898	3,450	193	8	3,652
Current	580	29	10	619	567	28	10	604
TOTAL	4,289	210	18	4,517	4,017	221	18	4,256

Note 10 Property, plant and equipment

Movements in net property, plant and equipment can be analyzed as follows:

<i>In € millions</i>	Jun. 30, 2022	Dec. 31, 2021
Net at January 1	7,403	6,521
Acquisitions	981	2,128
Disposals	(186)	(16)
Reclassification to assets held for sale	(216)	(164)
Other	(6)	(19)
Impact of changes in scope of consolidation	297	0
Translation adjustments	(8)	(1)
Depreciation and impairment	(564)	(1,046)
Total property, plant and equipment	7,700	7,403

Property, plant and equipment acquisitions are mainly related to network equipment acquisitions.

Disposals for the six-month period ended June 30, 2022 include notably the disposal of some fiber assets to IFT (see Note 11).

Note 11 Equity-accounted investees

The Iliad Group has three main equity-accounted investees:

- **NJJ Boru** (49% of interest in NJJ Boru SAS that holds 64.5% interest in eir, the Irish operator);
- **Investissement dans la Fibre des Territoires (IFT)**. The Group holds 48.98% stake in IFT;
- **On Tower Poland**. The Group holds 30% stake in On Tower Poland. The Group has sold 10% of On Tower Poland to Cellnex in February 2022 for PLN 615 million.

The Group's share of profit of equity-accounted investees can be analyzed as follows:

<i>In € millions</i>	Six months to Jun. 30, 2022	Six months to Jun. 30, 2021
Share of profit/(loss) of equity-accounted investees before tax	55	13
Share of tax of equity-accounted investees	(5)	(1)
Share of profit/(loss) of equity-accounted investees after tax	50	12

Share of profit/(loss) of equity-accounted investees before tax for the six-month period ended June 30, 2022 include exceptional gain of NJJ Boru related to the sale of eir majority stake in Tetra Ireland Communications Limited, a provider of secure communications for use by emergency services and non-commercial public bodies which generated an exceptional profit of €76m at eir level (€24m impact at Iliad level).

Note 12 Other financial assets

Movements in other financial assets can be analyzed as follows:

<i>In € millions</i>	Jun. 30, 2022	Dec. 31, 2021
Carrying amount at beginning of period	210	46
Acquisitions	51	97
Fair value adjustments	13	55
Redemptions and repayments	0	0
Impact of changes in scope of consolidation	0	11
Translation adjustments	(0)	11

Disposals	0	1
Additions to provisions	0	0
Carrying amount at period-end	274	210

Note 13 Inventories

Inventories break down as follows:

<i>In € millions</i>	Jun. 30, 2022	Dec. 31, 2021
Inventories - net	237	65

Inventories increase over the period is mainly due the accounting of the carrying amount of passive mobile telecommunications infrastructure to be sold in France, Italy and Poland under the build-to-suit program with Cellnex beyond minimum commitment defined in original deals of transfer of passive mobile telecommunications infrastructure closed in end 2019 in France and Italy and in March 2021 in Poland and also to higher level of mobile handset inventories.

Note 14 Assets and liabilities held for sale

Assets and liabilities held for sale break down as follows:

<i>In € millions</i>	Jun. 30, 2022	Dec. 31, 2021
Assets held for sale	217	959
Liabilities held for sale	(3)	0
TOTAL	214	959

Assets for sale decrease as of June 30, 2022 (versus December 31, 2021) is mainly relating to the sale of its remaining 30% stake in On Tower France (for €950 million) and the sale of a 10% stake in On Tower Poland (for PLN 615 million, ie €133 million) to the Cellnex group occurred in February 2022. On Tower France 30% stakes and On Tower Poland 10% stakes were accounted as assets held for sale as of December 31, 2021, for respectively €620 million and €136 million.

Assets for sale also include at end June 30, 2022 €127 million related to a special created entity in Poland related to UPC's business (see Note 2).

Cash outflows related to assets held for sale include cash out related to BTS programs (see Note 4 'Other income and expenses from operations, net') and cash out related to some fiber assets sold to IFT in February 2022 (see Note 10 Property, plant and equipment).

Note 15 Share grant plans

During the six-month period ended June 30, 2022, the Group set up a free share allocation plan relating to 0.2% of iliad's capital for the benefit of 428 group employees in France, Italy and Poland. The allocation of shares contains a "continued presence" vesting condition (vesting period of this plan is 2 or 3 years). The terms and conditions of the liquidity offered to the beneficiaries of this plan have been set within the framework of unilateral promises of sale and purchase of shares concluded between the beneficiaries and Holdco 2 (the main shareholder of iliad). The value of the shares will be determined by an independent expert, using a multi-criteria valuation in accordance with the principles set out by AMF recommendation DOC 2006-15.

The expense recorded in relation to this plan totaled €2.3m for the six-month period ended June 30, 2022.

Other share grant plans described in the notes to the financial statements for the year ended December 31, 2021 are still valid.

Note 16 Financial liabilities

Financial liabilities can be analyzed as follows:

<i>In € millions</i>	Jun. 30, 2022	Dec. 31, 2021
Bank borrowings	4,538	3,589
Bonds	3,504	3,506
Finance lease liabilities	0	0
Other	1	1
Total long-term financial liabilities	8,043	7,096
Bank borrowings and short-term marketable securities	1,247	476
Bonds	648	647
Financial liabilities carried at fair value	0	0
Bank overdrafts	8	2
Cash flow hedges	0	0
Other	488	495
Total short-term financial liabilities	2,390	1,620
TOTAL	10,433	8,716

All Group borrowings are denominated in euros and Polish zlotys (PLN).

The table below summarizes movements in financial liabilities during H1 2022:

<i>In € millions</i>	June 30, 2022	Dec. 31, 2021
Borrowings at January 1	8,716	8,433
New borrowings	2,262	5,370
Repayments of borrowings	(529)	(5,133)
Change in bank overdrafts	6	(3)
Impact of cash flow hedges	9	0
Impact of changes in scope of consolidation	0	0
Translation adjustments	(37)	(11)
Other	6	59
Total borrowings	10,433	8,716

Main movements in bonds and private placements during the period

On May 23, 2022, iliad carried out a private *Schuldscheindarlehen* issue (*Schuldschein* notes, or SSD), driven by demand from additional investors to enter *Schuldchein* notes on equivalent terms with the 2021 issue, thus raising a total €112 million, in 2 tranches:

- A fixed rate tranche totaling €27 million, paying interest at 2.732% and redeemable at maturity on June 30, 2026 (with a 6- or 12-month extension option).
- A variable rate tranche totaling €85 million, with lending margin at 1.400% and redeemable at maturity on June 30, 2026 (with a 6- or 12-month extension option).

Main movements in bank borrowings at iliad level during the period

On June 21, 2022, iliad drew €500 million on its available RCF, which has been fully repaid on July 27th, 2022 (Please refer to section “*Events after the reporting date*” for details regarding this repayment).

Main movements in bank borrowings at Play level during the period

On January 14, 2022, Play signed with European Investment Bank (“EIB”) a bilateral Facility Agreement amounting to PLN 470 million (“EIB Financing”). Under this agreement, P4 may borrow funds from EIB to partially finance investments related to expansion and technological upgrade of mobile network towards an ultra-high speed broadband service, in line with European Union projects “2025 Gigabit Society”, devoted to

eliminate territorial inequalities in access to high-speed broadband network as well as cybersecurity and other goals of digital transformation announced in "2030 EU Digital Compass".

This loan, depending on future drawdown dates, can have a final maturity as far as January 2034. On February 25, 2022, Play drew PLN 150 million under this Facility Agreement, which bears a fixed interest rate of 5.40% and will have a semi-annual amortization starting in February 2025 with a final maturity in February 2028.

On March 9, 2022, Play drew PLN 235 million under its "Export Credit Agency Financing" or "ECA Loan", signed in December 2021.

On April 1st, 2022, Play drew the total committed PLN 5.5 billion under its syndicated acquisition loan signed on December 10th, 2021 for the acquisition of UPC.

On June 22, 2022, Play drew PLN 125 million under its "Export Credit Agency Financing" or "ECA Loan", signed in December 2021.

On June 27, 2022, Play drew another PLN 50 million at a fixed interest rate of 7.459% under its EIB Financing signed on January 14, 2022, which will have a semi-annual amortization starting in February 2025 with a final maturity in June 2028.

Guarantees given

The Group has not given any specific financial guarantees in return for its existing borrowing facilities with banks.

Short- and medium-term marketable securities program

On June 22, 2022, the Group renewed its €1.4 billion short-term NEU CP program. At June 30, 2022, €272 million of the program had been used.

Breakdown of borrowings by type of rate

Borrowings after hedging at the year-end can be analyzed as follows by type of rate:

<i>In € millions</i>	Jun. 30, 2022	Dec. 31, 2021
Fixed-rate borrowings	6,416	5,000
Variable-rate borrowings	4,018	3,716
Total borrowings	10,433	8,716

Breakdown of the Group's debt

The Group's bonds and private placements break down as follows:

					Jun. 30, 2022
Contract	Issue date	Maturity	Currency	Nominal rate	Outstanding amount (€m)
iliad - SUN ¹	Dec. 3, 2015	Dec. 5, 2022	EUR	2.125%	650
iliad - SUN	Oct. 12, 2017	Oct. 14, 2024	EUR	1.500%	650
iliad - SUN	April 25, 2018	April 25, 2025	EUR	1.875%	650
iliad - SUN	June 17, 2020	June 17, 2026	EUR	2.375%	650
iliad - SUN	Feb. 11, 2021	Feb. 12, 2024	EUR	0.750%	600
iliad - SUN	Feb. 11, 2021	Feb. 11, 2028	EUR	1.875%	700
iliad - SSD ² 2019					
Tranche 1	May 22, 2019	May 22, 2023	EUR	1.400%	125
Tranche 2	May 22, 2019	May 22, 2023	EUR	1.400% + Euribor	294
Tranche 3	May 22, 2019	May 22, 2026	EUR	1.845%	40
Tranche 4	May 22, 2019	May 22, 2026	EUR	1.700% + Euribor	25
Tranche 5	May 22, 2019	May 24, 2027	EUR	2.038%	10
Tranche 6	May 22, 2019	May 24, 2027	EUR	1.800% + Euribor	6
iliad - SSD 2021					
Tranche 1	June 30, 2021	June 30, 2025	EUR	1.150%	50
Tranche 2	June 30, 2021	June 30, 2025	EUR	1.150% + Euribor	135
Tranche 3	June 30, 2021	June 30, 2026	EUR	1.400%	66
Tranche 4	June 30, 2021	June 30, 2026	EUR	1.400% + Euribor	220
Tranche 5	June 30, 2021	June 30, 2028	EUR	1.700%	8
Tranche 6	June 30, 2021	June 30, 2028	EUR	1.700% + Euribor	22
iliad - SSD 2022					
Tranche 1	May 27, 2022	June 30, 2026	EUR	2.732%	27
Tranche 2	May 27, 2022	June 30, 2026	EUR	1.400% + Euribor	85
Total - iliad					5,012
Play - SUN	Dec. 13, 2019	Dec. 11, 2026	PLN	1.750% + Wibor	160
Play - SUN	Dec. 29, 2020	Dec. 29, 2027	PLN	1.875% + Wibor	107
Total - Play					267
Total					5,279

Notes:

¹SUN : Senior Unsecured Notes

²SSD : Schuldschein (non-guaranteed private placements under German law)

The Group's bank borrowings break down as follows:

						Jun. 30, 2022	
Contract	Drawdown	Maturity	Type of repayment	Currency	Nominal rate ¹	Outstanding amount (€m)	Amount available (€m)
iliad - EIB Loans							
2016	Sep. 19, 2017	Sep. 19, 2030	Install.	EUR	1.501%	180	-
2018 - T1	Feb. 1, 2019	Feb. 1, 2033	Install.	EUR	1.771%	200	-
2018 - T2	Apr. 8, 2019	Apr. 8, 2033	Install.	EUR	1.452%	100	-
2020 - T1	Nov. 23, 2020	Nov. 23, 2028	At maturity	EUR	0.705%	150	-
2020 - T2	Mar. 29, 2021	Mar. 29, 2029	At maturity	EUR	0.874%	150	-
iliad - KFW Loans							
2017	Dec. 13, 2018	Jun. 13, 2029	Install.	EUR	1.100% + Euribor	63	-
2019	Nov. 9, 2020	Oct. 9, 2030	Install.	EUR	1.100% + Euribor	128	-
iliad - RCF ²	Jul. 16, 2018	Jul. 15, 2025	At maturity	EUR	0.950% + Euribor	500	1,150
iliad - Term Loan	Dec. 18, 2020	Dec. 18, 2024	At maturity	EUR	1.400% + Euribor	900	-
Total - iliad						2,371	1,150
Play - Term Loan	Mar. 29, 2021	Mar. 29, 2026	At maturity	PLN	1.250% + Wibor	746	-
Play - RCF	Mar. 29, 2021	Mar. 29, 2024	At maturity	PLN	1.250% + Wibor	-	426
Play - BGK Loan	Oct. 15, 2021	Sep. 20, 2028	Install.	PLN	1.930%	-	107
Play - ECA Loan ³	Dec. 22, 2021	Dec. 22, 2026	Install.	PLN	0.450% + Wibor	77	22
Play - Term Loan ⁴	Dec. 10, 2021	Mar. 26, 2026	At maturity	PLN	1.750% + Wibor	1,173	-
Play - EIB Loan ⁵	Jan. 14, 2022	Jun. 27, 2028	Install.	PLN	5.915%	43	58
Total - Play						2,038	613
Total						4,409	1,763

Notes:

¹ Rates applicable at June 30, 2022, which can vary depending on the leverage ratio of iliad Group and Play respectively, except for under the EIB loan contracts signed in 2020.

² On July 27th, 2022 the RCF has been amended and extended. Please refer to Note 18 (Events after the reporting date) for more details

³ Drawdown date indicated is the 1st drawdown date for an initial amount of PLN 235 million.

⁴ Loan dedicated to finance the acquisition of UPC in Poland.

⁵ Indicated maturity stands for the last drawn amount under this facility. Depending on future draw dates final maturity can be as far as January 2034. Indicated nominal rate stands for the weighted average rate of drawdowns under this facility.

First public long term issuer Rating for iliad SA

iliad SA has received its first public EUR Senior Unsecured Notes rating by Standard and Poor's ("S&P"), Moody's Investor Services ("Moody's") and Fitch Ratings ("Fitch") on May 20, 2022, which assigned ratings of respectively BB/Ba2/BB and would apply to existing issuances. While iliad SA's corporate ratings are aligned with iliad Holding's, i.e. respectively BB/Ba3/BB with stable outlook, S&P and Fitch have assigned iliad SA a standalone long-term issuer credit profile (respectively "sacp" and "scp") of bb+.

Note 17 Off-balance sheet commitments and contingencies

Under the strategic partnership entered into with InfraVia through IFT, Iliad made an additional shareholder contribution of €25 million to IFT during the six-month period ended June 30, 2022 (cumulated shareholder contribution from Iliad to IFT is equal to €60 million at end June 2022, on a total expected to up to €230 million in the first five years following the partnership).

Iliad and W3 signed in June 2022 a radio access network (ran) sharing agreement on Italian territory, mainly on low dense areas. This agreement is subject to conditions precedent including authorities approval. Closing is planned during Q4 2022. At closing date, Iliad will buy 50% of the company (the JV) that will hold radio network equipment and operate ran sharing services for Iliad Italia and W3. Purchase Price for 50% of the JV is set at €0.3 billion (subject to working capital / net debt adjustments) and shall be paid over a 4 years instalment scheme under definition.

There have been no other material changes in Iliad Group off-balance sheet commitments and contingencies liabilities during the six-month period ended June 30, 2022.

Note 18 Events after the reporting date

On July 27, 2022 Iliad signed a financing package composed of three bank facilities with 23 international banks for a total amount of €5 billion. Part of this package had already been underwritten as of July 2, 2022 by a subset of 11 eleven banks. The facilities are detailed hereafter:

- A new €1 billion Term Loan facility with a 5-year tenor. On the same date, Iliad drew €500 million under this new Term Loan facility to repay the outstanding amount under the RCF;
- The amend and extend of Iliad's existing RCF, resulting notably in an extension of its maturity to up to 7 years (July 2027) including 2 extension options and in an upside to €2 billion of the available commitment under the facility (versus €1.65 billion previously).
- A new Mid-Term Facility for a total amount of €2 billion and with a maximal tenor of 2.5 years.

With this operation, the Group aims at strengthening its available liquidity position, increasing the overall term to maturity of its debt, and securing financial flexibility to pursue future growth. Further details regarding these newly signed facilities are disclosed in the table below:

Contract	Signing date	Final Maturity	Type of repayment	Currency	Nominal rate ¹
Iliad - Mid-Term Facility	Jul. 02, 2022	Jan. 01, 2025	At maturity	EUR	1.000%
Iliad - RCF	Jul. 27, 2022	Jul. 24, 2029	At maturity	EUR	1.000% + Euribor
Iliad - Term Loan	Jul. 27, 2022	Jul. 27, 2027	At maturity	EUR	1.500% + Euribor
Total - Iliad					

Notes:

¹ Rates applicable at July 27, 2022, which can vary depending on the long-term issuer rating of Iliad, except for under the Mid-Term Facility, where the initial margin can increase over time