



2005 1st HALF-YEAR RESULTS

The Board of Directors meeting on 19 October 2005 approved the **Group's consolidated financial statements for the 1st half-year ending 30 June 2005 in accordance with IFRS standards.**

(€ millions)	2004 1 st HY French GAAP	2004 1 st HY IFRS	2005 1 st HY IFRS	% Change
Sales	46.6	46.5	48.8	+ 4.9
<i>Gross profit margin (% production)</i>	<i>67.7 %</i>	<i>70.0 %</i>	<i>67.3 %</i>	<i>(2.7 pts)</i>
Operating profit	2.3	2.12	1.89	(11)
Finance cost	(0.28)	(0.22)	(0.26)	
<i>Net exceptional expenses</i>	<i>(0.34)</i>	--	--	
<i>Goodwill amortisation</i>	<i>(0.49)</i>	--	--	
Consolidated net profit	0.71	1.20	1.11	(7.5)
Group net profit	0.51	1.00	0.98	+ 2

Securidev Group generated consolidated sales of € 48.8 million in the 2005 1st half-year, a 4.9 % increase over the same period last year.

Mass Market Division sales increased by 9.2 %, representing 60% of consolidated sales, including a € 2.11 contribution from the Metalplast company. However, the B-to-B Division sales recorded a slight 1 % fall and now accounts for 40% of Group sales.

Operating profit amounted to € 1.89 million, compared with € 2.12 million at June 2004. The Group generated net profit of € 1.11 million against € 1.20 million at 30 June 2004, following the cancellation of goodwill amortisation **in accordance with the new IFRS standards.**

Application of IFRS standards

The application of IFRS standards to the balance sheet at 31 December 2004 had a negative impact of € 15.931 million on acquisition goodwill recognition and a negative € 1.616 million on retirement commitments, as well as a positive impact of € 1.395 million following the cancellation of the provision for major repairs and a positive € 2.142 million relating to the revaluation of the Ronis building following its disposal.

Thus, the group shareholders' equity of € 54.59 million at 31 December 2004 amounted to € 40.58 million at 1 January 2005, in accordance with IFRS standards.

At 30 June 2005, consolidated shareholders' equity amounted to € 42.6 million, along with a net debt equity ratio of 38 %, down from 41 % at 1 January 2005.

2005 3rd quarter operations

Over the 3rd quarter of 2005, the Group generated sales of € 21.66 million, compared to € 22.15 million in 2004. 9-month accumulated sales increased by 2.4 % to 70.39 million.