



14 December 2005

BOUYGUES PRESS RELEASE

**NET PROFIT FOR FIRST NINE MONTHS OF 2005: 648 MILLION EUROS (+26%)
BOUYGUES TO RECRUIT 14,000 STAFF IN 2006, INCLUDING 8,000 IN FRANCE**

Further growth in sales and profitability

Group profitability showed a marked improvement in the first nine months of 2005. Current operating profit rose by 21%. Operating profit and net profit continued to grow, up 16% and 26% respectively on the same period last year.

On 30 November 2005, the French Competition Council, or Conseil de la concurrence, decided to fine France's three mobile phone operators, including Bouygues Telecom which was fined 58 million euros. Bouygues Telecom is to appeal against the decision. The boards of Bouygues Telecom and Bouygues decided to book a provision of this amount in the accounts at end-September. The negative impact of the fine was 58 million euros on Group operating profit and 52 million euros on net profit attributable to the Group, with 6 million euros charged to minority interests.

Key figures

IFRS (million euros)	End-September 2004	End-September 2005	Change
Sales	15,608	17,840	+14%
Comparable sales ⁽¹⁾	16,070	17,840	+11%

Current operating profit	1,168	1,415	+21%
Operating profit	1,168	1,357	+16%
Net profit attributable to the Group	516	648	+26%

Cash flow	2,013	2,359	+17%

⁽¹⁾ Including mobile-to-mobile billing in 2004

Outlook and recruitment drive

On the basis of Group indicators at end-September, particularly in the three construction businesses, the sales target for full-year 2005 has been raised again to 24 billion euros from the 23.6 billion euro figure announced on 14 September 2005.

As a result of the favourable business outlook for 2006, the Group will increase its staff numbers and recruit 14,000 people, including 8,000 in France.

Success of Bouygues Confiance 3 plan

The board of directors on 21 June 2005 decided to launch Bouygues Confiance 3, a leveraged share ownership plan reserved for employees of the Group's French companies. This capital increase is limited to 250 million euros. Some 25,000 staff members, or close to 40% of eligible employees, subscribed to the plan. Subscriptions exceeded the maximum amount authorised by the board by over 60%.

The success of the plan once again demonstrated employee confidence in the Group's future. Following the operation, Bouygues employees will hold 13.3% of the capital and 17.5% of the voting rights through the various employee mutual funds.

Share buyback and cancellation

A total of 7,312,776 shares have been bought back by Bouygues since 21 June 2005, for 287 million euros, excluding the liquidity contract.

The board decided to cancel these shares. The dilution arising from the creation of new shares as a result of the exercise of stock options and the Bouygues Confiance 3 plan will thus be sharply reduced.

Press contact:
+33 1 30 60 42 01 - presse@bouygues.com

Investor and analyst contact:
+33 1 30 60 22 77 - investors@bouygues.com

www.bouygues.com

CONDENSED CONSOLIDATED INCOME STATEMENT (IFRS) (million euros)	End-Sep. 2004	End-Sep. 2005	Change
Sales	15,608	17,840	+14%
Current operating profit	1,168	1,415⁽¹⁾	+21%
Other operating income and expenses	-	(58)	ns
Operating profit	1,168	1,357^{(1) (2)}	+16%
Cost of net financial debt	(127)	(146)	+15%
Other financial income and expenses	(13)	1	ns
Income tax expense	(390)	(443)	+14%
Share of profits/losses of associates	31	41	+32%
Net profit before results of discontinued and held-for-sale operations	669	810	+21%
Net profit of discontinued and held-for-sale operations	4	-	ns
Net profit from continuing operations	673	810	+20%
Minority interests	(157)	(162)	+3%
Net profit attributable to Group	516	648^{(1) (3)}	+26%

⁽¹⁾ The capital increase reserved for employees planned for end-2005 entailed an IFRS-related expense of 30 million euros, with no impact on shareholders' equity.

⁽²⁾ The impact of Bouygues Telecom's fine on Group operating profit is 58 million euros.

⁽³⁾ The impact of Bouygues Telecom's fine on net profit attributable to the Group is 52 million euros.

CONDENSED CONSOLIDATED BALANCE SHEET (IFRS) (million euros)	30 September		31 Dec. 2004
	2004	2005	
Non-current assets	11,463	11,907	11,481
Current assets	11,177	12,791	12,467
Held-for-sale assets	2,183	-	-
TOTAL ASSETS	24,823	24,698	23,948
Shareholders' equity	6,242	5,296	4,978
Non-current liabilities	5,312	6,232	5,982
Current liabilities	11,903	13,170	12,988
Held-for-sale liabilities	1,366	-	-
TOTAL LIABILITIES	24,823	24,698	23,948
Net cash	(2,776)	(3,414)⁽¹⁾	(1,875)

⁽¹⁾ Factoring in the discounted amount (455 million euros) of the option granted to BNP Paribas to sell its 6.5% stake in Bouygues Telecom (press release of 22 June 2005)

Contribution of business areas to SALES (IFRS) (million euros)	End-September		Change	Full year 2004
	2004	2005		
Bouygues Construction	3,853	4,204	+9%	5,227
Bouygues Immobilier	890	1,125	+26%	1,295
Colas	5,880	6,891	+17%	7,947
TF1	2,055	2,042	-1%	2,831
Bouygues Telecom	2,704	3,356	+6% ⁽¹⁾	3,649
Holding and other	226	222	ns	293
TOTAL <i>of which International</i>	15,608 4,410	17,840 5,225	+14% +18%	21,242 5,990
TOTAL on a comparable basis ⁽²⁾	16,070	17,840	+11%	21,868

⁽¹⁾ Compared with 2004 sales figure factoring in mobile-to-mobile billing estimated at 2005 call termination rate; net sales from network (3,172 million euros): +8% using same accounting method

⁽²⁾ Including mobile-to-mobile billing in 2004

Contribution of business areas to EBITDA (IFRS) (million euros)	End-September		Change	Full year 2004
	2004	2005		
Bouygues Construction	294	376	+28%	413
Bouygues Immobilier	106	140	+32%	143
Colas	442	557	+26%	655
TF1	401	385	-4%	523
Bouygues Telecom	930	1,059	+14%	1,176
Holding and other	17	15	ns	65
TOTAL	2,190	2,532 ⁽¹⁾	+16%	2,975

Calculation of EBITDA: current operating profit plus net depreciation and amortisation plus net provisions

⁽¹⁾ The capital increase reserved for employees planned for end-2005 entailed an IFRS-related expense of 30 million euros, with no impact on shareholders' equity.

Contribution of business areas to OPERATING PROFIT (IFRS) (million euros)	End-September		Change	Full year 2004
	2004	2005		
Bouygues Construction	134	190	+42%	168
Bouygues Immobilier	82	102	+24%	119
Colas	212	290	+37%	310
TF1	285	280	-2%	383
Bouygues Telecom	496	516 ⁽¹⁾	+4%	597
Holding and other	(41)	(21) ⁽²⁾	ns	(18)
TOTAL	1,168	1,357 ⁽¹⁾⁽²⁾	+16%	1,559

⁽¹⁾ The impact of the fine on Bouygues Telecom and Group operating profit is 58 million euros.

⁽²⁾ The capital increase reserved for employees planned for end-2005 entailed an IFRS-related expense of 30 million euros, with no impact on shareholders' equity.

Contribution of business areas to NET PROFIT ATTRIBUTABLE TO GROUP (IFRS) (million euros)	End-September		Change (million euros)	Full year 2004
	2004	2005		
Bouygues Construction	102	132	+30	141
Bouygues Immobilier	43	59	+16	64
Colas	172	225	+53	242
TF1	69	78	+9	93
Bouygues Telecom	228	254	+26	275
Holding and other	(98)	(100) ⁽¹⁾	-2	(115)
TOTAL	516	648 ⁽¹⁾⁽²⁾	+132	700 ⁽³⁾

⁽¹⁾ The capital increase reserved for employees planned for end-2005 entailed an IFRS-related expense of 30 million euros, with no impact on shareholders' equity.

⁽²⁾ The impact of Bouygues Telecom's fine on net profit attributable to the Group is 52 million euros.

⁽³⁾ Net profit including capital gain from disposal of Saur: 909 million euros

NET CASH BY BUSINESS AREA (IFRS) (million euros)	End-September		Change	At 31/12/04
	2004	2005		
Bouygues Construction	1,393	1,614	+16%	1,523
Bouygues Immobilier	67	136	x 2	249
Colas	82	24	ns	422
TF1	(467)	(568)	-21%	(410)
Bouygues Telecom	(1,417)	(674)	+52%	(1,197)
Holding and other	(2,434)	(3,946) ⁽¹⁾	-62%	(2,462)
TOTAL	(2,776)	(3,414)⁽¹⁾	-23%	(1,875)

⁽¹⁾ Factoring in the discounted amount (455 million euros) of the option granted to BNP Paribas to sell its 6.5% stake in Bouygues Telecom (press release of 22 June 2005)

SALES TARGET Contribution of business areas (million euros)	2004 (French GAAP)	2004 (IFRS)	2005 target (IFRS)	Change (IFRS)
Bouygues Construction	5,228	5,227	5,650	+8%
Bouygues Immobilier	1,294	1,295	1,550	+20%
Colas	7,936	7,947	9,210	+16%
TF1	2,817	2,831	2,820	=
Bouygues Telecom	3,658	3,649	4,530	+6% ⁽¹⁾
Saur	2,453	-	-	-
Holding and other	16	293	240	ns
TOTAL	23,402	21,242	24,000	+13%
<i>of which International</i>	<i>6,370</i>	<i>5,990</i>	<i>6,900</i>	<i>+15%</i>
TOTAL on comparable basis⁽²⁾	22,123	21,868	24,000	+10%

⁽¹⁾ Compared with 2004 sales figure factoring in mobile-to-mobile billing estimated at 2005 call termination rate (626 million euros). Net sales from network target: 4,245 million euros, +7% using same accounting method

⁽²⁾ Excluding Saur and including mobile-to-mobile billing in 2004