

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 31/03/2022



BOUYGUES

Making progress become reality

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Note 1 Significant events

1.1 Significant events of the first quarter of 2022

The principal corporate actions and acquisitions of the first quarter of 2022 are described below:

- During the second half of 2021, to protect itself against a rise in interest rates, Bouygues SA entered into a pre-hedging contract with a view to refinancing the bond issue maturing in 2023. Upon the signature in November 2021 of the agreement to acquire Equans from Engie, Bouygues took the decision to enter into pre-hedging arrangements to refinance on the bond markets the syndicated loan intended to fund the acquisition of Equans. Those arrangements were contracted between November 2021 and January 2022, partly in the form of contingent pre-hedging swaps conditional on completion of the Equans acquisition. The aggregate fair value of all the pre-hedging swaps as of 31 March 2022 was €439 million (including €165 million for the contingent swaps) before deferred tax liabilities of €113 million, which was recognised as an asset in the balance sheet within “Financial instruments – Hedging of debt”. The corresponding amount as of 31 December 2021 was €39 million. The change in fair value during the quarter (see Note 7 to the financial statements) was recognised within “Income and expense recognised directly in equity”.

When the pre-hedging swaps are closed out, tax will become payable. Based on the fair value of those swaps as of 31 March 2022 and our latest tax forecasts, the amount of tax payable would be in the region of €113 million (recognised in deferred tax liabilities as of 31 March 2022), half of it to be offset against tax group losses and the other half to be paid in 2022. The tax would be netted off against the tax benefit arising on the interest expense on the bond issue, which will be deductible for tax purposes at the nominal rate of the issue.

- On 23 February 2022, Bouygues Telecom and Cellnex signed an agreement to set up a new company to roll out up to approximately 1,350 new mobile sites in France outside very dense areas. The new company, controlled by Cellnex, will own and manage the sites. Bouygues Telecom will have a call option over Cellnex’s shares exercisable between 1 July and 31 December 2045, 2050 and 2055, which would give Bouygues Telecom control over the new company.
- On 23 February 2022, Bouygues Telecom and Phoenix Tower International (a Blackstone portfolio company based in the United States, specialising in mobile infrastructure construction) and Phoenix France Infrastructures signed an agreement to set up a new company to acquire 2,000 new mobile sites in very dense areas, and to roll out up to 400 additional sites. The new company, a directly owned subsidiary of Phoenix France Infrastructures, will own and manage the sites. Bouygues Telecom will then have a call option over the shares of Phoenix France Infrastructures exercisable between 15 January and 15 July 2038 and at two-year intervals to 2051, which would give Bouygues Telecom control over the two companies.
- On 24 February 2022, a military conflict broke out between Russia and Ukraine. Because Bouygues has only very limited operations in those two countries (2021 revenue of €123,000 in Russia and €24,000 in Ukraine), it is not directly impacted by the ongoing conflict. However, the Group is paying very close attention to the developing situation and to the effects of the conflict on the global economy and financial markets.
- On 28 February 2022, TF1 announced that Altice Media had entered into a purchase agreement in respect of the TFX channel (DTT channel 11), and that Altice Media had been granted an exclusivity clause. On 8 April 2022, TF1 announced the finalisation of the agreements with Altice relating to the sale of TFX in the event that the proposed merger with the M6 group (announced in 2021) is approved. Completion of the sale is subject to (i) clearance from the relevant competent authorities (the French competition authority – ADLC, and the French broadcasting authority – Arcom) and (ii) completion of the proposed merger between the TF1 and M6 groups. The TFX channel will hence remain under the full control of the TF1 group throughout 2022. The sale of TFX would be tied into the proposed merger between the TF1 and M6 groups announced on 17 May 2021, and would help the combined group comply with legislation by avoiding its being in the position of owning more than seven national DTT channels.

- On 24 March 2022, the TF1 group and the M6 group signed an agreement relating to the buyout of the 33.33% equity interest held by France Télévisions in Salto (the subscription video on demand service owned in equal shares by France Télévisions, TF1 and M6) in the event that the proposed merger with the M6 group (announced in 2021) is approved. Under the terms of the agreement, the TF1 and M6 groups undertook that if the merger is completed, they will buy out the 33.33% equity interest held by France Télévisions at a definitive value of €45 million. Salto will remain under the joint control of its three shareholders throughout 2022 to facilitate the ongoing development of the platform.

1.2 Significant events of the first quarter of 2021

The principal corporate actions and acquisitions of the first quarter of 2021 are described below:

- On 29 January 2021, Alstom announced that it had acquired Bombardier Transportation, via two rights issues reserved for affiliates of Caisse de dépôt et placement du Québec and Bombardier Inc. Bouygues recognised a gain on dilution of €56 million within “Share of net profits/losses of joint ventures and associates” in the consolidated income statement for the first quarter of 2021, based on Alstom’s €3.4 billion valuation of the 76,184,296 shares issued on the date of completion of the acquisition. On completion of all those various rights issues, Bouygues held an equity interest of 6.35% in Alstom.

On 10 March 2021, Bouygues announced that it had sold 12 million Alstom shares representing 3.23% of Alstom’s share capital for €492 million (net of transaction costs), through an accelerated book building reserved for institutional investors. Bouygues recognised a gain of €59 million (net of transaction costs and taxes) within “Share of net profits/losses of joint ventures and associates” in the consolidated income statement for the first quarter of 2021. Following the sale, Bouygues held a residual equity interest of 3.12% in Alstom, which was accounted for by the equity method in “Investments in joint ventures and associates” as of 31 March 2021.

On 2 June 2021, Bouygues announced that it had sold 11 million Alstom shares representing 2.96% of Alstom’s share capital for €492 million (net of transaction costs), through an accelerated book building reserved for institutional investors. Bouygues recognised a gain of €93 million (net of transaction costs and taxes) within “Share of net profits/losses of joint ventures and associates” in the consolidated income statement for the second quarter of 2021. Following the sale, Bouygues held an equity interest of 0.16% in Alstom. Loss of significant influence over Alstom led to the reclassification of the residual equity interest to “Other non-current financial assets”, and to the recognition of a fair value remeasurement of €6 million as of 2 June 2021 in respect of the residual equity interest within “Share of net profits/losses of joint ventures and associates”.

The residual equity interest in Alstom, classified within “Other non-current financial assets”, amounted to €18 million as of 31 December 2021.

- In March 2021, Bouygues Telecom sold to Towerlink the buildings and passive infrastructure of seven data centres (MSC – Mobile Switching Centres) for €107 million; a gain of €62 million was recognised within “Other income from operations”. During the second quarter of 2021, a further four MSCs were sold for €61 million, taking the total gain to €97 million as of 30 June 2021. During the second half of 2021, two more MSCs were sold for €31 million, taking the overall capital gain recognised within “Other income from operations” to €114 million as of 31 December 2021. Two MSCs were classified within “Held-for-sale assets and operations” in the balance sheet as of 31 December 2021, at a value of €8 million.

1.3 Significant events and changes in scope of consolidation subsequent to 31 March 2022

- On 6 April 2022, Bouygues Telecom and Vauban Infrastructures Partners (a BPCE group company) announced the signature of a strategic agreement to ramp up the roll-out of FTTH to property operators in medium dense areas (AMII) and less dense areas (AMEL/PIN), representing around 21 million premises. Bouygues Telecom created a special purpose vehicle called Société de Développement de la Fibre Au Service des Territoires (SDFAST) and launched a call for bids in 2021; as a result of that process Vauban Infrastructure Partners, acting on behalf of its funds, was chosen to be SDFAST's new majority shareholder. The primary purpose of SDFAST will be to acquire long-term access rights from property operators, helping to co-finance fibre optics alongside the main French telecoms operators. Approximately €2 billion will be invested over the next five years. SDFAST will supply Bouygues Telecom with full-service FTTH line access under a 35-year master access services agreement, and will also be able to offer the same access services to third-party operators. Bouygues Telecom has an option to take control of SDFAST exercisable between 31 July and 31 December each year from 2031 to 2033, and then every five years from 2036 to 2056.

Note 2 Group accounting policies

2.1 Declaration of compliance

The interim condensed consolidated financial statements of Bouygues and its subsidiaries ("the Group") for the three months ended 31 March 2022 were prepared in accordance with IAS 34, "Interim Financial Reporting", a standard issued by the International Accounting Standards Board (IASB) and endorsed by the European Union. Because they are condensed, these financial statements do not include all the information required under the standards issued by the IASB, and should be read in conjunction with the full-year consolidated financial statements of the Bouygues group for the year ended 31 December 2021 as presented in the Universal Registration Document filed with the AMF on 23 March 2022.

The financial statements were prepared in accordance with the standards issued by the IASB as endorsed by the European Union and applicable as of 31 March 2022. Those standards (collectively referred to as "IFRS") comprise International Financial Reporting Standards (IFRSs), International Accounting Standards (IASs), and interpretations issued by the IFRS Interpretations Committee – previously the International Financial Reporting Interpretations Committee (IFRIC), itself the successor body to the Standing Interpretations Committee (SIC). The Group has not early adopted as of 31 March 2022 any standard or interpretation not endorsed by the European Union.

Unless otherwise indicated, the financial statements are presented in millions of euros, the currency in which the majority of the Group's transactions are denominated; they comprise the balance sheet, the income statement, the statement of recognised income and expense, the statement of changes in shareholders' equity, the cash flow statement, and the notes to the financial statements.

2.2 Basis of preparation of the financial statements

The Bouygues group condensed interim consolidated financial statements include the financial statements of Bouygues SA and its five business segments.

They were closed off by the Board of Directors on 11 May 2022.

The interim condensed consolidated financial statements for the three months ended 31 March 2022 were prepared in accordance with IFRS using the historical cost convention, except for certain financial assets and liabilities measured at fair value where this is required under IFRS. They include comparatives with the financial statements for the year ended 31 December 2021 and the three months ended 31 March 2021; the balance sheets and statements of changes in shareholders' equity as of 31 March 2021 have been restated to reflect the final agenda decision of the IFRS Interpretations Committee on IAS 19. That decision led the Group to reassess the methodology for calculating the vesting period used in

determining the amount of the provision for lump-sum retirement benefits. Applying the decision led to a €69 million increase in published shareholders' equity as of 31 March 2021. The provision for lump-sum retirement benefits was reduced by €90 million, and deferred tax liabilities increased by €10 million. On the assets side of the balance sheet, deferred tax assets decreased by €12 million, and investments in joint ventures and associates increased by €1 million. No impact was identified on the income statement or on the statement of recognised income and expense for the first quarter of 2021.

In preparing the interim condensed consolidated financial statements, management used estimates and assumptions as described in Note 2.2 to the consolidated financial statements for the year ended 31 December 2021.

Accounting policies specific to the interim condensed consolidated financial statements are as follows:

- Income taxes of consolidated entities for interim periods are assessed in accordance with IAS 34: the income taxes of each entity for the period are recognised on the basis of the best estimate of the average annual effective income tax rate for the financial year (except in the case of holding companies, which recognise income taxes on the basis of the actual tax position at the end of the period).
- Employee benefit expenses for interim periods are recognised pro rata based on the estimated expense for the full year, calculated using the actuarial assumptions and projections applied as of 31 December 2021. Employee headcount, salaries and actuarial assumptions may be revised where the impact is material.

As of 31 March 2022, an average increase of 80 basis points was identified in the discount rates used for lump-sum retirement benefits and pensions relative to 31 December 2021, but this increase has not been reflected in the financial statements for the quarter.

The impact of an additional increase or decrease in discount rates within and outside France would be as follows:

| | Assumption | Increase | Decrease |
|---------------------------------------|-----------------|----------|----------|
| Lump-sum retirement benefits (France) | 50 basis points | (37) | 40 |
| Pensions (outside France) | 20 basis points | (19) | 20 |

2.3 New IFRS standards and interpretations

The Bouygues group applied the same standards, interpretations and accounting policies in the three months ended 31 March 2022 as were applied in its consolidated financial statements for the year ended 31 December 2021, except for changes required to meet new IFRS requirements applicable as of 1 January 2022 (see below).

- Principal amendments effective within the European Union and mandatorily applicable as of 1 January 2022
 - Amendments to IAS 37

On 14 May 2020, the IASB issued amendments to IAS 37, relating to onerous contracts. The amendments clarify what costs an entity considers in determining the cost of fulfilling a contract, in order to assess whether that contract is onerous. The impact on the Group is immaterial.

- Amendments to IAS 16

On 2 July 2021, the IASB issued amendments to IAS 16, relating to how entities account for the net proceeds generated by an item of property, plant and equipment while that item is being brought to the location and condition necessary for it to be operated. The amendments 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 recognised in profit or loss. The impact on the Group is immaterial.

As regards the IFRS IC Agenda Decision on IAS 38, as mentioned in Note 2.2 to the consolidated financial statements as of 31 December 2021, the review of the costs of configuring or customising application software in a Software as a Service (SaaS) arrangement is ongoing, and will be completed in 2022. At this stage of the review, the impact on the Group appears to be immaterial.

2.4 Seasonal fluctuations

Sales and operating profit are subject to strong seasonal fluctuations due to low activity levels during the first quarter, primarily at Colas due to weather conditions. The extent of those fluctuations varies from year to year. In accordance with IFRS, sales for interim accounting periods are recognised on the same basis as full-year sales.

Note 3 Non-current assets

3.1 Goodwill

3.1.1 Movement in the carrying amount of goodwill in the first quarter of 2022

| | Carrying amount |
|---|-----------------|
| 31/12/2021 | 7,446 |
| Changes in scope of consolidation | |
| Impairment losses charged during the period | |
| Other movements (including translation adjustments) | 13 |
| 31/03/2022 | 7,459 |

The increase in the first quarter of 2022 mainly comprises €15 million of translation adjustments.

The table below shows how provisional goodwill as of 31 March 2022 was determined for significant acquisitions made since 1 January 2021:

| CGU | Destia Oy | iZen |
|---|-------------|------------|
| | Colas | TF1 |
| Purchase price (I) | 252 | 22 |
| Net assets acquired, excluding goodwill (II) | (40) | (7) |
| Non-current assets | (71) | (5) |
| Current assets | (137) | (16) |
| Non-current liabilities | 28 | 2 |
| Current liabilities | 140 | 12 |
| Purchase price allocation (III) | | (4) |
| Remeasurement of acquired intangible assets | | (5) |
| Remeasurement of acquired property, plant and equipment | | |
| Other remeasurements (including deferred taxes) | | 1 |
| Unacquired portion | | 4 |
| Goodwill (I)+(II)+(III) | 212 | 15 |
| Translation adjustments | | |
| Goodwill at 31/03/2022 | 212 | 15 |

3.1.2 Allocation of goodwill by Cash Generating Unit (CGU)

| CGU | 31/03/2022 | | 31/12/2021 | |
|------------------------------------|--------------|----------------------------|--------------|----------------------------|
| | Total | % Bouygues or subsidiaries | Total | % Bouygues or subsidiaries |
| Bouygues Construction ^a | 1,136 | 100.00 | 1,129 | 100.00 |
| Colas ^b | 1,559 | 96.85 | 1,552 | 96.85 |
| TF1 ^b | 1,367 | 44.03 | 1,369 | 43.68 |
| Bouygues Telecom ^b | 3,397 | 90.53 | 3,396 | 90.53 |
| TOTAL | 7,459 | | 7,446 | |

(a) Only includes goodwill on subsidiaries acquired by the CGU.

(b) Includes goodwill on subsidiaries acquired by the CGU and on acquisitions made at parent company (Bouygues SA) level for the CGU.

In the absence of any evidence of impairment, the goodwill recognised as of 31 March 2022 has not been subject to further impairment testing.

3.2 Investments in joint ventures and associates

An analysis by business segment of the share of net profits/losses of joint ventures and associates is provided in Note 11.

| | Carrying amount |
|---|-----------------|
| 31/12/2021 | 878 |
| Share of net profit/(loss) for the period | (3) |
| Translation adjustments | 5 |
| Other income and expense recognised directly in equity | 15 |
| Net profit/(loss) and other recognised income and expense | 17 |
| Appropriation of prior-year profit, dividends distributed, acquisitions and capital increases, disposals, transfers and other movements | (2) |
| 31/03/2022 | 893 |

The carrying amount of investments in joint ventures and associates increased by €15 million in the period.

As of 31 March 2022, the investment in SDAIF had a carrying amount of €280 million in the Bouygues balance sheet, including the €3 million share of SDAIF's net loss for the period.

Note 4 Consolidated shareholders' equity

Share capital of Bouygues SA

As of 31 March 2022, the share capital of Bouygues SA consisted of 382,513,308 shares with a par value of €1.

| | 31/12/2021 | Movements during the 1st quarter of 2022 | | 31/03/2022 |
|--------------------------|--------------------|--|------------|--------------------|
| | | Increases | Reductions | |
| Shares | 382,504,795 | 8,513 ^a | | 382,513,308 |
| NUMBER OF SHARES | 382,504,795 | 8,513 | | 382,513,308 |
| Par value | €1 | | | €1 |
| SHARE CAPITAL (€) | 382,504,795 | 8,513 | | 382,513,308 |

(a) The increase in share capital was due to 8,513 new shares being issued on exercise of stock options in the first quarter of 2022.

Note 5 Non-current and current provisions

5.1 Non-current provisions

| | Employee benefits ^a | Litigation and claims ^b | Guarantees given ^c | Other non-current provisions ^d | Total |
|------------------------------------|--------------------------------|------------------------------------|-------------------------------|---|-------------------|
| 31/12/2021 | 809 | 246 | 396 | 642 | 2,093 |
| Translation adjustments | 1 | | 1 | 2 | 4 |
| Changes in scope of consolidation | | 1 | (2) | | (1) |
| Charges to provisions | 21 | 3 | 15 | 7 | 46 |
| Reversals of utilised provisions | (20) | (5) | (9) | (8) | (42) |
| Reversals of unutilised provisions | (1) | (6) | (2) | (3) | (12) |
| Actuarial gains and losses | (14) | | | | (14) ^e |
| Transfers and other movements | (1) | | 1 | 28 | 28 |
| 31/03/2022 | 795 | 239 | 400 | 668 | 2,102 |

| | | | |
|---|------------|-------------------------------------|-----|
| (a) Employee benefits | 795 | Principal segments involved: | |
| Lump-sum retirement benefits | 525 | Bouygues Construction | 286 |
| Long-service awards | 124 | Colas | 336 |
| Pensions | 146 | TF1 | 39 |
| | | Bouygues Telecom | 91 |
| (b) Litigation and claims | 239 | | |
| Provisions for customer disputes | 76 | Bouygues Construction | 88 |
| Subcontractor claims | 40 | Bouygues Immobilier | 25 |
| Employee-related and other litigation and claims | 123 | Colas | 67 |
| | | Bouygues Telecom | 51 |
| (c) Guarantees given | 400 | | |
| Provisions for 10-year construction guarantees | 262 | Bouygues Construction | 299 |
| Provisions for additional building/civil engineering/civil works guarantees | 138 | Bouygues Immobilier | 24 |
| | | Colas | 77 |
| (d) Other non-current provisions | 668 | | |
| Provisions for miscellaneous foreign risks | 41 | Bouygues Construction | 127 |
| Provisions for risks on non-controlled entities | 136 | Colas | 345 |
| Dismantling and site rehabilitation | 323 | Bouygues Telecom | 136 |
| Provisions for social security inspections | 103 | | |
| Other non-current provisions | 65 | | |

(e) The actuarial gains on post-employment benefits of €14m are reported in the statement of recognised income and expense, and relate mainly to an update of employee turnover statistics at Colas Rail UK.

5.2 Current provisions

| Provisions related to the operating cycle | Provisions for customer warranties | Provisions for project risks and project completion ^a | Provisions for expected losses to completion ^a | Other current provisions ^b | Total |
|---|------------------------------------|--|---|---------------------------------------|--------------|
| 31/12/2021 | 42 | 409 | 552 | 327 | 1,330 |
| Translation adjustments | | 4 | 7 | 2 | 13 |
| Changes in scope of consolidation | | | | | |
| Charges to provisions | 1 | 39 | 36 | 15 | 91 |
| Reversals of utilised provisions | (1) | (31) | (66) | (18) | (116) |
| Reversals of unutilised provisions | | (10) | (17) | (1) | (28) |
| Transfers and other movements | (1) | 10 | (6) | 3 | 6 |
| 31/03/2022 | 41 | 421 | 506 | 328 | 1,296 |

(a) Mainly Bouygues Construction and Colas

Individual project provisions are not disclosed for confidentiality reasons.

(b) Other current provisions:

| | | | |
|---------------------------------------|-----|-------------------------------------|-----|
| Reinsurance provisions | 39 | Principal segments involved: | |
| Restructuring provisions | 8 | Bouygues Construction | 134 |
| Site rehabilitation (current portion) | 27 | Bouygues Immobilier | 27 |
| Miscellaneous current provisions | 254 | Colas | 109 |
| | | TF1 | 35 |

Note 6 Non-current and current debt

6.1 Breakdown of debt

| | Current debt | | Non-current debt | |
|---|--------------|--------------|------------------|--------------|
| | 31/03/2022 | 31/12/2021 | 31/03/2022 | 31/12/2021 |
| Bond issues | 746 | 884 | 3,114 | 3,814 |
| Bank borrowings | 349 | 340 | 2,017 | 1,565 |
| Other borrowings | 107 | 100 | 434 | 426 |
| TOTAL NON-CURRENT AND CURRENT DEBT | 1,202 | 1,324 | 5,565 | 5,805 |

Non-current debt decreased by €240 million. This mainly reflects the reclassification of the €700 million Bouygues SA bond issue maturing in January 2023 from non-current to current, partly offset by an increase of €449 million in non-current debt at Colas.

Current debt decreased by €122 million. This mainly reflects the redemption of a €800 million Bouygues SA bond issue on maturity in February 2022, largely offset by the reclassification of the €700 million Bouygues SA bond issue maturing in January 2023 from non-current to current.

6.2 Covenants and trigger events

All bond issues contain a change of control clause relating to Bouygues SA.

The bank credit facilities contracted by Bouygues SA contain no financial covenants or trigger event clauses. The same applies to facilities used by Bouygues SA subsidiaries.

Note 7 Change in net debt

| | 31/12/2021 | Translation adjustments | Changes in scope of consolidation | Cash flows | Fair value adjustments | Other movements | 31/03/2022 |
|---|--------------|-------------------------|-----------------------------------|--------------------|------------------------|--------------------|----------------|
| Cash and cash equivalents | 6,501 | 4 | (2) | (1,914) | | | 4,589 |
| Overdrafts and short-term bank borrowings | (351) | 8 | | (35) | | | (378) |
| NET CASH POSITION (A) ^a | 6,150 | 12 | (2) | (1,949) | | | 4,211 |
| Non-current debt | 5,805 | 9 | 2 | 472 ^b | | (723) ^c | 5,565 |
| Current debt | 1,324 | | | (840) ^b | (3) | 721 ^c | 1,202 |
| Financial instruments, net | (38) | 1 | | ^b | (408) ^d | | (445) |
| TOTAL DEBT (B) | 7,091 | 10 | 2 | (368) | (411) | (2) | 6,322 |
| NET DEBT (A) - (B) | (941) | 2 | (4) | (1,581) | 411 | 2 | (2,111) |

(a) Decrease of €1,939m in the net cash position in the first quarter of 2022 as analysed in the consolidated cash flow statement.

(b) Net cash outflow from financing activities of €368m in the first quarter of 2022 as analysed in the consolidated cash flow statement, comprising total inflows of €711m and total outflows of €1,079m.

(c) Includes the reclassification of the €700m Bouygues SA bond issue maturing in January 2023 from non-current to current.

(d) Includes a €400m fair value adjustment relating to pre-hedging swaps contracted in connection with the financing of the Equans acquisition and a new €700m bond issue to be carried out in 2023.

Note 8 Sales

| | 1st quarter of 2022 | | | | 1st quarter of 2021 | | | |
|---------------------------|---------------------|---------------|--------------|------------|---------------------|---------------|--------------|------------|
| | France | International | Total | % | France | International | Total | % |
| Bouygues Construction | 1,335 | 1,721 | 3,056 | 37 | 1,295 | 1,736 | 3,031 | 39 |
| Bouygues Immobilier | 374 | 25 | 399 | 5 | 427 | 25 | 452 | 6 |
| Colas | 1,249 | 1,147 | 2,396 | 29 | 1,158 | 850 | 2,008 | 26 |
| TF1 | 486 | 65 | 551 | 7 | 456 | 45 | 501 | 7 |
| Bouygues Telecom | 1,789 | | 1,789 | 22 | 1,738 | | 1,738 | 22 |
| Bouygues SA & other | 3 | 10 | 13 | | 2 | 10 | 12 | |
| CONSOLIDATED SALES | 5,236 | 2,968 | 8,204 | 100 | 5,076 | 2,666 | 7,742 | 100 |

Refer to Note 11 for an analysis of sales by category and business segment.

Note 9 Operating profit/(loss)

| | 1st quarter | |
|--|-------------|-------------|
| | 2022 | 2021 |
| CURRENT OPERATING PROFIT/(LOSS) | (77) | (77) |
| Other operating income | 8 | 62 |
| Other operating expenses | (24) | (6) |
| OPERATING PROFIT/(LOSS) | (93) | (21) |

Refer to Note 11 for an analysis of current operating profit/(loss) and operating profit/(loss) by business segment.

1st quarter of 2022

Net other operating expenses of €16 million relating to Bouygues Telecom, TF1, Bouygues Construction and Bouygues SA, and comprising:

- €8 million of gains from sales of data centres at Bouygues Telecom, partly offset by €2 million of network sharing costs and €1 million of other expenses;
- €3 million of costs at TF1 relating to the proposed merger of the operations of TF1 and M6;
- €5 million of costs for the Energies & Services arm of Bouygues Construction in connection with the proposed acquisition of Equans by Bouygues SA; and
- €13 million of costs at Bouygues SA, mainly relating to the proposed acquisition of Equans from Engie and the proposed merger of the operations of TF1 and M6.

1st quarter of 2021

Net other operating income of €56 million relating to Bouygues Telecom and Bouygues Immobilier, and comprising:

- €62 million of gains from sales of data centres at Bouygues Telecom, partly offset by €2 million of network sharing costs; and
- €4 million of net restructuring costs at Bouygues Immobilier.

Note 10 Income taxes

Bouygues recognised a net income tax gain of €27 million in the first quarter of 2022.

| | 1st quarter | |
|----------------------------------|-------------|-----------|
| | 2022 | 2021 |
| INCOME TAX GAIN/(EXPENSE) | 27 | 16 |

The effective tax rate was 19% for the first quarter of 2022, versus 20% for the first quarter of 2021. The main impacts on the 2022 first-quarter effective tax rate were (i) tax losses outside France for which no deferred tax asset was recognised and (ii) the reduction in the standard rate of corporate income tax in France from 28.41% to 25.83%.

Note 11 Segment information

The tables below show the contribution made by each business segment to key items in the income statement, balance sheet and cash flow statement:

| | Bouygues Construction | Bouygues Immobilier | Colas | TF1 | Bouygues Telecom | Bouygues SA & other | Total |
|--|--------------------------|------------------------|--------------|------------|---------------------|------------------------|--------------|
| INCOME STATEMENT: 1st quarter of 2022 | | | | | | | |
| Advertising | | | | 377 | | | 377 |
| Sales of services | 1,061 | 12 | 71 | 170 | 1,401 | 48 | 2,763 |
| Other sales from construction businesses | 1,998 | 387 | 1,900 | | | | 4,285 |
| Other revenues | 18 | | 435 | 14 | 395 | | 862 |
| Total sales | 3,077 | 399 | 2,406 | 561 | 1,796 | 48 | 8,287 |
| Inter-segment sales | (21) | | (10) | (10) | (7) | (35) | (83) |
| THIRD-PARTY SALES | 3,056 | 399 | 2,396 | 551 | 1,789 | 13 | 8,204 |
| CURRENT OPERATING PROFIT/(LOSS) | 85 | | (293) | 60 | 87 | (16) | (77) |
| OPERATING PROFIT/(LOSS) | 80 | | (293) | 57 | 92 | (29) | (93) |
| Share of net profits/(losses) of joint ventures and associates | 1 | 1 | 7 | (7) | (4) | (1) | (3) |
| NET PROFIT/(LOSS) ATTRIBUTABLE TO THE GROUP | 65 | (1) | (225) | 15 | 54 | (39) | (131) |

| | Bouygues Construction | Bouygues Immobilier | Colas | TF1 | Bouygues Telecom | Bouygues SA & other | Total |
|--|--------------------------|------------------------|--------------|------------|---------------------|------------------------|--------------|
| INCOME STATEMENT: 1st quarter of 2021 | | | | | | | |
| Advertising | | | | 358 | | | 358 |
| Sales of services | 966 | 15 | 78 | 134 | 1,363 | 51 | 2,607 |
| Other sales from construction businesses | 2,071 | 437 | 1,592 | | | | 4,100 |
| Other revenues | 21 | | 350 | 18 | 380 | | 769 |
| Total sales | 3,058 | 452 | 2,020 | 510 | 1,743 | 51 | 7,834 |
| Inter-segment sales | (27) | | (12) | (9) | (5) | (39) | (92) |
| THIRD-PARTY SALES | 3,031 | 452 | 2,008 | 501 | 1,738 | 12 | 7,742 |
| CURRENT OPERATING PROFIT/(LOSS) | 81 | 4 | (277) | 57 | 76 | (18) | (77) |
| OPERATING PROFIT/(LOSS) | 81 | | (277) | 57 | 136 | (18) | (21) |
| Share of net profits/(losses) of joint ventures and associates | 2 | (4) | (2) | (6) | (4) | 119 | 105 |
| NET PROFIT/(LOSS) ATTRIBUTABLE TO THE GROUP | 57 | (7) | (220) | 15 | 80 | 96 | 21 |

| | Bouygues Construction | Bouygues Immobilier | Colas | TF1 | Bouygues Telecom | Bouygues SA & other | Total |
|---|--------------------------|------------------------|--------------|------------|---------------------|------------------------|-------------|
| Current operating profit/(loss) | 85 | | (293) | 60 | 87 | (16) | (77) |
| • Interest expense on lease obligations | (2) | | (4) | (1) | (7) | (1) | (15) |
| Elimination of net depreciation and amortisation expense and of net charges to provisions and impairment losses: | | | | | | | |
| • Net depreciation and amortisation expense on property, plant and equipment and intangible assets | 46 | 3 | 66 | 93 | 269 | 1 | 478 |
| • Charges to provisions and impairment losses, net of reversals due to utilisation | (23) | 9 | (5) | (2) | 9 | 4 | (8) |
| Elimination of items included in other income from operations: | | | | | | | |
| • Reversals of unutilised provisions and impairment and other items | (22) | (4) | (22) | (3) | (4) | | (55) |
| EBITDA AFTER LEASES: 1st quarter of 2022 | 84 | 8 | (258) | 147 | 354 | (12) | 323 |

| | Bouygues Construction | Bouygues Immobilier | Colas | TF1 | Bouygues Telecom | Bouygues SA & other | Total |
|---|--------------------------|------------------------|--------------|------------|---------------------|------------------------|-------------|
| Current operating profit/(loss) | 81 | 4 | (277) | 57 | 76 | (18) | (77) |
| • Interest expense on lease obligations | (2) | | (4) | (1) | (6) | | (13) |
| Elimination of net depreciation and amortisation expense and of net charges to provisions and impairment losses: | | | | | | | |
| • Net depreciation and amortisation expense on property, plant and equipment and intangible assets | 49 | 3 | 66 | 84 | 258 | 2 | 462 |
| • Charges to provisions and impairment losses, net of reversals due to utilisation | 9 | | (11) | (9) | 7 | 11 | 7 |
| Elimination of items included in other income from operations: | | | | | | | |
| • Reversals of unutilised provisions and impairment and other items | (21) | (6) | (19) | (3) | (5) | | (54) |
| EBITDA AFTER LEASES: 1st quarter of 2021 | 116 | 1 | (245) | 128 | 330 | (5) | 325 |

| | Bouygues Construction | Bouygues Immobilier | Colas | TF1 | Bouygues Telecom | Bouygues SA & other | Total |
|--|--------------------------|------------------------|--------------|------------|---------------------|------------------------|----------------|
| Financial indicators: balance sheet at 31/03/2022 | | | | | | | |
| NET SURPLUS CASH/(NET DEBT) | 2,898 | (298) | (603) | 378 | (2,037) | (2,449) | (2,111) |
| Financial indicators: balance sheet at 31/12/2021 | | | | | | | |
| NET SURPLUS CASH/(NET DEBT) | 3,521 | (142) | (33) | 198 | (1,734) | (2,751) | (941) |

| | Bouygues Construction | Bouygues Immobilier | Colas | TF1 | Bouygues Telecom | Bouygues SA & other | Total |
|---|--------------------------|------------------------|--------------|------------|---------------------|------------------------|----------------|
| Other financial indicators: 1st quarter 2022 | | | | | | | |
| Cash flow after cost of net debt, interest expense on lease obligations and income taxes paid (I) | 130 | 2 | (262) | 131 | 377 | (46) | 332 |
| Acquisitions of property, plant & equipment and intangible assets, net of disposals (II) | (7) | | (13) | (66) | (492) | | (578) |
| Repayment of lease obligations (III) | (17) | (2) | (33) | (6) | (41) | | (99) |
| FREE CASH FLOW (I) + (II) + (III) | 106 | | (308) | 59 | (156) | (46) | (345) |
| CHANGES IN WORKING CAPITAL RELATED TO OPERATING ACTIVITIES (INCLUDING CURRENT IMPAIRMENT AND PROVISIONS) | (764) | (155) | (213) | 132 | (27) | 11 | (1,016) |

| | Bouygues Construction | Bouygues Immobilier | Colas | TF1 | Bouygues Telecom | Bouygues SA & other | Total |
|---|--------------------------|------------------------|--------------|-----------|---------------------|------------------------|--------------|
| Other financial indicators: 1st quarter 2021 | | | | | | | |
| Cash flow after cost of net debt, interest expense on lease obligations and income taxes paid (I) | 129 | 7 | (237) | 117 | 339 | (30) | 325 |
| Acquisitions of property, plant & equipment and intangible assets, net of disposals (II) | (16) | (1) | (11) | (49) | (269) | (1) | (347) |
| Repayment of lease obligations (III) | (22) | (2) | (26) | (5) | (36) | 0 | (91) |
| FREE CASH FLOW (I) + (II) + (III) | 91 | 4 | (274) | 63 | 34 | (31) | (113) |
| CHANGES IN WORKING CAPITAL RELATED TO OPERATING ACTIVITIES (INCLUDING CURRENT IMPAIRMENT AND PROVISIONS) | | | | | | | |
| | (705) | (35) | (118) | 4 | (74) | (18) | (946) |

Note 12 Off balance sheet commitments

There have been no material changes in off balance sheet commitments since 31 December 2021 other than:

- an endorsement of €112 million given in connection with the Metro Manila Subway project in the Philippines (Colas);
- the extinguishment of the commitment entered into by Newen (TF1) in 2021 in respect of a lease falling within the scope of IFRS 16, as a result of the leased property being made available for occupation in the first quarter of 2022.

Note 13 Related party information

There have been no material changes in the nature of transactions with related parties since 31 December 2021.