

Balance Sheet (in millions of euros)

ASSETS

| | As on December 31 st | | |
|-------------------------------|---------------------------------|--------------|--------------|
| | 2004 | 2003 | 2002 |
| Goodwill | 39 | 40 | 46 |
| Intangible assets | 67 | 81 | 87 |
| Property, plant and equipment | 976 | 876 | 977 |
| Equity method | 16 | 19 | 19 |
| Non consolidated subsidiaries | 24 | 23 | 23 |
| Other investments | 26 | 27 | 24 |
| Total fixed assets | 1,148 | 1,066 | 1,176 |
| Inventories | 607 | 596 | 672 |
| Trade accounts receivable | 424 | 303 | 354 |
| Other receivables | 136 | 108 | 131 |
| Cash | 427 | 463 | 364 |
| Total current assets | 1,594 | 1,470 | 1,521 |
| TOTAL ASSETS | 2,742 | 2,536 | 2,697 |

SHAREHOLDERS' EQUITY AND LIABILITIES

| | As on December 31 st | | |
|---|---------------------------------|--------------|--------------|
| | 2004 | 2003 | 2002 |
| Share capital | 79 | 78 | 76 |
| Share premiums | 218 | 212 | 204 |
| Reserves | 496 | 628 | 647 |
| Currency translation adjustments | (24) | (14) | 10 |
| Net (loss) income | 342 | (107) | 6 |
| Group shareholders' equity | 1,111 | 797 | 943 |
| Minority interests | 366 | 322 | 372 |
| Total consolidated net equity | 1,477 | 1,119 | 1,315 |
| Provisions for contingencies and losses | 394 | 419 | 319 |
| Investment subsidies | 22 | 2 | 3 |
| Borrowings | 149 | 395 | 435 |
| Trade accounts payable | 212 | 167 | 209 |
| Other payables | 488 | 434 | 416 |
| Total liabilities | 871 | 998 | 1,063 |
| TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES | 2,742 | 2,536 | 2,697 |

CONSOLIDATED FINANCIAL STATEMENTS

Income Statement (in millions of euros)

| | As on December 31 st | | |
|---|---------------------------------|--------------|--------------|
| | 2004 | 2003 | 2002 |
| Turnover | 2,521 | 1,990 | 2,096 |
| Other operating income | 94 | 33 | 34 |
| External purchases | (759) | (724) | (858) |
| Personnel costs | (465) | (477) | (496) |
| Other operating costs | (557) | (475) | (539) |
| Miscellaneous taxes and levies | (52) | (54) | (52) |
| Depreciation of fixed assets | (133) | (145) | (151) |
| Provisions (net) | (19) | (14) | 15 |
| Operating income | 630 | 134 | 49 |
| Financial (costs) income (net) | (8) | (23) | 14 |
| Income of consolidated entities before exceptional items | 622 | 111 | 63 |
| Exceptional items | (23) | (156) | (16) |
| Taxation on profits | (123) | (75) | (22) |
| Net (loss) income of consolidated entities | 476 | (120) | 25 |
| Share in net income of equity accounted affiliates | 1 | 2 | 2 |
| Amortisation of goodwill | (2) | (9) | (15) |
| Total consolidated net (loss) income | 475 | (127) | 12 |
| Minority interests | (133) | 20 | (6) |
| Group net (loss) income | 342 | (107) | 6 |
| Net (loss) income per share (€) | 13.62 | (4.35) | 0.23 |
| Net (loss) income per share fully diluted (€) | 13.58 | (4.35) | 0.23 |

Cash Flow Statement

(in millions of euros)

| | As on December 31 st | | |
|--|---------------------------------|--------------|--------------|
| | 2004 | 2003 | 2002 |
| OPERATING ACTIVITIES | | | |
| Net income of consolidated entities | 476 | (120) | 25 |
| Elimination of non-cash items | | | |
| – Amortisation, depreciation and provisions | 112 | 346 | 144 |
| – Change in deferred taxation | | 10 | 14 |
| – Losses (gains) on disposal of fixed assets | (1) | (31) | 4 |
| Operating cash flow before changes in working capital | 587 | 205 | 187 |
| Dividends from equity accounted companies | 4 | 1 | 1 |
| Changes in operating working capital | (69) | 75 | 152 |
| Net cash flow from operating activities | 522 | 281 | 340 |
| INVESTING ACTIVITIES | | | |
| Purchases of fixed assets | (315) | (226) | (148) |
| Disposals of fixed assets | 15 | 61 | 17 |
| Investment subsidies received | 21 | | 2 |
| (New) repayments of bank loans | 1 | | |
| Net change in deferred charges and accounts payable for fixed assets | 4 | 25 | 2 |
| Consolidation adjustments | (1) | 6 | (8) |
| Sub-total | (275) | (134) | (135) |
| Indemnity New Caledonian mining reserves | (10) | (10) | (6) |
| Net cash used in investing activities | (285) | (144) | (141) |
| FINANCING ACTIVITIES | | | |
| Dividends paid: to Group shareholders | (25) | (25) | (28) |
| Dividends paid: to minority shareholders | (10) | (5) | (8) |
| Increases in share capital | 6 | 10 | 10 |
| Changes in financial working capital | | | |
| Net cash used in financing activities | (29) | (20) | (26) |
| Currency translation adjustments | 2 | 22 | 10 |
| INCREASE (DECREASE) IN NET CASH POSITION | 210 | 139 | 183 |
| Opening balance | 68 | (71) | (254) |
| Closing balance | 278 | 68 | (71) |

CONSOLIDATED FINANCIAL STATEMENTS

Changes in Shareholders' Equity (in millions of euros)

| | Number of shares | | Share capital | Share premiums | Consolidated reserves | Currency adjustments | Net income for the period | Total |
|--|------------------|-------------------|---------------|----------------|-----------------------|----------------------|---------------------------|--------------|
| | Weighted average | As at year-end | | | | | | |
| Shareholders' equity as at Dec. 31st, 2001 | | 24,723,360 | 75 | 195 | 661 | 17 | (3) | 945 |
| Appropriations to retained earnings & reserves | | | | | (3) | | 3 | 0 |
| Dividends paid | | | | | (28) | | | (28) |
| Capital increases | | 324,683 | 1 | 9 | | | | 10 |
| Currency translation adjustments | | | | | | (7) | | (7) |
| Purchase of own shares | | | | | | | | 0 |
| Other adjustments | | | | | 17 | | | 17 |
| Net (loss) income for the period | 24,275,188 | | | | | | 6 | 6 |
| Shareholders' equity as at Dec. 31st, 2002 | | 25,048,043 | 76 | 204 | 647 | 10 | 6 | 943 |
| Appropriations to retained earnings & reserves | | | | | 6 | | (6) | 0 |
| Dividends paid | | | | | (25) | | | (25) |
| Capital increases | | 529,531 | 2 | 8 | | | | 10 |
| Currency translation adjustments | | | | | | (26) | | (26) |
| Purchase of own shares | | | | | | | | 0 |
| Other adjustments | | | | | 4 | (2) | | 2 |
| Net (loss) income for the period | 24,647,285 | | | | | | (107) | (107) |
| Shareholders' equity as at Dec. 31st, 2003 | | 25,577,574 | 78 | 212 | 632 | (18) | (107) | 797 |
| Appropriations to retained earnings & reserves | | | | | (107) | | 107 | 0 |
| Dividends paid | | | | | (25) | | | (25) |
| Capital increases | | 167,370 | 1 | 6 | | | | 7 |
| Currency translation adjustments | | | | | | (6) | | (6) |
| Purchase of own shares | | | | | 11 | | | 11 |
| Other adjustments | | | | | (15) | | | (15) |
| Net (loss) income for the period | 25,138,630 | | | | | | 342 | 342 |
| Shareholders' equity as at Dec. 31st, 2004 | | 25,744,944 | 79 | 218 | 496 | (24) | 342 | 1,111 |

Details of other adjustments (in millions of euros)

| | As on December 31 st | | |
|---|---------------------------------|----------|-----------|
| | 2004 | 2003 | 2002 |
| Application of new accounting standards | (20) | 2 | 20 |
| Changes in assessment methods | | | (3) |
| Other adjustments | 5 | | |
| TOTAL | (15) | 2 | 17 |