

AMF Instruction 2007-05 Presentation of pro forma financial information

Background regulation: Article 222-2 of the AMF General Regulation

Article 1 – Definitions

The concept of ‘changes in the consolidation scope’ refers to one (or several) acquisition(s) or disposal(s) of an entity, of some assets or of a group of assets and liabilities completed during the current financial year.

The current financial year corresponds to the last financial year or last reporting period presented in the financial report.

Article 2 - Characteristics of pro forma financial information

Pro forma financial information shall be provided for the last period covered by the financial statements presented in the financial report as if the changes in the scope of consolidation had occurred at the beginning of the reporting period.

Pro forma financial information shall be prepared in a manner consistent with the accounting policies adopted by the issuer in its latest financial statements.

Pro forma financial information shall be disclosed when the transaction occurs during the current fiscal year.

Article 3 - Contents of pro forma financial information

Pro forma financial information includes a description of the main assumptions assumed for compiling it.

Pro forma financial information is usually presented in columnar format, composed of:

- a) the historical unadjusted information,
- b) the pro forma adjustments, and
- c) the resulting for forma financial information.

The issuer shall specify whether historical information has been subject to a limited review or audit by the company's statutory auditors.

Pro forma financial information shall include, in addition to the revenues and net income for the reporting period, the main interim balances reflecting the activity and funding, usually presented in the income account.

In exceptional cases, should the issuer be unable to provide such information, that fact shall be disclosed, together with an explanation of why this is the case.

In the event of disposal, the issuer is not required to provide other information than that required under the applicable accounting standards.

Article 4 – Location of pro forma financial information

Pro forma financial information, which is described in Articles 1 to 3, shall be presented in the notes to the financial statements.