Half-year financial report

June 30, 2012

ID LOGISTICS GROUP
A *société anonyme* (French joint stock company) with capital stock of €2,737,240
Head office: 410, route du Moulin de Losque - 84300 Cavaillon
AVIGNON Trade & Companies Registry No. 439 418 922

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1 PERSON RESPONSIBLE

1.1 PERSON RESPONSIBLE FOR THE HALF-YEAR FINANCIAL REPORT

Mr. Eric Hémar, Chairman and CEO of ID Logistics Group.

1.2 STATEMENT OF THE PERSON RESPONSIBLE FOR THE DOCUMENT

I hereby certify that, to my knowledge, the condensed consolidated financial statements for the six months ended June 30, 2012 were prepared in accordance with the applicable accounting standards and give a fair view of the Company's assets and liabilities, financial position and earnings, as well as those of all of its consolidated companies. I also certify that the attached half-year business report presents a fair statement of key events that occurred during the first six months of the year, the impact thereof on the financial statements, the main related party transactions and a description of the main risks and uncertainties to be faced during the remaining six months of the year.

Cavaillon, August 28, 2012

Eric Hémar
Chairman and CEO

2 HALF-YEAR BUSINESS REPORT

The reader is invited to read the following information concerning the Group's financial position and earnings in conjunction with the condensed consolidated financial statements for the six months ended June 30, 2012 as set out in Chapter 3 "Condensed financial statements" of the half-year financial report.

Given that the figures stated in euro millions in the tables and analyses in this chapter have been rounded, the totals shown do not necessarily equal the sum of the individual rounded figures. Similarly, the sum of the percentages that are based on the rounded figures does not necessarily equal 100%.

2.1 First half highlights

- In the first half of 2012, Group management decided to discontinue its loss-making pallet distribution and temperature controlled (fruit and vegetables) pooling services in France. These operations were mainly carried out in the Group's traditional region of South-East France.
  The cost of discontinuing these services amounted to €6.4 million, broken down as follows:
  - Staff-related costs€3.1 million
  - Supplier contract termination compensation and other costs€3.3 million

- In connection with the Company's IPO on the NYSE Euronext Paris regulated market on April 18, 2012, the company carried out a capital increase of €28.7 million through the issue of 1,368,620 shares at a price of €21.00 per share (€0.50 par value plus €20.50 issue premium).

2.2 Consolidated income statement

€m	**30/06/2012**	**30/06/2011**
Revenues	**268,0**	**211,8**
Purchases and external charges	**(134,9)**	(106,8)
Staff costs	**(117,4)**	(90,8)
Miscellaneous taxes	**(3,9)**	(3,9)
Other income (expenses)	**0,1**	0,5
Net write-backs (increases) to provisions	**(0,5)**	(0,6)
Net depreciation/impairment	**(7,0)**	(6,5)
EBIT	**4,5**	**3,8**
Non-recurring expenses	**(6,4)**	-
Operating income	**(1,9)**	3,8
Net financial items	**(1,5)**	(1,3)
Corporate income tax	**0,3**	(1,4)
Share of earnings of equity affiliates	**0,0**	0,0
Total consolidated net income	**(3,0)**	**1,1**
Of which minority interests	**(0,2)**	(0,1)
Of which Group share	**(2,8)**	1,1

First half 2012 consolidated revenues amounted to €268.0 million, up 26.5% on H1 2011 and up 21.1% like-for-like. Revenues are broken down as follows:

€m	**30/06/2012**	**30/06/2011**
France	**168,6**	**138,1**
International	**99,4**	**73,8**
Total revenues	**268,0**	**211,8**

France revenues for H1 2012 were up 22.1% compared to H1 2011. This increase was primarily due to strong like-for-like growth (13.4%) driven by new business acquired in 2011 and since the beginning of 2012 and to the impact of the acquisition of the Mory Logidis business in October 2011. Over the same period, thanks to the Group's position in booming emerging markets (in particular Brazil, China and Poland), International revenues increased by 35.6% on a like-for-like basis.

Taking these changes into account, the International segment continues to grow, representing 37% of Group first half 2012 revenues.

First half 2012 purchases and external charges amounted to €134.9 million or 50.3% of revenues, in line with the equivalent figures for H1 2011.

Staff costs amounted to €117.4 million or 43.8% of first half 2012 revenues, compared to 42.8% of first half 2011 revenues. The increase in staff costs relative to revenues is primarily due to the fall in revenues from services that were closing during the period (e.g. pallet distribution and fruit and vegetables pooling) and the fact that it was not possible to cut staff costs prior to the completion of the employee severance process, which ran from February to June 2012.

Miscellaneous taxes remained stable compared to H1 2011.

Other income and expenses and net write-back (increases) to provisions showed little change between H1 2011 and H1 2012.

Depreciation charges increased less steeply than revenues, in accordance with the Group's strategy of developing operations with low fixed asset intensity.

The table below shows the impact of these changes on EBIT margins:

€m	**30/06/2012**	**30/06/2011**
France	3,5	3,2
EBIT margin (% revenues)	*2,1%*	*2,3%*
International	1,0	0,6
EBIT margin (% revenues)	*1,0%*	*0,9%*
Total	4,5	3,8
EBIT margin (% revenues)	*1,7%*	*1,8%*

First half 2012 EBIT amounted to €4.5 million, generating a margin of 1.7%. This margin was adversely affected by the Group's pallet distribution and fruit and vegetables pooling services: the results generated by these services continued to decline until their closure in June 2012, leading to an EBIT loss of €1.9 million with revenues of €5.0 million compared to an EBIT loss of €0.2 million and revenues of €10.0 million in H1 2011. Adjusting for these items, the consolidated H1 2012 EBIT margin is 2.4% compared to 2.0% for H1 2011.

As stated above, non-recurring expenses consist of the costs of discontinuing the pallet distribution and fruit and vegetables pooling services. These costs comprise €2.9 million in staff-related costs and €3.5 million of supplier contract termination compensation and other costs.

Net financial items consists mainly of H1 2012 net financial costs of €1.3 million, stable in comparison with H1 2011. Other items consist of net expenses on interest rate hedges, which increased by €0.2 million on first half 2011.

The 'Corporate income tax' line includes a business added value tax ("CVAE") of €1.7 million for H1 2012, compared to €1.2 million in H1 2011. Excluding CVAE, tax income of €2.0 million was recorded for first half 2012, calculated on the basis of a Group effective tax rate of 22%, except for non-recurring expenses, for which the corresponding tax saving was calculated at the actual rate of 36.1%. Corporate income tax for first half 2011 amounted to a €0.2 million tax expense calculated on the basis of a Group effective rate of 20%.

The share of earnings of equity affiliates remained stable for H1 2012 compared to H1 2011.

In view of the above, the first half 2012 consolidated net loss amounted to €3.0 million, compared to consolidated net income of €1.1 million for first half 2011.

2.3 Consolidated cash flow

€m	**30/06/2012**	**30/06/2011**
Net income	(3,0)	1,1
Net depreciation, impairment and provisions	8,4	7,3
Tax charge net of tax paid	(2,8)	(0,5)
Net financial costs from financing activities	1,3	1,2
Fair value adjustments on financial instruments	0,0	(0,2)
Share of undistributed earnings of equity affiliates	(0,0)	(0,0)
Change in working capital	(0,4)	1,8
Net cash flow from operating activities	**3,4**	**10,7**
Net cash flow from investing activities	**(10,7)**	**(4,4)**
Net borrowings taken out (repaid)	(1,6)	(3,2)
Net financial costs from financing activities	(1,3)	(1,2)
Treasury share transactions	(0,3)	-
Capital increase after costs	26,7	-
Net cash flow from financing activities	**23,5**	**(4,4)**
Exchange gains (losses)	(0,3)	(0,1)
Net change in net cash and cash equivalents	**16,0**	**1,8**
Opening net cash and cash equivalents	18,0	13,3
Closing net cash and cash equivalents	34,0	15,1

Net cash flow from operating activities

Net cash flow from operating activities for first half 2012 amounted to €3.4 million, down from €10.7 million for first half 2011.

- Before change in working capital, operating activities generated cash flow of €3.8 million compared to €8.9 million in H1 2011. This decrease is mainly attributable to the gradual increase in the underlying losses made by the Group's pallet distribution and fruit and vegetables pooling services and the impact of the costs of closing these services in early June 2012. After adjusting for these items, operating activities generated €11.2 million of cash flow before change in working capital. This was an improvement on the €9.1 million cash flow generated in first half 2011.
- Change in working capital amounted to a €0.4 million cash outflow for H1 2012 compared to a €1.8 million inflow for H1 2011. The H1 2012 figure was positively impacted by the fact that not all of the costs of discontinuing the Group's pallet distribution and fruit and vegetables pooling services had been paid out at June 30, 2012. After adjustment for this impact, the cash outflow due to the change in working capital amounts to €3.9 million for first half 2012. In first half 2011, a cash inflow of €1.8 million was generated. This change is due to the increase in trade receivables in line with the increase in revenues and to certain supplier payments made earlier than in first half 2011.
- Total net cash flow from operating activities, excluding the impacts linked to pallet distribution and fruit and vegetables pooling operations, amounted to a €7.2 million inflow for H1 2012 compared to a €10.7 million inflow for H1 2011.

Net cash flow from investing activities

Net cash flow from investing activities came to €10.7 million in H1 2012, up from €4.4 million in H1 2011, due to launches of new sites over the period, particularly in France with the new national platform for Marionnaud, for which a mechanized system was installed.

Net cash flow from financing activities

Financing activities posted a total cash inflow of €23.5 million for the first six months of 2012, compared to a €4.4 million cash outflow for the same period in 2011.

- As stated above, one highlight of first half 2012 was the capital increase, which amounted to €26.2 million after transaction costs.
- Treasury share transactions involved the signing of a liquidity agreement following the Group's IPO in April 2012.
- Net loan repayments were down on the first half of 2011, mainly due to the larger amount of new asset finance leases contracted in H1 2012 compared to H1 2011.

After all of these factors and exchange gains and losses, the Group posted €16.0 million in underlying net cash flow for H1 2012 compared to €1.8 million for H1 2011.

2.4 Consolidated balance sheet

€m	**30/06/2012**	**31/12/2011**
Non-current assets	**140,1**	**133,5**
Trade receivables	87,1	80,7
Trade payables	(68,2)	(63,4)
Tax and social security payables	(75,9)	(72,7)
Other net receivables and provisions	3,6	2,7
Working capital	**(53,4)**	**(52,8)**
Net borrowings	**16,2**	**33,8**
Shareholders' equity, Group share	68,2	44,5
Minority interests	2,3	2,5
Shareholders' equity	**70,5**	**47,0**

Non-current assets increased compared to the position at 2011 year-end due to capital expenditure required for the new contracts. However, this increase is less than the increase in revenues, in accordance with the Group low fixed-asset intensive business model.

At June 30, 2012 the Group had positive working capital of €53.4 million, which includes €4.5 million to be paid out in costs for the discontinuation of the pallet distribution and fruit and vegetables pooling services. After adjusting for this factor, the main changes versus December 31, 2011 are:

- trade receivables increased less steeply than revenues: at June 30, 2012 they represent 49 days sales outstanding (DSO), a level similar to that of 2010 year-end, after an increase to 53 DSO at December 31, 2011 due to the consolidation of the Mory Group business at the end of that year.
- supplier payments reverted to the 2010 year-end level of 74 payables days compared to 82 days at 2011 year-end.
- tax and social security payables at June 30, 2012 represented 52 payables days, down from 58 days at December 31, 2011 largely due due to the level of duties on alcohol managed on behalf of customers, which always tends to be higher at year-end than at the mid-year closing.

Group borrowings are broken down as follows:

(€m)	**30/06/2012**	**31/12/2011**
Real estate leases	29,2	30,5
Asset finance leases	16,7	16,2
Other borrowings	4,3	5,1
Gross borrowings	**50,2**	**51,8**
Net cash and cash equivalents	34,0	18,0
Net borrowings	**16,2**	**33,8**

As of June 30, 2012, most of the Group's borrowings (in the form of bank loans or finance leases) are taken out by French legal entities. At this date, 62% of the Group's borrowings before interest rate hedges are subject to floating interest rates. After interest rate hedges, a non material portion of the Group's borrowings is subject to floating interest rates.

Shareholders' equity was reduced by the H1 2012 net loss but was increased by the capital increase during the period, which amounted to €27.4 million after transaction costs and the related tax saving.

As a result, the Group was able to present a sound balance sheet at June 30, 2012, with a debt-to-equity ratio of only 23%.

2.5 Recent developments and outlook

- Seasonal factors
  Although Group revenues are not subject to major seasonal differences, second-half revenues tend to be slightly higher than first-half revenues, in view of the Group's customer typology and growth profile, and excluding the impact of major discontinued operations.
  On the other hand, compared to the second half, the first half tends to see larger swings in volumes handled between activity peaks and lows. This volatility is reflected in lower operational productivity and first-half EBIT is generally lower than in the second half.

- In view of the healthy business levels seen in first half 2012, the Group believes that it will be able to achieve its double-digit growth target in 2012. EBIT is also expected to grow.

- ID Logistics has considerable experience of international development and applies a strategy of setting up new operations only where there is a need to support an existing customer and if the country has growth potential besides this sole customer. Accordingly, a number of existing customers recently asked ID Logistics to take charge of all or part of their logistics requirements in South Africa. In view of the state of progress of negotiations with one of these customers, and after the ID Logistics teams had approved the country's growth potential, the Group set up two local organizational structures during the summer. ID Logistics considers that it will be able to conclude negotiations and start up operations in South Africa by the end of this year. This will make South Africa its 12th country of operations.

2.6 Main risks and uncertainties

The risks and uncertainties facing the Group, as set out in Chapter 4 of the Base Document registered with the French Financial Markets Authority (AMF) on January 24, 2012 and the same chapter of the Base Document Update registered with the AMF on March 16, 2012, had not changed significantly as of June 30, 2012. The main risks and certainties potentially facing the Group were still applicable at this date.

3 CONDENSED FINANCIAL STATEMENTS

CONSOLIDATED INCOME STATEMENT

(€000)	Notes	30/06/2012	30/06/2011
Revenues		**267 999**	**211 844**
Purchases and external charges		(134 930)	(106 775)
Staff costs		(117 372)	(90 769)
Miscellaneous taxes		(3 930)	(3 942)
Other underlying income (expenses)		148	547
Net depreciation/impairment		(6 973)	(6 485)
Net (increases) write-backs to provisions		(459)	(613)
EBIT		**4 483**	**3 807**
Non-recurring expenses		(6 388)	
Operating income		**(1 905)**	**3 807**
Financial income	Note 8	535	585
Financial expenses	Note 8	(2 005)	(1 910)
Group income before tax		**(3 375)**	**2 482**
Corporate income tax	Note 9	343	(1 449)
Share of earnings of equity affiliates		2	27
Total consolidated net income		**(3 030)**	**1 060**
Of which minority interests		(196)	(89)
Of which Group share		(2 834)	1 149
Earnings per share, Group share			
Basic EPS (€)	Note 10	(0,63)	0,56
Diluted EPS (€)	Note 10	(0,59)	0,52

CONSOLIDATED COMPREHENSIVE INCOME STATEMENT

(€000)	30/06/2012	30/06/2011
Total consolidated net income	**(3 030)**	**1 060**
Exchange differences	(509)	(284)
Sale of treasury shares	(12)	26
Taxation	(12)	(20)
Total gains and losses posted to shareholders’ equity net of tax	**(533)**	**(278)**
Comprehensive net income	**(3 563)**	**782**
Of which minority interests	(209)	(173)
Of which Group share	(3 354)	955

CONSOLIDATED BALANCE SHEET

(€000)	Notes	**30/06/2012**	**31/12/2011**
Goodwill	Note 1	60 590	60 590
Intangible assets	Note 1	2 934	2 821
Property, plant and equipment	Note 2	62 939	59 731
Investment in equity affiliates		1 065	1 062
Other non-current financial assets		2 652	2 339
Deferred tax assets		9 954	7 003
Non-current assets		**140 134**	**133 546**
Inventories		374	371
Trade receivables	Note 3	87 130	80 666
Other receivables	Note 3	18 935	17 788
Other current financial assets		2 744	2 483
Cash and cash equivalents	Note 4	35 273	19 515
Current assets		**144 456**	**120 823**
Total assets		**284 590**	**254 369**
Capital stock	Note 5	2 737	2 053
Additional paid-in capital	Note 5	49 562	22 887
Exchange differences		(449)	59
Consolidated reserves		19 227	12 956
Net income for the year		(2 834)	6 527
Shareholders' equity, Group share		**68 243**	**44 482**
Minority interests		2 341	2 550
Shareholders' equity		**70 584**	**47 032**
Borrowings (due in over 1 yr)	Note 6	36 763	37 899
Long-term provisions	Note 7	1 543	1 411
Deferred tax liabilities		105	245
Non-current liabilities		**38 411**	**39 555**
Short-term provisions	Note 7	8 868	7 596
Borrowings (due in less than 1 yr)	Note 6	12 454	12 925
Other current financial liabilities		917	904
Bank overdrafts	Note 4	1 320	1 542
Trade payables		68 235	63 445
Other payables		83 801	81 370
Current liabilities		**175 595**	**167 782**
Total liabilities and shareholders' equity		**284 590**	**254 369**

CONSOLIDATED STATEMENT OF CASH FLOWS

(€000)	Note	**30/06/2012**	**30/06/2011**
Net income		(3 030)	1 060
Net depreciation, impairment and provisions		8 372	7 326
Fair value adjustments on financial instruments		13	(233)
Share of undistributed earnings of equity affiliates		(2)	(4)
Change in working capital	Note 11	(384)	1 793
Net cash flows from operating activities after net cost of debt and tax		**4 969**	**9 942**
Corporate income tax	Note 9	(343)	1 449
Net financial costs from financing activities	Note 8	1 283	1 248
Net cash flows from operating activities before net cost of debt and tax		**5 909**	**12 639**
Tax paid		(2 480)	(1 964)
Net cash flow from operating activities		**3 429**	**10 675**
Purchase of intangible assets and PP&E	Notes 1-2	(10 616)	(4 937)
Purchase of financial assets		(865)	(491)
Fixed asset payables		111	95
Purchase of subsidiaries net of cash acquired		-	-
Sale of intangible assets and PP&E		175	514
Sale of financial assets		522	462
Net cash flow from investing activities		**(10 673)**	**(4 357)**
Net financial costs from financing activities	Note 8	(1 283)	(1 248)
Loans received		6 536	5 201
Loan repayments		(8 143)	(8 413)
Treasury share transactions		(257)	38
Capital increase after costs		26 668	-
Net cash flow from financing activities		**23 521**	**(4 422)**
Exchange gains (losses)		(297)	(89)
Net underlying change in cash and cash equivalents		**15 980**	**1 807**

CHANGES IN CONSOLIDATED SHAREHOLDERS' EQUITY

(€000)	Capital stock	Additional paid-in capital	Consolidation reserves	Exchange differences	Shareholders' equity, Group share	Minority interests	Total consolidated shareholders' equity
Friday, December 31, 2010	**2 053**	**22 887**	**12 993**	**647**	**38 580**	**2 444**	**41 024**
H1 2011 net income			1 149	-	1 149	(89)	1 060
Gains and losses posted to shareholders' equity			-	(221)	(221)	(84)	(305)
Treasury shares			39	-	39	-	39
Thursday, June 30, 2011	**2 053**	**22 887**	**14 181**	**426**	**39 547**	**2 271**	**41 818**
H2 2011 net income			5 378	-	5 378	401	5 779
Gains and losses posted to shareholders' equity			-	(367)	(367)	45	(322)
Distribution of dividends					-	(242)	(242)
Other			(76)	-	(76)	75	(1)
Saturday, December 31, 2011	**2 053**	**22 887**	**19 483**	**59**	**44 482**	**2 550**	**47 032**
H1 2012 net income			(2 834)		(2 834)	(196)	(3 030)
Gains and losses posted to shareholders' equity			-	(508)	(508)	(13)	(521)
Treasury shares			(256)		(256)		(256)
Capital increase after taxes and costs	684	26 675	-		27 359		27 359
Saturday, June 30, 2012	**2 737**	**49 562**	**16 393**	**(449)**	**68 243**	**2 341**	**70 584**

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1 GENERAL INFORMATION

ID Logistics Group SA is a *société anonyme* (French joint stock company) subject to French law with head office located at 410, route du Moulin de Losque 84300 Cavaillon. ID Logistics Group SA and its subsidiaries (hereinafter the "Group") carry out their logistics business in France and around ten other countries.

The Group consolidated financial statements for the six months ended June 30, 2012 were prepared under the responsibility of the Board of Directors who met on August 28, 2012. Unless otherwise indicated, figures are stated in euro thousands.

Business activity during the period ended June 30, 2012 did not experience any major seasonal fluctuations in terms of revenues.

2 BASE FOR THE PREPARATION AND PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS

2.1 Interim financial statements

The condensed consolidated interim financial statements of the ID Logistics Group for the six months ended June 30, 2012 were prepared in accordance with IAS 34 – Interim Financial Reporting. Since these financial statements are condensed, they do not contain all the disclosures required under IFRS and should be read in conjunction with the Group's annual consolidated financial statements for the year ended December 31, 2011.

The accounting principles adopted for the preparation of the condensed consolidated interim financial statements comply with the IFRS standards and interpretations adopted by the European Union as of June 30, 2012, which may be viewed on the website:
http://ec.europa.eu/internal_market/accounting/ias/index_en.htm.

These accounting principles are consistent with those used in the preparation of the annual consolidated financial statements for the year ended December 31, 2011, which are presented in Note 2 to the 2011 consolidated financial statements, except for the items presented in paragraph 2.2 below – New IFRS standards and interpretations.

The valuation methods specific to the condensed consolidated interim financial statements are as follows:

• The interim period tax charge results from the estimated annual Group effective rate applied to the pre-tax interim earnings excluding material non-recurring items. This estimated annual effective rate takes into consideration, in particular, the expected impact of tax planning transactions. The tax charge relating to any non-recurring items of the period is accrued using its specific applicable taxation.

• Stock-based compensation and staff benefit costs are recorded for the period in proportion to their estimated annual costs.

2.2 Change in accounting principles

The Group did not apply in advance the new standards, amendments and interpretations approved by the European Union, in particular:

• Amendments to IAS 1, Financial statement presentation of other comprehensive income (OCI).
• Amendments to IAS 19, Employee benefits.

The Group did not apply in advance new standards, amendments and interpretations not yet approved by the European Union, in particular:

• IAS 12, Recovery of underlying assets,
• IAS 27 revised, Separate financial statements,
• IAS 28 revised, Investments in associates and joint ventures,
• IAS 32, Offsetting financial assets and financial liabilities,
• IFRS 9, Financial instruments,
• IFRS 10, Consolidated financial statements,
• IFRS 11, Joint arrangements,
• IFRS 12, Disclosures of interests in other entities,
• IFRS 13, Fair value measurement,
• IFRIC 20, Stripping costs in the production phase of a surface mine.

The Group is currently analyzing the consequences of these new standards, amendments and interpretations and the impact of their application on the financial statements.

3 HIGHLIGHTS

- The Group decided to discontinue its loss-making pallet distribution and temperature controlled (fruit and vegetables) pooling services, carried out mainly in the Group's traditional region of South-East France, during the first half of 2012.
  The cost of this closure amounted to €6.4 million, broken down as follows:
  - Staff-related costs€3.1 million
  - Supplier contract termination compensation and other costs€3.3 million

- In connection with the Company's IPO on the NYSE Euronext Paris regulated market on April 18, 2012, the company carried out a capital increase of €28.7 million through the issue of 1,368,620 shares at a price of €21.00 per share (€0.50 par value plus €20.50 issue premium).

4 SEGMENT INFORMATION

Pursuant to IFRS 8 – "Operating segments", the information below for each operating segment is identical to that presented to the Principal Operational Decision Maker for purposes of deciding about the allocation of resources to the segment and assessing its performance.

An operating segment is a distinct component of the Group:
- that engages in business activities from which it may earn revenues and incur expenses;
- whose operating results are reviewed regularly by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and
- for which discrete financial information is available.

The Group's Principal Operational Decision Maker has been identified as the Chairman and CEO and the Deputy General Manager, who jointly take strategic decisions.

The Group's two operating segments are France and International, determined in accordance with IFRS 8.

The France segment is made up of subsidiaries with head offices in continental France.

The International segment is made up of subsidiaries with head offices in the following countries:Argentina, Brazil, China, Spain, La Réunion, Indonesia, Morocco, Russia, Poland and Taiwan.

Fixed assets are operating assets used by a segment for operational purposes.They include goodwill, intangible assets and property, plant and equipment.They do not include current assets used for operational purposes, deferred tax assets/liabilities or non-current financial assets.

Segment information, as presented to the chief decision makers relating to continuing operations, is as follows:

	30/06/2012			30/06/2011		
	France	Inter national	Total	France	Inter national	Total
Revenues	169 562	99 707	**269 269**	139 186	73 881	**213 067**
Inter-segment revenues	(958)	(312)	**(1 270)**	(1 107)	(116)	**(1 223)**
Net revenues	**168 604**	**99 395**	**267 999**	**138 079**	**73 765**	**211 844**
EBIT	3 473	1 010	**4 483**	3 177	630	**3 807**
Operating income	(2 915)	1 010	**(1 905)**	3 177	630	**3 807**
Net cash flow from operating activities	6 755	(3 326)	**3 429**	6 749	3 926	**10 675**
Capital expenditure	8 092	2 519	**10 611**	3 329	1 609	**4 938**
Fixed assets	106 324	20 139	**126 463**	101 320	17 633	**118 953**
Headcount	3 203	6 249	9 452	2 926	4 746	7 672

5 NOTES RELATING TO THE BALANCE SHEET, INCOME STATEMENT AND STATEMENT OF CASH FLOWS AND CHANGES THERETO

5.1 Balance sheet notes

Note 1: Goodwill and intangible assets

	Goodwill	Software	Customer relations & other	TOTAL
Gross:				
At January 1, 2012	**60 590**	**7 330**	**497**	**68 417**
Acquisitions	-	800	-	800
Disposals	-	(33)	-	(33)
Change in consolidation	-	-	-	-
Exchange gains (losses)	-	(81)	-	(81)
Reclassification	-	-	-	-
At June 30, 2012	**60 590**	**8 016**	**497**	**69 103**
Cumulative depreciation and impairment:				
At January 1, 2012	**-**	**4 969**	**37**	**5 006**
Depreciation for the year	-	626	19	645
Impairment	-	-		-
Disposals	-	(30)		(30)
Change in consolidation	-	-		-
Exchange gains (losses) and reclassification	-	(42)		(42)
At June 30, 2012	**-**	**5 523**	**56**	**5 579**
Net:				
At June 30, 2012	**60 590**	**2 493**	**441**	**63 524**

The Group has no encumbrances on the use of its fixed assets.

The net book value of goodwill, customer relations, other intangible assets and investments in equity affiliates is reviewed at least once a year and when events or circumstances indicate that a loss in value may have taken place.Such events or circumstances are related to material adverse changes of a permanent nature that impact either the economic context or the assumptions or objectives adopted as of the date of acquisition.An impairment charge is recorded when the recoverable value of the assets tested falls permanently below their net book value.

As of June 30, 2012, the Group reviewed the impairment indicators that could lead to a reduction in the net book value of goodwill and investments in equity affiliates.No indication of loss in value was identified.

Note 2: Property, plant and equipment

	Land and buildings	Plant and equipment	Other fixed assets	Fixed assets in progress	TOTAL
Gross:					
At January 1, 2012	**46 465**	**31 900**	**16 120**	**238**	**94 723**
Acquisitions	314	3 839	2 631	3 027	9 811
Disposals	(150)	(254)	(581)	(18)	(1 003)
Change in consolidation					-
Exchange gains (losses)	44	(226)	79	3	(100)
Reclassification					-
At June 30, 2012	**46 673**	**35 259**	**18 249**	**3 250**	**103 431**
Cumulative depreciation and impairment:					
At January 1, 2012	**9 677**	**16 825**	**8 490**	**-**	**34 992**
Depreciation for the year	1 242	3 176	1 911		6 329
Impairment					-
Disposals	(70)	(150)	(610)		(830)
Change in consolidation					-
Exchange gains (losses) and reclassification	82	(145)	64		1
At June 30, 2012	**10 931**	**19 706**	**9 855**	**-**	**40 492**
Net:					
At June 30, 2012	**35 742**	**15 553**	**8 394**	**3 250**	**62 939**

Note 3:Trade and other current receivables

	30/06/2012	**31/12/2011**
Trade receivables	87 377	80 871
Impairment provisions	(247)	(205)
Total trade receivables – net	**87 130**	**80 666**
Tax and social security receivables	15 844	13 186
Payments on account and advances	9	198
Prepaid expenses	3 082	4 404
Total other receivables - net	**18 935**	**17 788**

Note 4: Net cash and cash equivalents

	30/06/2012	31/12/2011
Cash and cash equivalents	35 273	19 515
Bank overdrafts	(1 320)	(1 542)
Net cash and cash equivalents	**33 953**	**17 973**

Group cash and cash equivalents of €35,273,000 at June 30, 2012 comprise cash, sight bank deposits and money-market investments amounting to €12,530,000.

Note 5: Issued capital stock and additional paid-in capital

	Transaction type	Change in capital			Capital stock after transactions	
		Number of shares	Par value (€)	Additional paid-in capital (€)	Value (€)	Number of shares
At January 1, 2012				**22 887 435**	**2 052 930**	**2 052 930**
07/03/2012	2-for-1 bonus issue					**2 052 930**
17/04/2012	Cash capital increase	1 368 620	684 310	**26 674 684**	**684 310**	**1 368 620**
At June 30, 2012				**49 562 119**	**2 737 240**	**5 474 480**

The Group has a single class of shares of common stock that entitle stockholders to the same dividend.

The costs related to the IPO were deducted from the issue premium and amounted to €1,382,000 after tax.

Note 6: Financial liabilities

	30/06/2012	Due in less than 1 year	Due in 1 to 5 years	Due in more than 5 years
Non-current borrowings				
Bank loans	137		137	
Finance leases	36 595		21 758	14 837
Other borrowings	31		31	
Total non-current borrowings	**36 763**		**21 926**	**14 837**
Current borrowings				
Bank loans	507	507		
Finance leases	9 315	9 315		
Factoring	2 241	2 241		
Other borrowings	391	391		
Total current borrowings	**12 454**	**12 454**		

Total borrowings	**49 217**	**12 454**	**21 926**	**14 837**

Breakdown of borrowings by interest rate and by currency	Amount	Currency	Rate
Loan	469	EUR	Variable
Loan	175	EUR	Fixed
Factoring	2 241	EUR	Variable
Finance leases	1 146	BRL	Fixed
Finance leases	251	ARS	Fixed
Finance leases	644	PLN	Fixed
Finance leases	16 056	EUR	Fixed
Finance leases	27 813	EUR	Variable
Other payables	149	MAD	Fixed
Other payables	273	EUR	Fixed
Total	**49 217**		

Note 7: Provisions

	Social security and tax risks	Operating risks	Staff benefits	Total
At January 1, 2012	**5 077**	**2 519**	**1 411**	**9 007**
Charges	468	1 513	132	2 113
Write-backs used	(335)	(370)		(705)
Write-backs not used	(51)			(51)
Other changes	47			47
At June 30, 2012	**5 206**	**3 662**	**1 543**	**10 411**
Of which current provisions	5 206	3 662	-	8 868
Of which non-current provisions	-	-	1 543	1 543

The provisions for operating risks primarily relate to disputes with customers, lessors, etc. and part of the costs of discontinuing the pallet distribution and fruit and vegetables pooling operations.

6.2 Income statement notes

Note 8: Net financial items

	30/06/2012	**30/06/2011**
Interest and related income	535	585
Total financial income	**535**	**585**
Interest and related expenses	(1 818)	(1 833)
Fair value adjustments on financial instruments	(13)	184
Discounting of pension liabilities	(20)	(18)
Other financial expenses	(154)	(243)
Total financial expenses	**(2 005)**	**(1 910)**

Total	**(1 470)**	**(1 325)**

Interest and related expenses largely relate to bank loans, financial lease liabilities and bank overdrafts.

Note 9: Corporate income tax

	30/06/2012	**30/06/2011**
Net tax (charge)/income	2 001	(258)
Tax on added value (CVAE)	(1 658)	(1 191)
Total	**343**	**(1 449)**

Note 10: Earnings per share

The average number of shares during the year was as follows:

(no.)	**30/06/2012**	**30/06/2011**
Average number of shares in issue	4 468 809	4 105 860
Average number of treasury shares	(3 464)	(3 950)
Average number of shares	**4 465 345**	**4 101 910**
Equity warrants	311 040	311 040
Average number of diluted shares	**4 776 385**	**4 412 950**

6.3 Other information

Note 11: Change in working capital

	30/06/2012	**30/06/2011**
Inventories	(3)	46
Trade receivables	(6 505)	(1 570)
Trade payables	4 678	8 445
Operating working capital	**(1 830)**	**6 921**
Other receivables	(3 670)	(5 144)
Other payables	5 116	16
Non-operating working capital	**1 446**	**(5 128)**
Change in working capital	**(384)**	**1 793**

Note 12: Transactions with related parties

Transactions conducted between the Group and affiliated companies on an arm's length basis were as follows:

Company	Type of relationship	Transaction type	Income (expense)		Balance sheet asset or (liability)	
			30/06/2012	**30/06/2011**	**30/06/2012**	**30/06/2011**
Comète	Joint director	Services provided	(180)	(186)	(262)	(74)
Immod	Joint shareholder	Interest on finance	-	(4)	10	(428)
Les Parcs du Lubéron Gestion	Joint director	Services provided	-	12	-	29
Les Parcs du Lubéron 1	Joint director	Services provided	1	97	-	93
Financière ID	Joint shareholder	Services provided	178	-	-	-

Transactions with equity affiliates, which are concluded on an arm's length basis, related to ongoing administrative services and in total are not material in relation to the Group's business.

Note 13: Directors' remuneration

The chairman of the Board of Directors does not receive any remuneration from the Group.He receives remuneration from Comète, in which he holds a 95.97% equity stake, and which has signed services agreements with various Group subsidiaries.The services specified in these agreements include management related to strategy and sales growth.

The amounts of the aforementioned services are specified under Note 12.

Gross remuneration of other Board of Directors members

	30/06/2012	**30/06/2011**
Expense type		
Total gross remuneration	295	255
Post retirement benefits	-	-
Other long-term benefits	-	-
One-time retirement compensation	-	-

Note 14: Commitments and contingencies

The Group's signed commitments at the balance sheet date were as follows:

	30/06/2012	**31/12/2011**
Commitments given		
Real estate leases	36 459	37 979
Plant and equipment leases	19 331	19 808
Parent company guarantees	7 754	8 139
Borrowings subject to covenants	469	1 409
Individual training entitlements (“DIF”), no. of hours	241 850	227 200
Commitments received		
Bank guarantees	12 088	10 355

Commitments given in relation to real estate and plant and equipment leases were as follows:

	Due in less than 1 year	Due in 1 to 5 years	Due in more than 5 years	Total
At June 30, 2012				
Real estate leases	20 844	15 182	433	36 459
Plant and equipment leases	7 709	11 428	194	19 331

Authorized unused credit lines at June 30, 2012 amounted to €9,310,000 in the form of finance leases and €8,500,000 in the form of borrowings.

Note 15: Post balance sheet events

There were no significant events between the balance sheet date and the date when the consolidated financial statements were approved.

4 REPORT OF THE STATUTORY AUDITORS

"To the Shareholders,

In accordance with the assignment entrusted to us by your shareholders' general meeting and pursuant to Article L. 451-1-2 III of the French Monetary and Financial Code, we have:

- performed a limited review of the condensed consolidated half-year financial statements of ID LOGISTICS GROUP for the period from January 1 to June 30, 2012, which are appended to this report,
- verified the information provided in the half-year business report.

These condensed consolidated financial statements were prepared under the responsibility of the Board of Directors. Our responsibility is to express our findings concerning these financial statements on the basis of our limited review.

Findings on the financial statements

We have conducted our limited review in accordance with the professional standards applicable in France. A limited review consists primarily of making inquiries of the members of the management responsible for accounting and financial matters and applying analytical procedures. The work is of limited scope compared to the work required for an audit performed in accordance with the auditing standards applicable in France. Accordingly, the assurance under a limited review that the financial statements, taken as a whole, are free from material misstatement, is moderate and less than that obtained within the scope of an audit.

On the basis of our limited review, we did not identify any material misstatements that cause us to believe that the condensed consolidated half-year financial statements have not been prepared in accordance with IAS 34 – Interim Financial Reporting, an IFRS standard as adopted by the European Union.

Specific testing

We have also verified the information provided in the half-year business report commenting on the condensed consolidated half-year financial statements on which we performed our limited review.

We have no comment on the truth and fairness of said information and its consistency with the condensed consolidated half-year financial statements.

Paris and Neuilly-sur-Seine, August 28, 2012
The Statutory Auditors
Philippe Joubert Deloitte & Associés
Represented by
Albert Aidan"