



www.getlinkgroup.com

**EUROTUNNEL HOLDING SAS
CONSOLIDATED ACCOUNTING
STATEMENTS
FOR THE SIX MONTHS ENDED
30 JUNE 2023**

Contents

INTRODUCTION	1
SUMMARY CONSOLIDATED ACCOUNTING STATEMENTS	2
INCOME STATEMENT	2
STATEMENT OF FINANCIAL POSITION	3
CASH FLOW STATEMENT	4
NOTES TO THE ACCOUNTING STATEMENTS	5

EUROTUNNEL HOLDING SAS: CONSOLIDATED ACCOUNTING STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2023

INTRODUCTION

This document has been prepared in order to meet the requirements under clause 23 of the Permanent Facility Agreement dated 20 March 2007 as amended. These accounting statements consolidate the accounts of Getlink SE's sub-group (the "Eurotunnel Group") which consists of Eurotunnel Holding SAS and its subsidiaries, including most notably The Channel Tunnel Group Limited (CTG) and France Manche SA, concessionaires of the Fixed Link and holders of the Term Loan. The Eurotunnel Group was created following the Getlink Group's internal corporate reorganisation in April 2018.

These accounting statements cover the same scope of consolidation as the "Eurotunnel" segment in the Getlink Group's consolidated reporting and have been prepared on the same basis as the Getlink Group's consolidated financial statements which are prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union at 30 June 2023.

SUMMARY CONSOLIDATED ACCOUNTING STATEMENTS

Income statement

<i>€'000</i>	30 June 2023	30 June 2022
Exchange rate €/\$	1.146	1.182
Revenue	530,589	474,850
Other income	–	–
Operating expenses *	(156,337)	(118,533)
Employee benefits expense	(90,937)	(88,960)
Operating margin (EBITDA)	283,315	267,357
Depreciation	(88,798)	(79,705)
Trading profit	194,517	187,652
Other operating income	4,415	12,915
Other operating expenses	(3,499)	(3,465)
Operating profit	195,433	197,102
Finance income	19,864	3,544
Finance costs	(213,777)	(200,478)
Net finance costs	(193,913)	(196,934)
Other financial income	3,305	24,204
Other financial charges	(26,889)	(2,860)
Pre-tax profit/(loss)	(22,064)	21,512
Income tax (expense)/income	3,788	505
Net profit/(loss) for the period	(18,276)	22,017

* Operating expenses include €nil in 2023 (2022: €350,000) invoiced by Eurotunnel to ElecLink relating to the interconnector construction project which was eliminated on consolidation in the Getlink Group accounts.

Statement of financial position

<i>€'000</i>	30 June 2023	31 December 2022
Exchange rate €/£	1.165	1.127
ASSETS		
Intangible assets	9,122	2,562
Concession property, plant and equipment	5,603,127	5,635,500
Total property, plant and equipment (tangible and intangible)	5,612,249	5,638,062
Deferred tax asset	491,927	490,085
Other financial assets: external	9,071	12,260
Other financial assets: intragroup	319,735	315,713
Total non-current assets	6,432,982	6,456,120
Inventories	5	4
Trade receivables: external	99,109	76,579
Trade receivables: intragroup	7,814	6,740
Other receivables: external	66,810	43,306
Other receivables: intragroup	655,109	648,541
Cash and cash equivalents	407,670	276,627
Total current assets	1,236,517	1,051,797
Total assets	7,669,499	7,507,917
EQUITY AND LIABILITIES		
Issued share capital	508,621	508,621
Share premium account	894,718	894,718
Other reserves	(446,276)	(521,510)
Loss for the period	(18,276)	71,293
Cumulative translation reserve	241,358	276,489
Total equity	1,180,145	1,229,611
Provisions	2,924	2,675
Financial liabilities: external	4,426,505	4,312,931
Financial liabilities: intragroup	1,245,722	1,242,858
Other financial liabilities	30,792	30,965
Interest rate derivatives	338,290	331,278
Total non-current liabilities	6,044,233	5,920,707
Provisions	3,715	5,410
Financial liabilities	81,785	76,309
Other financial liabilities: external	9,927	3,224
Other financial liabilities: intragroup	21,968	27,611
Trade payables: external	188,165	169,400
Trade payables: intragroup	7,878	3,639
Other payables: external	131,010	71,919
Other payables: intragroup	673	87
Total current liabilities	445,121	357,599
Total equity and liabilities	7,669,499	7,507,917

Intragroup comprises fellow Getlink Group entities not part of the Eurotunnel Group.

**EUROTUNNEL HOLDING SAS: CONSOLIDATED ACCOUNTING STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2023**

Cash flow statement

<i>€'000</i>	30 June 2023	30 June 2022
Exchange rate €/£	1.165	1.165
Operating margin (EBITDA)	283,315	267,357
Exchange adjustment *	3,120	(2,305)
Increase in working capital	22,109	21,640
Net cash inflow from trading	308,544	286,692
Other operating cash flows	(1,764)	(3,474)
Net cash outflow from taxation	–	(14)
Net cash inflow from operating activities	306,780	283,204
Payments to acquire property, plant and equipment	(48,309)	(56,725)
Net cash outflow from investing activities	(48,309)	(56,725)
Financial transactions:		
Financial transactions (net)	1,848	(122,113)
External debt service cost:		
Interest paid on external loans (CLEF)	(88,961)	(83,014)
Scheduled repayment of external loans	(36,177)	(31,814)
Fees paid on loans	(836)	(794)
SPV Noteholder ongoing fee	(553)	(507)
Interest paid and repayments on rental contracts	(1,658)	(681)
Interest received on cash and cash equivalents	4,189	298
Inter-company transactions:		
Dividend paid to Getlink SE	–	–
Interest paid on inter-company loans	(25,129)	(30,239)
Interest received on inter-company loans	14,873	10,504
Net cash outflow from financing activities	(132,404)	(258,360)
Increase/(decrease) in cash in period	126,067	(31,881)

* The adjustment relates to the restatement of elements of the income statement at the exchange rate ruling at the period end.

Notes to the accounting statements

Eurotunnel Holding SAS (ETH) is a private simplified joint stock company (*Société par Actions Simplifiée*, SAS) registered in France on 21 December 2016 which has been a wholly-owned subsidiary of Getlink SE since April 2018. ETH is the holding company of France Manche SA (FM) and The Channel Tunnel Group Ltd (CTG) (the concessionaires of the Channel Tunnel under the Concession Agreement dated 14 March 1986) and other subsidiaries as set out in note B to the ETH consolidated accounting statements at 31 December 2022. ETH's accounts are fully consolidated in the consolidated accounts of Getlink SE. References to the "Eurotunnel Group" in this document relate to the Eurotunnel Holding SAS and all its subsidiaries. References to the "Getlink Group" in this document relate to the Getlink SE and all its subsidiaries.

The main activities of the Eurotunnel Group are the design, financing, construction and operation of the Fixed Link's infrastructure and transport system in accordance with the terms of the Concession which will expire in 2086. ETH has as its object the holding and the management of all participations and all interests in all companies and groups of French and foreign law, and more generally, all operations of any nature, legal, economic and financial, civil or commercial, related to the object indicated above.

A. Important events

Nothing to report

B. Principles of preparation, main accounting policies and methods

These consolidated accounts consist of the consolidation of the accounts of Eurotunnel Holding SAS and its subsidiaries and have been prepared for the six-month period to 30 June 2023. The summary half-year consolidated accounting statements have been prepared in accordance with IFRS as adopted by the European Union and applicable on that date. They have been prepared in accordance with IAS 34 and therefore do not contain all the information required for complete annual financial statements and must be read in conjunction with the Eurotunnel Group's consolidated accounting statements for the year ended 31 December 2022.

B.1 General principles

The consolidated accounting statements (the income statement, the statement of financial position and the cash flow statement) have been prepared in accordance with the valuation and accounting principles described in the accompanying explanatory notes and the notes to the consolidated financial statements of Getlink SE for the year ending 31 December 2022¹.

These consolidated accounting statements are prepared in the specific context of the Amended Permanent Facility Agreement. They do not constitute a complete set of financial statements prepared in accordance with the IFRS accounting principles.

B.2 Basis of preparation

The summary half-year consolidated financial statements have been prepared using the principles of currency conversion as defined in the annual accounting statements as at 31 December 2022.

The average and closing exchange rates used in the preparation of the 2023 and 2022 half-year accounts and the 2022 annual accounts are as follows:

€/£	30 June 2023	30 June 2022	31 December 2022
Closing rate	1.165	1.165	1.190
Average rate	1.182	1.157	1.167

¹ Except for some accounting treatments elected in the specific case of the first time preparation of ETH consolidated accounts and the corporate reorganisation (common control transaction) and the specific context of the Amended Permanent Facility Agreement.

EUROTUNNEL HOLDING SAS: CONSOLIDATED ACCOUNTING STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2023

Use of estimates and judgements

The preparation of the consolidated financial statements requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities and the reported amounts of revenues and expenses for the period. The valuations and estimates are periodically reviewed based on experience and various other factors considered relevant for the determination of reasonable and appropriate estimates of the assets' and liabilities' carrying value. In addition, the estimates underlying the preparation of these accounting statements as at 30 June 2023 have been in the current economic and geopolitical context. Depending on the evolution of these assumptions, actual results may differ from current estimates.

The use of estimations concerns mainly the valuation of intangible and tangible property, plant and equipment, the evaluation of the Group's deferred tax situation, the valuation of the Group's retirement liabilities and certain elements of the valuation of financial assets and liabilities as well as the application of IFRS 16 "Leases" in particular for the definition of the lease and the estimation of the remaining term of each lease.