

2009 Audited Results

Revenue and net profit at 31 March 2010

The Board of Directors of Valtech SA, meeting in Paris on 22 April 2010 under the chairmanship of Sebastian Lombardo, its new Chairman and Chief Executive Officer since 9 March 2010, reviewed and approved the Group's audited financial statements for the financial year ended 31 December 2009. Key figures were as follows:

(€ thousands)	2008 FY	2009 HY1	2009 HY2	2009 FY
Revenue	100 591	40 556	34 961	75 517
Gross profit	32 683	10 769	13 589	24 358
Profit/(loss) from recurring operations	2 940	(2 180)	906	(1 274)
Operating profit/(loss)	2 402	(2 949)	(807)	(3 756)
Net profit/(loss)	1 171	(3 307)	2 400	(907)

Valtech Group's results for the 2009 financial year were significantly below the initial guidance and markedly underperformed the industry's average performance. Even though this situation is partly explained by the difficult economic environment that prevailed in 2009 (especially in the UK and Denmark), certain operational difficulties also contributed significantly. Valtech suffered from difficult positioning in all its markets, except in Sweden, which confirmed its good performance in 2009. The Group was particularly exposed in Germany, due to its historic dependency on the automotive industry, as well as in the US and in France due to a number of under delivering fixed rate projects. The Group reported a 2009 revenue of € 75.5 million, representing a 24.9% decline compared to 2008, a 23.3% on a like-for-like basis (constant group structure and exchange rates). The operating loss totalled € 3.8 million.



Note that this operational situation, characterized by a strong decrease in revenue and operating profitability, was offset at Group net profitability level by non-recurring items, such as:

- The recognition as “disposed operations” of a € 3.1 million income, related to the estimated proceeds from the disposal of Valtech SA’s minority shareholding in Medhost Inc., in accordance with IFRS 5
- The granting of a Research Tax Credit of € 2.32 million over the 2009 financial year, for which an application for refund was filed in 2010 and had a € 1.6 million positive impact excluding associated costs. Without this Research Tax Credit, the operating loss would have been € 5.4 million
- The strong reduction in selling and marketing expenses (down € 1.4 million), as well as administrative costs (down € 2.7 million) partially offset by restructuring costs (down € 2.0 million).

After taking these non-recurring items into account, the Group reports a net loss of € 0.9 million.

The Group generated **cash flow from operating activities** of € 3.3 million and Valtech had a net cash position of € 8.2 million at year end. The Group benefited from good management of cash flow related to operating activities, which should be nuanced however due to € 3.2 million in overdrafts and current and non-current financial debt of € 0.7 million.

2009 REVENUE GEOGRAPHIC ANALYSIS

CA	Chiffre d'affaires 2009	et Résultat d'exploitation % / CA	Chiffres d'affaires 2008	et Résultat d'exploitation % / CA
France	33 489	1 034 3%	39 053	2 298 6%
Reste de l'Europe	33 450	1 482 4%	43 716	4 431 10%
USA	6 908	-3 623 -52%	15 188	-1 524 -10%
Inde	1 670	-3 0%	2 634	-117 -4%
Coûts Corporate		-2 647		-2 686
Valtech Group	75 517	-3 756 -5%	100 591	2 402 2%

France (44.3% of Revenue)

Revenue of French operations declined by 14.2% and operating profit of € 2.3 million in 2008 turned into a € 1million profit in 2009. The relative size of French operations rose to 44.3% of Group revenue, up from only 38.8% in 2008.



Rest of Europe (44.3% of revenue)

The rest of Europe (UK, Germany and Scandinavia) remained the main contributor to operating profitability and represented 44.3% of Group revenue. Revenue declined by 23.5% compared to 2008 in this region, due to the weak performance of the UK, Germany and Denmark.

US and Asia (11.4% of revenue)

Our subsidiaries in the US and in Asia contributed 11.4% to the Group's 2009 revenue, compared to 17.7% in 2008. These subsidiaries experienced a difficult year, especially in the US where revenue fell by 54.5% compared to 2008. Our US subsidiary reported an operating loss for the period.

Our operations in India also suffered from the global recession and recorded a decrease in revenue.

WORKFORCE SIZE

The workforce totalled 893 at end 2009. The Group reduced its headcount by 216 people over the year, in order to adapt its structures to the Group's actual financial performance.

Billable staff represented 82.6% of personnel in 2009, compared to 85% in 2008.

2010 OUTLOOK

Following the takeover bid submitted on 23 October 2009 and closed on 10 March 2010, SiegCo has become Valtech Group's new principal shareholder and holds 58.25% of company shares and voting rights. A new management team headed by Sebastian Lombardo took over operational control of the company on 9 March 2010. In 2010 this new team will focus on stabilising the deteriorated operational situation and initiating a turn-around strategy based on a differentiating strategic positioning and the constitution of a higher value offering portfolio in the digital segment.



SALES FOR THE FIRST QUARTER 2010 (Q1)

	Q1 2010 revenue	Q1 2010 operating profit/(loss)	% revenue	Q1 2009 revenue	Q1 2009 operating profit/(loss)	% revenue
France	8,468	(1,133)	(13%)	9,036	239	3%
Rest of Europe	8,073	511	6%	10,071	1,022	10%
USA	2,092	(324)	(15%)	1,702	(1,013)	(59%)
India	298	(99)	(33%)	505	(12)	(2%)
Corporate costs		(454)			(302)	
Valtech Group	18,931	(1,499)	(8%)	21,314	(65)	0%

The first quarter of 2010 did not show any upturn in the operational situation, which continued to deteriorate both at revenue and profitability levels.

Q1 2010 revenue was in marked decline of 11.2% compared to Q1 2009. Europe (UK, Denmark, and Germany, excluding Sweden) was the most severely affected in terms of revenue fall, whereas the US achieved 23% revenue growth compared to Q1 2010. France revenue declined by 6.3%.

The operating profitability has also continued to deteriorate in the first quarter 2010, featuring a €1.5 million operating loss, compared to near breakeven in the first quarter 2009.

In spite of the external market recovery, the operational situation remains very difficult, in line with the 2009 performance. Major steps have been initiated early in the 2nd quarter by the new management team, as part of a recovery plan aimed at stabilising the operational situation by the end of 2010.

NOTICE OF ANNUAL GENERAL MEETING

The Annual General Meeting will be held in Paris on 29 June 2010.

Press enquiries:

investors@valtech.com

Chairman of the Board
Sebastian Lombardo