

3 GOOD HEALTH AND WELL-BEING



Antwerp,
August 28, 2020

8 DECENT WORK AND ECONOMIC GROWTH



PRESS RELEASE

Half-year results 2020

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ACKERMANS & VAN HAAREN
Partners for sustainable growth

Ackermans & van Haaren in H1 2020

- Ackermans & van Haaren realised a net profit of 56.3 million euros in the first half of 2020 (H1 2019: 104.0 million euros, excluding 108.9 million euros capital gains).
- The results are expected to improve significantly in the second half of the year. The board of directors will propose to an extraordinary general meeting to pay a dividend of 2.32 euros per share in the fourth quarter of 2020.

"In the most turbulent and volatile year the world economy has known since the Second World War, AvH's diversified model has proven its value and resilience.

DEME's order backlog increased to a record level of 4.3 billion euros. The clients of Delen Private Bank and Bank J.Van Breda & C^o confirmed their trust in the banks' prudent asset management with a gross inflow of almost 2 billion euros, so that the total assets under management again reached nearly 50 billion euros as of June 30, 2020.

Naturally, the consolidated half-year result of the AvH group suffered as a result of the lockdown measures during the COVID-19 crisis and the volatility on the stock markets. Based on the information currently available, however, we still expect to realise a solid consolidated net profit over the full 2020 financial year.

As a token of trust, and despite the fact that the supervisors still do not allow our banks to pay dividends, the board of directors of AvH has nevertheless decided to pay a dividend in respect of the 2019 financial year in the form of an interim dividend of 2.32 euros, identical to the payout over full year 2018.

Moreover, its healthy balance sheet and cash position permit AvH to keep seeking out new investment opportunities, of which we hope to realize some in the second half of the year."

Jan Suykens, CEO - Chairman of the executive committee

Breakdown of the consolidated net result (part of the group)

(€ million)	1H20	1H19
■ Marine Engineering & Contracting	7.5	26.0
■ Private Banking	61.6	58.2
■ Real Estate & Senior Care	-3.7	15.8
■ Energy & Resources	0.6	-0.6
Contribution from core segments	65.9	99.4
Growth Capital	3.0	5.6
AvH & subholdings	-15.6	-1.0
Net capital gains(losses) / impairments	<u>3.0</u>	<u>108.9</u>
Consolidated net result	56.3	212.9

- The COVID-19 pandemic has had a significant impact on the results of a number of group companies, as will be explained further in this report where appropriate.
- The capital gain of 64 million euros that DEME realised in its concession activity on the sale of its stake in the German offshore wind farm Merkur contributed 39.0 million euros (AvH share) to the group result in the first half of 2020.
- On the other hand, on June 30, 2020, AvH reported the measurement of certain assets at their 'fair' value (share price) on that date. Such unrealised losses (group share) had a negative impact of 9.7 million euros on the result of 'Real Estate & Senior Care' and 9.0 million euros on that of 'AvH & subholdings'.
- In the first half of 2019, AvH had realised exceptionally high capital gains of 108.9 million euros (of which 105.7 million euros on the sale of Residualya).

General comments on the figures

The shareholders' equity of AvH (group share) increased to 3,489.3 million euros on June 30, 2020, which, after correction for the treasury shares in portfolio, corresponds to 105.39 euros per share. As of December 31, 2019, the shareholders' equity amounted to 3,456.1 million euros, or 104.32 euros per share. In light of the uncertainty caused by the COVID-19 crisis, and bearing in mind the recommendation of the European Central Bank in the first half of 2020, no dividend was paid out. In the fourth quarter of 2020, an extraordinary general meeting will be convened, where it will be proposed to still pay a dividend of 2.32 euros per share.

At the end of June 2020, AvH had a net cash position of 201.0 million euros, compared to 267.4 million euros at the end of 2019. This position consists of 48.7 million euros in cash investments and 120.3 million euros in cash and cash equivalents. The rest is made up of treasury shares, less short-term debts in the form of commercial paper amounting to 8 million euros.

AvH invested a total of 58.1 million euros in the first half of 2020, primarily to strengthen its participations in CFE (and therefore also in DEME, Rent-A-Port and Green Offshore) by 0.94% and in SIPEF by 2.35%. Together with SIPEF, AvH acquired the 52% interest of Sime Darby Plantation in Verdant Bioscience (SIPEF 10%, AvH 42%). AvH also invested in a number of promising technology-driven companies in Belgium (Biotalys, MRM Health, OncoDNA) and in India (Medika-bazaar).

AvH owned 378,250 own shares as of June 30, 2020 (compared to 363,000 at the end of December 2019) to hedge present and future stock option plan obligations. To this number were added, on June 30, 2020, 10,510 own shares resulting from acquisitions and disposals within the framework of the AvH stock liquidity agreement

Key figures - consolidated balance sheet

(€ million)	30.06.2020	31.12.2019
Net equity (part of the group - before allocation of profit)	3,489.3	3,456.1
Net cash position of AvH	201.0	267.4

Outlook 2020

All group companies have by now adjusted their outlook for the rest of the year. Naturally, the currently known impact of the pandemic is taken into account in that outlook.

Based on the information currently available, the board of directors of Ackermans & van Haaren expects a marked improvement in the results during the second half of the year relative to the first half, and therefore to realise a substantial net result over the full 2020 financial year.

AvH's diversification model, DEME's focus on innovation and on the expansion of its concession activities, the persistently strong commercial performance of both Delen Private Bank and Bank J. Van Breda & C^o, backed up by very solid ratios and the group's net cash position that make it possible to constantly keep exploring new investment opportunities, permit us to look to the future with confidence and give us the capacity to realise a long-term sustainable growth of our consolidated shareholders' equity and results.

Key figures per share

	30.06.2020	30.06.2019
Number of shares		
Number of shares	33,496,904	33,496,904
Net result per share (€)⁽¹⁾		
Basic	1.70	6.43
Diluted	1.70	6.41
	30.06.2020	31.12.2019
Net equity per share (€)		
Net equity per share	105.39	104.32
Evolution of the stock price (€)		
Highest (January 16)	149.8	144.9
Lowest (Mars 23)	110.9	125.2
Closing price (June 30)	116.4	139.7

⁽¹⁾ Corrected for own shares



1. Verdant Bioscience
2. DEME - 75 Filipino employees who were stuck on 12 vessels after the outbreak of the pandemic were flown back home on a DEME charter flight
3. AvH Solidarity Fund - Tejo - Project related to mental health of young people

ESG

The ESG policy pursued by AvH and group companies helped to substantially boost our resilience during the COVID-19 crisis. Combined with the strong focus on employee well-being and financially healthy businesses, this helped to quickly reassure employees, customers and suppliers.

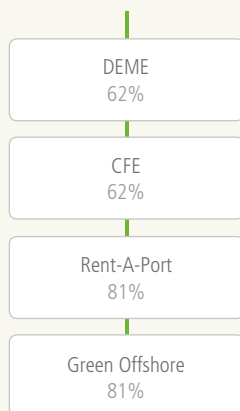
Experiences of how various HR aspects have been addressed during this crisis were exchanged on a regular basis through the network of HR managers of the group companies. Many participations focused strongly on social aspects in their relations with employees and customers. In one of the hardest hit sectors, Anima Care offered all available support to its staff to allow them to provide the best possible care to its residents. Bank J.Van Breda & C^o, which has many clients from the medical sector, granted more extension of payment, and guidance where necessary, than was asked by the government. Extensa organised COVID shelter in collaboration with Médecins Sans Frontières. DEME made serious efforts to get all its staff, wherever they were in the world, back home and change teams.

Thanks to its prudent financial policy, the group never found itself in financial need, quite the opposite. AvH continued to invest, with its Biotallys, MRM Health and Verdant Bioscience meriting special attention from an ESG perspective. Those companies endeavour, each in their own way, to break new ground to meet special environmental and social needs. AvH also organised workshops in which it stressed, even in these times, the need for innovative thinking and to look for opportunities in the new context. Mediahuis, for instance, invested in 'edtech' (education technology).

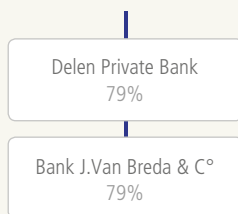
On the initiative of the executive committee, the 'AvH Solidarity Fund' was set up to respond to urgent needs brought about by COVID-19 in the area of poverty, disadvantage, physical and mental health care and education. The executive committee of AvH voluntarily donated part of their net salary, and the staff of AvH and the other group companies also had the opportunity to follow that example. AvH increased those collected funds threefold, thereby raising a total sum of around 650,000 euros by July 31, 2020. Various participations also took initiatives of their own.

Ackermans & van Haaren

Marine Engineering & Contracting



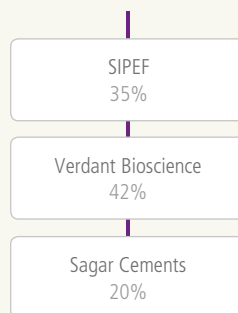
Private Banking



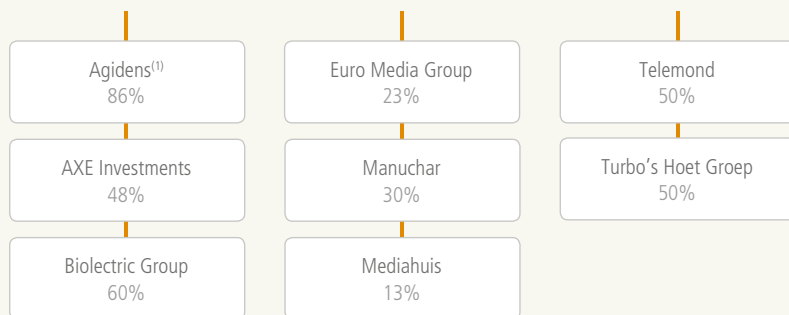
Real Estate & Senior Care



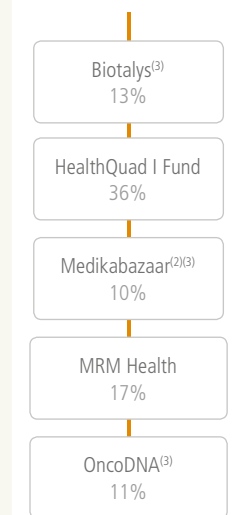
Energy & Resources



AvH & Growth Capital



Non-consolidated



⁽¹⁾ Incl. participation via AXE Investments
⁽²⁾ Incl. participation via HealthQuad I Fund
⁽³⁾ Fully diluted

Marine Engineering & Contracting

Contribution to the AvH consolidated net result

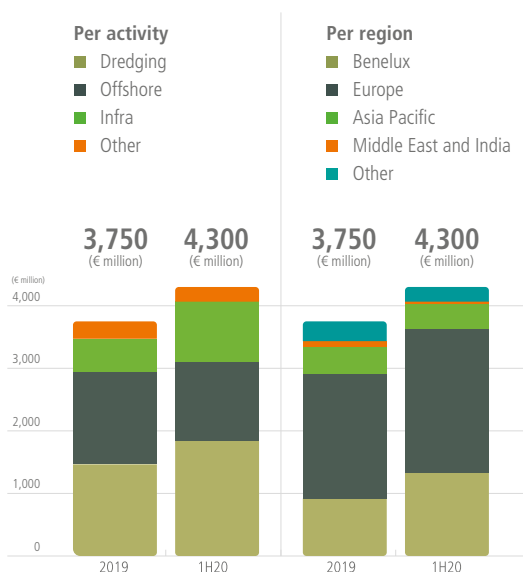
(€ million)	1H20	1H19
DEME	8.2	25.8
CFE	-4.4	0.2
Rent-A-Port	-1.0	-1.1
Green Offshore	4.7	1.1
Total	7.5	26.0

DEME

Thanks to its diversification strategy, DEME (AvH 61.85%) reported positive results in the first half of 2020, despite the COVID-19 pandemic, the impact of sharply decreased oil prices and the accident with the Orion.

In operational terms, COVID-19 primarily caused complications in the changing of crews, inefficiency of projects and delays in deliveries. DEME has always prioritised the well-being and safety of its staff. There were virtually no projects in progress that had to be shut down or postponed, despite the restrictions imposed by the local authorities.

DEME: Order backlog



The main dredging projects in progress are in Europe (Belgium, Germany, Russia and Poland), Africa and India. The maintenance dredging activities held up well. The utilisation rate of the hopper dredging fleet was good, while the activity level of the cutters was low in the first half of 2020. The dredging division reported a turnover of 429.0 million euros, compared to 572.1 million euros last year.

At the beginning of May 2020, DEME Offshore was confronted with an accident on the offshore installation vessel 'Orion'; as a result, the vessel could not be deployed on the Moray East project as planned. The crane was badly damaged during load tests. Fortunately, there were only a few minor injuries. The vessel, which was still under construction and is owned by COSCO (Qidong) Offshore Co, was moored at the quay of the Liebherr shipyard in Rostock (Germany). Repair work on the 'Orion' has begun, yet the ship will probably only become operational by the end of 2021. Nevertheless, DEME has come up with alternative solutions that are taken into account in the result of the project, so that the project will be delivered more or less within the specified time limit.

In the first half of the year, DEME achieved important milestones on various offshore wind farms.

- Moray East (Scotland, 950 MW): installation of pin piles, two substations and 20 jacket foundations completed by mid-August.
- SeaMade (Belgian North Sea, 487 MW): installation of two offshore substations, laying of inter-array cables, start of installation of turbines.
- Borssele 1 & 2 (Dutch North Sea, 752 MW): installation of foundations completed.
- East Anglia ONE (UK, 714 MW): installation of turbines successfully completed.

DEME Offshore realised a turnover of 434.6 million euros in the first half of 2020 (H1 2019: 582.9 million euros), which represents 41.4% of DEME's total group turnover. The decrease of the turnover is primarily due to a low amount of procurement.

DEME

(€ million)	1H20	1H19
Turnover	1,047.9	1,349.3
EBITDA ⁽¹⁾	153.8	199.1
Net result	15.5	44.3
Equity	1,438.7	1,365.7
Net financial position ⁽²⁾	-665.4	-805.7

⁽¹⁾ Incl. IFRS16 effect of € 10.2 million (1H20), € 17.0 million (1H19)

⁽²⁾ Incl. IFRS16 effect of € 82.2 million (1H20), € 86.1 million (1H19)



DEME - SeaMade



DEME - Moray East - First jacket foundation

The infrastructure projects such as the Terneuzen lock, the Blankenburg tunnel and the Rijnlandroute continued, albeit at a slightly lower level of productivity due to the strict COVID-19 measures. In Denmark, DEME and its partners are preparing to start work on the Fehmarnbelt connection at the beginning of 2021. DEME's infra division achieved a turnover increase of approximately 10% to 101.1 million euros.

DEME's total group turnover over the first half of the year amounted to 1,047.9 million euros, a decrease of 301.4 million euros compared to last year. DEME estimates that the COVID-19 pandemic and the associated decrease in the price of a barrel of oil explain a negative impact of approximately half of that decrease. An impact of the same magnitude is expected in the second half of the year.

On May 12, DEME Concessions closed the sale of its 12.5% stake in the Merkur offshore wind farm, one of the largest operational wind farms (396 MW) in Germany. This transaction earned DEME 88.9 million euros in cash and a capital gain of 64 million euros. The increasing importance of the concession activities strengthen DEME's capacity to realise similar capital gains on a regular basis. DEME Concessions still has a beneficial interest of 144 MW in the Rentel, SeaMade and C-Power wind farms. This capital gain more or less compensated for the extra costs connected with COVID-19 (such as charter flights and vessels for crew changes, doubling of crews to comply with quarantine regulations), the oil crisis and the 'Orion' (hiring of external vessels).

The total impact of the pandemic, the decrease in oil and gas prices and the accident with the 'Orion' on the EBIT of H1 2020 is estimated at approximately 60 million euros and at approximately 100 million euros over the full year 2020. Following the outbreak of the COVID-19 pandemic, DEME also took measures aiming to structurally reducing non-project related costs.

The EBITDA of H1 2020 amounted to 153.8 million euros, or a margin of 14.7% (H1 2019: 199.1 million euros, 14.8%). DEME reported a net profit of 15.5 million euros, compared to 44.3 million euros in the first half of 2019.

DEME's order backlog increased to the record level of 4,300 million euros at the end of June 2020, compared to 3,415 million euros at the end of March 2020 and 3,750 million euros at year-end 2019. In the second quarter of 2020, DEME managed to win a substantial new contract in Russia, as well as the contract (worth 140 million euros) for the construction of the Scheldt tunnel, the main link in the Oosterweel connection. Additionally, the Danish government gave the 'notice to proceed' to start work on the great Fehmarnbelt project (700 million euros) on January 1, 2021; consequently, this contract is included in the order backlog as of June 30. The offshore wind farm

projects Hai Long and Zhong Neng in Taiwan (contract value in total in excess of 1 billion euros) and the works that will be carried out under the memorandum of understanding with Penta-Ocean Construction for offshore wind farms in Japan, however, were not yet included in this order backlog as of the end of June. Likewise, the 'substantial' contract for the inter-array cables for Dogger Bank (UK), the world's largest offshore wind farm under development, which was awarded at the end of August is not yet included in this order backlog.

DEME invested 128.4 million euros (excl. IFRS 16) in the first half of 2020 in the renewal and expansion of its fleet. The trailing suction hopper dredgers 'Thames River' (2,500 m³) and 'Meuse River' (8,300 m³) joined the fleet in the second quarter. The 'Spartacus' is expected to be delivered by IHC before the end of this year. Additionally, CS-BC-DEME Wind Engineering (CDWE) ordered the ground-breaking offshore wind installation vessel 'Green Jade' at the end of June. The first floating heavy-duty crane and installation vessel with DP3 capacity in Taiwan will be equipped with a high-tech crane with a lifting capacity of 4,000 tonnes. Starting in 2023, the vessel will be deployed in the thriving local offshore wind market.

Despite the additional costs, DEME has succeeded in generating a substantial cash flow, allowing it to constitute large cash reserves. DEME's net financial debt (incl. IFRS 16) decreased to 665.4 million euros, partly as a result of the delay in the investments for the 'Orion'.

Despite a difficult market environment, DEME expects to close also H2 2020 with a profit thanks to the diversification of its revenues. The investments in strengthening the offshore wind installation fleet and the developments in deep sea minerals and green hydrogen open up highly promising perspectives in DEME's development from a pure dredging company to a diversified marine engineering operation, based on a strengthened concession portfolio.

By purchasing approximately 15 million euros worth of CFE shares on the stock market in the first half of 2020, AvH increased its stake in CFE to 61.85%. Consequently, the participations in DEME (61.85%), Rent-A-Port (80.92%) and Green Offshore (80.92%) increased as well.



CFE - Riva - Brussels



CFE - Mobix

CFE

At CFE (AvH 61.85%), CFE Contracting reported a decrease in turnover to 423.2 million euros (H1 2019: 501.4 million euros) and a decrease in the operating result to -5.6 million euros (H1 2019: 1.4 million euros). The COVID-19 pandemic mainly had a major impact in Belgium and Luxembourg. Most of the projects were shut down from mid March to the beginning of May under the lockdown measures. CFE Contracting estimates the impact of this crisis on the turnover at approximately 70 million euros, with the construction activities in Belgium accounting for more than three quarters of this figure, and at 20 million euros on the operating result. The fixed costs and the extra cost of personal protective equipment and other COVID-19 measures were compensated by temporary unemployment for approximately 5 million euros. CFE Polska, which was relatively unaffected by the corona crisis, performed very well in the first half of the year, as did the Multitechnics division. The order book of CFE Contracting decreased to 1,298 million euros. Major new contracts include the new court building in Namur, the residential wooden building in Mertert (Luxembourg) for BPI, and houses in Vilvorde for Matexi. CFE Contracting expects a decrease in turnover by approximately 10% and a positive net result over the full year 2020.

In the Real Estate Development division, the real estate portfolio amounted to 177 million euros, an increase of 34 million euros compared to year-end 2019. BPI currently has 557,000 m² under development, of which 129,000 m² under construction. BPI acquired six new projects in 2020: Brouck'R, Serenity Valley, Pure and an office building (all four of them in Brussels), an industrial building with offices in Bertrange (Luxembourg) and Wagrowska (Poland). BPI experienced relatively minor delays in sales and construction works as a result of the COVID-19 pandemic, although in Brussels, the planning applications are taking considerably longer to process. The positive net result (3.2 million euros) is attributable, among other things, to the margin on housing units sold in Luxembourg and Belgium, and the profit on the delivery of the Vilda Park project in Poland. BPI expects for the full year 2020 a net profit at least in line with 2019.

Rent-A-Port

During the first half of the year, Rent-A-Port (AvH 80.92%) sold 10.6 hectares of industrial land in Vietnam of the projected 80 hectares for the full year 2020. This is less than initially expected, which is primarily due to COVID-19 (closure of borders and quarantine measures), and is accordingly reflected in a loss of 1.3 million euros. The operating activities, on the other hand, experienced relatively little impact from the pandemic, and therefore it is expected that the sale of a substantial volume of land can be completed during the second half of the year.

Green Offshore

At Green Offshore (AvH 80.92%), Rentel (309 MW) was able to take advantage of excellent conditions in the first quarter of 2020 for the production of wind energy and of the recognition of deferred tax assets. This resulted in a very solid result in the first half of the year.

The installation work on the SeaMade offshore wind farm (487 MW) is progressing well and will normally be completed before the end of 2020. The first turbines are already generating electricity.

When SeaMade will be operational, the participations of Green Offshore will provide, from an economic perspective, a production capacity of 81 MW of renewable energy.

CFE: Breakdown by division (excl. DEME)

(€ million)	Turnover		Net result ⁽¹⁾	
	1H20	1H19	1H20	1H19
Construction	300.3	383.6		
Multitechnics	78.1	79.8		
Rail Infra	44.8	38.0		
Contracting	423.2	501.4	-7.6	-2.9
Real Estate Development	33.4	24.0	3.2	4.5
Holding, non-transferred items and eliminations	-13.3	-27.0	-0.6	-1.5
Total	443.3	498.4	-5.0	0.1

⁽¹⁾ Including contribution from Rent-A-Port and Green Offshore to the CFE result

Private Banking

Contribution to the AvH consolidated net result

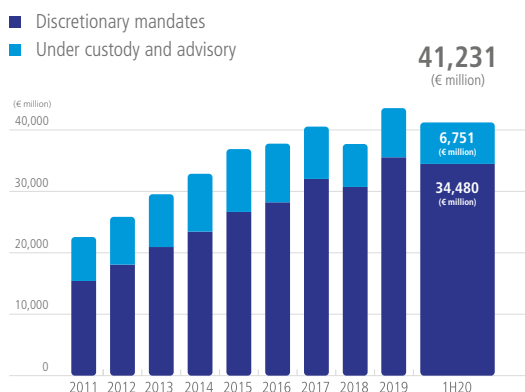
(€ million)	1H20	1H19
FinAx	0.0	-0.1
Delen Private Bank	47.1	43.5
Bank J.Van Breda & C ^o	14.5	14.8
Total	61.6	58.2

After the dip in Q1 2020 as a result of depressed stock markets, the combined assets entrusted by the clients of Delen Private Bank and Bank J.Van Breda & C^o largely recovered to 49.8 billion euros at the end of June 2020, compared to 45.8 billion euros at March 31, 2020 and 51.9 billion euros at December 31, 2019. It is remarkable how, in the volatile financial markets of the first half-year, Delen Private Bank and Bank J.Van Breda & C^o had almost 2 billion euros more assets entrusted by their clients. This represents a positive net inflow of 400 million euros.

Delen Private Bank

Thanks to the net inflow mentioned above and the excellent performance of the portfolio management at the end of June 2020, the assets under management of Delen Private Bank (AvH 78.75%) on a consolidated basis (Delen Private Bank, JM Finn, Oyens & Van Eeghen) amounted to 41,231 million euros. The strong decrease during

Delen Private Bank: Consolidated assets under management



FinAx: Assets under management

(€ million)	1H20	2019
Delen Private Bank	41,231	43,566
Delen Private Bank	30,340	31,489
JM Finn	10,134	11,448
Oyens & Van Eeghen	757	629
Bank J.Van Breda & C^o		
Off-balance sheet products	10,870	10,651
Client deposits	5,651	5,416
AuM at Delen ⁽¹⁾	-7,928	-7,761
FinAx	49,824	51,872

⁽¹⁾ Already included in AuM Delen Private Bank

the first quarter to 37,412 million euros (compared to 43,566 million euros at year-end 2019) as a result of strong stock market corrections was to a large extent made up in the second quarter.

Thanks to the increase of the average assets under management relative to the previous year, the consolidated gross revenues increased to 197.1 million euros compared to 188.0 million euros in the first half of 2019. The cost-income ratio decreased to 53.8% (42.0% at Delen Private Bank, 84.0% at JM Finn), which is a particularly strong figure compared to the competition. The net profit increased in the first half of 2020 to 59.8 million euros (compared to 55.2 million euros in the first half of 2019), which includes the contribution from JM Finn of 4.0 million euros and a slightly negative contribution of 1.1 million euros from Oyens & van Eeghen, which nevertheless is heading for a break-even result thanks to an increasing volume of assets under management.

Delen Private Bank

(€ million)	1H20	1H19
Gross revenues	197.1	188.0
Net result	59.8	55.2
Equity	866.0	741.6
Assets under management	41,231	41,129
Core Tier1 capital ratio (%)	38.2	31.5
Cost-income ratio (%)	53.8	57.5



Delen Private Bank



Bank J. Van Breda & C° - Antwerp

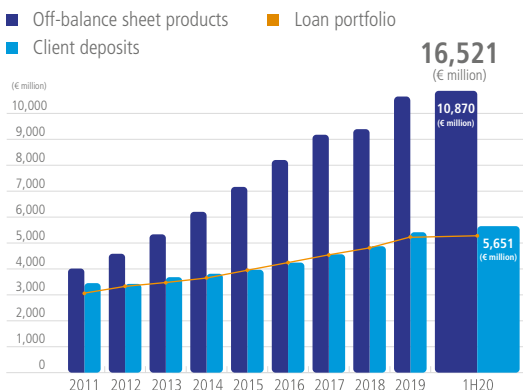
The consolidated shareholders' equity of Delen Private Bank amounted to 866.0 million euros at June 30, 2020 (809.6 million euros at year-end 2019). The Core Tier1 capital ratio of 38.2% is well above the industry average.

Delen Private Bank opened two new branches in the first half of the year, one in Waregem and one in Brasschaat.

Bank J. Van Breda & C°

Bank J. Van Breda & C° (AvH 78.75%) reported solid results in the first half of the year, in full corona crisis. The total assets invested by clients increased to 16.5 billion euros as of June 30, 2020 (16.1 billion euros at the end of December 2019), of which 10.9 billion euros off-balance sheet products (+2%) and 5.6 billion euros client deposits (+4%). The loan portfolio increased slightly to 5.3 billion euros (end of December 2019: 5.2 billion euros). The bank responded proactively to requests for payment extensions on professional and mortgage loans. Those requests were handled quickly and efficiently, allowing entrepreneurs and liberal professionals to focus on managing the crisis and restarting their activities. The half-year figures include an IFRS provision of 4.8 million euros for expected credit losses (ECL), although so far no major losses have been reported on specific loans as a result of corona, and it was even possible to reverse provisions.

Bank J. Van Breda & C°: Invested by clients



The bank product increased by 8% to 79.1 million euros (compared to 73.1 million euros at the end of June 2019). The net interest result increased thanks to volume growth, although the commission income in particular made a substantial contribution to the bank product, of which they already represent more than 45%. With bank levies spread over the full year, the normalised cost-income ratio came to 56.9%, compared to 62.7% in the first half of 2019. Despite the increased income and the stable costs, the net result decreased slightly to 18.4 million euros (compared to 18.8 million euros in the first half of 2019). This is entirely explained by the constitution of 4.8 million euros provisions for the expected credit losses (ECL) as a result of the corona crisis. Moreover, extraordinary income had been realised in 2019 by the final write-off of the debt of minority shareholders of ABK (+2.4 million euros).

Thanks to its healthy liquidity position, Bank J. Van Breda & C° remains well placed to cope with stress on the financial markets that may arise from the corona crisis and the economic recession that can result from this. The shareholders' equity (group share) increased from 573 million euros at year-end 2019 to 590 million euros at the end of June 2020. The Core Tier1 capital ratio increased to 13.3% and the leverage ratio was 8.0%, both well above what is required.

Bank J. Van Breda & C°

(€ million)	1H20	1H19
Bank product	79.1	73.1
Net result	18.4	18.8
Equity	589.7	547.7
Off-balance sheet products	10,870	10,135
Client deposits	5,651	5,202
Loan portfolio	5,285	5,030
Core Tier1 capital ratio (%)	13.5	12.7
Cost-income ratio (%)	56.9	62.7

Real Estate & Senior Care

Contribution to the AvH consolidated net result

(€ million)	1H20	1H19
Leasinvest Real Estate	-8.7	8.3
Extensa Group	3.3	4.9
Anima Care	1.6	2.6
Total	-3.7	15.8

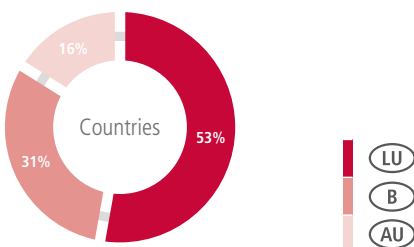
Leasinvest Real Estate

Leasinvest Real Estate (LRE, AvH 30.01%) recorded a net loss of 30.7 million euros in the first half of 2020, compared to a net profit of 25.3 million euros in the same period last year. This strong decrease is due to a minor extent to lower rental income, but primarily to the impairment loss (-32.4 million euros) on its participation (10.7%) in Retail Estates. Additionally, this year the dividend of Retail Estates (5.9 million euros) was paid out in July and therefore only recorded in the third quarter, whereas last year that had been done in June.

The fair value of the consolidated real estate portfolio, including project developments, remained stable at 1.1 billion euros relative to year-end 2019. Since the works on LRE's development projects were halted for several weeks during the COVID-19 lockdown, this resulted in minor delays in delivery. In July, LRE received the building permit for Monteco, the first wooden office building in the European district in Brussels.

Thanks to the strong geographical and operational diversification of its portfolio, LRE managed to confine the impact of the COVID-19 pandemic during the first half of the year. The assets in Austria are retail parks only. By June 2020, the number of visitors to Frunpark Asten returned to the same level as last year (compared to 65% in March).

LRE: Real estate portfolio (% based on fair value)



In Luxembourg as well, retail represents a substantial segment of the portfolio. Since the borders reopened between Belgium and Luxembourg, trading activity has resumed here too. The real estate portfolio in Belgium, however, consists primarily of office properties, which experienced less impact from the lockdown measures.

The greatest impact was reported on the participation in Retail Estates, a real estate company (BE-REIT) that is 100% invested in retail parks in Belgium and the Netherlands.

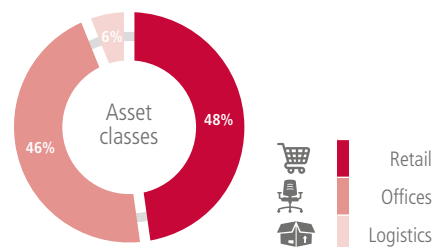
At LRE, several tenants have asked for relief during the difficult lockdown period. LRE has always adopted a constructive attitude towards tenants who got into financial difficulty as a result of the lockdown, and has entered into negotiations with tenants who requested a rent reduction on valid grounds. Those negotiations are largely concluded.

The rental income decreased to 29.1 million euros in the first half of 2020, compared to 32.4 million euros in the first half of 2019. The decrease is the result of a partial loss of rent due to the COVID-19 lockdown and changes in the real estate portfolio in 2019. The overall occupancy rate and the rental yield increased slightly to 91.05% (year-end 2019: 90.46%) and 5.90% (year-end 2019: 5.84%) respectively.

At the end of June 2020, the shareholders' equity (group share) amounted to 428 million euros (year-end 2019: 493 million euros). The debt ratio increased to 58.07% (54.78% at the end of December

LRE: Real estate portfolio

	1H20	2019
Real estate portfolio fair value (€ mio)	1,113.4	1,110.2
Rental yield (%)	5.90	5.84
Occupancy rate (%)	91.05	90.46





Extensa - Gare Maritime - Tour & Taxis



Anima Care

2019) following the payment of the dividend in respect of the 2019 financial year.

Extensa

The net result of Extensa Group (AvH 100%) over the first six months of 2020 amounted to 3.3 million euros (compared to 4.9 million euros as of June 30, 2019). The lower net result is partly due to the COVID-19 crisis, which essentially causes a deferment of the net result to subsequent periods.

The apartments in the Riva residence in Brussels were delivered in the first six months of 2020. Off-plan sales of six apartment buildings (totalling 319 units) of the Park Lane project on Tour & Taxis continue (146 reservations), but are delayed by the COVID-19 crisis. Construction began gradually at the end of last year and will take approximately three years. In the former Gare Maritime freight station, the first tenants have already brought a few modules into use. The other modules are expected to be let this year. The operation of the accompanying underground car park (908 parking places) experienced a difficult start, but is expected to improve in the second half of the year as the office modules in the Gare Maritime are brought into use. As a result of the COVID-19 pandemic, trade fairs, events and seminars in Tour & Taxis were cancelled or postponed. Some activities are still planned for the autumn, albeit on a smaller scale than under normal conditions.

In the Cloche d'Or project in Luxembourg (Extensa 50%), the final phase of the first residential project (lot A) will be delivered this year. Of the new residential project (lot D - 345 apartments), 60% of the apartments have already been sold off-plan. Construction work is also continuing on 5 new office buildings (approximately 30,000 m² in total), which include 'Bijou' (6,000 m²), 'Spaces' (4,300 m²) and a new head office for 'Banca Intesa Sanpaolo' (10,800 m²).

As a result of COVID-19, Extensa expects:

- a decrease in turnover, cash flow and results over 2020 without however being able to assess the exact impact on the financial statements. For the most part, this concerns deferments of results to subsequent periods,
- no material negative impact on the fair value of the investments.

Anima Care

Since the end of the first quarter, living and working at the residential care centres of Anima Care has been complicated due to the COVID-19 pandemic. AvH would like to pay a sincere tribute to all employees of Anima Care's residential care centres. They have given their utmost to support, help and care for their residents, often in exceptionally difficult conditions. Unfortunately, we have not been able to shield every residential care centre from the effects of the COVID-19 virus. Our thoughts therefore go to all employees, residents and their families who were confronted with the crisis.

The turnover of Anima Care (AvH 92.5%) increased to 47.2 million euros, compared to 43.7 million euros in the same period last year. On that turnover, an EBITDA was realised of 9.9 million euros (H1 2019: 9.5 million euros) and a net profit of 1.8 million euros (H1 2019: 2.8 million euros).

In mid-January, the new-build residence Nuance (Vorst), with a capacity of 121 nursing home beds, was brought into use.

The impact of the corona crisis on the consolidated results is felt especially in the four recent new-build projects, which were unable to take in new residents due to the admission stop. The operating results of these new-build sites were insufficient to offset the increased depreciation and finance costs, causing the net profit to decrease relative to the first half of 2019. Thanks to the remarkable efforts of the 1,600 Anima Care employees and additional support measures, the other care centres have generally been holding up well in the first half of 2020.

As of June 30, 2020, Anima Care had 2,485 beds in operation, of which 2,089 nursing home beds, 137 convalescence beds and 259 service flats, spread over 22 care centres (9 in Flanders, 7 in Brussels, 6 in Wallonia). At the beginning of July, Anima Care acquired the residential care centre Les 3 Arbres in Mellet (Hainaut), with a capacity of 54 beds.

Energy & Resources

Contribution to the AvH consolidated net result





(€ million)	1H20	1H19
SIPEF	-0.2	-1.5
Sagar Cements	0.8	0.9
Total	0.6	-0.6

SIPEF

Thanks to favourable weather conditions, the total palm oil production of SIPEF (AvH 34.68%) increased in the first half of 2020 by 5.64% to 162,368 tonnes (H1 2019: 153,696 tonnes). At the Indonesian plantations, the increase in the volume of fruits harvested - thanks to the regular rainfall - and the generally favourable oil extraction rates (OER) led to a 9.2% increase in palm oil production compared to the same period last year. In Papua New Guinea, the recovery from the damage caused by the three volcanic eruptions in 2019 is progressing well. Nevertheless, the loss of production for 2020 is estimated at 25,000 tonnes of palm oil. Thanks to increased purchases of fruits from smallholders, the total palm oil production of Hargy Oil Palms was kept up.

In operational terms, COVID-19 brought numerous restrictions. It also complicated the management of the plantations and extraction mills. Nevertheless, COVID-19 has so far had no significant direct negative impact on the operational activities of the SIPEF group, except for the effect of a sudden sharp drop in the price of palm oil since mid-February. The price of palm oil dropped from 610 USD at the beginning

SIPEF: Production

(Tonne) ⁽¹⁾	1H20	1H19
	162,368	153,696
	3,046	3,364
	1,478	1,312
	16,169	16,728

⁽¹⁾ Own + outgrowers

of April to below 500 USD per tonne CIF Rotterdam mid-May, before closing the half-year at 585 USD per tonne. The average world market price during this period (649 USD) was 23% higher than in the same period last year.

As a result of the increased palm oil production volumes and the higher world market price for palm oil, SIPEF's turnover increased to 117.7 million USD, compared to 113.2 million USD in the first half of 2019. In Indonesia, the fixed export levy of 50 USD per tonne was reintroduced in January 2020, and even raised to 55 USD per tonne as from June 2020. This levy has skimmed off part of the profit potential. The net result amounted to -0.7 million USD, compared to -5.2 million USD last year.

In Musi Rawas (South Sumatra, Indonesia), expansion continued steadily, respecting the RSPO sustainability procedures. In the first six months of 2020, an additional 482 hectares were compensated, and an additional 755 hectares were prepared for planting or planted. As a result, the cultivated hectares in Musi Rawas increased to 12,958 at the end of June 2020.

The rubber and tea activities made a negative contribution in the first half of 2020, primarily as a result of the sharp decrease in market prices. On the other hand, SIPEF's banana activity (in Ivory Coast) confirmed its profitability in the first half of 2020.

Taking into account the sales already realised, the recent market prices and the production outlook for palm oil, SIPEF expects a return to a recurring profit position for the year 2020.

AvH increased its shareholding percentage in SIPEF by acquisitions on the stock market to 32.6% in the first quarter of 2020 and to 34.68% in the second quarter of 2020.

SIPEF

(USD million)	1H20	1H19
Turnover	117.7	113.2
EBIT	4.6	-2.1
Net result	-0.7	-5.2
Equity	625.8	632.5
Net cash position	-165.6	-135.4



SIPEF - Agro Muko



Verdant Bioscience

Verdant Bioscience

At the end of May, AvH and SIPEF signed an agreement with Sime Darby Plantation Berhad (Malaysia) to acquire the latter's 52% interest in Verdant Bioscience Pte Ltd (VBS), which is based in Singapore. AvH acquires a 42% stake in VBS, representing an investment of 7 million USD. SIPEF increases its stake by 10% to 48% for an amount of 1.7 million USD.

For AvH, this acquisition is a strategic investment in line with its 34.68% interest in SIPEF. VBS gives SIPEF direct access to top-quality palm oil seeds that have as their main characteristic a higher yield per hectare. Verdant Bioscience is on track with its ambition to commercialise the first fully tested F1 hybrid palm oil seeds in 2028.

Verdant Bioscience will start contributing to the consolidated results of the AvH group in the second half of 2020.

Higher yields from Verdant seed will mark a very significant step forward for the environment and will help to meet the market demand for vegetable oil, while at the same time removing the pressure from the destruction of forests and biodiversity.

Sagar Cements

Sagar Cements (AvH 19.57%) reported a turnover of 5,677 million INR (69.3 million euros) in the first half of 2020, compared to 7,100 million INR (89.5 million euros) in the first half of 2019. The net result amounted to 374.2 million INR, or 4.6 million euros (H1 2019: 482.6 million INR or 6.1 million euros).

In July, the final tranche of the preferential allocation of convertible warrants was exercised. AvH participated in the preferential allocation on a 50/50 basis, together with the Reddy family. As a result, its interest increased to 21.85%.

AvH & Growth Capital

Contribution to the AvH consolidated net result

(€ million)	1H20	1H19
Contribution of participations	3.0	5.6
AvH & subholdings	-15.6	-1.0
Capital gains(losses)/ impairments	3.0	108.9
AvH & Growth Capital	-9.7	113.5

At the end of April 2020, **Mediahuis** (AvH 13.5%) acquired all the shares of media group Saint-Paul Luxembourg, publisher of titles such as Luxemburger Wort, Luxembourg Times, Télécran and Contacto. This acquisition will enable Luxembourg's largest media group to accelerate the digital transformation of its brands and organisation.

Euro Media Group (EMG, AvH 22.5%), a leading player on the market of audiovisual technical facilities in Europe, was badly affected by the outbreak of the COVID-19 crisis in the first half of 2020. Not only were prominent major sporting events in which EMG was to be actively involved postponed, such as the European Football Championship and the Olympic Games, virtually all big regular sports competitions (football, cycling, cricket, rugby, golf) or other live events were interrupted or cancelled as well. To make up for this sudden loss of turnover, a financing package of 40 million euros was deployed with the support of the French government, EMG's banking pool, and also the shareholders of EMG. AvH has a participation of 22.5%, and contributed 4.1 million euros to this package. In the second half of 2020, EMG's activities are gradually picking up again in the various countries where it operates.

Non-consolidated participations

At the beginning of March 2020, **Biotalys** (AvH 13.3%) closed a second 'Series C' financing round totalling 10 million euros. All existing shareholders and the new shareholder, Novalis LifeSciences, participated in that round. At the beginning of May, Biotalys announced the positive results of the field tests. The company is on track to launch its fungicide BioFun-1 on the US market in 2022 and to roll it out worldwide later on. Also in May, Biotalys received a grant of 1.6 million euros for its research from the Flemish Agency for Innovation & Entrepreneurship (VLAIO).

In February 2020, AvH participated in a capital increase of **MRM Health**. With its contribution of 4 million euros, AvH acquired a 17.2% stake. MRM Health, established in the Ghent biotech cluster, develops innovative human microbiome-based medicines. The first product is designed to treat inflammatory bowel disease (colitis ulcerosa and Crohn's disease) and will enter the clinical phase at the beginning of 2021. Research is also being carried out into the treatment of spondyloarthritis (rheumatic diseases), metabolic diseases and the development of certain probiotics.

In July, **OncoDNA** (AvH 10.6%) announced a public take over bid on the French company IntegraGen. This transaction would bring together the expertise of OncoDNA in the field of oncology precision medicine and the know-how of IntegraGen in the field of DNA sequencing services and bioinformatics analyses. The comprehensive solution would benefit the treatment of patients with advanced cancer. The transaction is expected to be closed in the third quarter.

In the second quarter of 2020, a broad consortium of investors and industry partners from dredging and offshore markets (Ackermans & van Haaren, HAL Investments, MerweOord and Huisman) and the existing international syndicate of banks completed the acquisition and recapitalization of **Royal IHC**. This gives Royal IHC new perspectives as a leading Dutch maritime player with a solid balance sheet. By setting up a continuity foundation (that will hold the shares in IHC Merwede Holding B.V.), the consortium seeks to preserve the leading technology of Royal IHC, and Royal IHC as a major hub in the marine cluster. Through the industrial consortium, AvH has contributed 10 million euros worth of financial resources to this rescue operation of Royal IHC.



1



2

3

1. Euro Media Group
2. Mediahuis - Luxemburger Wort
3. Indigo Diabetes - Mock-up of multi-biomarker sensor



AvH & subholdings

AvH charged 9.0 million euros (unrealised) impairment losses to profit and loss in H1 2020 to bring its portfolio to 'fair' value (market price). In the first half of 2019, a positive result of 5.0 million euros had been reported (1.6 million euros realised and 3.4 million euros unrealised), which explains the considerable change in the contribution of 'AvH & subholdings' to the group result.

Net capital gains(losses)/ impairments

At the end of February 2020, AvH sold its 50% stake in the Indian company **Oriental Quarries & Mines**, which was recognized as 'held for sale', to the co-shareholder, resulting in a capital gain of 3.0 million euros.

For the comparative figures, account must be taken of the capital gains of 108.9 million euros that were realised in the first half of 2019, primarily on the disposal of the 71.72% participation in Residalya.

Events after balance sheet date

At the beginning of July, HealthQuad successfully completed the first closing of its second fund with more than 68 million USD in committed capital. AvH has assumed the role of anchor investor in **HealthQuad II** and is investing 15 million USD over a period of four years. Besides AvH, which was also the anchor investor in HealthQuad's first fund, the second fund will be supported by Teachers Insurance and Annuity Association of America (TIAA), the Indian-based SIDBI, Swedfund and Merck & Co. Inc.

At the end of July, AvH announced that it will invest 6 million euros, phased according to milestones to be achieved, in **Indigo Diabetes**, as part of a 'Series B' capital round of 38 million euros. As a result, AvH acquires a participation of around 10% (fully diluted). Indigo Diabetes is a young high-tech company that develops medical applications based on nanophotonics. The firm boasts an excellent management team that has emerged from a unique ecosystem that combines the photonics expertise of Ghent University with imec's nanoelectronics expertise. The new investment round will enable Indigo Diabetes to further develop its invisible multi-biomarker sensor for people with diabetes and to prepare and start up the clinical trial phase with a view to securing authorisation for the European and US market.

Half-yearly financial report according to IAS 34

The half-yearly financial report for the period 01/01/20-30/06/20, which comprises besides the condensed financial statements, including all information according to IAS 34, also the interim management report, a statement of the responsible persons and information regarding the external audit, is available on the website www.avh.be.

Ackermans & van Haaren is a diversified group operating in 4 core sectors: Marine Engineering & Contracting (DEME, one of the largest dredging companies in the world - CFE, a construction group with headquarters in Belgium), Private Banking (Delen Private Bank, one of the largest independent private asset managers in Belgium, and asset manager JM Finn in the UK - Bank J. Van Breda & C°, niche bank for entrepreneurs and the liberal professions in Belgium), Real Estate & Senior Care (Leasinvest Real Estate, a listed real estate company - Extensa, a major land and real estate developer with a focus on Belgium and Luxembourg) and Energy & Resources (SIPEF, an agroindustrial group in tropical agriculture).

At an economic level, the AvH group represented in 2019 a turnover of 5.6 billion euros and employed 21,522 people through its share in the participations. The group focuses on a limited number of strategic participations with a significant potential for growth. AvH is listed on Euronext Brussels and is included in the BEL20 index, the Private Equity NXT index and the European DJ Stoxx 600 index.

Website

All press releases issued by AvH and its most important group companies as well as the 'Investor Presentation' can also be consulted on the AvH website: www.avh.be. Anyone who is interested to receive the press releases via email has to register to this website.

Financial calendar

Q4 2020	Extraordinary general meeting
November 23, 2020	Interim statement Q3 2020
February 26, 2021	Annual results 2020

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Half-yearly financial report 2020

Antwerp, 28 August 2020

The half-yearly financial report was issued in accordance with article 13 of the Royal Decree of 14 November 2007.

This report contains:

an interim annual report concerning 1) the major events which occurred during the first six months of the financial year, 2) a description of the main risks and uncertainties about the remaining months of the year as well as, if applicable, 3) an overview of the major related parties transactions;

the condensed consolidated financial statements relating the first six months of the financial year, issued on a consolidated basis in accordance with IAS 34;

information on the external audit;

a declaration on behalf of the company on the condensed financial statements and the interim annual report;

Lexicon



Condensed consolidated financial statements

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1. Consolidated income statement

(€ 1,000)	30-06-2020	30-06-2019
Revenue	1,785,486	2,174,547
Rendering of services	47,233	43,705
Lease revenue	5,735	5,439
Real estate revenue	73,697	113,389
Interest income - banking activities	45,950	45,889
Fees and commissions - banking activities	35,921	32,761
Revenue from construction contracts	1,512,070	1,881,172
Other operating revenue	64,880	52,192
Other operating income	227	12,613
Interest on financial fixed assets - receivables	0	5,858
Dividends	227	6,754
Government grants	0	0
Other operating income	1	0
Operating expenses (-)	-1,799,938	-2,069,411
Raw materials and consumables used (-)	-946,531	-1,158,407
Changes in inventories of finished goods, raw materials & consumables (-)	24,583	23,733
Interest expenses Bank J. Van Breda & C° (-)	-11,025	-12,366
Employee expenses (-)	-427,799	-425,393
Depreciation (-)	-169,182	-169,047
Impairment losses (-)	-3,245	1,442
Other operating expenses (-)	-267,408	-329,657
Provisions	669	284
Profit (loss) on assets/liabilities designated at fair value through profit and loss	-47,484	5,684
Financial assets - Fair value through P/L (FVPL)	-41,429	9,558
Investment property	-6,055	-3,874
Profit (loss) on disposal of assets	68,367	117,724
Realised gain (loss) on intangible and tangible assets	690	6,716
Realised gain (loss) on investment property	0	795
Realised gain (loss) on financial fixed assets	67,680	108,137
Realised gain (loss) on other assets	-3	2,076
Profit (loss) from operating activities	6,657	241,158
Finance income	22,302	20,161
Interest income	6,153	5,581
Other finance income	16,149	14,579
Finance costs (-)	-44,792	-39,813
Interest expenses (-)	-17,070	-17,218
Other finance costs (-)	-27,722	-22,595
Derivative financial instruments designated at fair value through profit and loss	-4,787	-4,673
Share of profit (loss) from equity accounted investments	76,205	62,365
Other non-operating income	0	4,424
Other non-operating expenses (-)	0	0
Profit (loss) before tax	55,584	283,621
Income taxes	-14,337	-24,881
Deferred taxes	26,941	18,081
Current taxes	-41,278	-42,962
Profit (loss) after tax from continuing operations	41,248	258,740
Profit (loss) after tax from discontinued operations	0	0
Profit (loss) of the period	41,248	258,740
Minority interests	-15,024	45,796
Share of the group	56,272	212,945
Earnings per share (€)	30-06-2020	30-06-2019
1. Basic earnings per share		
1.1. from continued and discontinued operations	1.70	6.43
1.2. from continued operations	1.70	6.43
2. Diluted earnings per share		
2.1. from continued and discontinued operations	1.70	6.41
2.2. from continued operations	1.70	6.41

2. Consolidated statement of comprehensive income

(€ 1,000)	30-06-2020	30-06-2019
Profit (loss) of the period	41,248	258,740
Minority interests	-15,024	45,796
Share of the group	56,272	212,945
Other comprehensive income	-27,728	-42,330
Elements to be reclassified to profit or loss in subsequent periods		
Net changes in revaluation reserve: bonds - Fair value through OCI (FVOCI)	2,219	4,108
Net changes in revaluation reserve: hedging reserves	-9,552	-46,488
Net changes in revaluation reserve: translation differences	-20,274	203
Elements not to be reclassified to profit or loss in subsequent periods		
Net changes in revaluation reserve: shares - Fair value through OCI (FVOCI)	-1	-59
Net changes in revaluation reserve: actuarial gains (losses) defined benefit pension plans	-120	-94
Total comprehensive income	13,519	216,411
Minority interests	-21,059	26,890
Share of the group	34,579	189,521

For a breakdown of the item 'Share of the group and Minority interests' in the results, we refer to Note 6. Segment reporting.

As a result of the application as of 2018 of the new accounting standard "IFRS 9 Financial Instruments", financial assets are broken down into three categories on the balance sheet. Another consequence of the application of this new standard is that, as of 2018, fluctuations in the fair value of financial assets are reported in the consolidated income statement. The only exception to this rule are the fair value fluctuations in the investment portfolio of Bank J.Van Breda & C° and Delen Private Bank, which in the table above are divided into shares and bonds.

Hedging reserves arise from fluctuations in the fair value of hedging instruments used by group companies to hedge against risks. Several group companies have hedged against a possible rise in interest rates. Across the group, the total unrealized loss on hedging instruments, mainly on interest rates and exchange

rates, has increased by 9.6 million euros (including minority interests) in H1 2020. Mainly DEME, Leasinvest Real Estate and Rentel/SeaMade have protected themselves against a change in interest rates. As a result of the evolution of the market interest rates, the market value of these hedges has evolved negatively.

Translation differences arise from fluctuations in the exchange rates of group companies that report in foreign currencies. In H1 2020, the euro increased in value against most relevant currencies, which on balance is reflected in negative translation differences of 20.3 million euros (including minority interests).

With the introduction of the amended IAS 19 accounting standard in 2013, the actuarial gains and losses on certain pension plans are recognized directly in the other comprehensive income.

3. Consolidated balance sheet

3.1. Consolidated balance sheet – Assets

(€ 1,000)	30-06-2020	31-12-2019
I. Non-current assets	10,670,383	10,478,704
Intangible assets	128,740	126,902
Goodwill	331,543	331,550
Tangible assets	2,901,586	2,909,167
Land and buildings	409,959	403,032
Plant, machinery and equipment	1,898,332	1,899,461
Furniture and vehicles	52,652	53,457
Other tangible assets	5,014	5,245
Assets under construction and advance payments	535,630	547,971
Investment property	1,358,644	1,336,093
Participations accounted for using the equity method	1,276,349	1,202,477
Financial fixed assets	233,683	254,824
Financial assets : shares - Fair value through P/L (FVPL)	127,043	154,418
Receivables and warranties	106,640	100,406
Non-current hedging instruments	1,292	1,213
Amounts receivable after one year	207,496	194,739
Trade receivables	0	0
Finance lease receivables	182,984	183,386
Other receivables	24,511	11,353
Deferred tax assets	135,901	111,004
Banks - receivables from credit institutions and clients after one year	4,095,151	4,010,736
II. Current assets	5,413,638	4,782,119
Inventories	472,056	458,096
Amounts due from customers under construction contracts	152,924	99,893
Investments	524,132	476,513
Financial assets : shares - Fair value through P/L (FVPL)	48,741	55,717
Financial assets : bonds - Fair value through OCI (FVOCI)	470,224	420,628
Financial assets : shares - Fair value through OCI (FVOCI)	167	168
Financial assets - at amortised cost	5,000	0
Current hedging instruments	3,991	911
Amounts receivable within one year	1,167,163	1,201,722
Trade debtors	906,775	938,560
Finance lease receivables	72,689	70,706
Other receivables	187,698	192,456
Current tax receivables	25,858	25,927
Banks - receivables from credit institutions and clients within one year	1,997,525	1,595,849
Banks - loans and advances to banks	158,665	141,306
Banks - loans and receivables (excluding leases)	990,078	999,823
Banks - cash balances with central banks	848,782	454,720
Cash and cash equivalents	1,031,399	887,985
Time deposits for less than three months	300,089	217,717
Cash	731,310	670,268
Deferred charges and accrued income	38,589	35,221
III. Assets held for sale	45,168	40,724
Total assets	16,129,189	15,301,547

The breakdown of the consolidated balance sheet by segment is presented in Note 6.3 Segment reporting. This reveals that the full consolidation of Bank J.Van Breda & C° (Private Banking segment) has a significant impact on both the balance sheet total and the balance sheet structure of AvH. Bank J.Van Breda & C° contributes 6,931.0 million euros to the balance sheet total of 16,129.2 million euros, and

although this bank is solidly capitalized with a Core Tier 1 ratio of 13.3%, its balance sheet ratios, as explained by the nature of its activity, are different from those of the other companies in the consolidation scope. To improve the readability of the consolidated balance sheet, certain items from the balance sheet of Bank J.Van Breda & C° have been summarized in the consolidated balance sheet.

3.2. Consolidated balance sheet – Equity and liabilities

(€ 1,000)	30-06-2020	31-12-2019
I. Total equity	4,649,288	4,681,834
Equity - group share	3,489,271	3,456,109
Issued capital	113,907	113,907
Share capital	2,295	2,295
Share premium	111,612	111,612
Consolidated reserves	3,496,972	3,439,322
Revaluation reserves	-86,165	-64,472
Financial assets : bonds - Fair value through OCI (FVOCI)	5,209	3,469
Financial assets : shares - Fair value through OCI (FVOCI)	40	41
Hedging reserves	-49,923	-43,889
Actuarial gains (losses) defined benefit pension plans	-23,486	-23,019
Translation differences	-18,005	-1,074
Treasury shares (-)	-35,443	-32,648
Minority interests	1,160,016	1,225,725
II. Non-current liabilities	3,641,335	3,100,095
Provisions	47,456	45,541
Pension liabilities	76,345	75,990
Deferred tax liabilities	165,096	164,694
Financial debts	2,113,993	1,906,344
Bank loans	1,622,112	1,466,076
Bonds	244,519	204,152
Subordinated loans	28,885	37,422
Lease debts	165,430	151,984
Other financial debts	53,047	46,710
Non-current hedging instruments	119,172	96,874
Other amounts payable after one year	33,346	31,429
Banks - non-current debts to credit institutions. clients & securities	1,085,925	779,224
Banks - deposits from credit institutions	299,949	0
Banks - deposits from clients	736,679	729,872
Banks - debt certificates including bonds	0	0
Banks - subordinated liabilities	49,297	49,352
III. Current liabilities	7,838,567	7,519,619
Provisions	37,114	37,701
Pension liabilities	333	331
Financial debts	681,242	625,560
Bank loans	381,485	279,208
Bonds	20,586	49,969
Subordinated loans	13,216	13,216
Lease debts	35,759	42,707
Other financial debts	230,195	240,460
Current hedging instruments	13,569	10,563
Amounts due to customers under construction contracts	215,933	169,751
Other amounts payable within one year	1,541,210	1,569,197
Trade payables	1,254,304	1,305,836
Advances received on construction contracts	10	861
Amounts payable regarding remuneration and social security	180,437	197,967
Other amounts payable	106,459	64,533
Current tax payables	80,095	59,441
Banks - current debts to credit institutions. clients & securities	5,157,056	4,946,466
Banks - deposits from credit institutions	36,197	27,825
Banks - deposits from clients	4,890,688	4,650,623
Banks - debt certificates including bonds	215,325	241,367
Banks - subordinated liabilities	14,846	26,651
Accrued charges and deferred income	112,015	100,608
IV. Liabilities held for sale	0	0
Total equity and liabilities	16,129,189	15,301,547

4. Consolidated cash flow statement (indirect method)

(€ 1,000)	30-06-2020	30-06-2019
I. Cash and cash equivalents - opening balance	887,985	513,588
Profit (loss) from operating activities	6,657	241,158
Reclassification 'Profit (loss) on disposal of assets to cash flow from divestments	-68,367	-117,724
Dividends from participations accounted for using the equity method	20,723	55,433
Other non-operating income (expenses)	0	4,424
Income taxes (paid)	-25,124	-32,655
Non-cash adjustments		
Depreciation	169,182	169,047
Impairment losses	3,292	-1,339
Share based payment	-2,572	-1,814
Profit (loss) on assets/liabilities designated at fair value through profit and loss	47,484	-5,684
(Decrease) increase of provisions	-305	-104
Other non-cash expenses (income)	1,774	-4,259
Cash flow	152,745	306,481
Decrease (increase) of working capital	-6,840	9,065
Decrease (increase) of inventories and construction contracts	-22,578	-70,782
Decrease (increase) of amounts receivable	9,961	48,997
Decrease (increase) of receivables from credit institutions and clients (banks)	-475,496	-210,815
Increase (decrease) of liabilities (other than financial debts)	-37,423	-45,634
Increase (decrease) of debts to credit institutions, clients & securities (banks)	517,454	288,946
Decrease (increase) other	1,242	-1,647
Cash flow from operating activities	145,905	315,546
Investments	-363,573	-511,932
Acquisition of intangible and tangible assets	-141,727	-284,453
Acquisition of investment property	-26,906	-65,411
Acquisition of financial fixed assets (business combinations included)	-39,468	-49,809
Cash acquired through business combinations	0	37,345
New amounts receivable	-11,400	-9,830
Acquisition of investments	-144,072	-139,773
Divestments	196,627	355,242
Disposal of intangible and tangible assets	3,990	12,202
Disposal of investment property	0	15,845
Disposal of financial fixed assets (business disposals included)	94,978	197,627
Cash disposed of through business disposals	0	-26,483
Reimbursements of amounts receivable	5,742	17,644
Disposal of investments	91,917	138,407
Cash flow from investing activities	-166,945	-156,691
Financial operations		
Interest received	6,153	5,581
Interest paid	-16,656	-25,253
Other financial income (costs)	-12,002	-8,113
Decrease (increase) of treasury shares	-3,506	-4,894
(Decrease) increase of financial debts	235,565	489,781
(Investments) and divestments in controlling interests	-11,092	-5,557
Distribution of profits	0	-76,985
Dividends paid to minority interests	-29,283	-50,118
Cash flow from financial activities	169,179	324,443
II. Net increase (decrease) in cash and cash equivalents	148,138	483,298
Impact of exchange rate changes on cash and cash equivalents	-4,724	574
III. Cash and cash equivalents - ending balance	1,031,399	997,461

5. Statement of changes in consolidated equity

(€ 1,000)											
	Issued capital & share premium	Consolidated reserves	Bonds -Fair value through OCI (FVOCI)	Shares -Fair value through OCI (FVOCI)	Hedging reserves	Actuarial gains (losses) defined benefit pension plans	Translation differences	Treasury shares	Equity - group share	Minority interests	Total equity
Opening balance, 1 January 2019	113,907	3,124,841	1,568	228	-13,528	-14,997	-7,462	-28,112	3,176,446	1,181,549	4,357,994
Profit		212,945							212,945	45,796	258,740
Unrealised results			3,249	-46	-26,424	-194	-9		-23,424	-18,906	-42,330
Total of realised and unrealised results	0	212,945	3,249	-46	-26,424	-194	-9	0	189,521	26,890	216,411
Distribution of dividends of the previous financial year		-76,985							-76,985	-50,117	-127,103
Operations with treasury shares								-4,206	-4,206		-4,206
Other (a.o. changes in consol. scope / beneficial interest %)		-5,382							-5,382	11,511	6,129
Ending balance, 30 June 2019	113,907	3,255,419	4,817	182	-39,952	-15,190	-7,471	-32,318	3,279,393	1,169,832	4,449,225

(€ 1,000)											
	Issued capital & share premium	Consolidated reserves	Bonds -Fair value through OCI (FVOCI)	Shares -Fair value through OCI (FVOCI)	Hedging reserves	Actuarial gains (losses) defined benefit pension plans	Translation differences	Treasury shares	Equity - group share	Minority interests	Total equity
Closing balance, 31 december 2019	113,907	3,439,322	3,469	41	-43,889	-23,019	-1,074	-32,648	3,456,108	1,225,725	4,681,833
Impact IFRS amendments									0		0
Opening balance, 1 January 2020	113,907	3,439,322	3,469	41	-43,889	-23,019	-1,074	-32,648	3,456,108	1,225,725	4,681,833
Profit		56,272							56,272	-15,024	41,248
Unrealised results			1,739	-1	-6,033	-467	-16,931		-21,693	-6,035	-27,728
Total of realised and unrealised results	0	56,272	1,739	-1	-6,033	-467	-16,931	0	34,579	-21,059	13,519
Distribution of dividends of the previous financial year		0							0	-29,283	-29,283
Operations with treasury shares								-2,795	-2,795		-2,795
Other (a.o. changes in consol. scope / beneficial interest %)		1,379							1,379	-15,366	-13,986
Ending balance, 30 June 2020	113,907	3,496,973	5,208	40	-49,922	-23,486	-18,005	-35,443	3,489,271	1,160,016	4,649,288

More details on the unrealised results can be found in Note 2. Consolidated statement of comprehensive income.

In light of the COVID-19 uncertainty, and bearing in mind the recommendation addressed by the European Central Bank on March 27 to all banks in the eurozone not to pay out any dividends before October 1, 2020, AvH withdrew the initially formulated dividend proposal of 2.50 euros per share and reserved the entire profit for the 2019 financial year. In the fourth quarter of 2020, an extraordinary general meeting will be convened, where it will be proposed to pay an interim dividend of 2.32 euros per share.

In the course of the first semester of 2020, AvH has purchased 27,750 treasury shares in order to hedge options for the benefit of the staff. Over the same period, the beneficiaries of the share option plan exercised options on 12,500 AvH shares. On June 30, 2020, options were outstanding for a total of 354,250 AvH shares. In order to hedge these (and future) obligations, AvH owned 378,250 treasury shares on the same date.

In addition, 49,797 AvH shares were purchased and 44,815 shares were sold during the first 6 months of 2020 in the context of the contract that AvH entered into with Kepler Cheuvreux in order to support the liquidity of the AvH share. These transactions are initiated entirely autonomously by Kepler Cheuvreux, but, as they take place on behalf of AvH, the net purchase of 4,982 AvH shares has an impact on AvH's equity in this context. On June 30, 2020, the number of treasury shares in the portfolio in the context of this liquidity agreement amounts to 10,510.

The item "Other" in the "Minority interests" column arises, among other aspects, from the changes in the AvH consolidation scope (i.e. the increased stake in CFE). We refer to Explanatory Note 6. Segment reporting for more details.

The item "Other" in the column "Consolidated reserves" includes a.o. the eliminations of results on sales of treasury shares, the impact of the acquisition of minority interests and the impact of the measurement of the purchase obligation on certain shares.

6. Segment reporting

Segment 1

Marine Engineering & Contracting:

DEME (global integration 61.85%), CFE (global integration 61.85%), Rent-A-Port (global integration 80.92%) and Green Offshore (global integration 80.92%).

The purchase of 236,963 CFE shares (+0.94%) on the stock market in 2020 led mechanically to a higher beneficial interest of AvH in DEME (61.85%), Rent-A-Port (80.92%) and Green Offshore (80.92%).

Segment 2

Private Banking:

Delen Private Bank (equity method 78.75%), Bank J.Van Breda & C^o (global integration 78.75%) and FinAx (global integration 100%).

Segment 3

Real Estate & Senior Care:

Extensa (global integration 100%), Leasinvest Real Estate (global integration 30%), Leasinvest Real Estate Management (global integration 100%) and Anima Care (global integration 92.5%).

Segment 4

Energy & Resources:

SIPEF (equity method 34.68%), AvH India Resources (global integration 100%) and Sagar Cements (equity method 19.57%).

AvH's stake in SIPEF increased from 32.33 % to 34.68% in H1 2020.

At the end of May, AvH and SIPEF signed an agreement with Sime Darby Plantation Berhad (Malaysia) to acquire the latter's 52% interest in Verdant Bioscience Pte Ltd (VBS), which is based in Singapore. AvH acquired a 42% stake in VBS, representing an investment of 7 million USD. SIPEF increased its stake by 10% to 48% for an amount of 1.7 million USD. Verdant Bioscience will start contributing to the consolidated results of the AvH group in the second half of 2020.

Following an extraordinary general meeting of Sagar Cements, 3,100,000 warrants that are convertible into shares were issued in January 2019. AvH India Resources has subscribed to 1,550,000 convertible warrants, and 775,000 of these have already been converted in 2019. In July, the final tranche of the preferential allocation of convertible warrants was exercised. As a result, its interest increased to 21.85%.

AvH India Resources holds no other participations than in Sagar Cements.

Segment 5

AvH & Growth Capital:

- AvH, Sofinim & subholdings (global integration 100%)
- Participations fully consolidated: Agidens (86.2%) and Bioelectric Group (60%)
- Participations accounted for using the equity method: Axe Investments (48.3%), Amsteldijk Beheer (50%), Mediahuis Partners (26.7%), Mediahuis (13.5%), MediaCore (49.9%), Financière EMG (22.5%), Manuchar (30.0%), Turbo's Hoet Groep (50%), Consortium Telemond (50%) and GIB (50%)
- Non-consolidated participations: Biotalys (13.3%), HealthQuad Fund I (36.3%), Medikabazaar (10.0%), MRM Health (17.2%) OncoDNA (10.6%) and Transpalux (45%).

6.1. Segment reporting – Consolidated income statement 30-06-2020

(€ 1,000)	Segment 1	Segment 2	Segment 3	Segment 4	Segment 5		
	Marine Engineering & Contracting	Private Banking	Real Estate & Senior Care	Energy & Resources	AvH & Growth Capital	Eliminations between segments	Total 30-06-2020
Revenue	1,553,226	89,127	94,823	7	49,331	-1,028	1,785,486
Rendering of services	0	0	47,222	0	964	-953	47,233
Lease revenue	0	4,934	801	0	0		5,735
Real estate revenue	33,433	0	40,264	0	0		73,697
Interest income - banking activities	0	45,950	0	0	0		45,950
Fees and commissions - banking activities	0	35,921	0	0	0		35,921
Revenue from construction contracts	1,465,823	0	0	0	46,247		1,512,070
Other operating revenue	53,970	2,322	6,537	7	2,119	-75	64,880
Other operating income	0	0	0	0	297	-70	227
Interest on financial fixed assets - receivables	0	0	0	0	0	0	0
Dividends	0	0	0	0	227		227
Government grants	0	0	0	0	0		0
Other operating income	0	0	0	0	71	-70	1
Operating expenses (-)	-1,614,430	-65,481	-66,030	-78	-55,016	1,098	-1,799,938
Raw materials and consumables used (-)	-902,215	0	-24,748	0	-19,568	0	-946,531
Changes in inventories of finished goods, raw materials & consumables (-)	9,603	0	14,769	0	211		24,583
Interest expenses Bank J.Van Breda & C° (-)	0	-11,025	0	0	0		-11,025
Employee expenses (-)	-347,057	-23,648	-34,762	0	-22,332		-427,799
Depreciation (-)	-157,288	-3,583	-5,651	0	-2,660		-169,182
Impairment losses (-)	1,634	-3,913	-966	0	0		-3,245
Other operating expenses (-)	-219,577	-23,549	-14,670	-78	-10,632	1,098	-267,408
Provisions	471	237	-3	0	-35		669
Profit (loss) on assets/liabilities designated at fair value through profit and loss	0	0	-38,487	0	-8,997	0	-47,484
Financial assets - Fair value through P/L (FVPL)	0	0	-32,432	0	-8,997		-41,429
Investment property	0	0	-6,055	0	0		-6,055
Profit (loss) on disposal of assets	65,388	-18	22	0	2,974	0	68,367
Realised gain (loss) on intangible and tangible assets	670	0	20	0	0		690
Realised gain (loss) on investment property	0	0	0	0	0		0
Realised gain (loss) on financial fixed assets	64,703	0	2	0	2,975		67,680
Realised gain (loss) on other assets	15	-18	0	0	0		-3
Profit (loss) from operating activities	4,184	23,628	-9,672	-72	-11,411	0	6,657
Finance income	20,610	0	1,488	0	709	-506	22,302
Interest income	4,490	0	1,461	0	707	-506	6,153
Other finance income	16,120	0	27	0	2		16,149
Finance costs (-)	-32,538	-2	-11,856	0	-902	506	-44,792
Interest expenses (-)	-9,847	-1	-7,427	0	-300	506	-17,070
Other finance costs (-)	-22,691	0	-4,430	0	-602		-27,722
Derivative financial instruments designated at fair value through profit and loss	0	185	-4,972	0	0		-4,787
Share of profit (loss) from equity accounted investments	20,261	47,543	4,907	670	2,823		76,205
Other non-operating income	0	0	0	0	0		0
Other non-operating expenses (-)	0	0	0	0	0		0
Profit (loss) before tax	12,517	71,354	-20,105	598	-8,780	0	55,584
Income taxes	-3,343	-6,697	-3,403	0	-894	0	-14,337
Deferred taxes	25,972	1,049	-235	0	156		26,941
Current taxes	-29,315	-7,746	-3,167	0	-1,050		-41,278
Profit (loss) after tax from continuing operations	9,174	64,657	-23,508	598	-9,674	0	41,248
Profit (loss) after tax from discontinued operations	0	0	0	0	0		0
Profit (loss) of the period	9,174	64,657	-23,508	598	-9,674	0	41,248
Minority interests	1,694	3,081	-19,777	3	-25		-15,024
Share of the group	7,480	61,577	-3,731	596	-9,650		56,272

Comments on the consolidated income statement

The composition of the consolidation scope has remained virtually unchanged in relation to the first half of 2019. Although AvH increased its shareholding percentage in the participations of the "Marine Engineering & Contracting" segment and also in SIPEF, this did not give rise to changes in the consolidation method (see Note 6. Segment reporting for the full overview). The comparison of the income statement with that of last year is therefore not distorted by changes in the consolidation scope.

In the first six months of 2020, AvH realized 1,785.5 million euros **revenue**, which is 389.1 million euros (-18%) less than last year. The **operating expenses** also decreased by 269.5 million euros compared to last year (-13%). The result on balance is a negative impact of 119.6 million euros, which is concentrated in "Marine Engineering & Contracting" (-103.6 million euros) and in "Real Estate & Senior Care" (-19.5 million euros). As a direct and indirect consequence of the COVID-19 crisis, both DEME and CFE reported a lower level of activity. The expenses decreased as well, partly thanks to the support measures that the companies could rely on, albeit less than proportionally. In "Real Estate & Senior Care", revenue decreased compared to last year, primarily as a result of 44.8 million euros less income from real estate projects in Luxembourg (Cloche d'Or) and Brussels (Tour & Taxis). The decrease in rental income at Leasinvest Real Estate and Extensa, however, was limited to 3.6 million euros. Thanks to the expansion of its network of residential care centres, Anima Care was able to increase its turnover by 3.5 million euros compared to last year, despite the pressure of the COVID-19 crisis on the occupancy rates.

In "Private Banking", Bank J.Van Breda & C° succeeded in translating the higher commercial volumes into a proportionally stronger increase of revenues (+6%, mainly thanks to increased commissions) than of its operating expenses (+4%). In the "AvH & Growth Capital" segment, most of the revenue is generated by Agidens and Bioelectric. There was a slight decrease in revenue (-5%), which, however, is amply offset by a 7% decrease in operating expenses.

The **other operating income** in the first half of 2020 amounted to just 0.2 million euros, compared with 12.6 million euros last year. This trend is primarily explained by the decision of the regulated real estate company Retail Estates (in which Leasinvest Real Estate holds a stake of more than 10%) to defer the payment of its dividend to the second half of the year. As of 2020, the 'interest on financial fixed assets – receivables' is included in the interest income, for an amount of 3.6 million euros (H1 2019: 5.9 million euros).

The operating expenses include 3.2 million euros worth of **impairment losses** while in the first half of 2019, a net reversal of 1.4 million euros of impairment losses was recorded. On the one hand, DEME and Bank J.Van Breda & C° were able to reverse respectively 1.7 million euros and 0.8 million euros worth of previously recognised impairment losses. On the other hand, Bank J.Van Breda & C° charged 4.8 million euros worth of impairment losses (Expected Credit Loss) on its loan portfolio to profit and loss in the first half of 2020, in anticipation of expected future credit losses estimated on the basis of certain market parameters, without such impairment losses already being currently identified in the bank's loan portfolio. Leasinvest Real Estate, too, recognised 0.9 million euros worth of "expected credit losses".

Assets/liabilities designated at fair value made a negative contribution of 47.5 million euros to the operating result in the first half of 2020. In the first half

of 2019, a positive contribution of 5.7 million euros had been made. The negative adjustments of the first half of 2020 relate to the 1,351,320 Retail Estates shares held in the portfolio of Leasinvest Real Estate valued at the stock market price of 59.9 euros as at June 30, 2020, and the evolution of the fair value of the real estate portfolio as periodically assessed by external valuers. In "AvH & Growth Capital", too, a negative value adjustment of 9.0 million euros was recognised based on the share prices at 30/6/2020 (1H 2019: 3.3 million euros positive).

In the first half of 2020, the profit from operating activities is supported by 68.4 million euros worth of **capital gains on the disposal of assets**. Those gains include 63.9 million euros from the disposal by DEME Concessions of its 12.5% stake in the German offshore wind farm Merkur during the second quarter of 2020. In the "AvH & Growth Capital" segment, AvH sold its 50% participation in the Indian company Oriental Quarries & Mines Pvt Ltd. Last year, those capital gains were higher (117.7 million euros), mainly thanks to the 105.7 million euros capital gain on the disposal of the participation in the French retirement home group Residalya.

The combination of lower revenue and lower other operating income, losses on assets/liabilities designated at fair value and lower capital gains than last year account for the decrease in the **profit from operating activities** to 6.7 million euros (1H 2019: 241.2 million euros).

Both the **finance income** and **finance costs** were higher than last year. The net result is an increase in finance costs by 2.8 million euros. The group continues to be financed in a conservative manner. The net interest expenses did not increase; the (net) increase is entirely situated in the other finance costs, which also include currency translation differences.

The cost of the **fair value adjustment of derivative financial instruments** remained virtually unchanged (4.8 million euros) in relation to last year. Leasinvest Real Estate in particular makes systematic use of this type of instruments (with fair value fluctuations through profit & loss) to hedge the impact of rising market interest rates on its finance cost.

As is traditionally the case in AvH's consolidated results, the **share of profit from equity-accounted investments** makes a very substantial contribution of 76.2 million euros to the group's result (1H 2019: 62.4 million euros). This figure includes the contributions of Delen Private Bank (47.1 million euros), SIPEF (-0.2 million euros), DEME's and Green Offshore's stakes in the offshore wind farm Rentel, Extensa in Luxembourg (Cloche d'Or), and most of the participations in AvH's Growth Capital portfolio.

Unlike last year (4.4 million euros), no **other non-operating results** were realised in the first half of 2020.

The **income taxes** amounted to 14.3 million euros in the first half of 2020, compared to 24.9 million euros last year. This decrease is explained by the strong decrease in the profit from operating activities. It should also be remembered that, when interpreting this tax expense, the contribution of the equity-accounted investments is shown on a net basis (after taxes) and therefore does not give a full picture of the total tax cost of the group.

6.2. Segment reporting – Consolidated income statement 30-06-2019

(€ 1,000)	Segment 1	Segment 2	Segment 3	Segment 4	Segment 5		
	Marine Engineering & Contracting	Private Banking	Real Estate & Senior Care	Energy & Resources	AvH & Growth Capital	Eliminations between segments	Total 30-06-2019
Revenue	1,899,040	84,443	140,092	27	51,885	-940	2,174,547
Rendering of services	0	0	43,686	0	959	-940	43,705
Lease revenue	0	4,644	795	0	0		5,439
Real estate revenue	24,382	0	89,006	0	0		113,389
Interest income - banking activities	0	45,889	0	0	0		45,889
Fees and commissions - banking activities	0	32,761	0	0	0		32,761
Revenue from construction contracts	1,831,703	0	0	0	49,469		1,881,172
Other operating revenue	42,955	1,149	6,605	27	1,457	0	52,192
Other operating income	5,813	900	5,068	0	1,349	-517	12,613
Interest on financial fixed assets - receivables	5,813	0	0	0	493	-447	5,858
Dividends	0	900	5,068	0	787		6,754
Government grants	0	0	0	0	0		0
Other operating income	0	0	0	0	70	-70	0
Operating expenses (-)	-1,856,688	-62,846	-91,844	-129	-58,915	1,010	-2,069,411
Raw materials and consumables used (-)	-1,085,912	0	-46,171	0	-26,323		-1,158,407
Changes in inventories of finished goods, raw materials & consumables (-)	15,470	0	8,125	0	137		23,733
Interest expenses Bank J.Van Breda & C° (-)	0	-12,366	0	0	0		-12,366
Employee expenses (-)	-350,493	-23,077	-31,550	0	-20,273		-425,393
Depreciation (-)	-158,374	-3,815	-4,492	0	-2,366		-169,047
Impairment losses (-)	1,204	309	-71	0	0		1,442
Other operating expenses (-)	-278,731	-23,286	-17,648	-129	-10,874	1,010	-329,657
Provisions	148	-611	-38	0	784		284
Profit (loss) on assets/liabilities designated at fair value through profit and loss	0	0	2,343	0	3,341	0	5,684
Financial assets - Fair value through P/L (FVPL)	0	0	6,217	0	3,341		9,558
Investment property	0	0	-3,874	0	0		-3,874
Profit (loss) on disposal of assets	6,403	737	811	0	109,774	0	117,724
Realised gain (loss) on intangible and tangible assets	6,403	294	22	0	-3		6,716
Realised gain (loss) on investment property	0	0	795	0	0		795
Realised gain (loss) on financial fixed assets	0	0	-7	0	108,144		108,137
Realised gain (loss) on other assets	0	443	0	0	1,633		2,076
Profit (loss) from operating activities	54,568	23,234	56,470	-102	107,434	-447	241,158
Finance income	16,323	5	3,578	0	587	-333	20,161
Interest income	1,924	5	3,474	0	511	-333	5,581
Other finance income	14,399	0	104	0	76		14,579
Finance costs (-)	-29,798	0	-10,108	-1	-686	779	-39,813
Interest expenses (-)	-10,832	0	-6,929	0	-236	779	-17,218
Other finance costs (-)	-18,966	0	-3,179	-1	-449		-22,595
Derivative financial instruments designated at fair value through profit and loss	0	-650	-4,023	0	0		-4,673
Share of profit (loss) from equity accounted investments	12,413	43,661	135	-310	6,467		62,365
Other non-operating income	2,024	2,400	0	0	0		4,424
Other non-operating expenses (-)	0	0	0	0	0		0
Profit (loss) before tax	55,529	68,650	46,053	-412	113,802	0	283,621
Income taxes	-14,755	-6,358	-3,300	0	-469	0	-24,881
Deferred taxes	17,852	76	-47	0	200		18,081
Current taxes	-32,607	-6,434	-3,253	0	-669		-42,962
Profit (loss) after tax from continuing operations	40,775	62,292	42,753	-412	113,333	0	258,740
Profit (loss) after tax from discontinued operations	0	0	0	0	0		0
Profit (loss) of the period	40,775	62,292	42,753	-412	113,333	0	258,740
Minority interests	14,795	4,065	26,979	130	-173		45,796
Share of the group	25,980	58,227	15,774	-542	113,506		212,945

6.3. Segment reporting – Consolidated balance sheet 30-06-2020 – Assets

(€ 1,000)	Segment 1	Segment 2	Segment 3	Segment 4	Segment 5		
	Marine Engineering & Contracting	Private Banking	Real Estate & Senior Care	Energy & Resources	AvH & Growth Capital	Eliminations between segments	Total 30-06-2020
I. Non-current assets	3,294,870	5,130,675	1,734,297	250,783	278,860	-19,102	10,670,383
Intangible assets	97,334	1,247	30,031	0	128		128,740
Goodwill	177,127	134,247	8,442	0	11,727		331,543
Tangible assets	2,613,768	51,000	205,839	0	30,980		2,901,586
Land and buildings	151,992	43,405	192,366	0	22,196		409,959
Plant, machinery and equipment	1,890,099	1,982	4,496	0	1,756		1,898,332
Furniture and vehicles	38,914	3,037	4,455	0	6,245		52,652
Other tangible assets	275	851	3,344	0	544		5,014
Assets under construction and advance payments	532,488	1,725	1,177	0	239		535,630
Investment property	0	0	1,358,644	0	0		1,358,644
Participations accounted for using the equity method	166,664	682,852	16,552	250,783	159,498		1,276,349
Financial fixed assets	103,385	1,635	87,214	0	60,550	-19,102	233,683
Financial assets : shares - Fair value through P/L (FVPL)	5,610	0	80,944	0	40,489		127,043
Receivables and warranties	97,776	1,635	6,269	0	20,062	-19,102	106,640
Non-current hedging instruments	1,055	55	182	0	0		1,292
Amounts receivable after one year	10,456	161,632	21,795	0	13,613		207,496
Trade receivables	0	0	0	0	0		0
Finance lease receivables	0	161,632	21,352	0	0		182,984
Other receivables	10,456	0	443	0	13,613		24,511
Deferred tax assets	125,080	2,856	5,600	0	2,364		135,901
Banks - receivables from credit institutions and clients after one year	0	4,095,151	0	0	0		4,095,151
II. Current assets	2,239,644	2,614,703	323,768	148	240,870	-5,496	5,413,638
Inventories	347,288	0	123,452	0	1,315		472,056
Amounts due from customers under construction contracts	67,070	0	73,177	0	12,678		152,924
Investments	3	475,391	0	0	48,738		524,132
Financial assets : shares - Fair value through P/L (FVPL)	3	0	0	0	48,738		48,741
Financial assets : bonds - Fair value through OCI (FVOCI)	0	470,224	0	0	0		470,224
Financial assets : shares - Fair value through OCI (FVOCI)	0	167	0	0	0		167
Financial assets - at amortised cost	0	5,000	0	0	0		5,000
Current hedging instruments	3,902	89	0	0	0		3,991
Amounts receivable within one year	938,132	94,386	87,452	12	52,334	-5,152	1,167,163
Trade debtors	868,383	54	21,639	0	17,853	-1,152	906,775
Finance lease receivables	0	72,378	311	0	0		72,689
Other receivables	69,750	21,954	65,502	12	34,481	-4,000	187,698
Current tax receivables	23,911	25	1,412	0	510		25,858
Banks - receivables from credit institutions and clients within one year	0	1,997,525	0	0	0		1,997,525
Banks - loans and advances to banks	0	158,665	0	0	0		158,665
Banks - loans and receivables (excl. finance leases)	0	990,078	0	0	0		990,078
Banks - cash balances with central banks	0	848,782	0	0	0		848,782
Cash and cash equivalents	837,869	36,042	33,770	137	123,582		1,031,399
Time deposits for less than three months	219,632	0	4	0	80,453		300,089
Cash	618,237	36,042	33,766	137	43,129		731,310
Deferred charges and accrued income	21,468	11,245	4,506	0	1,714	-343	38,589
III. Assets held for sale	44,725	0	444	0	0		45,168
Total assets	5,579,238	7,745,378	2,058,509	250,931	519,730	-24,598	16,129,189

6.4. Segment reporting – Consolidated balance sheet 30-06-2020 – Equity and liabilities

(€ 1,000)	Segment 1	Segment 2	Segment 3	Segment 4	Segment 5		Total
	Marine Engineering & Contracting	Private Banking	Real Estate & Senior Care	Energy & Resources	AvH & Growth Capital	Eliminations between segments	30-06-2020
I. Total equity	1,809,394	1,395,323	732,526	250,919	461,126		4,649,288
Shareholders' equity - group share	1,098,777	1,271,413	413,249	250,919	454,913		3,489,271
Issued capital	0	0	0	0	113,907		113,907
Share capital	0	0	0	0	2,295		2,295
Share premium	0	0	0	0	111,612		111,612
Consolidated reserves	1,172,103	1,267,939	425,958	239,020	391,954		3,496,972
Revaluation reserves	-73,325	3,475	-12,709	11,900	-15,505		-86,165
Financial assets : bonds - Fair value through OCI (FVOCI)	0	5,209	0	0	0		5,209
Financial assets : shares - Fair value through OCI (FVOCI)	0	40	0	0	0		40
Hedging reserves	-36,524	0	-12,927	-465	-7		-49,923
Actuarial gains (losses) defined benefit pension plans	-22,939	-1,294	0	-1,020	1,767		-23,486
Translation differences	-13,863	-480	218	13,384	-17,264		-18,005
Treasury shares (-)	0	0	0	0	-35,443		-35,443
Minority interests	710,617	123,910	319,277	0	6,213		1,160,016
II. Non-current liabilities	1,396,624	1,166,912	1,083,212	0	13,689	-19,102	3,641,335
Provisions	33,442	10,744	2,651	0	619		47,456
Pension liabilities	70,831	5,336	36	0	142		76,345
Deferred tax liabilities	102,483	0	61,184	0	1,429		165,096
Financial debts	1,164,165	2,779	954,979	0	11,172	-19,102	2,113,993
Bank loans	891,441	0	722,719	0	7,953		1,622,112
Bonds	60,167	0	184,352	0	0		244,519
Subordinated loans	28,878	0	0	0	7		28,885
Lease debts	113,617	2,779	45,822	0	3,212		165,430
Other financial debts	70,063	0	2,086	0	0	-19,102	53,047
Non-current hedging instruments	11,183	53,785	54,204	0	0		119,172
Other amounts payable after one year	14,519	8,343	10,158	0	326		33,346
Banks - debts to credit institutions, clients & securities	0	1,085,925	0	0	0		1,085,925
Banks - deposits from credit institutions	0	299,949	0	0	0		299,949
Banks - deposits from clients	0	736,679	0	0	0		736,679
Banks - debt certificates including bonds	0	0	0	0	0		0
Banks - subordinated liabilities	0	49,297	0	0	0		49,297
III. Current liabilities	2,373,220	5,183,144	242,772	12	44,915	-5,496	7,838,567
Provisions	29,718	22	7,212	0	162		37,114
Pension liabilities	0	333	0	0	0		333
Financial debts	521,370	6,128	141,545	0	16,199	-4,000	681,242
Bank loans	339,156	0	37,206	0	5,123		381,485
Bonds	0	0	20,586	0	0		20,586
Subordinated loans	13,208	0	0	0	7		13,216
Lease debts	29,591	2,128	1,970	0	2,070		35,759
Other financial debts	139,414	4,000	81,782	0	8,999	-4,000	230,195
Current hedging instruments	12,415	1,154	0	0	0		13,569
Amounts due to customers under construction contracts	209,283	0	0	0	6,650		215,933
Other amounts payable within one year	1,446,821	10,141	65,357	8	20,035	-1,152	1,541,210
Trade payables	1,199,993	72	44,142	8	11,241	-1,152	1,254,304
Advances received	0	0	10	0	0		10
Amounts payable regarding remuneration and social security	157,202	7,536	8,251	0	7,449		180,437
Other amounts payable	89,626	2,533	12,954	0	1,346		106,459
Current tax payables	66,120	2,393	10,121	3	1,458		80,095
Banks - debts to credit institutions, clients & securities	0	5,157,056	0	0	0		5,157,056
Banks - deposits from credit institutions	0	36,197	0	0	0		36,197
Banks - deposits from clients	0	4,890,688	0	0	0		4,890,688
Banks - debt certificates including bonds	0	215,325	0	0	0		215,325
Banks - subordinated liabilities	0	14,846	0	0	0		14,846
Accrued charges and deferred income	87,495	5,917	18,537	0	410	-343	112,015
IV. Liabilities held for sale	0	0	0	0	0		0
Total equity and liabilities	5,579,238	7,745,378	2,058,509	250,931	519,730	-24,598	16,129,189

Comments on the segment information – balance sheet

The consolidated **balance sheet total** of AvH increased further in the first half of 2020, amounting to 16,129.2 million euros at June 30, 2020, which is 827.6 million euros higher (+5%) than at year-end 2019. The “Marine Engineering & Contracting” (+261.6 million euros) and “Private Banking” (+595.0 million euros) segments account for most of this increase.

As was already mentioned in earlier reports, the full consolidation of the 78.75% participation in Bank J.Van Breda & C° has a considerable impact on both the size and the composition of the total balance sheet. Due to its specific banking activity, Bank J.Van Breda & C° has a significantly larger balance sheet total than the other companies of the group: the full consolidation of Bank J.Van Breda & C° alone already accounts for 6,931 million euros (43%) of the balance sheet total of the AvH group. Moreover, as a financial institution, Bank J.Van Breda & C° has a distinct balance sheet structure that is adapted to and structured according to its activities. Although Bank J.Van Breda & C° is one of the best capitalised financial institutions in Belgium, it clearly has different balance sheet ratios than the other participations of the AvH group. A number of items from the balance sheet of Bank J.Van Breda & C° are grouped under separate items for an easier understanding of the consolidated balance sheet.

Even in the difficult conditions of the first six months of 2020, Bank J.Van Breda & C° continued to provide loans to its clientele of self-employed entrepreneurs and liberal professionals. The total **loan portfolio** increased by 52.4 million euros (+1%) to 5,285.1 million euros.

The biggest increase in **banks - receivables from credit institutions and clients within one year** is explained by the increase (by 394.1 million euros) in the cash balances with central banks (totalling 848.8 million euros at June 30, 2020).

Both the **intangible assets** and the **goodwill** remained virtually unchanged in relation to year-end 2019. AvH did not acquire or dispose of any fully consolidated participations, while at the same time the participations themselves reported very little of such activity. In “Marine Engineering & Contracting”, a total sum of 231.8 million euros is explained by the acquisition at the end of 2013 of a controlling interest in DEME. 134.2 million euros worth of goodwill arises from the creation of Finaxis, now FinAx, the wholly owned subsidiary of AvH that holds the participating interests in Bank J.Van Breda & C° and Delen Private Bank. As in prior years the participation in Delen Private Bank (78.75%) is accounted for using the equity method; as a result, the constituent items of its balance sheet are not visible in AvH’s consolidated financial statements. At 30/06/2020, the balance sheet of Delen Private Bank contained an amount of 232.3 million euros “clients”. As of the same date, the total assets under management amounted to 41,231 million euros.

The **tangible assets** also remained on the same level (2,901.6 million euros). In the first half of 2020, DEME invested a total of 131.3 million euros in the renewal and expansion of its fleet. DEME’s tangible assets represented a total net carrying amount of 2,511.9 million euros at June 30, 2020. The increase of the tangible assets in “Real Estate & Senior Care” by 12.8 million euros is virtually entirely explained by the inclusion of the new residential care centre ‘Nuance’ in Forest in the scope of Anima Care. The brand-new building of Nuance, however, remains the property of Care Property Invest, but is rented on a long lease and recognised in the balance sheet in accordance with IFRS 16 Leases.

Investment property increased by 22.6 million euros compared to year-end 2019, of which 19.4 million euros at Extensa with the completion of the new

underground car park Parking Maritime on the Tour & Taxis site and the additional works on the Gare Maritime building. At Leasinvest Real Estate, the fair value of the investment property in the first half of 2020 decreased by 6.3 million euros, although on balance the value of the portfolio increased by 3.2 million euros as a result of additional investments.

The **participations accounted for using the equity method** increased by 73.9 million euros to 1,276.3 million euros. This increase is attributable to the profit contribution of these participations in the first half of 2020, which turned out much higher than the limited dividends that were paid by those participations, but is also due to the additional investments that were made during the first six months in “Energy & Resources”, more particularly the 2.35% increase of the stake in SIPEF and the acquisition of a 42% participation in Verdant Bioscience Pte Ltd.

Financial fixed assets amounted to 233.7 million euros at 30/06/2020, a decrease by 21.1 million euros. In 1H 2020, Leasinvest Real Estate recognised a fair value decrease of 32.4 million euros on its participation in Retail Estates. AvH made additional investments in existing (Medikabazaar, Biotalys, Onco DNA, Epics) or new (MRM Health) non-consolidated participations.

The increase in **amounts receivable after one year** in “AvH & Growth Capital” is explained by the 10 million euros financing that AvH made available to help saving the Dutch maritime group IHC.

The fluctuations in **inventories, trade debtors** and **construction contracts** and **other receivables** were - on balance - limited in the first half of 2020. The land portfolios of both CFE and Rent-A-Port increased by 38.3 million euros and 16.2 million euros respectively. The increase of construction contracts in “Real Estate & Senior Care” is primarily explained by Extensa starting work on the residential development in zone C of the Tour & Taxis site in Brussels.

The **cash and cash equivalents** of the group again increased substantially during the first half of 2020, and now amount to 1,031.4 million euros. DEME (672.4 million euros) and CFE (132.9 million euros) account for a large proportion of that figure, and this should be seen in conjunction with the short-term financial debts of those companies.

The **assets held for sale** primarily relate to an industrial development in Vietnam from the portfolio of Rent-A-Port subsidiary Infra Asia Investments.

The evolution of the consolidated **equity** is explained in Note 5. Statement of changes in consolidated equity.

The **long-term financial debt** increased by 207.6 million euros to 2,114.0 million euros. The **short-term financial debt** increased as well, by 55.7 million euros to 681.2 million euros. This is offset on the assets side by 1,031.4 million euros in cash and cash equivalents, and the group continues to be conservatively financed.

The largest components on the liabilities side, too, derive from the accounts of Bank J.Van Breda & C°. For its long-term financing, Bank J.Van Breda & C° took up 300 million euros worth of TLTROs from the European Central Bank. The long-term client deposits increased slightly by 6.8 million euros. The short-term client deposits have increased by as much as 240.1 million euros since year-end 2019.

6.5. Segment reporting – Consolidated balance sheet 31-12-2019 – Assets

(€ 1,000)	Segment 1	Segment 2	Segment 3	Segment 4	Segment 5		
	Marine Engineering & Contracting	Private Banking	Real Estate & Senior Care	Energy & Resources	AvH & Growth Capital	Eliminations between segments	Total 31-12-2019
I. Non-current assets	3,263,140	5,003,045	1,728,076	234,027	260,684	-10,267	10,478,704
Intangible assets	94,871	1,680	30,120	0	231		126,902
Goodwill	177,127	134,247	8,449	0	11,727		331,550
Tangible assets	2,633,912	52,061	192,993	0	30,201		2,909,167
Land and buildings	156,881	44,385	179,713	0	22,053		403,032
Plant, machinery and equipment	1,892,734	2,003	3,535	0	1,189		1,899,461
Furniture and vehicles	39,821	3,458	4,000	0	6,179		53,457
Other tangible assets	308	1,038	3,335	0	563		5,245
Assets under construction and advance payments	544,168	1,177	2,409	0	217		547,971
Investment property	0	0	1,336,093	0	0		1,336,093
Participations accounted for using the equity method	151,821	638,067	12,495	234,027	166,067		1,202,477
Financial fixed assets	97,942	1,323	119,651	0	46,175	-10,267	254,824
Financial assets : shares - Fair value through P/L (FVPL)	5,563	0	113,376	0	35,479		154,418
Receivables and warranties	92,379	1,323	6,275	0	10,696	-10,267	100,406
Non-current hedging instruments	0	381	832	0	0		1,213
Amounts receivable after one year	7,018	161,986	21,842	0	3,892		194,739
Trade receivables	0	0	0	0	0		0
Finance lease receivables	0	161,986	21,400	0	0		183,386
Other receivables	7,018	0	443	0	3,892		11,353
Deferred tax assets	100,449	2,564	5,600	0	2,391		111,004
Banks - receivables from credit institutions and clients after one year	0	4,010,736	0	0	0		4,010,736
II. Current assets	2,014,225	2,147,323	317,423	231	309,835	-6,918	4,782,119
Inventories	305,713	0	151,330	0	1,053		458,096
Amounts due from customers under construction contracts	57,344	0	31,032	0	11,517		99,893
Investments	3	420,796	0	0	55,713		476,513
Financial assets : shares - Fair value through P/L (FVPL)	3	0	0	0	55,713		55,717
Financial assets : bonds - Fair value through OCI (FVOCI)	0	420,628	0	0	0		420,628
Financial assets : shares - Fair value through OCI (FVOCI)	0	168	0	0	0		168
Financial assets - at amortised cost	0	0	0	0	0		0
Current hedging instruments	751	160	0	0	0		911
Amounts receivable within one year	960,941	102,809	89,521	11	54,660	-6,220	1,201,722
Trade debtors	886,539	100	29,293	0	23,772	-1,145	938,560
Finance lease receivables	0	70,086	620	0	0		70,706
Other receivables	74,402	32,623	59,607	11	30,888	-5,075	192,456
Current tax receivables	23,307	0	1,458	0	1,163		25,927
Banks - receivables from credit institutions and clients within one year	0	1,595,849	0	0	0		1,595,849
Banks - loans and advances to banks	0	141,306	0	0	0		141,306
Banks - loans and receivables (excl. finance leases)	0	999,823	0	0	0		999,823
Banks - cash balances with central banks	0	454,720	0	0	0		454,720
Cash and cash equivalents	644,971	18,270	41,008	220	183,517		887,985
Time deposits for less than three months	57,000	0	4,804	0	155,913		217,717
Cash	587,970	18,270	36,204	220	27,604		670,268
Deferred charges and accrued income	21,196	9,439	3,074	0	2,211	-698	35,221
III. Assets held for sale	40,280	0	444	0	0		40,724
Total assets	5,317,645	7,150,368	2,045,942	234,258	570,519	-17,185	15,301,547

6.6. Segment reporting – Consolidated balance sheet 31-12-2019 – Equity and liabilities

(€ 1,000)	Segment 1	Segment 2	Segment 3	Segment 4	Segment 5		Total
	Marine Engineering & Contracting	Private Banking	Real Estate & Senior Care	Energy & Resources	AvH & Growth Capital	Eliminations between segments	31-12-2019
I. Total equity	1,815,178	1,331,613	798,452	234,245	502,346		4,681,834
Shareholders' equity - group share	1,086,037	1,211,241	428,478	234,245	496,109		3,456,109
Issued capital	0	0	0	0	113,907		113,907
Share capital	0	0	0	0	2,295		2,295
Share premium	0	0	0	0	111,612		111,612
Consolidated reserves	1,148,384	1,206,906	440,443	221,350	422,238		3,439,322
Revaluation reserves	-62,348	4,335	-11,965	12,895	-7,388		-64,472
Financial assets : bonds - Fair value through OCI (FVOCI)	0	3,469	0	0	0		3,469
Financial assets : shares - Fair value through OCI (FVOCI)	0	41	0	0	0		41
Hedging reserves	-31,693	-9	-12,225	40	-1		-43,889
Actuarial gains (losses) defined benefit pension plans	-22,592	-1,294	0	-951	1,818		-23,019
Translation differences	-8,063	2,129	260	13,806	-9,205		-1,074
Treasury shares (-)	0	0	0	0	-32,648		-32,648
Minority interests	729,141	120,372	369,974	0	6,238		1,225,725
II. Non-current liabilities	1,430,129	850,224	816,504	0	13,505	-10,267	3,100,095
Provisions	31,765	10,640	2,485	0	651		45,541
Pension liabilities	70,269	5,539	40	0	142		75,990
Deferred tax liabilities	105,253	0	57,818	0	1,623		164,694
Financial debts	1,202,741	3,231	699,871	0	10,767	-10,267	1,906,344
Bank loans	937,911	0	520,465	0	7,701		1,466,076
Bonds	60,049	0	144,103	0	0		204,152
Subordinated loans	37,414	0	0	0	7		37,422
Lease debts	114,131	3,231	31,563	0	3,060		151,984
Other financial debts	53,236	0	3,741	0	0	-10,267	46,710
Non-current hedging instruments	9,251	40,427	47,196	0	0		96,874
Other amounts payable after one year	10,850	11,163	9,095	0	322		31,429
Banks - debts to credit institutions, clients & securities	0	779,224	0	0	0		779,224
Banks - deposits from credit institutions	0	0	0	0	0		0
Banks - deposits from clients	0	729,872	0	0	0		729,872
Banks - debt certificates including bonds	0	0	0	0	0		0
Banks - subordinated liabilities	0	49,352	0	0	0		49,352
III. Current liabilities	2,072,339	4,968,531	430,986	13	54,668	-6,918	7,519,619
Provisions	30,564	22	7,020	0	95		37,701
Pension liabilities	0	331	0	0	0		331
Financial debts	278,743	2,449	327,785	0	21,658	-5,075	625,560
Bank loans	199,258	0	72,899	0	7,051		279,208
Bonds	0	0	49,969	0	0		49,969
Subordinated loans	13,208	0	0	0	7		13,216
Lease debts	36,471	2,449	2,006	0	1,781		42,707
Other financial debts	29,805	0	202,911	0	12,819	-5,075	240,460
Current hedging instruments	9,356	1,207	0	0	0		10,563
Amounts due to customers under construction contracts	164,999	0	0	0	4,752		169,751
Other amounts payable within one year	1,460,660	11,906	71,078	10	26,688	-1,145	1,569,197
Trade payables	1,240,371	46	52,635	10	13,920	-1,145	1,305,836
Advances received	0	0	10	0	851		861
Amounts payable regarding remuneration and social security	170,407	8,432	8,105	0	11,023		197,967
Other amounts payable	49,883	3,428	10,328	0	894		64,533
Current tax payables	49,922	1,253	7,320	4	943		59,441
Banks - debts to credit institutions, clients & securities	0	4,946,466	0	0	0		4,946,466
Banks - deposits from credit institutions	0	27,825	0	0	0		27,825
Banks - deposits from clients	0	4,650,623	0	0	0		4,650,623
Banks - debt certificates including bonds	0	241,367	0	0	0		241,367
Banks - subordinated liabilities	0	26,651	0	0	0		26,651
Accrued charges and deferred income	78,093	4,897	17,784	0	532	-698	100,608
IV. Liabilities held for sale	0	0	0	0	0		0
Total equity and liabilities	5,317,645	7,150,368	2,045,942	234,258	570,519	-17,185	15,301,547

6.7. Segment reporting – Consolidated cash flow statement 30-06-2020

(€ 1,000)	Segment 1	Segment 2	Segment 3	Segment 4	Segment 5		Total
	Marine Engineering Contracting	Private Banking	Real Estate & Senior Care	Energy & Resources	AvH & Growth	Eliminations between segments	30-06-2020
I. Cash and cash equivalents - opening balance	644,971	18,270	41,008	220	183,517	0	887,985
Profit (loss) from operating activities	4,184	23,628	-9,672	-72	-11,411	0	6,657
Reclassification 'Profit (loss) on disposal of assets to cash flow from divestments	-65,388	18	-22	0	-2,974		-68,367
Dividends from participations accounted for using the equity method	18,401	0	972	0	1,350		20,723
Other non-operating income (expenses)	0	0	0	0	0		0
Income taxes (paid)	-13,161	-7,746	-3,167	0	-1,050		-25,124
Non-cash adjustments							
Depreciation	157,288	3,583	5,651	0	2,660		169,182
Impairment losses	-1,634	3,946	979	0	0		3,292
Share based payment	0	-3,085	0	0	513		-2,572
Profit (loss) on assets/liabilities designated at fair value through profit and loss	0	0	38,487	0	8,997		47,484
(Decrease) increase of provisions	-274	-438	372	0	35		-305
Other non-cash expenses (income)	-52	1,517	0	0	309		1,774
Cash flow	99,364	21,423	33,600	-72	-1,571	0	152,745
Decrease (increase) of working capital	-24,494	47,556	-16,516	-2	-18,152	4,768	-6,840
Decrease (increase) of inventories and construction contracts	-7,953	0	-14,267	0	-359		-22,578
Decrease (increase) of amounts receivable	8,685	8,752	619	0	-12,864	4,768	9,961
Decrease (increase) of receivables from credit institutions and clients (banks)	0	-475,496	0	0	0		-475,496
Increase (decrease) of liabilities (other than financial debts)	-28,219	-1,698	-2,191	-1	-5,313		-37,423
Increase (decrease) of debts to credit institutions, clients & securities (banks)	0	517,454	0	0	0		517,454
Decrease (increase) other	2,993	-1,456	-678	0	383		1,242
Cash flow from operating activities	74,870	68,979	17,083	-73	-19,723	4,768	145,905
Investments	-160,932	-145,726	-29,906	-17,231	-12,677	2,900	-363,573
Acquisition of intangible and tangible assets	-135,505	-1,498	-3,006	0	-1,717		-141,727
Acquisition of investment property	0	0	-26,906	0	0		-26,906
Acquisition of financial fixed assets (business combinations included)	-14,962	0	7	-17,231	-7,281		-39,468
Cash acquired through business combinations	0	0	0	0	0		0
New amounts receivable	-10,464	-313	0	0	-3,523	2,900	-11,400
Acquisition of investments	0	-143,915	0	0	-157		-144,072
Divestments	98,921	91,911	2,414	0	3,381	0	196,627
Disposal of intangible and tangible assets	3,966	0	24	0	0		3,990
Disposal of investment property	0	0	0	0	0		0
Disposal of financial fixed assets (business disposals included)	89,220	0	2,383	0	3,376		94,978
Cash disposed of through business disposals	0	0	0	0	0		0
Reimbursements of amounts receivable	5,735	0	7	0	0	0	5,742
Disposal of investments	0	91,911	0	0	6		91,917
Cash flow from investing activities	-62,011	-53,815	-27,492	-17,231	-9,296	2,900	-166,945
Financial operations							
Interest received	4,490	0	1,461	0	707	-506	6,153
Interest paid	-9,691	-1	-7,178	0	-291	506	-16,656
Other financial income (costs)	-6,999	0	-4,403	0	-600		-12,002
Decrease (increase) of treasury shares	0	0	0	0	-3,506		-3,506
(Decrease) increase of financial debts	193,994	2,609	53,370	0	-6,740	-7,668	235,565
(Investments) and divestments in controlling interests	3,901	0	0	0	-14,993		-11,092
Distribution of profits	0	0	0	0	0		0
Dividends paid intra group	-900	0	-10,840	0	11,740		0
Dividends paid to minority interests	0	0	-29,283	0	0		-29,283
Cash flow from financial activities	184,795	2,607	3,127	0	-13,683	-7,668	169,179
II. Net increase (decrease) in cash and cash equivalents	197,655	17,771	-7,282	-17,304	-42,702	0	148,138
Transfer between segments	0	0	0	17,231	-17,231		0
Impact of exchange rate changes on cash and cash equivalents	-4,756	1	44	-10	-2		-4,724
III. Cash and cash equivalents - ending balance	837,869	36,042	33,770	137	123,582	0	1,031,399

Comments on the consolidated cash flow statement

AvH's **cash flow** for the first half of 2020 amounted to 152.7 million euros, a decrease by 50% compared to the 306.5 million euros that was reported in the first half of 2019.

The **profit from operating activities** in the first six months of 2020 was limited to 6.7 million euros, a decrease of 234.5 million euros compared to last year. For details of the composition of this operating result, see section 6.1 Consolidated income statement at 30/06/2020 in this report.

This operating profit includes 68.4 million euros **gains on disposal of assets** in the first half of 2020. In this cash flow statement, these gains are transferred to cash flow from investing activities. The figure essentially consist of the capital gain that DEME realised (63.9 million euros) on the disposal of its 12.5% stake in the German offshore windfarm Merkur, and the capital gain that AvH realised on the disposal of its 50% participation in Oriental Quarries & Mines Pvt Ltd in India. In the first half of 2019, the total capital gains were higher (117.7 million euros), mainly thanks to the disposal of the participation in the French retirement home group Residalaya, which at the time generated a profit of 105.7 million euros.

In the first half of 2020, AvH received 20.7 million euros worth of **dividends from participations accounted for using the equity method**, a decrease of 34.7 million euros compared to last year. This decrease is primarily situated in the "Private Banking" segment (-44.5 million euros) and is explained by the decision of Delen Private Bank not to pay a dividend in respect of the 2019 financial year, as requested by the ECB and the NBB. In the "AvH & Growth Capital" segment, too, the dividends received from equity accounted participations turned out somewhat lower than last year, since a number of participations decided in light of the COVID-19 pandemic either to cancel the payment of a dividend or to reconsider such payment later on in the year. More dividends were received in the "Marine Engineering & Contracting" segment, however. The increase is explained by 9.0 million euros worth of dividends received from Rentel (of which both DEME and Green Offshore are shareholders) and payments from participations of CFE through which real estate developments are realised in joint venture with partners.

Under the non-cash adjustments, the adjustment for **depreciation** remains considerable (169.2 million euros), though virtually on the same level as last year.

In the first half of 2020, the adjustment for **impairment losses** (3.3 million euros) and especially for **losses on assets/liabilities designated at fair value** (47.5 million euros) turned out substantially higher than last year (-1.3 million euros and -5.7 million euros respectively). As was already mentioned in the comments on the income statement, Leasinvest Real Estate recognised negative value adjustments through profit and loss in the first half of 2020 on investment property (6.3 million euros) and on the Retail Estates shares (32.4 million euros), as did AvH on certain financial fixed assets and cash investments (9.0 million euros). However, these are unrealised accounting impairments and are consequently neutralised in the cash flow statement.

In the first half of 2020, there was a limited increase of **working capital** by 6.8 million euros, compared to a decrease of 9.1 million euros in the first half of 2019. The 6.8 million euros increase is the balance of a lower working capital at Bank J.Van Breda & C°, where the increase of deposits from clients is higher than the increase of receivables from clients and credit institutions. The four other segments report a slight increase in working capital requirement as a result of higher inventories and a decrease of trade payables.

AvH spent 166.9 million euros net on investments, which is actually 10.3 million euros higher than in the first half of 2019.

Acquisitions of intangible and tangible assets (excluding IFRS 16) amounted to 141.7 million euros in the first half of 2020 and are essentially concentrated in "Marine Engineering & Contracting". The investments made by DEME, primarily in the maintenance and expansion of its fleet, accounted for 128.4 million euros in the first half of 2020, which is lower than expected. There were delays at the

shipyards in the construction of the important vessels 'Spartacus' and 'Orion'. CFE invested 5.9 million euros.

Leasinvest Real Estate invested 8.4 million euros in several buildings and project developments. The balance of **acquisitions of investment property** (18.6 million euros) is situated at Extensa, where during the first half of 2020 the new underground car park Parking Maritime was finished and work continued on the conversion of the Gare Maritime building on the Tour & Taxis site in Brussels.

DEME invested an additional 5.2 million euros in the first half of 2020 in **financial fixed assets**, which include its share in the formation of a new joint venture in Taiwan, which will be active in the construction of offshore wind power in that country. CFE invested 9.7 million euros in companies that develop real estate projects. AvH itself invested an additional 17.2 million euros in "Energy & Resources", more particularly in the increase of its stake in SIPEF to 34.68% through the acquisition of 248,649 shares on the stock market and the acquisition of a 42% interest in the Singapore-based company Verdant Bioscience, which specialises in the development, production and marketing of more productive oil palm seeds. In the "Growth Capital" portfolio, AvH additionally invested 7.3 million euros in Medikabazaar, MRM Health, Biotalys, OncoDNA and Epics during the first six months of 2020. In "Private Banking", Bank J.Van Breda & C°, as part of the management of its investment portfolio, disposed of investments worth a total of 91.9 million euros, and acquired new investments worth 143.9 million euros.

The **divestments of financial fixed assets** primarily concern the previously mentioned disposal by DEME of its 12.5% stake in the German offshore windfarm Merkur for a total amount of 88.9 million euros and the disposal by AvH of its 50% stake in the Indian company Oriental Quarries & Mines. Extensa disposed of its participation in a real estate development company in Slovakia.

The increase of **financial debts (excl. IFRS 16)** by 235.6 million euros during the first six months of 2020 made a positive contribution to the financing cash flow. Nevertheless, the net interest expenses (**interest received less interest paid**) decreased by 9.2 million euros during that same period. DEME in particular has considerable liquidities and short-term financial debts outstanding at 30/6/2020.

The increase by AvH of its controlling interest in CFE during the first half of 2020 explain an amount of 15.0 million euros in **investments in controlling interests**. In "Marine Engineering & Contracting", CFE increased its stake in a real estate development company, and third parties participated in a capital increase in a development company of Rent-A-Port in Vietnam.

In the first half of 2020, Leasinvest Real Estate paid a **dividend** of 31.1 million euros in total, of which 21.8 million euros was paid outside the AvH group. The balance of the dividends in "Real Estate & Senior Care" paid to minority interests concerns a dividend payment by a subsidiary of Extensa.

Evolution of the financial debts (cash & non-cash)

(€ 1,000)	
Financial debts at 31-12-2019	2,531,904
Changes in Cashflow statement	235,565
Other adjustments	
- Changes in consolidation scope - acquisitions	1,982
- Changes in consolidation scope - divestments	0
- IFRS 16 Leases	25,961
- Impact of exchange rates	-163
- Others	-13
Financial debts at 30-06-2020	2,795,235

6.8. Segment reporting – Consolidated cash flow statement 30-06-2019

(€ 1,000)	Segment 1	Segment 2	Segment 3	Segment 4	Segment 5		Total
	Marine Engineering Contracting	Private Banking	Real Estate & Senior Care	Energy & Resources	AvH & Growth	Eliminations between segments	30-06-2019
I. Cash and cash equivalents - opening balance	390,746	9,355	62,785	409	50,293	0	513,588
Profit (loss) from operating activities	54,568	23,234	56,470	-102	107,434	-447	241,158
Reclassification 'Profit (loss) on disposal of assets to cash flow from divestments	-6,403	-737	-811	0	-109,774		-117,724
Dividends from participations accounted for using the equity method	5,970	44,525	0	0	4,938		55,433
Other non-operating income (expenses)	2,024	2,400	0	0	0		4,424
Income taxes (paid)	-22,300	-6,434	-3,253	0	-669		-32,655
Non-cash adjustments							
Depreciation	158,374	3,815	4,492	0	2,366		169,047
Impairment losses	-1,204	-232	97	0	0		-1,339
Share based payment	0	-2,436	35	0	587		-1,814
Profit (loss) on assets/liabilities designated at fair value through profit and loss	0	0	-2,343	0	-3,341		-5,684
(Decrease) increase of provisions	40	603	38	0	-784		-104
Other non-cash expenses (income)	-2,229	-2,140	0	0	109		-4,259
Cash flow	188,840	62,599	54,726	-102	866	-447	306,481
Decrease (increase) of working capital	-50,732	10,603	3,790	3	-14,599	60,000	9,065
Decrease (increase) of inventories and construction contracts	-67,029	0	2,612	0	-6,365		-70,782
Decrease (increase) of amounts receivable	54,670	-63,323	7,132	-2	-9,480	60,000	48,997
Decrease (increase) of receivables from credit institutions and clients (banks)	0	-210,815	0	0	0		-210,815
Increase (decrease) of liabilities (other than financial debts)	-39,962	-2,530	-5,549	6	2,401		-45,634
Increase (decrease) of debts to credit institutions, clients & securities (banks)	0	288,946	0	0	0		288,946
Decrease (increase) other	1,589	-1,676	-405	0	-1,155		-1,647
Cash flow from operating activities	138,108	73,201	58,515	-98	-13,733	59,553	315,546
Investments	-262,469	-144,144	-87,534	-10,797	-6,989	0	-511,932
Acquisition of intangible and tangible assets	-265,481	-4,237	-13,727	0	-1,008		-284,453
Acquisition of investment property	-828	0	-64,583	0	0		-65,411
Acquisition of financial fixed assets (business combinations included)	-23,688	0	-9,224	-10,797	-6,101		-49,809
Cash acquired through business combinations	36,652	0	0	0	692		37,345
New amounts receivable	-9,125	-296	0	0	-410		-9,830
Acquisition of investments	0	-139,611	0	0	-162		-139,773
Divestments	29,440	137,136	18,563	0	173,552	-3,450	355,242
Disposal of intangible and tangible assets	11,796	362	27	0	17		12,202
Disposal of investment property	0	0	15,845	0	0		15,845
Disposal of financial fixed assets (business disposals included)	0	0	29,175	0	168,452		197,627
Cash disposed of through business disposals	0	0	-26,483	0	0		-26,483
Reimbursements of amounts receivable	17,644	0	0	0	3,450	-3,450	17,644
Disposal of investments	0	136,774	0	0	1,633		138,407
Cash flow from investing activities	-233,029	-7,008	-68,970	-10,797	166,564	-3,450	-156,691
Financial operations							
Interest received	1,924	5	3,474	0	511	-333	5,581
Interest paid	-18,723	0	-7,073	0	-236	779	-25,253
Other financial income (costs)	-4,591	0	-3,075	-1	-446		-8,113
Decrease (increase) of treasury shares	0	0	0	0	-4,894		-4,894
(Decrease) increase of financial debts	445,324	-1,382	38,620	0	63,769	-56,550	489,781
(Investments) and divestments in controlling interests	6,811	0	0	0	-12,368		-5,557
Distribution of profits	0	0	0	0	-76,985		-76,985
Dividends paid intra group	-36,916	0	-7,949	0	44,865		0
Dividends paid to minority interests	-23,839	-5,387	-20,892	0	0		-50,118
Cash flow from financial activities	369,990	-6,764	3,106	-1	14,216	-56,103	324,443
II. Net increase (decrease) in cash and cash equivalents	275,069	59,429	-7,350	-10,896	167,046	0	483,298
Transfer between segments	9,000	0	0	10,620	-19,620		0
Impact of exchange rate changes on cash and cash equivalents	648	-34	-76	13	24		574
III. Cash and cash equivalents - ending balance	675,463	68,750	55,360	146	197,742	0	997,461

7. Notes to the financial statements

7.1. Basis for the presentation of the condensed financial statements

The condensed consolidated financial statements of AvH relating the financial year 2020 are issued in accordance with IAS 34. These condensed financial statements do not contain all the information that is required for full reporting and should be read in conjunction with the 2019 financial statements.

New and amended standards and interpretations

Following new standards and amendments to existing standards published by the IASB, are applied as from January 1, 2020.

- Amendment to IAS 1 Presentation of Financial Statements and IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors – Definition of material, applicable from January 1, 2020
- Amendments to IFRS 3 Business Combinations – Definition of a business combination, applicable from January 1, 2020
- Amendments to the Conceptual Framework – Amendments to References to the Conceptual Framework in IFRS Standards, applicable from January 1, 2020
- Interest Rate Benchmark Reform – Amendments to IFRS 9, IAS 39 and IFRS 7
- Amendment to IFRS 16 Leases Covid 19-Related Rent Concessions (issued on 28 May 2020; not yet endorsed by the EU).

The application of the new and amended standards and interpretations has no significant impact on the group's financial statements. The change to IFRS 16 Leases was not applied.

7.2. Impact of COVID-19

The COVID-19 pandemic disrupted normal life in communities worldwide in the first months of 2020 and had a negative impact on large sections of the economy. On March 31, 2020, AvH had already warned of the consequences for its outlook for the rest of the financial year.

Meanwhile, the first wave of the health crisis appears to be under control in most countries where the group is active, although caution is still recommended.

The past few months have shown the relevance of the group's investment strategy: AvH's diversified portfolio, with a limited number of participations in well-positioned companies, has stood its ground fairly well under the exceptional conditions of the first half of 2020. This is also illustrated by the prospect (see press release of March 31, 2020) that the group still expects to realise a substantial net profit in 2020 as well. This expectation is in fact confirmed by the half-yearly figures for 2020, and is further reinforced by the announcement that in the second half of 2020 a dividend will be paid out identical to that of the previous financial year.

The effects of this pandemic on the group are essentially situated in the following areas:

Treasury

AvH started the year 2020 with a positive net cash position of 267 million euros. This position remained largely intact (201.0 million euros) even after the investments of the first six months. Additionally, the group has a total of 280 million euros in confirmed credit lines that can be drawn down immediately. This gives the group an intervention capacity of approximately 0.5 billion euros, even without calling upon additional sources of financing.

AvH has always alerted its participations to the importance of a conservative balance sheet structure. This philosophy has again proved its worth in the turbulent first six months of 2020. Along with support measures taken by different governments, it has helped to ensure that, throughout the group, AvH needed to offer financial assistance to just one participation for a relatively modest amount of 4.1 million euros.

A number of AvH participations use bank loans which, in certain cases, come with specific covenants. As of 30/06/2020, there have been no breaches of such covenants.

Operating result

During the first half of the year, some form of lockdown was imposed in most of the countries where the group is active.

This led to major logistical complications for our participations active in "Marine Engineering & Contracting", primarily as a result of extra costs, logistical complications, delays in works in progress and resulting productivity losses. DEME estimates the extra costs incurred as a direct result of COVID-19 at 20.7 million euros, of which 5.2 million euros was compensated by cost savings and support measures that were available in several countries. Besides the direct consequences, the COVID-19 crisis also had an impact on exchange rates, oil prices and delays in the intake of new orders. DEME estimates the overall negative impact of not being able to achieve its proposed turnover target (including the resulting costs of idleness and underutilisation of the fleet), the additional costs mentioned earlier, and the accident with the 'Orion' on the operating result of the first half of 2020 at 60 million euros. This overall negative impact is expected to amount to 100 million euros for the full year 2020.

In the Contracting activities of CFE, COVID-19 caused project delays, which had a negative impact on the results of the projects and additionally led to an under-coverage of overheads. As is the case at DEME, the result of construction contracts is recognised according to the rate of progress of the works. When a project is deemed to be loss-making, this result is immediately charged in the accounts to profit and loss for the period in which this assessment is made, including with respect to turnover that will only be realised in future periods. The impact of such "loss to completion" results can be considerable relative to the reported turnover, and remains dependent on the assumptions that are made when determining the results over the whole duration of a project.

CFE estimates the combined effect on the operating result at approximately 20 million euros. CFE was able for its various activities to rely on approximately 5 million euros worth of support measures, including temporary unemployment for economic reasons, so that the net impact amounted to approximately 15 million (negative) euros.

The upheaval that the health crisis also brought about on the financial markets eventually had only a limited impact on the operating results of Delen Private Bank and Bank J.Van Breda & C°. Despite the numerous challenges that the coronavirus has also created in terms of the practical organisation of the two institutions, the contribution of the "Private Banking" segment to the group's result actually increased by 3.4 million euros compared to last year, thereby confirming its position as main contributor to the group's result. At Bank J.Van Breda & C° 4.8 million euros worth of provisions were recorded to cover expected future (but not yet identified) credit losses in accordance with IFRS 9.

As was the case in the "Marine Engineering & Contracting" segment, the lockdown period delayed progress on the development projects in Belgium and Luxembourg in the "Real Estate & Senior Care" segment, with a negative impact on the profits that could be recognised in profit and loss in the first half of the year, without however compromising the long-term profit potential. Leasinvest lost a total of 2.5 million euros in rental income in the first half of 2020 (of a total of 30.7 million euros). The 1,600 employees of Anima Care did everything possible, under extremely difficult conditions, to keep providing care to the residents of its residential care centres, service flats and convalescent homes. The exceptional conditions clearly put heavy pressure on the people, residents and organisation of Anima Care, and had a negative impact on Anima Care's short-term profitability. Some of Anima Care's sites have not been spared from the coronavirus outbreak. On top of the human suffering, Anima Care estimates the financial impact of this crisis at 2.4 million euros, caused by additional costs, lower income due to the closure of certain services and lower occupancy rates, particularly at the four newly built residences that opened during the past year and were unable to attract new residents under these circumstances. The combined negative impact was compensated by one million euros worth of support measures made available by the three regional governments.

Neither SIPEF nor Sagar Cements experienced too much of a negative impact on their results from the COVID-19 pandemic during the first half of 2020. Although SIPEF reported a 6% increase in its (sustainable) palm oil production, it experienced

an indirect negative impact from the sharp decrease in prices during the first half of the year. In the last few months, however, the market price of palm oil has been increasing again. At Sagar Cements in India, the lockdown caused the capacity utilization to decrease to 33% in the second quarter, although this was compensated by higher market prices.

In the "Growth Capital" segment, the impact is different depending on the sectors in which the companies operate. Clearly, the activities of Euro Media Group, a major provider of audiovisual services to big events (Olympic Games, European football championship, Eurovision song contest) and prominent sports competitions (football, rugby, cricket, golf, etc.), which were largely halted from March 2020 and were only steadily resumed towards the end of the first half of 2020, fell more than 40% short of budget. In those exceptional circumstances, the main shareholders of EMG, which include AvH for 4.1 million euros, in conjunction with the banks of EMG and the French public sector bank BPI, came up with a financial support package to bridge this difficult period. In June 2020, volumes began to increase again steadily month by month.

Other companies from AvH's "Growth Capital" segment also experienced the effects of the COVID-19 crisis, without however incurring any material losses in the first half of 2020.

Impairment losses and changes in fair value

The COVID-19 pandemic is hopefully an exceptional event and should not simply be extrapolated to the future. Nevertheless, AvH has already performed a half-yearly impairment test to determine whether impairment losses needed to be recognised on assets or on/at participations exhibiting special impairment indicators. This proved not to be the case, including the goodwill that was tested.

However, substantial negative fair value changes were recognised on market-listed assets and charged to profit and loss at June 30, 2020, after application of the fair value approach (level 1 in the fair value hierarchy). On AvH's investment portfolio and certain other financial fixed assets, which showed a fair value of 63.3 million euros at year-end 2019, a total impairment loss of 9.0 million euros was recognised to bring it into line with the fair value at 30/6/2020.

With a stake of 10.7%, Leasinvest Real Estate is the largest shareholder of its sector peer Retail Estates. This participation is not consolidated, but the fair value changes (based on the share price of Retail Estates) are reported through the profit and loss account of Leasinvest Real Estate. In the first half of 2020, the negative trend of the Retail Estates share price led to an (unrealised) loss of 32.4 million euros in the financial statements of Leasinvest Real Estate, and through AvH's 30% stake this had an impact of -9.7 million euros on AvH's group result.

Expected credit losses (ECL)

The financial market regulators, such as the EBA, ECB, ESMA, etc., have issued guidelines on the application of the concept of expected credit losses in accordance with the IFRS 9 accounting standard ("Financial Instruments") in the 2020 half-yearly figures. The main exposure is obviously situated in the "Private Banking" segment. It is worth noting in this respect that, thanks to their conservative and consistent credit policy, both Delen Private Bank and Bank J.Van Breda & C° suffered a relatively limited impact. Delen Private Bank did not need to set aside any provisions for loan losses on the (limited) credit portfolio. Bank J.Van Breda & C° was even able, on balance, to reverse 0.8 million euros more than was needed to cover specific loan losses in the first half of 2020. Nevertheless, 4.8 million euros worth of provisions were set aside to cover expected future but not yet identified credit losses in accordance with IFRS 9.

Rent reductions that are granted exceptionally in times of economic crisis, such as the COVID-19 pandemic and the related lockdown, are accounted for as a reduction of income in accordance with IFRS 9 ("impairment loss").

No other material expected credit losses are to be reported within the group.

Estimate of total impact

All the companies of the AvH group have made their assessment of the financial impact of the COVID-19 pandemic on their operating result. As described above, that result is adversely affected by extra costs (compensated by support measures where available), impairments (including "fair value adjustments") and provisions for credit losses. Costs of idleness/underutilisation and under-coverage of equipment and the inability to achieve proposed turnover targets and the margin on that turnover, also had a negative impact on the results for the first half of 2020. The impact of these last factors, however, is an estimate as it is less easy to determine objectively.

AvH estimates the combined impact of all these effects on the net result (share of the group) as of June 30, 2020 at approximately 70 to 75 million euros. This figure does not take into account the indirect consequences of the pandemic, such as the upward or downward movements of financial markets (except for those assets that are part of the portfolio), the evolution of commodity prices, etc.

7.3. Business combinations

In the first half of 2020, no business combinations took place within the group.

7.4. Financial assets and liabilities per category

(€ 1,000)	Fair value		Book value	
	30-06-2020	31-12-2019	30-06-2020	31-12-2019
Financial assets				
Financial assets : shares - Fair value through P/L (FVPL)	175,783	210,135	175,783	210,135
Financial assets : bonds - Fair value through OCI (FVOCI)	470,224	420,628	470,224	420,628
Financial assets : shares - Fair value through OCI (FVOCI)	167	168	167	168
Financial assets - at amortised cost	5,000	0	5,000	0
Receivables and cash				
Financial fixed assets - receivables and warranties	106,640	100,406	106,640	100,406
Finance lease receivables	274,660	272,149	255,674	254,092
Other receivables	212,209	203,809	212,209	203,809
Trade debtors	906,775	938,560	906,775	938,560
Time deposits for less than three months	300,089	217,717	300,089	217,717
Cash	731,310	670,268	731,310	670,268
Banks - receivables from credit institutions & clients	6,480,889	5,960,543	6,092,676	5,606,585
Hedging instruments	5,283	2,124	5,283	2,124

(€ 1,000)	Fair value		Book value	
	30-06-2020	31-12-2019	30-06-2020	31-12-2019
Financial liabilities				
Financial liabilities valued at amortised cost				
Financial debts				
Bank loans	2,011,871	1,771,425	2,003,598	1,745,284
Bonds	265,105	255,305	265,105	254,120
Subordinated loans	42,571	51,445	42,101	50,637
Finance leases	202,806	196,643	201,189	194,692
Other financial debts	283,242	287,170	283,242	287,170
Other debts				
Trade payables	1,254,304	1,305,836	1,254,304	1,305,836
Advances received	10	861	10	861
Amounts payable regarding remuneration and social security	180,437	197,967	180,437	197,967
Other amounts payable	139,805	95,962	139,805	95,962
Banks - debts to credit institutions, clients & securities	6,276,632	5,760,852	6,242,981	5,725,690
Hedging instruments	132,741	107,437	132,741	107,437

(€ 1,000)	30-06-2020			31-12-2019		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial assets						
Financial assets : shares - Fair value through P/L (FVPL)	135,370		40,414	176,724		33,411
Financial assets : bonds - Fair value through OCI (FVOCI)	470,224			420,628		
Financial assets : shares - Fair value through OCI (FVOCI)			167			168
Financial assets - at amortised cost			5,000			
Receivables and cash						
Finance lease receivables			274,660			272,149
Banks - receivables from credit institutions & clients		1,007,459	5,473,430		596,085	5,364,458
Hedging instruments		5,283			2,124	
Financial liabilities						
Financial debts						
Bank loans		2,011,871			1,771,425	
Bonds	84,056	181,050	0	74,542	180,763	0
Subordinated loans		42,571			51,445	
Finance leases		202,806			196,643	
Banks - debts to credit institutions, clients & securities		6,276,632			5,760,852	
Hedging instruments		132,741			107,437	

The fair values must be classified in three levels according to the valuation hierarchy of IFRS 13, depending on the type of input used for the valuation of financial instruments. The specific effect of this for Bank J.Van Breda & C° is:

- Parameters for **level 1 instruments** are unadjusted quoted prices in active markets for identical assets and liabilities. No valuation technique (model) is used. In level 1, we find all financial assets valued at fair value, with incorporation of value changes in the unrealised results with a public listing in an active market.
- Parameters for **level 2 instruments** are prices quoted for similar assets and liabilities in active markets, or data based on or supported by observable market data. A valuation technique (model) is used, based on observable parameters such as:
 - the actual value of the future cashflows (discounted cashflow model)
 - the comparison with the current or recent fair value from another similar instrument
 - the determination of prices by third parties, provided that the price is in line with alternative observable parameters.

We find the following financial assets and liabilities in level 2:

- Cash and assets with central banks: because these assets have a very short term, the fair value is equated with the book value.
- Receivables from credit institutions and financial liabilities valued at amortised cost: the fair value of the above financial instruments is determined as the

7.5. Seasonality or cyclicity of operations

Ackermans & van Haaren is active in several segments, each (more or less) cyclically sensitive : dredging & infrastructure, oil & energy markets (DEME, Rent-A-Port, Green Offshore), construction (CFE), evolution on the financial markets and interest rates (Delen Private Bank and Bank J.Van Breda & C°), real estate and interest

7.6. Earnings per share

(€ 1,000)	30-06-2020	30-06-2019
Net consolidated result from continuing operations, group share (€ 1,000)	56,272	212,945
Weighted average number of shares (1)	33,118,260	33,139,404
Earnings per share (€)	1.70	6.43
Net consolidated result from continuing operations, group share (€ 1,000)	56,272	212,945
Weighted average number of shares (1)	33,118,260	33,139,404
Impact stock options	55,636	84,960
Adjusted weighted average number of shares	33,173,896	33,224,364
Diluted earnings per share (€)	1.70	6.41

(1) Based on number of shares issued, adjusted for treasury shares in portfolio

7.7. Treasury shares

Treasury shares as part of the stock option plan	30-06-2020	30-06-2019
Opening balance	363,000	334,000
Acquisition of treasury shares	27,750	45,500
Disposal of treasury shares	-12,500	-16,500
Ending balance	378,250	363,000

In the course of the first semester of 2020, AvH has purchased 27,750 treasury shares in order to hedge options for the benefit of the staff. Over the same period, the beneficiaries of the share option plan exercised options on 12,500 AvH shares. On June 30, 2020, options were outstanding for a total of 354,250 AvH shares. In order to hedge these (and future) obligations, AvH owned 378,250 treasury shares on the same date.

current value of future cash flows based on the applicable swap interest rate and the assumptions below:

- Commercial margins are taken into account when repricing;
- No account is taken of a percentage of credit losses.
- Derivatives held for trading purposes and for hedging purposes: the fair value of these instruments is also determined as the current value of future cash flows based on the applicable swap interest rate.

- Parameters for **level 3 instruments** are non-observable data for determining the fair value of an asset or liability. In this case, use is made of a valuation technique (model) with (partly) non-observable parameters.

We find the following financial assets in level 3:

- Some financial assets valued at fair value with value changes included in the unrealised results for which no public listing is available.
- Loans and advances to customers, valued at amortised cost: the fair value thereof is determined as the current value of future cash flows based on the applicable swap interest rate and the assumptions below:
 - Commercial margins are taken into account when repricing;
 - A percentage of early repayments and cap options is taken into account;
 - No account is taken of a percentage of credit losses.

The fair value of the securities in the **other investment portfolio** of the Group is determined on the basis of the listing on the public market (level 1). The same applies to the **public bonds** issued by Extensa. The **private** bonds issued by BPI, Leasinvest Real Estate and Rent-A-Port are reported under level 2.

rates evolution (Extensa & Leasinvest Real Estate) and the evolution of commodity prices (SIPEF, Sagar Cements). The segments in which the Growth Capital participations are active, are also confronted with seasonal or cyclical activities.

Treasury shares as part of the liquidity contract	30-06-2020	30-06-2019
Opening balance	5,528	9,415
Acquisition of treasury shares	49,797	45,745
Disposal of treasury shares	-44,815	-46,575
Ending balance	10,510	8,585

In addition, 49,797 AvH shares were purchased and 44,815 shares were sold during the first 6 months of 2020 in the context of the contract that AvH entered into with Kepler Cheuvreux in order to support the liquidity of the AvH share. These transactions are initiated entirely autonomously by Kepler Cheuvreux, but, as they take place on behalf of AvH, the net purchase of 4,982 AvH shares has an impact on AvH's equity in this context. On June 30, 2020, the number of own shares in the portfolio in the context of this liquidity agreement amounts to 10,510.

7.8. Impairments

The impairment losses have already been discussed in section 7.2 Impact of COVID-19, and more particularly in subsections "Impairment losses and changes in fair value" and "Expected credit losses".

7.9. Contingent liabilities or contingent assets

In the course of the first half of 2020, AvH did not recognise any reversals on the provision for contingent liabilities with regard to its participation in CFE, which was established when control over CFE was acquired in 2013. This provision therefore remains unchanged at 16.0 million euros (AvH share 9.7 million euros).

8. Main risks and uncertainties

The impacts of the COVID-19 pandemic are described in Note 7.2 Impact of COVID-19 of this report. A possible resurgence of COVID-19 and its potential consequences for businesses and the economy in general is clearly a risk.

For a description of the main risks and uncertainties, please refer to our annual report for the financial year ended 31/12/2019. The composition of AvH's portfolio changed only slightly during the year; accordingly, the risks and the spread of those risks have not changed fundamentally in relation to the situation at the end of the previous year.

Several group companies of AvH (such as DEME, CFE, Rent-A-Port, SIPEF, Telemond, Manuchar, Turbo's Hoet Groep, Agidens,...) are also internationally active and are therefore exposed to related political and credit risks.

When disposing of participating interests and/or activities, AvH and its subsidiaries are regularly required to provide certain warranties and representations. These may give rise to claims - legitimate or otherwise - from buyers for compensation on that basis. AvH received no such claims in H1 2020.

Several fully consolidated companies have agreed on certain ratios (covenants) in their credit agreements and these were respected end on June, 30 2020.

The composition of the consolidation scope has remained virtually unchanged in relation to year-end 2019, although AvH increased its shareholding percentage in the participations of the "Marine Engineering & Contracting" segment and in SIPEF. The subsidiaries of AvH invested in the further expansion of their activities. AvH believes that those investments do not fundamentally alter the risk profile; they are follow-up investments by companies in which the Group has been a shareholder for some time now.

Several group companies of AvH (such as DEME, CFE, Agidens...) are actively involved in the execution of projects. This always entails a certain operational risk, but also means that certain estimates of profitability need to be made at the end of such a project. This is inherent in such activity, as is the risk of disagreements with customers over divergent costs or changes in execution and the collection of these receivables. In the Netherlands, DEME is involved in a dispute with Rijkswaterstaat since 2018 regarding the execution of the Juliana canal project.

On the basis of the information that is currently available, DEME is still not able to reliably estimate the financial consequences.

In the current market context, AvH is focusing more than ever on its role as proactive shareholder in the companies in which it has a stake. By participating in risk committees, audit committees, technical committees etc. at DEME, CFE, Rent-A-Port and Agidens, AvH specifically monitors the risks in its contracting division from a very early stage.

As regards the risk of value adjustments on assets, reference is made to section 7.8 Impairments.

In its role as proactive shareholder, AvH also sees to it that the companies in which it participates organize themselves in such a way as to comply with current laws and regulations, including all kinds of international and compliance rules.

DEME is fully cooperating with the judicial investigation that was started in 2018 into the circumstances around the award of a contract that has already been implemented. In the current circumstances, the financial impact on DEME cannot be reliably estimated.

9. Overview of the major related party transactions

No transactions with related parties took place during the first half of 2020 that have any material impact on AvH's results. Furthermore, during the first six months there were no changes in the transactions with affiliated parties as described in the annual report for the 2019 financial year which could have material consequences for AvH's financial position or results.

10. Events after balance sheet date

At the beginning of July, HealthQuad successfully completed the first closing of its second fund with more than 68 million USD in committed capital. AvH has assumed the role of anchor investor in **HealthQuad II** and is investing 15 million USD over a period of four years. Besides AvH, which was also the anchor investor in HealthQuad's first fund, the second fund will be supported by Teachers Insurance and Annuity Association of America (TIAA), the Indian-based SIDBI, Swedfund and Merck & Co. Inc.

At the end of July, AvH announced that it will invest six million euros, phased according to milestones to be achieved, in **Indigo Diabetes**, as part of a 'Series B' capital round of 38 million euros. As a result, AvH acquires a participation of around 10% (fully diluted). Indigo Diabetes is a young high-tech company that develops medical applications based on nanophotonics. The firm boasts an excellent management team that has emerged from a unique ecosystem that combines the photonics expertise of Ghent University with IMEC's nanoelectronics expertise. The new investment round will enable Indigo Diabetes to further develop its invisible multi-biomarker sensor for people with diabetes and to prepare and start up the clinical trial phase with a view to securing authorisation for the European and US market.

Auditor's report

Report of the statutory auditor to the shareholders of Ackermans & van Haaren NV on the limited review of the interim condensed consolidated financial statements as of 30 June 2020 and for the 6 month period then ended.

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Ackermans & van Haaren NV (the "Company"), and its subsidiaries (collectively referred to as "the Group") as at 30 June 2020 and the related interim condensed consolidated statements of income, the consolidated statement of comprehensive income, the statements of changes in consolidated equity and cash flows for the six month period then ended, and explanatory notes, collectively, the "Interim Condensed Consolidated Financial Statements".

These statements show a consolidated statement of financial position total of 16,219 million euros and a consolidated profit (share of the group) for the 6 month period then ended of 56.3 million euros. The board of directors is responsible for the preparation and presentation of these Interim Condensed Consolidated Financial Statements in accordance with International Financial Reporting Standard IAS 34 Interim Financial Reporting ("IAS 34") as adopted for use in the European Union. Our responsibility is to express a conclusion on these Interim Condensed Consolidated Financial Statements based on our limited review.

Scope of Review

We conducted our review in accordance the International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" applicable to review engagements. A limited review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A limited review is substantially less in scope than an audit conducted in accordance with the International Standards on Auditing and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our limited review, nothing has come to our attention that causes us to believe that the accompanying Interim Condensed Consolidated Financial Statements do not give a true and fair view of the financial position of the Group as at 30 June 2020, and of its financial performance and its cash flows for the 6 month period then ended in accordance with IAS 34.

Antwerp, August 28, 2020

EY Bedrijfsrevisoren BV

Statutory auditor

Represented by

Patrick Rottiers

Partner*

Wim Van Gasse

Partner*

* Acting on behalf of a BV

Declaration

To our knowledge:

(i) the condensed financial statements, drafted in accordance with the applicable standards for annual accounts, present a true and fair view of the assets, financial situation and the results of Ackermans & van Haaren and the companies included in the consolidation; (ii) the intermediate annual report provides a true and fair view of the main events and major transactions with related parties that took place

in the first six months of the financial year and their effect on the condensed financial statements, as well as a description of the main risks and uncertainties for the remaining months of the financial year.

27 August 2020

On behalf of the company

Jan Suykens
Chairman of the
Executive Committee

Tom Bamelis
Member of the
Executive Committee

John-Eric Bertrand
Member of the
Executive Committee

Piet Bevernage
Member of the
Executive Committee

André-Xavier Cooreman
Member of the
Executive Committee

Piet Dejonghe
Member of the
Executive Committee

Koen Janssen
Member of the
Executive Committee

Lexicon

- **Cost-income ratio:** The relative cost efficiency (cost versus income) of the banking activities.
- **Core Tier1 capital ratio:** A capital ratio of the liquidity buffers held by banks to offset any losses, seen from the regulator's perspective. The equity of a bank consists of share capital and undistributed profits. This equity is necessary to offset losses on loans.
- **EBIT:** Earnings before interest and taxes.
- **EBITDA:** EBIT plus depreciation and amortization on fixed assets
- **Net financial position:** Cash & cash equivalents and investments minus short and long term financial debt.
- **Rental yield based on fair value:** Rental yield is only calculated on buildings in operation, excluding the projects and the assets held for sale.
- **Return on equity (ROE):** The relative profitability of the group, more particularly the amount of net income returned as a percentage of shareholders' equity