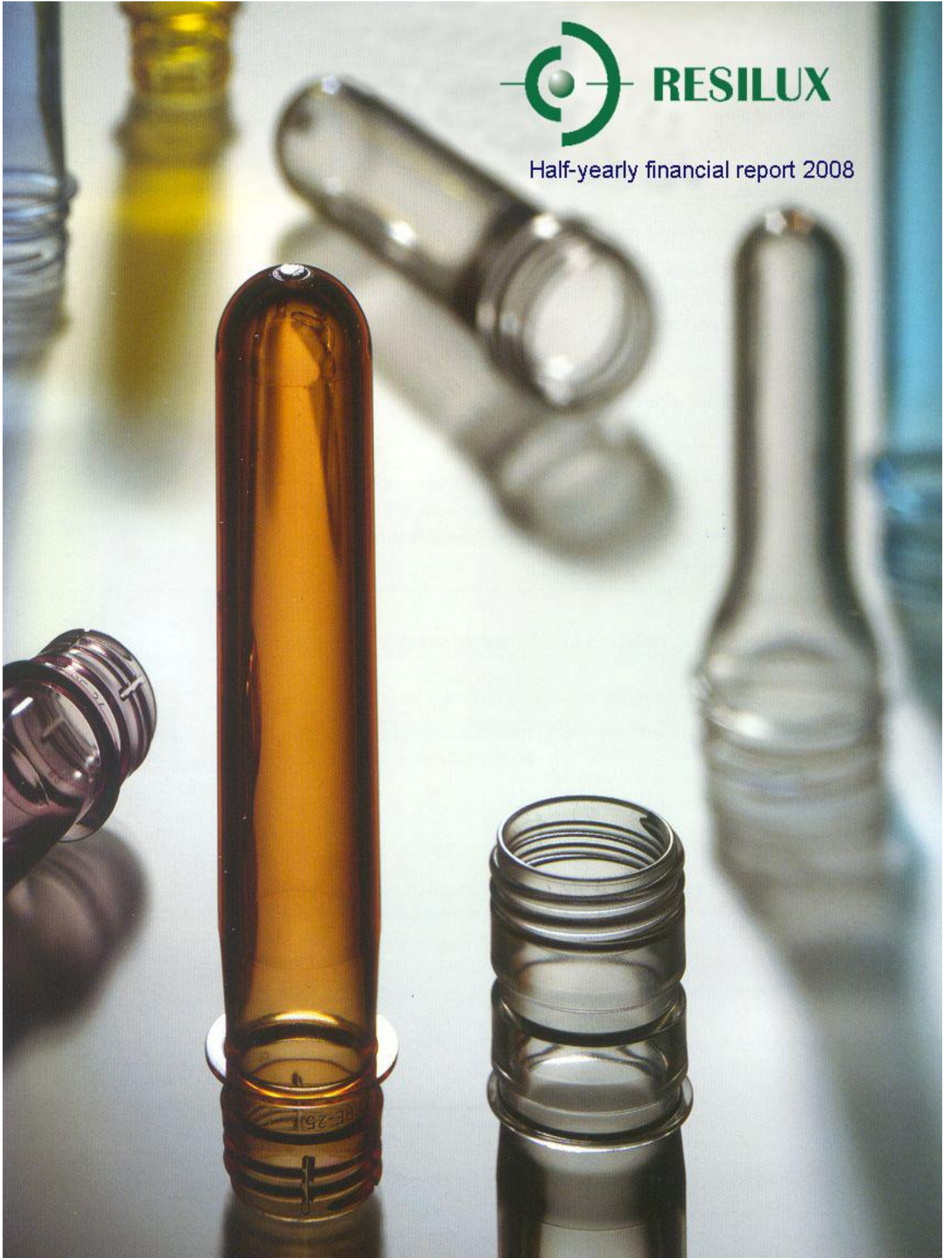




RESILUX

Half-yearly financial report 2008



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1 CONSOLIDATED KEY FIGURES (1)

Key figures of the income statement	1° Sem 2008 (EUR '000)	1° Sem 2007 (EUR '000)	Evolution Difference in %
Turnover	113'170	105'528	7.2%
Total revenues	112'326	102'903	9.2%
Added value (2)	24'623	21'476	14.7%
Operating cash flow - EBITDA (3)	14'069	12'339	14.0%
Depreciations and other non-cash costs	6'763	7'367	-8.2%
Operating result	7'306	4'972	46.9%
Financial result	-3'056	-2'689	-13.6%
Result of operating activiteis before taxes	4'250	2'283	86.2%
Taxes	-1'444	-273	428.9%
Net result, part of group	2'806	2'011	39.5%
Net cash flow (4)	9'569	9'378	2.0%

Key figures of the the balance sheet	(EUR '000)	(EUR '000)	Evolution (%)
Equity sensu stricto	43'096	37'596	14.6%
Equity sensu lato (incl. subordinated loans)	54'438	48'069	13.2%
Net financial debts (excl. subordinated loans) (5)	49'816	56'774	-12.3%
Balance sheet total	171'726	172'832	-0.6%

Key figures per share (6) (7)	EUR	EUR	Evolution (%)
Operating cash flow	7.10	6.23	14.0%
Operating result	3.69	2.51	46.9%
Net result, share of the group	1.42	1.02	39.5%
Net cash flow	4.83	4.74	2.0%
Average number of shares	1'980'410	1'874'800	

(1) Figures are fully in conformity with IFRS-rules.

(2) Revenues minus trade goods and raw materials minus services and other goods.

(3) Operating profit plus depreciations and write offs of intangible and tangible assets, plus provisions for write offs in value relating to stocks and trade accounts receivable.

(4) Net result plus depreciations and other non-cash costs.

(5) Financial debt - available funds and investments.

(6) There are 11,289 subscription rights in circulation in pursuance of the warrant plans to benefit of the employees. These have not been taken into account because the exercise price of these rights is much higher than the current stock price.

(7) Besides, Compagnie du Bois Sauvage SA has acquired 166,665 warrants exercisable at a price of €45 per share in the framework of the issue of a subordinated bond with warrants in December 2006. These also haven't been taken into account.

2 CONDENSED CONSOLIDATED INCOME STATEMENT

Income statement in 000 Eur	1H 2008	1H 2007	%
Operating revenues	112'326	102'902	9.2%
Turnover	113'170	105'528	7.2%
Changes in inventories finished goods	-1'137	-2'984	-61.9%
Other operating income	293	358	-18.2%
Operating expenses	105'020	97'930	7.2%
Raw materials and consumables used	72'406	66'849	8.3%
Services and other goods	15'297	14'577	4.9%
Remuneration, soc. security charges and pensions	8'727	8'487	2.8%
Depreciation and amortisation expense	6'763	7'367	-8.2%
Other operating expenses	1'827	650	181.1%
Operating result	7'306	4'972	46.9%
Net financial result	-3'056	-2'689	13.6%
Result before taxes	4'250	2'283	86.2%
Income taxes	-1'444	-272	430.9%
Net result	2'806	2'011	39.5%

3 CONDENSED CONSOLIDATED BALANCE SHEET

Balance sheet in 000 Eur	30.06.2008	31.12.2007	30.06.2007
Non-current assets	71'072	72'527	78'381
Property, plant & equipment	54'673	55'856	61'505
Intangible assets	245	288	331
Goodwill	13'685	13'685	13'685
Other financial assets	17	17	17
Deferred tax	2'186	2'416	2'582
Non-current receivables	266	265	261
Current assets	100'654	77'760	94'451
Inventories	42'855	37'458	38'686
Trade receivables	46'544	27'076	38'178
Other current assets	7'350	5'752	6'175
Cash and cash equivalents	3'905	7'474	11'412
Total Assets	171'726	150'287	172'832
Equity	43'096	38'880	37'596
Non-current liabilities	38'162	39'611	41'374
Subordinated loans	11'342	10'617	10'473
Interest-bearing borrowings	24'293	26'597	28'177
Provisions	626	780	834
Deferred tax	1'901	1'617	1'890
Current liabilities	90'468	71'796	93'862
Interest-bearing borrowings	29'427	31'475	40'009
Trade payables	53'249	35'429	48'481
Income tax payables	1'451	777	800
Other amounts payables	6'341	4'115	4'572
Total Liabilities	171'726	150'287	172'832

4 CONDENSED CONSOLIDATED CASH FLOW STATEMENT

Condensed cash flow statement in 000 Eur	1H 2008	1H 2007	%
EBIT	7'306	4'972	46.9%
Depreciation and amortization	6'763	7'367	-8.2%
Gross operating cash flow	14'069	12'339	14.0%
Changes in net working capital	-6'214	-8'363	-25.7%
Operating cash flow	7'855	3'976	97.6%
Net finance costs	-3'056	-2'689	13.6%
Income taxes paid	-152	-118	28.8%
Net cash flow from operating activities	4'647	1'169	297.5%
Net cash flow from investment activities	-4'435	-3'246	36.6%
Net cash flow from financing activities	-3'840	5'592	-168.7%
Effect of exchange rate changes on cash and cash equivalents	59	-22	-368.2%
Changes in cash and cash equivalents	-3'569	3'493	-202.2%

5 CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Statement of changes in equity in 000 Eur	
Total equity per 31.12.2007	38'880
Result for the period	2'806
Unrealized result hedging contracts	18
Currency translation differences	1'392
Total equity per 30.06.2008	43'096

6 SELECTED NOTES TO THE HALF-YEARLY FINANCIAL REPORT

6.1 Principles of the interim financial reporting

The summary interim financial statements have been drawn up in conformity with IAS 34 Interim Financial Reporting as approved by the EU. The present interim financial statements also meet the requirements imposed by the CBFA et Euronext.

The interim financial statements were approved by the members of the Board of directors on 25 August 2008.

6.2 Accounting principles

In preparing the interim financial statements the IFRS principles for inclusion and valuation have been applied as for the consolidated annual financial statements of 31 December 2007.

6.3 Segment reporting

Segment information is presented in respect of the company's geographical segments based on production units. The segment reporting is in accordance with the management reporting. No additional segmentation has been made because the different activities are related to each other.

first half 2008

000 Euro	Turnover	EBIT	EBITDA
Belgium	44'705	1'862	3'640
Spain	18'440	1'281	2'288
Russia	6'773	-574	-296
Greece	6'718	-497	221
Switzerland	29'063	4'858	6'570
USA	8'820	26	655
Hungary	14'983	776	1'545
Holdings	518	-68	-68
Consolidation	-16'850	-358	-486
Total	113'170	7'306	14'069

first half 2007

000 Euro	Turnover	EBIT	EBITDA
Belgium	38'594	1'409	3'666
Spain	17'731	1'333	2'103
Russia	6'671	-984	-564
Greece	7'711	236	857
Switzerland	27'220	4'411	6'207
USA	7'127	-1'077	-50
Hungary	11'902	237	860
Holdings	142	-20	-20
Consolidation	-11'570	-573	-721
Total	105'528	4'972	12'338

6.4 Contingent liabilities

As to the dispute with the Russian tax authorities, the court ruling in cassation decided at the end of 2007 to revoke the earlier decisions – in particular the rejection of the claim of the Russian tax authorities in first instance and in appeal – and to refer the case back to first instance.

In the mean time, the claim of the Russian tax authorities was rejected again, not only by the court ruling in first instance, to which the case has been referred by the court ruling in cassation, but also in the further instance by the court of appeal. After June 30th, 2008, the Russian tax authorities initiated a new cassation procedure against the latest rejection judged in appeal.

6.5 Consolidation perimeter

At the beginning of 2008 two new Belgian companies Eastern Holding NV and Eastern Investment Holding NV were founded. Since their foundation, the companies are included in the consolidation base following the method of full consolidation.

6.6 Investments

The net investments in the first half of 2008 amount to EUR 4.4 million compared to EUR 3.2 million in the first half of 2007. Major investments were an extra production line in Spain and a building extension in Hungary.

6.7 Extraordinary items

In the month of June, an earthquake occurred in Greece. This has caused a temporary interruption of the production. As a result of the earthquake, the stock finished goods has been written off for an amount of EUR 0.6 million. At this point in time, no other write off's have been booked because the investigation and the calculation regarding the damages of the production equipment has not been finalized yet.

6.8 Financial debts

During the first semester of 2008, a new subordinated loan was issued by the Belgian Corporation for International Investments (BMI) to Resilux America in the amount of € 643.

6.9 Income tax expense

A pre-tax profit was realized of EUR 4.2 million compared with EUR 2.3 in the first half of 2007. The total taxes amount to EUR 1.4 million. This amount includes taxes payable for EUR 0.8 million and deferred taxes for 0.6 million. After taxes, the group has realized a net profit of EUR 2.8 million.

6.10 Related parties

The affiliated parties of Resilux Group consist of subsidiaries, management and directors.

In the configuration of the affiliated parties, with the exception of the event mentioned in point 6.5, and in the nature of the transactions, nothing has really been changed regarding the financial statements as of 31st December 2007.

6.11 Key events after balance sheet closing date

Since June 30th, 2008, no other important events have occurred of a nature to influence the results of the company significantly.

6.12 Seasonal features

Resilux expects for the second semester of 2008 an increase of the results compared to last year, despite the fact that the months of July and August have known poor weather conditions with the exception of the Iberian peninsula.

7 INTERIM REPORT

INTERIM REPORT OF THE BOARD OF DIRECTORS

This interim financial report should be read in conjunction with the consolidated balance sheet and income statement of Resilux NV (group), and the related selected notes (see item 6 above). This interim report is drawn up in accordance with the Royal Decree of 14 November 2007 concerning the obligations of the issuers of financial statements.

- Significant events during the first six months of the financial year

For a listing of the most significant events having occurred during the first six months of the financial year and their effect on the abbreviated financial statements we refer to paragraph 6. 'selected notes to the half-yearly financial report'.

For a general discussion of the results we refer to the press release, which is embargoed till Thursday 28 August at 05.40 p.m..

- Main risks and uncertainties for the remaining months of the financial year

Concerning the description of the major risks and uncertainties the company can be confronted with, the exposure to risks arising from foreign currencies, interest rates, raw material prices, and creditworthiness are a consequence of the normal operations of the group. It is the aim of the group to manage each of these risks.

In addition, reference is made to the claim by the Russian tax authorities, of which the ruling by the judges in cassation may have a significant impact.

Also, the definitive determination of the damages in Greece and the adjustment of same must be awaited.

- Main transactions with related parties

As mentioned in the explanatory notes (see point 6.10), no significant changes have occurred regarding the financial statements as of 31st December 2007.

Wetteren, 25 August 2008

The board of directors

8 DECLARATION CONCERNING THE INFORMATION GIVEN IN THIS HALF-YEARLY FINANCIAL REPORT

Obligations with regards to periodical information – Consolidated statements at June 30th, 2008.

Declaration regarding the information given in the half-yearly financial report

The undersigned declare that, to the best of their knowledge,

- the abbreviated financial statements that have been prepared according to applicable standards for financial statements and furthermore established according to the international standard applicable to interim financial reporting, give a true and fair view of the capital, of the financial situation and of the results of the Firm and the enterprise incorporated in the consolidation;
- the interim financial statement gives a true overview of the important events, which have occurred during the first six months of the fiscal year, the most important transactions with affiliated parties and the effect of the aforementioned on the abbreviated financial statements, as well as a description of the most important risks and uncertainties for the remaining months of the fiscal year.

Dirk De Cuyper
Managing Director

Peter De Cuyper
Managing Director
CFO ad interim

9 AUDITOR'S REPORT

NV RESILUX

AUDITOR'S REVIEW REPORT ON THE CONSOLIDATED HALF- YEAR FINANCIAL INFORMATION OF NV RESILUX FOR THE SIX MONTHS PERIOD ENDED JUNE, 30, 2008

We have reviewed the half-year consolidated balance sheet and the related statements of income, cash flow statements and changes in equity of NV Resilux for the six months ended June, 30, 2008. The board of directors is responsible for the preparation and fair presentation of this interim financial information in accordance with IAS 34 – “Interim financial reporting”. Our responsibility is to express a conclusion on this interim financial information based on our review.

We conducted our review in accordance with the auditing standards on reviews applicable in Belgium, as issued by the Institute of Registered Auditors (IBR). A review of interim financial information consists mainly of applying analytical and other review procedures and of making inquiries of the financial information. A review is substantially less in scope than an audit of the consolidated financial statements, which has the intention to provide an opinion on the true and fair view of the group's assets and liabilities, its financial position, the results of its operations and cash flow statements at year-end. Accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that would result in material adjustments to the financial information for the six months period ended June, 30, 2008 prepared in accordance with IAS 34- Interim Financial Reporting.

Without qualifying our opinion we draw attention to the explanatory note ‘contingent liabilities’ of the half-year information and the interim report of the Board of Directors which mentions that a foreign company of the group is sued by Russian tax authorities. The ultimate outcome of the matter cannot presently be determined, and no provision for a liability that may result from this case, has been made in the consolidated financial statements.

Melle, 27 augustus 2008

Burg. BVBA Baker Tilly JWB Bedrijfsrevisoren

Statutory auditor

represented by

Benedikt Joos
Auditor