

## IFRS – condensed consolidated financial statements (in thousand euro)

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### 1. Consolidated income statement per segment as of 30.06.2006

	Segment 1	Segment 2	Segment 3	Segment 4	Segment 5	Eliminations between segments	30-06-2006 Total	30-06-2005 Total
	Building- dredging- & environmental services	Real estate and related services	Financial services	Private Equity	AvH & subholdings			
Revenue	126.140	7.926	61.938	4	2.646	-1.550	197.104	176.841
Other operating income		106	47	3.835	6.488	-716	9.759	10.551
Operating expenses (-)	-122.303	-5.841	-52.792	-3.749	-4.175	2.029	-186.831	-163.263
<b>Profit(loss) from operating activities</b>	<b>3.837</b>	<b>2.191</b>	<b>9.193</b>	<b>90</b>	<b>4.960</b>	<b>-238</b>	<b>20.033</b>	<b>24.129</b>
Profit(loss) on assets/liabilities designated at fair value through profit and loss		18	155	4.642	158		4.972	-1.646
Profit(loss) on disposal of assets	66	7.333	1.310	5.177	11.969		25.854	21.402
Finance income	865	949	9.389	2.126	2.178	-1.672	13.835	11.144
Finance costs (-)	-626	-2.192	-1.451	-21	-3.312	1.910	-5.691	-7.900
Share of profit(loss) from equity accounted investments	12.490	12.704	16.651	5.183	-1.930		45.098	28.371
Other non-operating income	1	1.568			1.862		3.431	2.103
Other non-operating expenses (-)		-15					-15	-2
<b>Profit(loss) before tax</b>	<b>16.633</b>	<b>22.555</b>	<b>35.246</b>	<b>17.198</b>	<b>15.885</b>	<b>0</b>	<b>107.517</b>	<b>77.601</b>
Income taxes	-1.081	-810	-5.570	0	-140		-7.601	-11.499
<b>Profit(loss) after tax from continuing operations</b>	<b>15.552</b>	<b>21.745</b>	<b>29.676</b>	<b>17.198</b>	<b>15.745</b>	<b>0</b>	<b>99.916</b>	<b>66.102</b>
Profit(loss) after tax from discontinued operations							0	9.314
<b>Profit(loss) of the period</b>	<b>15.552</b>	<b>21.745</b>	<b>29.676</b>	<b>17.198</b>	<b>15.745</b>		<b>99.916</b>	<b>75.415</b>
Minority interests	368	0	7.273	3.124	37		10.803	12.920
<b>Share of the group</b>	<b>15.184</b>	<b>21.745</b>	<b>22.403</b>	<b>14.074</b>	<b>15.707</b>	<b>0</b>	<b>89.113</b>	<b>62.495</b>

### Segment reporting

**Segment 1 – Building, dredging & environmental services** : DEME (equity method 50%), Van Laere (global integration 100%), NMP (global integration 75%)

**Segment 2 – Real estate and related services** : Extensa (global integration 100%), Leasinvest Real Estate (equity method 35,5%, from June 30 onwards 29,2%), Cobelguard (equity method 40%)

**Segment 3 – Financial services** : Delen Investments (equity method 75%), Bank J.Van Breda & C° (global integration 75%), Finaxis (global integration 75%), BDM-ASCO-BtB (equity method 50%)

**Segment 4 – Private equity** : Sofinim & subholdings (global integration 74%), private equity participations (fair value), Quick Restaurants (equity method 28,9%), Goupe Flo (equity method 23,4%), Trasys (equity method 46%)

**Segment 5 – AvH and subholdings** : global integration, GIB (equity method 50%)

## 2. Consolidated balance sheet per segment as of 30.06.2006

	Segment 1	Segment 2	Segment 3	Segment 4	Segment 5	Eliminations between segments	30-06-2006 Total	31-12-2005 Total
	Building- dredging- & environmental services	Real estate and related services	Financial services	Private Equity	AvH & subholdings			
<b>I. NON-CURRENT ASSETS</b>	<b>201.906</b>	<b>142.659</b>	<b>1.253.729</b>	<b>244.049</b>	<b>169.926</b>	<b>-13.900</b>	<b>1.998.369</b>	<b>1.910.403</b>
Intangible assets		108	818				926	1.021
Goodwill	2.487	836	421	0	114.806		118.549	118.549
Tangible assets	29.725	8.422	13.869	30	7.140		59.186	55.350
Investment property	2.749	18.600					21.349	65.157
Participations accounted for using the equity method	164.023	94.303	143.748	85.282	-14.594		472.761	445.041
Financial fixed assets	2.084	4.980	21	158.736	59.201	-13.900	211.122	169.710
Private equity participations				156.698			156.698	123.869
Available for sale financial fixed assets	807	655	1	0	38.783		40.245	42.595
Receivables and warranties	1.277	4.325	20	2.039	20.418	-13.900	14.179	3.246
Non-current hedging instruments			11.553		29		11.582	7.098
Amounts receivable after one year	536	12.601	58.272		128		71.537	70.540
Trade debtors							0	0
Finance lease receivables		12.601	58.046				70.647	69.691
Other receivables	536		226		128		890	849
Deferred tax assets	302	2.810	142		3.217		6.471	6.571
Banks - receivables from credit instit. and clients after one year			1.024.885				1.024.885	971.366
<b>II. CURRENT ASSETS</b>	<b>164.621</b>	<b>43.514</b>	<b>1.417.901</b>	<b>168.553</b>	<b>354.136</b>	<b>-156.012</b>	<b>1.992.712</b>	<b>2.298.040</b>
Assets held for sale							0	0
Inventories	1.070	27.792					28.862	35.207
Amounts due from customers under construction contracts	3.047						3.047	1.899
Investments	849	5.264	578.929	24.230	198.661		807.932	689.393
Current hedging instruments		15	1.030				1.045	419
Amounts receivable within one year	122.216	5.538	85.569	93.624	50.583	-154.919	202.612	161.684
Trade debtors	94.507	1.562			3.271	-2.403	96.936	56.463
Finance lease receivables		911	27.960				28.871	27.539
Other receivables	27.709	3.065	57.609	93.624	47.313	-152.516	76.805	77.683
Current tax receivables	1.075	603	531	378	2.658		5.244	8.235
Banks - receivables from credit instit. and clients within one year			722.243				722.243	1.029.507
Cash and cash equivalents	35.202	4.053	6.323	49.922	100.373		195.873	351.090
Deferred charges and accrued income	1.161	249	23.276	400	1.860	-1.093	25.853	20.607
<b>TOTAL ASSETS</b>	<b>366.526</b>	<b>186.173</b>	<b>2.671.630</b>	<b>412.602</b>	<b>524.062</b>	<b>-169.912</b>	<b>3.991.081</b>	<b>4.208.443</b>

	Segment 1	Segment 2	Segment 3	Segment 4	Segment 5	Eliminations between segments	30-06-2006 Total	31-12-2005 Total
	Building- dredging- & environmental services	Real estate and related services	Financial services	Private Equity	AvH & subholdings			
<b>I. TOTAL EQUITY</b>	<b>221.066</b>	<b>91.888</b>	<b>395.096</b>	<b>404.174</b>	<b>253.799</b>		<b>1.366.023</b>	<b>1.303.873</b>
Equity - group share	212.235	91.888	298.161	321.255	251.099		1.174.638	1.118.180
Issued capital					113.907		113.907	113.907
Consolidated reserves	213.434	90.017	297.880	312.982	18.216		932.529	873.447
Revaluation reserves	-1.199	1.871	281	8.273	124.178		133.405	133.228
Treasury shares (-)					-5.202		-5.202	-2.403
Minority interests	8.831	0	96.934	82.919	2.700		191.385	185.692
<b>II. NON-CURRENT LIABILITIES</b>	<b>33.604</b>	<b>57.411</b>	<b>795.337</b>	<b>110</b>	<b>43.779</b>	<b>-13.900</b>	<b>916.340</b>	<b>982.023</b>
Provisions	399	4.104	738	110	30.823		36.174	39.281
Pension liabilities	99		453		778		1.330	1.340
Deferred tax liabilities	10.496	6.041	1.118		6.798		24.453	31.824
Financial debts	21.184	46.340	60.735		22	-13.900	114.381	138.197
Non-current hedging instruments			3.468		24		3.492	4.395
Other amounts payable after one year	1.425	927	3.581		5.333		11.266	19.424
Banks - debts to credit institutions, clients & securities			725.244				725.244	747.563
<b>III. CURRENT LIABILITIES</b>	<b>111.856</b>	<b>36.874</b>	<b>1.481.197</b>	<b>8.319</b>	<b>226.484</b>	<b>-156.012</b>	<b>1.708.718</b>	<b>1.922.547</b>
Liabilities held for sale							0	0
Provisions			370	125			495	250
Pension liabilities			56				56	51
Financial debts	3.742	29.868	244	5.150	212.237	-151.234	100.008	157.612
Current hedging instruments		60	305				365	926
Amounts due to customers under construction contracts	6.109						6.109	5.567
Other amounts payable within one year	96.344	5.562	5.734	169	13.607	-1.797	119.620	146.992
Current tax payables	3.262	239	3.262	5	82		6.851	8.411
Banks - debts to credit institutions, clients & securities			1.450.150				1.450.150	1.579.845
Accrued charges and deferred income	2.399	1.144	21.076	2.869	557	-2.981	25.065	22.893
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>366.526</b>	<b>186.173</b>	<b>2.671.630</b>	<b>412.602</b>	<b>524.062</b>	<b>-169.912</b>	<b>3.991.081</b>	<b>4.208.443</b>

### 3. Consolidated cash flow statement as of 30.06.2006

	Segment 1 Building- dredging- & environmental services	Segment 2 Real estate and related services	Segment 3 Financial services	Segment 4 & 5 AvH, subhold & private equity	Eliminations between segments	30-06-2006 Total	30-06-2005 Total
<b>I. CASH AND CASH EQUIVALENTS, OPENING BALANCE</b>	<b>33.068</b>	<b>4.668</b>	<b>8.431</b>	<b>304.922</b>	<b>0</b>	<b>351.090</b>	<b>183.178</b>
<b>Profit (loss) from operating activities</b>	3.837	2.191	9.193	5.050	-238	20.033	24.129
Dividends from participations accounted for using the equity method	158	500	15.462	6.822		22.942	42.033
Other non-operating income (expenses)	1	1.343				1.344	2.101
Income taxes	-1.081	-810	-5.570	-140		-7.601	-11.499
Profit(loss) from discontinued operations						0	0
Non cash adjustments	-611	1.533	-6.001	464		-4.615	-645
<b>CASH FLOW</b>	<b>2.303</b>	<b>4.756</b>	<b>13.084</b>	<b>12.196</b>	<b>-238</b>	<b>32.102</b>	<b>56.119</b>
<b>Decrease (increase) of working capital</b>	3.948	15.770	86.858	-105.045		1.531	-14.940
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>6.251</b>	<b>20.526</b>	<b>99.943</b>	<b>-92.849</b>	<b>-238</b>	<b>33.634</b>	<b>41.178</b>
<b>Investments</b>	<b>-1.626</b>	<b>-10.261</b>	<b>-448.550</b>	<b>-84.282</b>		<b>-544.719</b>	<b>-284.141</b>
Acquisition of intangible and tangible assets	-835	-48	-3.111	-3.228		-7.222	-2.909
Acquisition of investment property		-1		0		-1	-2.148
Acquisition of financial fixed assets	-23	-5.986		-57.208		-63.217	-12.204
New amounts receivable		-4.227		-6.815		-11.041	-22.082
Acquisition of investments	-768		-445.439	-17.032		-463.238	-244.798
<b>Divestments</b>	<b>361</b>	<b>30.487</b>	<b>332.312</b>	<b>39.370</b>		<b>400.134</b>	<b>182.423</b>
Disposal of intangible and tangible assets	257	2				258	184
Disposal of investment property		2.396				0	0
Disposal of financial fixed assets		28.089		38.088		66.177	-78.254
Reimbursements of amounts receivable	104					104	570
Disposal of investments			332.312	1.282		333.594	259.923
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>	<b>-1.265</b>	<b>20.226</b>	<b>-116.238</b>	<b>-44.912</b>	<b>0</b>	<b>-142.189</b>	<b>-101.718</b>
<b>Financial operations</b>							
Interest received	485	622	11.325	2.977	-1.672	13.736	13.631
Interest paid	-551	-1.857	-1.451	-1.506	1.910	-3.454	-4.949
Other financial income (costs)	305	-8	1.833	-690		1.440	-2.088
(De)increase of treasury shares				-2.981		-2.981	0
(De)increase of financial debts	-1.991	-36.625	2.480	13.081		-23.055	-73.103
Distribution of profits				-29.993		-29.993	-21.773
Dividends paid to minority interests	-1.100	-3.500	0	2.245		-2.355	-1.975
<b>CASH FLOW FROM FINANCIAL ACTIVITIES</b>	<b>-2.852</b>	<b>-41.368</b>	<b>14.187</b>	<b>-16.867</b>	<b>238</b>	<b>-46.662</b>	<b>-90.257</b>
<b>II NET VARIATION IN CASH AND CASH EQUIVALENTS</b>	<b>2.134</b>	<b>-615</b>	<b>-2.108</b>	<b>-154.627</b>	<b>0</b>	<b>-155.217</b>	<b>-150.797</b>
<b>III. CASH AND CASH EQUIVALENTS, ENDING BALANCE</b>	<b>35.202</b>	<b>4.053</b>	<b>6.323</b>	<b>150.295</b>	<b>0</b>	<b>195.873</b>	<b>32.381</b>

### 4. Statement of changes in equity

	30-06-2006	30-06-2005
<b>Equity - group share: January 1</b>	<b>1.118.180</b>	<b>801.197</b>
Dividends	-29.993	-21.773
Profit/ (loss) of the period - group share	89.113	62.495
Change in revaluation reserves	176	14.714
Treasury shares (-)	-2.799	0
Other	-39	132
<b>Equity - group share: June 30</b>	<b>1.174.638</b>	<b>856.765</b>

## **5. Notes to the financial statements as of 30.06.2006**

### **5.1. Basis for the presentation of the financial statements**

The consolidated financial statements of Ackermans & van Haaren are prepared in accordance with the International Financial Reporting Standards and IFRIC interpretations effective on June 30, 2006 as approved by the European Commission.

The interim financial statements are prepared in accordance with the IFRS valuation rules, applied by AvH when issuing the consolidated 2005 annual accounts.

### **5.2 Changes in consolidation scope**

#### Full consolidation

In the consolidated income statement per 30.06.2006 the contribution of Solvus, sold in the second half of 2005 to USG is presented as "Profit(loss) after tax from discontinued operations.

#### Jointly controlled entities, included applying the equity method

In the first half of 2006 GIB finalised its 46% (23% group share) stake in the French, listed on the stock exchange Groupe Flo (exploitation of about 150 restaurants, mainly in the Paris region) and invested in Trasys, an independent, Belgian IT service provider. No contribution of Trasys was included in the income statement, as the closing of the take over of Trasys only took place in May 2006.

In April 2006 AvH announced its 40% stake in the Cobelguard group. This joint venture (with the management) is included in the consolidation scope of AvH from 2<sup>nd</sup> quarter 2006 onwards.

#### **Participations accounted for using the equity method**

**30-06-2006**

Building, dredging & environmental services	164.023
Real estate and related services	94.303
Financial services	143.748
Private equity	85.282
AvH and subholdings	-14.594
	<b>472.761</b>

#### Private equity participations Sofinim

Investments of Sofinim during the first half year of 2006 of € 45,7 millions :

- Turbo's Hoet Groep (Sofinim participation: 50%, AvH share: 37%): sale, maintenance and leasing of trucks, and sale of turbochargers and spare parts, with a turnover of € 198 million in 2005 ;
- Alupa (Sofinim participation: 100%, AvH share: 74%) : producer of metallized paper for the labelling- and cigarette industry (as part of the exit of IlloSpear) ;
- Oleon Biodiesel (Sofinim participation: 22,3%) : as per 01.01.2007 Oleon Biodiesel will be operational with a production capacity of 100.000T (possibly increasing to 150.000T). Oleon is candidate for an important quatum on the Belgian market. Taking into account Sofinim's interest of 37.17% in Oleon, which itself participates for 50% in Oleon Biodiesel, the interest percentage of Sofinim amounts to 40.8% ;

Divestments of Sofinim during the first half year of 2006 of € 26,3 mio, mainly SCF (€ 19,6 millions)

### **5.3 Seasonality or cyclicity of interim operations**

AvH is active in diverse segments, each (more or less) cyclically sensitive : dredging, oil markets (DEME), construction (Van Laere), evolution on the stock exchange and interest rates (Bank Delen and Bank Van Breda), Real estate and interest rates evolution (Extensa & Leasinvest Real Estate).

The income statement of the Private equity segment contains, besides the contribution of the participations (active in widely different businesses with different cyclicalities), capital gains on portfolio and dividends received from entities held in portfolio.

#### **5.4 Earnings per share**

	<b><u>30-06-2006</u></b>	<b><u>30-06-2005</u></b>
Net consolidated profit, group share (000 euro)	89.113	62.495
Average number of shares	33.325.410	33.358.785
<b>Basic earnings per share (in euro)</b>	<b>2,67</b>	<b>1,87</b>

Net consolidated profit, group share (000 euro)	89.113	62.495
Average number of shares	33.325.410	33.358.785
Impact of stock options	99.799	23.932
Adjusted average number of shares	33.425.209	33.382.717
<b>Diluted earnings per share (in euro)</b>	<b>2,67</b>	<b>1,87</b>

#### **5.5 Distribution of dividends**

The distribution of a gross dividend of € 0,90 per share was approved by the general assembly of May 22, 2006.

#### **5.6 Number of treasury shares**

The number of treasury shares, held in relation to the stock option plan, evolved as follows:

	<b><u>30-06-2006</u></b>	<b><u>30-06-2005</u></b>
<b>Treasury shares - January 1</b>	<b>132.644</b>	<b>138.119</b>
acquisition of treasury shares	70.000	
disposal of treasury shares	-31.150	
<b>Treasury shares - June 30</b>	<b>171.494</b>	<b>138.119</b>

### **6. Events after balance sheet date**

After balance sheet date, no major events took place which could significantly influence the activities or the financial position of the company.

### **7. Risk management**

#### **7.1. Risk management – Ackermans & van Haaren and subholdings**

Given the nature of its activities Ackermans & van Haaren is subject to only limited operational risks : its assets consist mainly of financial fixed assets. Decisions with respect to investments and divestments lie within the competence of the executive committee (within the limits of the daily management) and the board of directors.

With regard to risk management Ackermans & van Haaren makes limited use of financial instruments in order to limit the impact of possible interest rate increases. These instruments relate to the financing of short-term credit requirements which are funded by the commercial paper programme.

#### **7.2. Risk management – operational subsidiaries**

With regard to the interest and exchange risk, the operational subsidiaries apply the following strategy :

- in order to protect the companies against unexpected increases of financial charges due to interest rate increases, and in order to make use of the current low interest rate level, a number of financial instruments (LT hedges, Interest Rate Swaps, etc) are being used.

- the exchange risk, to which the companies are subject due to activities which are paid in foreign currency, is usually hedged through financial hedges and term contracts.

Bank J. Van Breda & C° and Bank Delen are cautious when acquiring financial instruments for their own account and prudently manage the price risks, credit risks, liquidity risks and cash flow risks.

In areas where the durations of assets and liabilities do not match adequately, Bank J. Van Breda & C° makes use of hedging instruments. The hedging is a combination of interest rate swaps (which convert the variable interest rate commitments into fixed commitments) and options (which provide protection against an increase of interest rates above certain levels). Bank Delen does not make use of any hedging techniques.

## **8. Auditor's report**

Limited review report of the statutory auditor on the interim consolidated financial report of Ackermans & van Haaren NV as of 30 June, 2006 and for the six-month period then ended

We performed a limited review of the interim consolidated financial report of Ackermans & van Haaren NV as of 30 June, 2006 with a balance sheet total of EUR 3.991.081 thousand and a net income attributable to equityholders of the parent for the period of EUR 89.113 thousand. The interim consolidated financial report has been prepared in accordance with International Financial Reporting Standards IAS 34 "Interim Financial Reporting" as approved for application in the European Union.

The engagement has been performed in connection with the interim financial reporting of the company. We conducted our review in accordance with the relevant recommendation of the "Instituut der Bedrijfsrevisoren" (Belgian Institute of Auditors). This review consisted primarily of the analysis, comparison and discussion of the financial information and consequently was less extensive than a full scope audit of the consolidated financial information.

Our review has not revealed any information that would lead to any material modifications to the interim consolidated financial report.

Antwerp, September 7th 2006

Ernst & Young Bedrijfsrevisoren BCVBA (B160)  
Represented by

Jan De Landsheer  
Partner

Patrick Rottiers  
Partner