

18 May 2018

Air France-KLM: Additional information on restatement of accounts 2017

Since January 1st, 2018, Air France-KLM Group applies the new accounting standards IFRS 9, 15 and 16. For the purpose of comparison, the Group consolidated financial statements have been restated as of 1st January 2017. These restated accounts have not yet been audited and could be subject to changes.

Detailed information on the restatement of accounts 2017 have been provided in the published document “Unaudited interim consolidated financial statements” of the first quarter 2018 (Chapter 2: Restatement of accounts 2017, page 11-16) and in the press release of the first quarter 2018 results. (<http://www.airfranceklm.com/en/finance/publications/results>)

Additional information with regards to the impact of these new standards on the consolidated income statement for second, third and fourth quarter 2017 are given in the tables hereafter.

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Impact on the consolidated statement of recognized income and expenses: Second quarter and first half 2017

These restated accounts have not yet been audited and could be subject to changes.

<i>In millions euros</i>	Second quarter 2017			First half 2017		
	Published accounts	Restated	Change	Published accounts	Restated	Change
Sales	6,605	6,621	16	12,314	12,326	12
Other revenues	0	0	0	0	0	0
Revenues	6,605	6,621	16	12,314	12,326	12
Aircraft fuel	-1,160	-1,160	0	-2,280	-2,280	0
Chartering costs	-103	-130	-27	-202	-256	-54
Landing fees and en route charges	-495	-494	1	-932	-932	0
Catering	-203	-203	0	-388	-388	0
Handling charges and other operating costs	-437	-437	0	-856	-856	0
Aircraft maintenance costs	-609	-561	48	-1,240	-1,153	87
Commercial and distribution costs	-238	-237	1	-468	-466	2
Other external expenses	-395	-368	27	-782	-726	56
Salaries and related costs	-1,915	-1,915	0	-3,727	-3,727	0
Taxes other than income taxes	-38	-38	0	-83	-83	0
Other income and expenses	178	212	34	388	477	89
Aircraft operating lease costs	-277	0	277	-562	0	562
EBITDA	913	1,290	377	1,182	1,938	756
Amortization, depreciation and provisions	-417	-702	-285	-829	-1,384	-555
Income from current operations	496	588	92	353	555	202
Sales of aircraft equipment	10	10	0	19	19	0
Other non-current income and expenses	-3	-4	-1	-11	-11	0
Income from operating activities	503	594	91	361	563	202
Cost of financial debt	-68	-148	-80	-133	-297	-164
Income from cash and cash equivalent	11	11	0	20	20	0
Net cost of financial debt	-57	-137	-80	-113	-277	-164
Other financial income and expenses	32	328	296	1	373	372
Income before tax	478	785	307	249	659	410
Income taxes	-105	-185	-80	-96	-205	-109
Net income of consolidated companies	373	600	227	153	453	300
Share of profits (losses) of associates	3	4	1	7	7	0
Income from continuing operations	376	604	228	160	461	301
Net income from discontinued operations	-8	-9	-1	-8	-8	0
Net income for the period	368	595	227	152	452	300
Minority interest	-1	-1	0	-1	-1	0
Net income for the period - Group	367	594	227	151	451	300

Impact on the consolidated statement of recognized income and expenses: third quarter and nine months 2017

These restated accounts have not yet been audited and could be subject to changes.

<i>In millions euros</i>	Third quarter 2017			Nine months 2017		
	Published accounts	Restated	Change	Published accounts	Restated	Change
Sales	7,234	7,255	21	19,548	19,581	33
Other revenues	1	1	0	1	1	0
Revenues	7,235	7,256	21	19,549	19,582	33
Aircraft fuel	-1,148	-1,148	0	-3,428	-3,428	0
Chartering costs	-104	-132	-28	-306	-388	-82
Landing fees and en route charges	-513	-514	-1	-1,445	-1,445	0
Catering	-214	-215	-1	-602	-602	0
Handling charges and other operating costs	-457	-458	-1	-1,313	-1,313	0
Aircraft maintenance costs	-602	-573	29	-1,842	-1,725	117
Commercial and distribution costs	-233	-234	-1	-701	-700	1
Other external expenses	-380	-331	49	-1,162	-1,057	105
Salaries and related costs	-1,928	-1,928	0	-5,655	-5,655	0
Taxes other than income taxes	-39	-38	1	-122	-122	0
Other income and expenses	135	167	32	523	643	120
Aircraft operating lease costs	-265	0	265	-827	0	827
EBITDA	1,488	1,852	364	2,670	3,790	1,120
Amortization, depreciation and provisions	-466	-711	-245	-1,295	-2,094	-799
Income from current operations	1,022	1,141	119	1,375	1,696	321
Sales of aircraft equipment	0	-2	-2	19	17	-2
Other non-current income and expenses	-315	-313	2	-326	-324	2
Income from operating activities	707	826	119	1,068	1,389	321
Cost of financial debt	-65	-145	-80	-198	-442	-244
Income from cash and cash equivalent	7	6	-1	27	27	-0
Net cost of financial debt	-58	-139	-81	-171	-416	-245
Other financial income and expenses	81	163	82	82	536	454
Income before tax	730	850	120	979	1,509	530
Income taxes	-186	-218	-32	-282	-425	-143
Net income of consolidated companies	544	632	88	697	1,085	388
Share of profits (losses) of associates	9	8	-1	16	16	0
Income from continuing operations	553	640	87	713	1,101	388
Net income from discontinued operations	0	0	0	-8	-8	0
Net income for the period	553	640	87	705	1,093	388
Minority interest	-1	-1	0	-2	-3	-1
Net income for the period - Group	552	639	87	703	1,090	387

Impact on the consolidated statement of recognized income and expenses: Fourth quarter and Full year 2017

These restated accounts have not yet been audited and could be subject to changes.

<i>In millions euros</i>	Fourth quarter 2017			Full year 2017		
	Published accounts	Restated	Change	Published accounts	Restated	Change
Sales	6,233	6,276	43	25,781	25,857	76
Other revenues	2	2	0	3	3	0
Revenues	6,235	6,278	43	25,784	25,860	76
Aircraft fuel	-1,079	-1,079	0	-4,507	-4,507	0
Chartering costs	-97	-128	-31	-403	-516	-113
Landing fees and en route charges	-460	-460	0	-1,905	-1,905	0
Catering	-182	-182	0	-784	-784	0
Handling charges and other operating costs	-440	-440	0	-1,753	-1,753	0
Aircraft maintenance costs	-582	-504	78	-2,424	-2,229	195
Commercial and distribution costs	-234	-234	0	-935	-934	1
Other external expenses	-413	-403	10	-1,574	-1,460	114
Salaries and related costs	-1,969	-1,969	0	-7,624	-7,624	0
Taxes other than income taxes	-36	-36	0	-158	-158	0
Other income and expenses	112	141	29	635	785	150
Aircraft operating lease costs	-261	0	261	-1,088	0	1,088
EBITDA	594	984	390	3,264	4,774	1,510
Amortization, depreciation and provisions	-481	-743	-262	-1,776	-2,837	-1,061
Income from current operations	113	241	128	1,488	1,937	449
Sales of aircraft equipment	-1	1	2	18	18	0
Other non-current income and expenses	-1,599	-1,601	-2	-1,925	-1,925	0
Income from operating activities	-1,487	-1,359	128	-419	30	449
Cost of financial debt	-51	-129	-78	-249	-570	-321
Income from cash and cash equivalent	8	8	0	35	35	0
Net cost of financial debt	-43	-121	-78	-214	-535	-321
Other financial income and expenses	34	46	12	116	579	463
Income before tax	-1,496	-1,434	62	-517	75	592
Income taxes	511	498	-13	229	74	-155
Net income of consolidated companies	-985	-936	49	-288	149	437
Share of profits (losses) of associates	5	5	0	21	21	0
Income from continuing operations	-980	-931	49	-267	170	437
Net income from discontinued operations	0	0	0	-8	-8	-0
Net income for the period	-980	-931	49	-275	161	436
Minority interest	3	3	0	1	0	-1
Net income for the period - Group	-977	-928	49	-274	162	436