



2006 Half-Year Report

Contents

Groupe Bull		Page
Group results for the first half of 2006		P3
Bull results for the first half of 2006		P6
Ownership structure and transactions involving Bull shares		P7
Statutory auditors' review report on the first half-year financial information for 2006		P8
Consolidated balance sheet as of June 30, 2006		P9
Consolidated statement of income for the half-year ended June 30, 2006		P10
Consolidated statement of cash flows		P11
Consolidated statement of changes in equity		P12
Condensed notes to the consolidated financial statements		P13
1. Organizational structure		P13
2. Update of the 2008 Horizon Plan		P13
3. Accounting policies for the interim consolidated financial statements		P13
4. Intangible assets		P14
5. Property		P14
6. Goodwill		P15
7. Non-current financial assets		P15
8. Inventories and work-in-progress		P16
9. Trade receivables		P16
10. Other current assets		P17
11. Share capital		P17
12. Additional paid-in capital		P17
13. Minority interests		P18
14. Borrowings and non-current financial liabilities		P18
15. Provision for the financial recovery clause		P18
16. Provisions		P19
17. Other current liabilities		P19
18. Borrowings and current financial liabilities		P19
19. Credit risk concentrated on a third party		P19
20. Other income and expenses		P20
21. Net income of equity associates		P20
22. Corporate income tax		P20
23. Earnings per share		P21
24. Share subscription plan		P21
25. Transactions with related companies		P22
26. Off-balance sheet commitments		P22
27. Breakdown of group operations by geographical segment		P23

1 – GROUP RESULTS FOR THE FIRST HALF OF 2006

During the first half of 2006, Group revenue reached €559.2 million, a decrease of 2.2% in relation to the first half of 2005. The slight decline arises primarily from the negative impact of activities in Italy and, to a lesser extent, a slowdown in the Products business (UNIX® servers).

On a constant Group structure basis, which is to say before the acquisitions of AMG.net in Poland and HRBC in France, revenue totaled €557.4 million, for a decrease of 2.5%.

EBIT (*) stood at €9.3 million, in line with the Group's revised objectives for 2006. Net income amounted to €3.7 million excluding minority interests and after taking into account (i) a reduction in the provision for the financial recovery clause, which benefits the French State and on which the restructuring aid received by Bull in January 2005 was conditional and (ii) a reduction in deferred tax assets. These two adjustments reflect the change in Group forecast results as shown in the revised strategic plan.

Consolidated net income by half-year

<i>(in millions of €)</i>	2005		2006
	1 st Half IFRS	2 nd Half IFRS	1 st Half IFRS
Revenue	571.8	601.4	559.2
Gross margin	150.9	151.3	141.3
% of revenue	26.4%	25.2%	25.3%
Research and development	(27.2)	(23.9)	(24.1)
% of revenue	4.8%	4.0%	4.3%
SG&A	(105.3)	(107.3)	(108.0)
% of revenue	18.4%	17.8%	19.3%
Exchange gains (losses)	(0.2)	(0.4)	0.1
EBIT (*)	18.2	19.7	9.3
% of revenue	3.2%	3.3%	1.7%
Proceeds from disposal and other operating income and expenses	13.9	(0.6)	3.0
Ex-gratia compensation	(16.5)	(10.0)	(16.1)
Share in net income/(loss) of equity associates	(1.8)	(0.1)	1.0
Operating income/(loss) (**)	13.8	9.0	(2.8)
Interest	(1.0)	(1.1)	(0.3)
Corporate income tax	(3.4)	(1.5)	(0.8)
Deferred taxes	-	-	(19.7)
Financial recovery clause	-	-	27.4
Minority interests	-	0.1	-
Net income	9.4	6.4	3.9

(*) EBIT (Earnings before interest and taxes) represents earnings before taxes and other operating and financial income and expenses as presented in the Statement of Income.

(**) Including share in net the income/(loss) of equity associates.

The Statement of Income breaks down as follows:

Revenue

Revenue over the period amounted to €559.2 million, a drop of 2.2% in relation to the first half of 2005. Revenue breaks down as follows:

<i>(in millions of €)</i>	2005		2006
	1 st Half	2 nd Half	1 st Half
Products	275.0	303.7	264.8
Maintenance	140.2	133.6	123.7
Services	156.6	164.1	170.7
Total revenue	571.8	601.4	559.2

Products revenue totaled €264.8 million, a decline of 3.7% in relation to the first half of 2005, primarily due to a market that was generally less dynamic than in 2005. As the first half of 2005 posted growth of 10%, a comparison with the current period is unfavorable. In a market that is firming up, a slowdown for the Products activity was confirmed in the second half with respect to the UNIX® / Escala open source range. The trend is particularly apparent in Europe.

Services revenue continued to grow, standing at €170.7 million, up by 9.0%, in a market that remains positive despite lower growth in the second quarter.

Maintenance activities achieved a significant reduction in the rate of slow down, with revenue standing at €123.7 million for the first half of 2006, down 11.7% on the corresponding period in 2005 (9.7% decrease in the second quarter).

The geographical breakdown of consolidated revenue for the first half of 2006 remains stable. Compared with the first half of 2005, there was slight growth in the South America and ROW (rest of the world) segments:

	1 st Half 2005	1 st Half 2006
Geographical breakdown of revenue (%)		
France	46%	46%
Europe excluding France	40%	39%
North America	5%	5%
South America	3%	4%
ROW	6%	6%
Total	100%	100%

Gross margin

The gross margin stood at €141.3 million, representing 25.3% of revenue, compared with 26.4% and 25.2%, respectively, for the first and second halves of 2005.

<i>(in millions of €)</i>	2005		2006
	1 st Half	2 nd Half	1 st Half
Products	94.5	92.7	89.3
<i>% of revenue</i>	34.4%	30.5%	33.7%
Maintenance	39.6	37.2	34.3
<i>% of revenue</i>	28.3%	27.9%	27.7%
Services	16.8	21.4	17.7
<i>% of revenue</i>	10.7%	13.0%	10.4%
Total	150.9	151.3	141.3
<i>% of revenue</i>	26.4%	25.2%	25.3%

The first half of 2006 was characterized by:

- a decrease in the Products gross margin in absolute terms and a lower margin rate related to the revenue decrease and the change in the product mix;
- a lower Maintenance gross margin in absolute terms related to the decrease in revenue and a lower decrease in the Maintenance margin rate compared with that of the second half of 2005;
- a slight decline in the Services margin rate in relation to the first half of 2005, as a result of the insufficient profitability of this activity, mainly in Italy and France.

Research and development and selling, general and administrative expenses

<i>(in millions of €)</i>	2005		2006
	1 st Half	2 nd Half	1 st Half
Net research and development expenses	(27.2)	(23.9)	(24.1)
<i>% of Products and Maintenance revenue</i>	6.6%	5.5%	6.2%
SG&A	(105.3)	(107.3)	(108.0)
<i>% of revenue</i>	18.4%	17.8%	19.3%

R&D expenses amounted to €24.1 million.

The expenditure, slightly down at 6.2% of Products and Maintenance revenue, primarily covers development of the Group offering for Novascale servers, particularly HPC (High Power Computing), and opensource, middleware and security. Selling, general and administrative expenses increased in the first half of 2006 under the dual impact of a bad debt provision recorded following the placing in administrative receivership of a retailer in France and the commercial investments made to ensure the Group's future development.

EBIT (Earnings before interest and taxes)

EBIT totaled €9.3 million, in line with the Group's revised objectives communicated in June 2006, representing 1.7% of revenue.

Net income

<i>(in millions of €)</i>	2005		2006
	1 st Half	2 nd Half	1 st Half
EBIT	18.2	19.7	9.3
% revenue	3.2%	3.3%	1.7%
Other non-recurring operating income and expenses	(2.6)	(10.6)	(13.1)
Share in net income/(loss) of equity associates	(1.8)	(0.1)	1.0
Interest	(1.0)	(1.1)	(0.3)
Corporate income tax	(3.4)	(1.5)	(0.8)
Deferred taxes	-	-	(19.7)
Financial recovery clause	-	-	27.3
Minority interests			0.2
Net income	9.4	6.4	3.9

Other non-recurring operating income and expenses primarily represent the capital gain on the disposal of the Clayes Nord real estate assets of €3.1 million and *ex gratia* compensation in France and abroad of €16.1 million.

The net interest expense and the tax charge amounted to €0.3 million and €0.8 million respectively.

Following the revision of its objectives for 2006, announced on June 13, the Group updated the 2008 Horizon Plan presented in early 2006. As a result of this update, the provision for the financial recovery clause, which benefits the French State and which is based on Group forecast results for cumulative consolidated current income before taxes, cash flows from operations and consolidated equity, (see Note 15 to the consolidated financial statements), was reduced by €27.3 million, the balance sheet liability thus decreasing from €54 million to €26.7 million.

These forecast results also gave rise to a €19.7 million decrease in deferred tax assets, the balance sheet asset thus decreasing from €51.7 million to €32 million.

The breakdown of the various headings is presented in the condensed notes to the consolidated financial statements.

Change in cash flow

<i>(in millions of €)</i>	1 st half 2006
EBIT	9.3
Depreciation and amortization	9.6
Investments (operational)	(10.4)
Change in working capital requirement	(4.7)
Interest paid	(0.3)
Corporate income tax	(0.8)
(A) Operating cash flow	2.7
(B) Exceptional cash flow	(23.9)
Subtotal (A) + (B)	(21.2)
Increase in share capital and premiums (minority interests)	2.7
Debt reduction	(0.9)
Increase/(decrease) in net cash flow	(19.4)

This simplified presentation is derived from the tables used internally to monitor cash flow and serves as a basis for financial reporting. The main difference with the table on page 11 concerns restructuring costs and other exceptional expenses, treated as exceptional items in the table above and presented in operating cash flows on page 11.

During the first half of 2006, the Group used €19.4 million in cash, and current operations generated €2.7 million. The WCR was unfavorably impacted in the first half of 2006 by the change in the revenue mix and the commercial pressure exercised by certain clients in France to extend their settlement periods. The Group also committed €10.4 million in operating investments. These investments essentially represent current acquisitions and capitalizations of equipment, improvements to buildings and marketable software.

Exceptional cash flow includes €7.2 million in resources generated by asset disposals, in particular the sale of the Clayes Nord real estate assets, and €31.1 million of exceptional expenses, specifically €16.2 million regarding *ex gratia* compensation, and €9.2 million relating to first- half acquisitions of companies.

At the end of June 2006, Groupe Bull posted a net cash flow of €213.2 million. This represents a gross cash flow of €295.6 million (including collateralized investments of €21.3 million) from which Group debt of €82.4 is deducted.

Group financial debt essentially comprises securitization programs for trade receivables in France and external financing used to back equipment leases in France and internationally and therefore represents financing based on Group assets. These commitments are outlined (breakdown, conditions, maturity) in the Notes to the consolidated financial statements.

Group structure

The acquisitions of AMG.net (integration services, Telcos, Poland), HRBC (ERP human resources, France), and the Software department of Selisa, a subsidiary of Sofipost specializing in video coding, were finalized during the first half of 2006.

Subsequent events

In July, Bull announced a revision of the 2008 Horizon Plan in order to update its perception of future performances and re-estimate two balance sheet items (financial recovery clause and deferred tax assets).

This review confirms the strategic choices determined early in the year. Bull will continue to focus on high-tech offerings with a particular emphasis on high performance calculation, storage, telecommunications and added-value services.

The Group decided to undertake certain recovery measures in the second half of 2006, including restructuring amounting to between €12 and €15 million.

On September 18, 2006, the implementation of a liquidity contract was awarded to ODDO et Cie. The legal and regulatory notification was issued on September 15, 2006. The sole objective being pursued to date under this liquidity contract is market-making with respect to the buyback program approved by the May 17, 2006 General Meeting of Shareholders.

Outlook

Bull is able to confirm its EBIT objective for 2006, as adjusted on June 13, 2006.

2 – BULL RESULTS FOR THE FIRST HALF OF 2006

Bull, the Group parent company, generated a net profit of €17.2 million for the first half of 2006, compared with a €7 million profit for the first half of 2005.

The profit for the first half of 2006 essentially stems from:

- the results of the Bull subsidiaries and their impact on the results of the parent company: €(11.2) million;
- provisions on Bull treasury shares held as of June 30, 2006: €(2.1) million;
- the reversal of the provision on the financial recovery clause: €27.4 million;
- other revenue and expenses: €3.1 million.

The profit for the first half of 2005 essentially stems from:

- operating expenses of approximately €1 million;
- expenses of €6 million concerning the results of the Bull subsidiaries and their impact on the results of the parent company, and interest on current accounts;
- an exceptional profit of approximately €14 million generated by the sale of Steria securities.

Bull equity, following a profit for the first half of 2006, stood at €83 million, compared to €66 million as of December 31, 2005. In order to support the funding of its growth, Bull has not paid any dividends for the last three financial years and does not expect to do so in the near future.

The results for the main Bull subsidiaries for the first half of 2006 are summarized below:

(in millions of €)	Capital	Reserves	Revenue	Net income 1 st half 2006	% of share capital held	Net carrying amount of shares held
Bull S.A.S consolidated	36	69	328	(8)	100	94
Bull International S.A.S consolidated	10	32	216	9	100	49
Bull International N.V. consolidated	145	(454)	34	(20)	100	-
Bull Data Systems, Inc. consolidated	-	36	36	7	100	42

3 – OWNERSHIP STRUCTURE AND TRANSACTIONS INVOLVING BULL SHARES

As of June 30, 2006, Bull share capital was held by France Telecom (10.1%), NEC (3%), Debeka (2%), and private investors, Bull employees and investment funds (84.9%). To the Company's knowledge, the sole shareholders holding more than 5% of the share capital are France Télécom and Deutsche Bank AG, the latter having notified the AMF that it had exceeded the 5% threshold on April 27, 2006. On May 9, 2006, Deutsche Bank AG reported that it held 5.31% of Bull's share capital and 5.33% of the voting rights.

Transactions carried out by Bull on its own shares

Based on authorizations to trade in its own shares on the stock market, which were granted to the Company by the General Shareholders' Meeting of April 13, 2000, under the terms and conditions of Article L.225-209 of the French Commercial Code, Bull purchased 4,668,828 shares in July 2000, which were lent to the bank responsible for managing the Group savings scheme. Of these shares, 7,708 were refunded in 2000, 239,963 in 2001, 684,083 in 2002, 388,907 in 2003 and 582,295 in 2004. In 2005, the balance of these shares, i.e. 2,765,872 shares, were returned to Bull by the bank responsible for their management. All 4,668,828 shares were posted to Bull assets in the "Other investments" account of the parent company financial statements.

As of December 31, 2005, Bull had a total of 4,671,510 treasury shares, of which 2,682 shares were acquired prior to 2005 as part of share price stabilization measures, giving a total of 467,151 shares after the December 19, 2005 consolidation. They will be used in accordance with the European regulations and the applicable directives, as no specific utilization is planned to date.

During the first half of 2006, Bull did not make use of the share buyback program, which was renewed by the Combined Shareholders' Meeting held on May 17, 2006.

Authorized share capital not issued

The Combined Shareholders' Meeting of May 17, 2006 authorized the Board of Directors to increase the share capital of the Company by up to a maximum of €300 million, through the issue of all types of marketable securities granting access to the share capital, with or without shareholder preferential subscription rights. This authorization was not used during the first half of 2006.

**Statutory auditors' review report on the
first half-year financial information for 2006**

Period from January 1, 2006 to June 30, 2006

This is a free translation into English of the statutory auditor's review report issued in French and is provided solely for the convenience of English speaking readers. This report should be read in conjunction with, and construed in accordance with, French law and professional auditing standards applicable in France.

To the Shareholders

In our capacity of statutory auditors and in accordance with the requirements of article L 232-7 of the French Commercial Law (the Code de Commerce), we hereby report to you on:

- the review of the accompanying condensed half-year consolidated financial statements of Bull, for the period January 1 to June 30, 2006,
- the verification of information contained in the half-year management report.

These condensed half-year consolidated financial statements are the responsibility of the Board of Directors. Our role is to express a conclusion on these financial statements based on our review.

We conducted our review in accordance with professional standards applicable in France. A 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 review is substantially less in scope than an audit conducted in accordance with professional standards applicable in France 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.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed half-year consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34- standard of the IFRSs as adopted by the European Union applicable to Interim financial information.

In accordance with professional standards applicable in France, we have also verified the information given in the interim half-year financial report commenting the condensed half-year consolidated financial statements subject to our review.

We have no matters to report as to its fair presentation and consistency with the condensed half-year consolidated financial statements.

Paris and Neuilly-sur-Seine
October 31, 2006

The statutory auditors
French original signed by

Grant Thornton

Deloitte & Associés

French member Firm of Grant Thornton International

Daniel Kurkdjian

Vincent Papazian

Albert Aidan

CONSOLIDATED STATEMENT OF INCOME FOR THE HALF YEAR ENDED JUNE 30, 2006

and the half year ended June 30, 2005

(in millions of €)	June 30	Dec. 31.
	2006	2005
ASSETS		
Non-current assets		
Intangible fixed assets (note 4)	4,3	4,7
Property (note 5)	60,4	59,7
Goodwill (note 6)	20,0	9,7
Financial assets - non-current (note 7)	11,6	10,8
Deferred tax assets (note 22)	32,0	51,7
Total non-current assets	128,3	136,6
Current assets		
Inventory and work-in-progress (note 8)	43,4	33,8
Trade receivables (note 9)	255,6	284,0
Other current assets (note 10)	64,5	52,1
Deposit and guarantees	21,3	14,9
Cash and cash equivalent	274,3	300,1
Total current assets	659,1	684,9
TOTAL ASSETS	787,4	821,5
(in millions of €)	June 30	Dec. 31
	2006	2005
LIABILITIES AND EQUITY		
Shareholders' equity		
Share capital (note 11)	9,7	9,7
Additional paid-in capital (note 12)	265,0	260,6
Accumulated comprehensive result :		
Foreign currency translation adjustment	(14,6)	(12,2)
Revaluation reserves	0,3	0,3
Retained earnings	(169,2)	(173,1)
Shareholders' equity	91,2	85,3
- of which shareholders' equity attributable to equity holders of the parent	91,1	85,3
- of which shareholders' equity attributable to minority interests (note 13)	0,1	-
Borrowings and non-current financial liabilities (note 14)	13,9	8,8
Provision for financial recovery clause (note 15)	26,7	54,0
Reserves for retirement and other employee benefits	127,0	131,1
Other reserves - non-current (note 16)	28,7	30,5
Total non-current liabilities	196,3	224,4
Current liabilities		
Trade payables	166,4	165,9
Customer advances	6,2	7,8
Corporate Income Tax	3,9	5,5
Deferred income	5,3	5,3
Other current liabilities (note 17)	249,6	252,8
Borrowings and current financial liabilities (note 18)	68,5	74,5
Total current liabilities	499,9	511,8
TOTAL LIABILITIES AND EQUITY	787,4	821,5

The accompanying notes are an integral part of the consolidated financial statements.

CONSOLIDATED STATEMENT OF INCOME
FOR THE HALF YEAR ENDED JUNE 30, 2006
and the half year ended June 30, 2005

(in millions of €)	Half year	
	2006	2005
Ordinary activities		
Products	264,8	275,0
Maintenance	123,7	140,2
Services	170,7	156,6
Total revenue	559,2	571,8
Cost of revenue	(417,9)	(420,9)
Gross margin	141,3	150,9
Research and development	(24,1)	(27,2)
Selling	(63,5)	(61,6)
General and administrative	(44,5)	(43,7)
Foreign currency gains/(losses) on operating flows	0,1	(0,1)
Earnings before interest, taxes and other operating income and expenses	9,3	18,3
Other operational income (note 20)	3,2	14,3
Other operational expenses (note 20)	(16,3)	(17,0)
Share in net income/loss of equity affiliates (note 21)	1,0	(1,8)
Income/(loss) from operations	(2,8)	13,8
Interest expense	(4,8)	(4,6)
Interest income	4,5	3,6
Income/(loss) before corporate income tax and minority interests	(3,1)	12,8
Corporate income tax (note 22)	(0,8)	(3,4)
Provision for financial recovery clause (note 15)	27,3	-
Deferred taxes (note 22)	(19,7)	-
Net income/(loss) for the period	3,7	9,4
Attributable to		
- Equity holders of the parent	3,9	9,4
- Minority interests	(0,2)	-
Basic earnings per share of the parent (note 23)	(0,04)	0,10
Fully diluted earnings per share of the parent (note 23)	(0,04)	0,09

(*) The number of shares at the end of June 2005 has been restated to take into consideration the grouping of shares performed on December 19, 2005. Ten old shares were exchanged for one new share.

The accompanying notes are an integral part of the consolidated financial statements.

CONSOLIDATED STATEMENT OF CASH FLOW

For the first half 2006 and 2005

(in millions of €)	1st half 2006	1st half 2005
Cash and cash equivalent as of January 1	300,1	270,5
Net income / (loss) attributable to the parent	3,9	9,4
Net income / (loss) attributable to minority interests	(0,2)	-
<u>Elimination of products and charges without effect on cash or not linked to the activity :</u>		
. Depreciation and amortization	8,8	8,4
. Provisions	(14,2)	(2,5)
. Provision for financial recovery clause	(27,3)	-
. Net interest expense and income	0,3	1,0
. Deferred tax	19,7	-
. Current tax charge	0,8	3,4
. Income tax paid	2,5	1,1
. Stock option plans	1,7	0,8
. Net (gains) / losses on disposal of assets	(3,2)	(14,3)
. Share in net income / loss of equity affiliates	(1,3)	(0,3)
. Other non-cash transactions	(9,3)	(12,3)
<u>Changes in working capital :</u>		
. Trade receivables less customers advances	26,4	(5,6)
. Other current assets	(2,4)	0,9
. Inventories and work-in-progress	(9,7)	(13,7)
. Trade payables less advances to suppliers	(5,3)	(3,7)
. Other current liabilities	1,4	10,0
Total cash flow provided by / (used in) operating activities	(7,4)	(17,4)
Expenditure for property	(9,6)	(5,1)
Expenditure for other non-current assets	(11,1)	(1,3)
Proceeds from non-current asset disposals	5,6	40,6
Impact of changes in Group structure	(1,1)	-
Total cash flow provided by / (used in) investing activities	(16,2)	34,2
Increase in share capital and reserves	2,7	1,6
Treasury shares	-	(0,1)
Net change in long- and medium-term borrowings	5,0	(1,6)
Net change in short-term borrowings	(5,9)	1,0
Net interest expense and income	(0,3)	(1,0)
Total cash flow provided by / (used in) financing activities	1,5	(0,1)
Impact of exchange rate fluctuations	(3,7)	3,3
Cash and cash equivalent as of June 30	274,3	290,5
(*) of which interest paid on borrowings	1,7	1,3

The accompanying notes are an integral part of the consolidated financial statement

STATEMENT OF CHANGES IN EQUITY FOR THE FIRST HALF 2005 AND 2006

Equity attributable to equity holders of the parent

(in millions of €)	Share capital	Additional paid-in capital	Foreign currency translation adjustment	Revaluation reserve	Retained earnings	Sub total	Minority interests	TOTAL
Balance as of	9,6	258,6	(14,3)	14,7	(188,9)	79,7	-	79,7
Translation adj	-	-	1,2	-	-	1,2	-	1,2
Fair value gains/(losses) on AFS investments	-	-	-	0,2	-	0,2	-	0,2
Transfer to profit or loss of fair value gains/(losses) on sales of AFS investments	-	-	-	(12,8)	-	(12,8)	-	(12,8)
Net income / (loss) recognized directly in equity	-	-	1,2	(12,6)	-	(11,4)	-	(11,4)
Net income for	-	-	-	-	9,4	9,4	-	9,4
Total recognized income and expense for the first half	-	-	1,2	(12,6)	9,4	(2,0)	-	(2,0)
Share capital increase	0,1	1,5	-	-	-	1,6	-	1,6
Treasury share	-	(0,1)	-	-	-	(0,1)	-	(0,1)
Share-based payments	-	0,8	-	-	-	0,8	-	0,8
Balance as of	9,7	260,8	(13,1)	2,1	(179,5)	80,0	-	80,0
Balance as of	9,7	260,6	(12,2)	0,3	(173,1)	85,3	-	85,3
Translation adj	-	-	(2,4)	-	-	(2,4)	-	(2,4)
Fair value gains/(losses) on AFS investments	-	-	-	-	-	-	-	-
Transfer to profit or loss of fair value gains/(losses) on sales of AFS investments	-	-	-	-	-	-	-	-
Net income / (loss) recognized directly in equity	-	-	(2,4)	-	-	(2,4)	-	(2,4)
Net income for	-	-	-	-	3,9	3,9	(0,2)	3,7
Total recognized income and expense for the first half	-	-	(2,4)	-	3,9	1,5	(0,2)	1,3
Minority share	-	2,7	-	-	-	2,7	0,3	3,0
Treasury share	-	-	-	-	-	-	-	-
Share-based payments	-	1,7	-	-	-	1,7	-	1,7
Rounding difference	-	-	-	-	(0,1)	(0,1)	-	(0,1)
Balance as of	9,7	265,0	(14,6)	0,3	(169,3)	91,1	0,1	91,2

The accompanying notes are an integral part of the consolidated financial statements.

Condensed notes to the consolidated financial statements

1 – ORGANIZATIONAL STRUCTURE

The consolidated financial statements of Groupe Bull comprise the financial statements of Bull, Bull S.A.S, Bull International S.A.S, Bull International N.V., and Bull Data Systems Inc., and their subsidiaries.

As of June 30, 2006, Bull share capital was held by France Telecom (10.1%), NEC (3%), Debeka (2%), and private investors, Bull employees and investment funds (84.9%).

Bull, the Group parent company, is a *société anonyme*, whose registered office is in France, rue Jean Jaurès - Les Clayes sous Bois (78340). The company is listed on the Paris Stock Exchange. The consolidated financial statements for the period ended June 30, 2006 were approved by the Board of Directors on October 18, 2006.

2 – UPDATE OF THE 2008 HORIZON PLAN

On June 13, Bull published a press release indicating:

- A net deterioration in the outlook for the Italian subsidiary which should post an operating loss of €19 million in 2006, with an equivalent impact on Group consolidated earnings before interest, taxes and other operating income and expenses;
- Growth less dynamic than expected in the open server market: negative impact of approximately €6 million on Group consolidated earnings before interest, taxes and other operating income and expenses;
- Consolidated revenue for 2006 stable in relation to 2005, instead of the anticipated growth of 4 to 4.5%, and Group consolidated earnings before interest, taxes and other operating income and expenses of between €13 and €18 million, compared to the €40 to €45 million initially forecast.

Following the revision of its 2006 objectives, Bull updated the 2008 Horizon Plan presented to the Board of Directors on October 18, 2006. The 2008 Horizon Plan is used to calculate the Financial Recovery Clause, which benefits the French State (See Note 15 - Provision for the financial recovery clause), and determine deferred tax assets (see Note 22 – Corporate income tax).

As a result of this update, the financial recovery clause was reduced by €27.3 million, the balance sheet liability thus decreasing from €54 million at the end of 2005 to €26.7 million as of June 30, 2006.

This also gave rise to a €19.7 million reduction in deferred tax assets, the balance sheet asset thus decreasing from €51.7 million to €32 million.

3 – ACCOUNTING POLICIES FOR THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The 2006 interim consolidated financial statements are presented in accordance with IFRS as adopted by the European Union and IAS 34 on interim financial reporting.

The accounting policies adopted for the preparation of this financial information are in accordance with those applied by the Group as of December 31, 2005, as described in the 2005 annual report. The new standards and interpretations which came into force on January 1, 2006 and were published in the Official Journal of the European Union at the year-end closing date were also applied, but they have no material impact on the financial information presented.

In the absence of standards or interpretations applicable to a specific transaction, Groupe Bull management uses its judgment to define and apply accounting policies enabling it to obtain pertinent and reliable information, so that the financial statements are:

- a true reflection of the Group's financial situation, financial performance and cash flows,
- an expression of the economic substance of transactions,
- neutral,
- prudent,
- and complete in all material aspects.

Use of estimates

The preparation of the Groupe Bull consolidated financial statements requires management to rely on assumptions and make estimates that have an impact on the amounts appearing in the financial statements with respect to assets and liabilities, income and expenses, any contingent assets or liabilities, and in the notes to the consolidated financial statements. The Group prepares estimates on a regular basis, particularly for bad debts, provisions for impairment of inventories and work-in-progress, investments, the carrying amount of property and intangible assets, deferred tax assets (see Note 22), the financial recovery clause benefiting the French State (see Note 15), restructuring, retirement obligations, and contingent liabilities and litigation. The Group's estimates are based on past experience and various other assumptions it deems reasonable in view of the circumstances. They are the basis of asset and liability valuations when the carrying amount cannot be immediately determined from other sources.

Due to the uncertainties inherent in all valuation processes, it is possible that actual results on the unwinding of the operations concerned will differ from these estimates and have an impact on the financial statements of future periods. The estimates used are described in the corresponding notes.

Seasonality

Half-yearly revenue for each of the last four years has been relatively balanced. In each half-year, the last month is stronger than the five previous months. Operating expenses are generally spread evenly over the year.

4 – INTANGIBLE ASSETS

<i>(in millions of €)</i>	01.1.2006	Acquisitions Charges	Disposals Reversals	Foreign exchange impact	06.30.2006
Capitalized development costs	8.7	0.7	(0.1)	0.1	9.4
Other intangible assets	0.5	-	-	-	0.5
Amortization and impairment	(4.5)	(1.1)	0.1	(0.1)	(5.6)
Intangible assets, net	4.7	(0.4)	-	-	4.3

5 – PROPERTY

NATURE OF AND MOVEMENTS IN PROPERTY

<i>(in millions of €)</i>	01.1.2006	Acquisitions Charges	Disposals Reversals	Foreign exchange impact	06.30.2006
Land, buildings, machinery and equipment	321.0	10.4	(34.8)	(2.2)	294.4
Leased equipment	31.8	0.3	(1.4)	(0.7)	30.0
Depreciation and impairment	(293.1)	(8.5)	35.1	2.5	(264.0)
Total	59.7	2.2	(1.1)	(0.4)	60.4

6 – GOODWILL

Goodwill by entity breaks down as follows:

<i>(in millions of €)</i>	06.30.2006	12.31.2005
Bull HN Information Systems Inc. (United States)	2.2	2.2
Bull International N.V. (Netherlands)	6.1	6.1
Bull S.A.S. (France)	1.4	1.4
HRBC (France)	3.3	-
AMG Net (Poland)	7.1	-
Total	20.0	9.7

Goodwill represents the residual difference, after the fair value allocation performed when a company enters the scope of consolidation, between the acquisition cost of the company's securities and the equity portion of the holding company.

Pursuant to this valuation principle, the Group recognized goodwill in the amount of €3.3 million on the full acquisition of HRBC (France) and €7.1 million on the full acquisition of AMG Net (Poland). The two companies were acquired in late April 2006.

In accordance with IAS 36, goodwill is subject to impairment tests on an annual basis to determine any impairment losses, and as needed should certain indicator trends become unfavorable. As of June 30, 2006, no impairment had been recognized.

7 – NON-CURRENT FINANCIAL ASSETS

<i>(in millions of €)</i>	01.1.2006	Acquisitions	Disposals	Adjustment in value	Foreign exchange impact	06.30.2006
Available-for-sale financial assets	2.2	-	-	-	(0.2)	2.0
Loans and advances	4.7	-	-	-	-	4.7
Investments in equity associates	2.6	-	-	1.0	-	3.6
Advance payments to pension funds	1.3	-	-	-	-	1.3
Total	10.8	-	-	1.0	(0.2)	11.6

Available-for-sale financial assets primarily comprise the following securities: Keynectis (16.06%) for a value of €1 million, Safelayer (15%) for a value of €0.5 million, Sun Microsystems, for a value of €0.2 million, Datamat Spa for a value of €0.2 million and Parmalat for a value of €0.1 million. The percentage ownership of the three latter securities is not material (less than 0.10% of the share capital).

Loans and advances essentially concern loans that are part of the construction levy benefiting employees.

Investments in equity associates: as of June 30, 2006, this heading primarily comprises investments in the French companies Bull Finance (48.6%) and Séres (34.0%), as was the case at the end of December 2005.

The value of these investments was increased by €1 million because of the favorable results reported.

The share in net income of equity associates representing Groupe Bull interests is included in the Statement of Income under the heading "Share in the net income/(loss) of equity associates."

Advance payments to pension funds concern Ireland, where the value of the "funded" plans assets exceeds the discounted liabilities vis-à-vis personnel.

8 – INVENTORIES AND WORK-IN-PROGRESS

<i>(in millions of €)</i>	06.30.2006	12.31.2005
Finished goods	40.6	35.9
Work-in-progress, raw materials and supplies	18.7	23.6
Spare parts	32.3	37.2
Provision for impairment	(48.2)	(62.9)
Total	43.4	33.8

9 – TRADE RECEIVABLES

Equipment leases

Non-cancelable, medium-term sales-type leases, recorded as sales at the discounted present value of future minimum rentals receivable, are not material. In general, equipment leases are entered into for an initial period of one to two years during which they cannot be cancelled.

Equipment lease contracts backed by external financing without recourse against Bull are treated according to the criteria of IAS 17, IAS 32 and IAS 39. The receivables sold in connection with these contracts were reconstituted in trade receivables in the amount of outstanding lease payments.

Construction contracts

Bull construction contracts are carried out in several countries and are recognized based on the percentage of completion. For contracts carried out in France and Italy, which represent the majority of significant contracts, the percentage of completion is based on costs incurred for the work performed. For the other contracts, the method consists in using contractually defined milestones, which attest the completion of a portion of the work in physical terms.

The French and Italian contracts break down as follows:

<i>(in millions of €)</i>	06.30 2006	12.31 2005
	Total	Total
• Revenue on contracts recognized in Products	39.7	75.4
• Contracts in force at the end of the period:		
a) Total costs incurred and profits recognized (less losses recorded)	89.1	74.9
b) Gross amount payable by customers for contract work	19.3	14.7
c) Gross amount payable to customers for contract work	(1.3)	(1.9)
d) Advances received	-	-

Sale of trade receivables

In France, the receivable securitization contract initiated on January 15, 2003 remained in effect in 2004 and 2005 and was renewed until December 15, 2006.

The financing obtained as of June 30, 2006 amounted to €56.4 million, compared to €55.5 million as of December 31, 2005

These amounts were recorded under short-term borrowings in current liabilities.

In connection with the aforementioned leases, and in accordance with the criteria of IAS 32 and IAS 39, the review of certain receivable sales in France and other European countries resulted in the reconstituted amount of receivables sold in balance sheet assets. A current and non-current financial liability was recognized for the consideration received.

Accordingly, in France, the outstanding for receivable sales with recourse amounted to €8.3 million as of June 30, 2006, compared to €8.9 million as of December 31, 2005. In the other European countries, the outstanding for receivable sales with recourse stood at €8.8 million as of June 30, 2006, compared to €17.2 million as of December 31, 2005.

Value of trade receivables

The net carrying amount of trade receivables, as reported on the balance sheet, is a reflection of their market value and breaks down as follows:

<i>(in millions of €)</i>	Total	Maturing in less than one year	Maturing in more than one year (*)
As of 06.30.2006			
Gross value	266.9	253.8	13.1
Impairment	(11.3)	(11.3)	-
Net value	255.6	242.5	13.1
As of 12.31.2005			
Gross value	294.4	262.6	31.8
Impairment	(10.4)	(10.4)	-
Net value	284.0	252.2	31.8

(*)Trade receivables due beyond one year comprise invoices for which payment is due beyond one year, typically the portion due beyond one year of receivables corresponding to a non-cancelable medium-term lease and the portion due beyond one year of receivables sold with recourse.

10 – OTHER CURRENT ASSETS

<i>(in millions of €)</i>	06.30.2006	12.31.2005
R&D financing receivables	4.6	5.6
Tax receivables	3.7	2.7
Supplier advances	14.2	8.5
Employee-related receivables	1.5	1.4
Deposits and guarantees paid	13.6	11.1
Other operating receivables	6.6	7.0
Prepaid expenses	20.3	15.8
Total	64.5	52.1

11 – SHARE CAPITAL

As of June 30, 2006, Bull share capital comprised 96,786,335 shares with a par value of €0.10 each.

In March 2006, share capital was increased by 310 shares following the exercise of share subscription options by US employees.

All shares issued are fully paid up.

As of June 30, 2006, Bull held 467,150 treasury shares, representing a market value of €2.4 million.

12 – ADDITIONAL PAID-IN CAPITAL

At the end of 2006, additional paid-in capital amounted to €265 million, compared to €260.6 million at the end of December 2005. The increase in value breaks down as follows:

- €1.7 million with respect to the 2004 share subscription plan, reserved for Group employees, with the exception of employees who participated in the "Shareholders and Partners" plan;

- €2.7 million with respect to the issue premium related to the Evidian share capital increase reserved and subscribed by NEC on January 31, 2006 bringing its holding to 8% of the share capital. Following this transaction, Bull's interest in Evidian was reduced to 92%. As this situation is not covered by IFRS applicable in 2006, Bull decided to anticipate, with respect to this specific point, the provisions of the "Business combinations - phase II" exposure draft which, among other matters, reaffirms that minority interests are part of equity and that, accordingly, transactions with minority interests are considered transactions between shareholders, thus justifying the direct recognition in equity of gains and losses related to the sale of equity instruments. Bull expects to apply this method consistently for all future transactions of this type.

13 –MINORITY INTERESTS

Minority interests concern the 8% interest in Evidian France acquired by NEC on January 31, 2006, subsequent to a share capital increase.

14 – BORROWINGS AND NON-CURRENT FINANCIAL LIABILITIES

<i>(in millions of €)</i>	06.30.2006	12.31.2005
BREAKDOWN BY TYPE		
Oceane bond issues	0.2	0.2
NEC bond issue	7.0	-
Financing on receivables sold with recourse	6.1	7.9
Bank loans	0.6	0.7
Total	13.9	8.8
BREAKDOWN BY CURRENCY		
Euro	10.3	3.8
Pound sterling	3.6	5.0
Total	13.9	8.8

Bond issues - Oceane

As of June 30, 2006, the bond issue comprises 58,629 Oceanes issued in May 2000, with a par value of €15.75, redeemable on January 1, 2033 and bearing annual interest of 0.1%. These bonds represent the portion of the 11,495,396 shares initially issued and not converted into capital, following the public exchange offer initiated in June - July 2004 and completed in March 2005.

Bond issues - NEC

On January 31, 2006, NEC Corporation subscribed to convertible bonds issued by Evidian France for €6,998,420 (par value per bond: €1). The bond issue can be converted into 15,415,020 Evidian France shares at a price of €0.454 per share. The bonds bear interest at the market rate (one-year EURIBOR + 0.75 basis points).

The entire bond issue shall be automatically converted into shares 10 days after approval by the General Meeting of Shareholders of the 2008 parent company financial statements,

- If Evidian attains a cumulative EBIT ("current income excluding exceptional gains and losses" as defined by the terms of the December 28, 2005 agreement) of €5 million in 2007-2008, and
- for 2007 only, a positive EBIT, it being understood that the operating income used for this financial year will be adjusted to exclude the impact of NEC product activities.

Failing automatic conversion, the bonds shall be redeemable in their entirety on January 31, 2011. Evidian may redeem the bonds on a one-time basis at any time and at its convenience.

15 - PROVISION FOR THE FINANCIAL RECOVERY CLAUSE

On February 20, 2004, the French State notified the European Commission of a plan to grant restructuring aid to Bull, with a financial recovery clause. Following the Commission's authorization on December 1, 2004, the State paid €517 million on January 14, 2005. The terms and conditions for the application of the financial recovery clause are as follows:

Bull undertakes to pay the French State, over a period of eight years from January 1, 2005 to December 31, 2012, based on the financial statements for the years then ended, a sum equal to 23.5% of the fraction of Bull's consolidated current income before taxes for the year that exceeds €10 million. This payment, which shall be performed each year upon approval of the financial statements for the year ended by the Annual General Meeting, is applicable under the following cumulative terms and conditions:

- 1) the consolidated current income before taxes for the year in question is greater than or equal to €10million;
- 2) the cash flow provided by operating activities for the year in question is greater than or equal to €10million;
- 3) Bull's consolidated equity, upon application of the financial recovery clause during the year, does not fall below €10 million.

If, for a given year, one of these aforementioned criteria is not met, no amounts shall be due by Bull pursuant to the financial recovery clause for that year.

In addition, Bull may, on its own initiative and at any time, as from the approval of the 2004 financial statements by the Annual General Meeting of shareholders, proceed with the early buy-out of the financial recovery clause under defined terms and conditions. Likewise, should Bull be acquired, the French State may, as from the approval of the 2004 financial statements, request Bull to proceed with the early buy-out of the financial recovery clause.

At the June 30, 2006 closing, following the updated 2008 Horizon Plan presented to the Board of Directors' meeting of October 18, 2006 (as a result of the profit warning published on June 13, 2006), the provision for the financial recovery clause was reduced from €54 million as of December 31, 2005 to €267 million as of June 30, 2006. The various estimates covering the financial recovery clause repayment take into account certain implementing provisions of the clause. The estimates also include a discount rate that factors in the activity's uncertainty.

No payment was made with respect to 2005 and the first half of 2006.

16 – PROVISIONS

<i>(in millions of €)</i>	06.30.2006	12.31.2005
Rent for unoccupied premises	8.5	8.4
Tax risks	10.0	10.7
Research and development financing risks	2.9	2.9
Restructuring prior to 2002	2.8	2.8
Miscellaneous	4.5	5.7
Total	28.7	30.5

17 – OTHER CURRENT LIABILITIES

<i>(in millions of €)</i>	06.30.2006	12.31.2005
Employee-related expenses and similar expenses	101.1	102.1
Restructuring prior to 2002	1.9	2.2
Guarantees, product risks and customer litigation	18.5	19.2
Accrued purchase invoices	68.9	60.0
Miscellaneous	59.2	69.3
Total	249.6	252.8

18 – BORROWINGS AND CURRENT FINANCIAL LIABILITIES

<i>(in millions of €)</i>	06.30.2006	12.31.2005
BREAKDOWN BY TYPE		
Financing on receivables sold with recourse	11.0	18.3
Receivable securitization program	56.4	55.5
Bank borrowings	0.9	0.4
Bank overdrafts	0.2	0.3
Total	68.5	74.5
BREAKDOWN BY CURRENCY		
Euro	65.7	70.1
Pound sterling	2.8	4.4
Total	68.5	74.5

19 – CREDIT RISK CONCENTRATED ON A THIRD PARTY

Excluding amounts owed by related companies, no single customer represents over 10% of total trade receivables.

20 – OTHER OPERATING INCOME AND EXPENSES

“Other operating income and expenses” of a non-recurring nature comprise the following headings:

<i>(in millions of €)</i>	First half 2006	First half 2005
OTHER OPERATING INCOME		
Gains on disposals of property and long-term investments (*)	3.2	14.3
Total	3.2	14.3
OTHER OPERATING EXPENSES		
<i>Ex gratia</i> compensation	(16.1)	(16.5)
Miscellaneous	(0.2)	(0.5)
Total	(16.3)	(17.0)

(*) Gains on disposals of property and long-term investments break down as follows:

- During the first half of 2006, a net capital gain of €3.1 million on a real estate sale in France;
- During the first half of 2005, a net capital gain of €13.8 million on the disposal of Steria securities and a profit of €0.3 million on the sale of a building in Belgium.

21 – NET INCOME OF EQUITY ASSOCIATES

The share in net income of equity associates of €1 million concerns Bull Finance and Séres (see Note 7: Non-current financial assets).

22 – CORPORATE INCOME TAX

Groupe Bull is liable to various corporate income taxes based on the legislation prevailing in the countries in which it operates.

Bull is not part of a worldwide tax consolidation group and with the exception of Evidian and Serrib, only French companies are consolidated for tax purposes.

The corporate income tax charge breaks down as follows:

<i>(in millions of €)</i>	First half 2006	First half 2005
Taxes payable	0.8	3.4
Deferred tax income	-	-
Corporate income tax charge	0.8	3.4

Deferred tax assets and liabilities break down as follows:

<i>(in millions of €)</i>	First half 2006	First half 2005
Deferred tax assets	32.0	51.7
Deferred tax liabilities	-	-
Net deferred taxes	32.0	51.7

In the past three years, the Group has reported operating income, reflecting a permanent return to profitability. At the end of 2004, all the uncertainties surrounding Bull were removed following the success of the recapitalization plan. Hence, it seemed reasonable to recognize in the consolidated balance sheet a portion of Groupe Bull’s deferred tax assets as of December 31, 2004. This took into account the ability to generate current income before taxes under the Group’s strategic plan presented by the French State to the European Commission for the granting of restructuring aid with a financial recovery clause. The deferred tax assets were estimated at €51.7 million, given the forecast tax results.

As of December 31, 2005, the Group updated its calculation of the deferred tax assets to be recognized on the consolidated balance sheet based on the use of 2005 temporary differences and tax loss carry-forwards and the Group's annual forecast results, as shown in the strategic plan, the most recent version of which was presented to the Board of Directors' meeting of February 21, 2006. Based on this updated data, the amount of deferred tax assets was maintained at €51.7 million as of December 31, 2005.

Following the update of the 2008 Horizon Plan as part of the approval of the condensed interim consolidated financial statements for the period ended June 30, 2006, and given the tax outlook for the main Group entities, it was decided to reduce deferred tax assets by €19.7 million, thus decreasing the line item to €32 million.

23 – EARNINGS PER SHARE

<i>(in millions of €)</i>	First half 2006	First half 2005
Net income attributable to equity holders of the parent	3.9	9.4
Number of ordinary shares (in thousands)	96,786.2	96,597.1
Earnings per share attributable to equity holders of the parent	0.04	0.10
Number of ordinary and potential shares	99,967.3	98,881.9
Diluted earnings per share attributable to equity holders of the parent	0.04	0.09

The number of shares as of June 30, 2005 was restated to take into account the share grouping of December 19, 2005, at a parity of 10 former shares with a par value of €0.01 for one new share at €0.10.

24 – SHARE SUBSCRIPTION PLAN

The Group introduced share subscription plans in 1998, 2000, 2001, 2004, 2005 and 2006. The breakdown of the plans granted from 1998 to 2005 is presented in the 2005 annual report in Note 26 to the consolidated financial statements.

In 2006, new share subscription options were allotted generating an additional expense of €1.7 million in the first half of 2006:

- 120,000 options at the time of the Board of Directors' meeting of February 21, 2006, at a price of €10.15 per new share;
- 25,000 options on May 9, 2006, at a price of €9.52 per new share.

Summary of options that can be exercised as of June 30, 2006

Summary of share subscription plans as of June 30, 2006 (shares with a par value €0.1)						
	1998 plans	2000 plans	2001 plan	2004 plan	2005 plans	2006 plans
Residual options that can be exercised	1,063	145,777	-	1,429,438	1,454,000	145,000
- by company officers	-	12,309	-	100,000	-	100,000
- by members of the Operating Committee	-	-	-	100,000	385,000	-

25 – TRANSACTIONS WITH RELATED COMPANIES

<i>(in millions of €)</i>	First half 2006	First half 2005
Transactions with NEC		
Sales	1.0	0.8
Accounts payable as of 06.30	6.5	6.6
Accounts receivable as of 06.30	1.3	1.4
Transactions with Debeka		
Sales	4.2	5.8
Accounts receivable as of 06.30	1.0	0.8
Transactions with France Telecom		
Sales	22.5	21.7
Accounts payable as of 06.30	3.0	1.1
Accounts receivable as of 06.30	8.5	16.6

26 – OFF-BALANCE SHEET COMMITMENTS

Off-balance sheet commitments, received or given as of June 30, 2006, break down as follows:

<i>(in millions of €)</i>	06.30.2006
Lease commitments	96.1
Deposits, endorsements and guarantees given	
- performance guarantees	20.2
- tender guarantee	2.1
- guarantee on refund of advances	3.6
- tax and customs guarantees	0.4
- holdbacks	1.7
- other guarantees	0.7
Repurchase of equipment	1.9
Total	126.7

As of December 31, 2005, total off-balance sheet commitments, received or given, amounted to €134.6 million.

Lease commitments

Minimum lease commitments undertaken by Groupe Bull as part of non-cancelable long-term leases, mainly involving real estate, are only identified exhaustively once a year. These commitments amounted to €96.1 million as of December 31, 2005 and break down as follows:

(in millions of €)

2006	19.3
2007	13.3
2008	9.7
2009	5.4
2010	3.9
2011 and following years	44.5
Total	96.1

Other off-balance sheet commitments

In addition to lease commitments and commitments described in connection with long and medium-term borrowings, the Groupe Bull companies have undertaken contractual commitments in the ordinary course of business for a total amount of €30.6 million as of June 30, 2006, compared to €38.5 million as of December 31, 2005.

Service activities, and in particular managed services, are negotiated with commitments as to duration that may provide for compensation.

The Company has not given any commitments to buy back minority interests in its subsidiaries.

Exceptional events and disputes

The Group is not aware of any disputes or instances of litigation or arbitration which have had in the recent past, or are likely to have in the future, a material impact on the financial position, activities, assets or results of Bull or Groupe Bull subsidiaries.

Various claims and legal proceedings are currently in progress. The Group is notably the subject of direct and indirect claims submitted by third parties for a total amount of approximately €25 million. All foreseeable losses at this time have been provided.

27 – BREAKDOWN OF GROUP OPERATIONS BY GEOGRAPHICAL SEGMENT

Groupe Bull is an international IT group based in Europe with operations in nearly 100 countries. The companies of the Group market a wide range of computer hardware, administration software and IT services for scientific, industrial, commercial and business applications in the public and private sectors.

The Group manages and controls its operations according to primary reporting by geographical segment and secondary reporting by operating segment, as set forth below.

From January 1, 2002, solely the gross margin is broken down by operating segment as operating costs are now monitored by the commercial structures at the geographical entity level.

Breakdown of Group operations by geographical segment

The sourcing by geographical segment depends on the billing center. The "Rest of the World" column does not include any material segment.

In accordance with IAS 34, only the primary reporting segment is presented below:

1st half 2006 (in millions of €)	France	Europe	Rest of the World	Eliminations	Consolidated
Revenue					
Sales outside the Group	258.7	215.0	85.5	-	559.2
Less: inter-segments	70.6	3.0	9.2	(82.8)	-
Revenue by geographical area	329.3	218.0	94.7	(82.8)	559.2
Net income/(loss)					
Operating income/(loss) by segment	27.8	(2.7)	(6.2)	7.8	26.7
Unallocated Group expenses	-	-	-	-	(29.5)
Operating income/(loss)	-	-	-	-	(2.8)
Finance costs	-	-	-	-	(4.8)
Finance income	-	-	-	-	4.5
Tax charge	-	-	-	-	(0.8)
Deferred taxes	-	-	-	-	(13.7)
Provision for financial recovery clause	-	-	-	-	27.4
Minority interests	-	-	-	-	0.1
Net income	-	-	-	-	3.9
1st half 2005 (in millions of €)	France	Europe	Rest of the World	Eliminations	Consolidated
Revenue					
Sales outside the Group	265.6	227.7	78.5	-	571.8
Less: inter-segments	68.4	2.6	11.2	(82.2)	-
Revenue by geographical area	334.0	230.3	89.7	(82.2)	571.8
Net income/(loss)					
Operating income/(loss) by segment	33.4	(0.4)	12.6	(4.9)	40.7
Unallocated Group expenses	-	-	-	-	(26.9)
Operating income/(loss)	-	-	-	-	13.8
Finance costs	-	-	-	-	(4.6)
Finance income	-	-	-	-	3.6
Tax charge	-	-	-	-	(3.4)
Net income	-	-	-	-	9.4

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