Translation for information purposes - only the version in French is binding

Financial report
for the half year ended June 30, 2010

CONTENTS

1/ Condensed interim consolidated financial statements

CONTENTS

1. INTERIM CONDENSED CONSOLIDATED INCOME STATEMENTS

(in thousands of euros)	Notes	June 30, 2009	June 30, 2010
Revenue	5	**317 696**	**395 052**
Cost of sales		-193 016	-247 957
Gross profit		**124 681**	**147 095**
Distribution and marketing costs		-27 806	-38 471
Research and development expenses		-39 083	-40 557
Administrative expenses		-40 417	-45 208
Profit from ordinary activities	5	**17 375**	**22 859**
Other operating income	6	629	362
Other operating expenses	6	-8 321	-2 417
Profit from operations		**9 683**	**20 804**
Financial income	7	17 293	35 581
Financial expense	7	-18 681	-38 203
Total finance costs		**-1 388**	**-2 622**
Share of profits of associates		0	-746
Profit before income tax		**8 295**	**17 436**
Income tax	8	-3 522	-6 285
Profit for the period		**4 774**	**11 151**
Attributable to:			
- Ingenico S.A. shareholders		4 774	11 151
- Minority interests		0	0
Earnings per share (in euros)			
Net earnings			
- basic		0,10	0,23
- fully diluted		0,10	0,23

2. CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(in thousands of euros)	**June 30, 2009**	**June 30, 2010**
Profit for the period attributable to Ingenico S.A. shareholders	**4 774**	**11 151**
Translation differences	4 282	22 968
Remeasurement of derivative hedging instruments at fair value	588	977
Remeasurement of available-for-sale financial assets at fair value	648	0
Actuarial gains/(losses) on long-term employee benefit obligations (defined benefit plans)	-2 313	158
Share of gains/(losses) of associates recognized directly in equity		10
Taxes on gains/(losses) recognized directly in equity	-462	-867
Other		-18
Total gains/(losses) recognized directly in equity and attributable to Ingenico S.A. shareholders	**2 743**	**23 228**
Profit for the period and gains/(losses) recognized directly in equity, attributable to Ingenico S.A.	7 517	34 379
Profit for the period and gains/(losses) recognized directly in equity, attributable to minority interests	0	0
Profit for the period and gains/(losses) recognized directly in equity	**7 517**	**34 379**
(1) Breakdown of taxes		
On translation differences	*-686*	*-487*
On remeasurement of derivative hedging instruments	*-202*	*-337*
On remeasurement of available-for-sale financial assets	*-223*	*0*
On actuarial gains/(losses) on long-term employee benefit obligations (defined benefit plans)	*649*	*-43*
Total	***-462***	***-867***

3. CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Assets (in thousands of euros)	**Notes**	**December 31, 2009**	**June 30, 2010**
NON-CURRENT ASSETS			
Goodwill	9	414 228	432 735
Other intangible assets		166 549	155 726
Property, plant and equipment		33 075	33 239
Investments in associates		6 787	7 040
Financial assets		3 567	5 995
Deferred tax assets		23 341	23 160
Other non-current assets		14 730	19 039
Total non-current assets		**662 277**	**676 934**
CURRENT ASSETS			
Inventories	10	74 230	93 757
Trade and related receivables		225 327	226 537
Other current assets		5 825	7 763
Current tax receivables		9 456	10 211
Derivative financial instruments	13	3 433	6 858
Short-term investments		0	0
Cash and cash equivalents	12	91 205	95 372
Total current assets		**409 475**	**440 498**
Total assets		**1 071 752**	**1 117 432**

Equity and liabilities (in thousands of euros)		**December 31, 2009**	**June 30, 2010**
Share capital	11	48 638	48 729
Share premium account		380 320	381 223
Retained earnings and other reserves		67 677	63 912
Translation differences		-3 547	19 983
Equity attributable to Ingenico S.A. shareholders		**493 088**	**513 847**
Minority interests		**0**	**0**
Total equity		**493 088**	**513 847**
NON-CURRENT LIABILITIES			
Borrowings and long-term debt	12	215 370	215 483
Provisions for retirement benefit obligations	15	10 415	10 314
Other provisions	15	13 013	16 015
Deferred tax liabilities		43 289	39 667
Other non-current liabilities		10 385	8 024
Total non-current liabilities		**292 472**	**289 503**
CURRENT LIABILITIES			
Short-term borrowings	12	20 275	24 142
Other provisions	15	12 068	12 989
Trade payables and related accounts		188 162	208 465
Other liabilities		47 758	55 297
Current tax payable		17 124	8 177
Derivative financial instruments	13	806	5 012
Total current liabilities		**286 193**	**314 082**
Total liabilities		**578 665**	**603 585**
Total equity and liabilities		**1 071 752**	**1 117 432**

4. CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(in thousands of euros)	Share capital	Issue and contribution premiums	Translation differences	Effective portion of hedging instruments	Treasury shares	Retained earnings and other reserves	Total consolidated equity	Minority interests	Total equity
Balance at December 31, 2008	**47 793**	**371 538**	**-8 230**	**-976**	**-27 297**	**72 273**	**455 102**	**0**	**455 102**
Dividends paid to shareholders (1)						-4 310	-4 310		-4 310
Stock dividends paid to shareholders (2)	597	6 654				-7 251	0		0
Treasury shares (3)					2 141	-37	2 104		2 104
Share-based payment and exercise of stock options (4)	248	2 408				6 877	9 533		9 533
Total gains/(losses) recognized for the period			4 683	1 658		24 320	30 660	0	30 660
Other	0	-280				280	0		0
Balance at December 31, 2009	**48 638**	**380 320**	**-3 547**	**681**	**-25 156**	**92 152**	**493 088**	**0**	**493 088**
Dividends paid to shareholders (1)						-9 404	-9 404		-9 404
Stock dividends paid to shareholders (2)	290	4 600				-4 890			
Treasury shares (3)					5 130	-12 758	-7 628		-7 628
Share-based payment and exercise of stock options (4)	52	361				2 999	3 412		3 412
Capital reduction	-250	-4 058			4308				
Total gains/(losses) recognized for the period			22 968	641		10 770	34 379		34 379
Other			562			-562			
Balance at June 30, 2010	**48 730**	**381 223**	**19 983**	**1 322**	**-15 718**	**78 307**	**513 847**	**0**	**513 847**

2010 :

(1) Cash dividend paid on June 15, 2010

(2) Stock dividend financed through capitalization of reserves and issuance of 290.272 new shares.

(3) At January 1, 2010, the Company held 1,361,958 treasury shares. At June 30, 2010, the Company held 924,476 treasury shares bought back by virtue of authorizations granted at shareholders' meetings.

(4) Share-based payment:

- The increase in retained earnings and other reserves reflects fair value adjustments to stock options and free share awards, and recognized each year in administrative expenses and profit from ordinary activities.
- The increase in share capital and issue and contribution premiums reflects the exercise of stock options.

2009:

(1) Cash dividend paid on June 17, 2009.

(2) Stock dividend financed through capitalization of reserves and issuance of 597,274 new shares.

(3) At January 1, 2009, the Company held 1,624,290 treasury shares. At June 30, 2009, the Company held 1,563,990 treasury shares bought back by virtue of authorizations granted at shareholders' meetings.

(4) Share-based payment:

- The increase in retained earnings and other reserves reflects fair value adjustments to stock options and free share awards, and recognized each year in administrative expenses and profit from ordinary activities.
- The increase in share capital and issue and contribution premiums reflects the exercise of stock options.

5. CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

(in thousands of euros)	June 30, 2009	June 30, 2010
CASH FLOW FROM OPERATING ACTIVITIES		
Profit for the period	**4 774**	**11 151**
Adjustments for:		
Share of profits of associates		746
Income tax expense	3 522	6 284
Depreciation, amortization and provisions	19 625	27 206
Gains/(losses) on remeasurement at fair value	1 947	1 758
Gains/(losses) on disposal of assets	117	-31
Net interest expense	1 624	6 633
Dividend income	1	
Share-based payment expense	3 091	2 621
Interest paid	-2 119	-6 409
Tax paid	-6 427	-21 359
Cash flow from operating activities before change in working capital requirements	**26 155**	**28 600**
Change in working capital requirements		
inventory	-17 459	-10 726
trade and other receivables	5 125	-1 644
trade and other payables	-10 534	13 232
Change in working capital	-22 868	862
Net cash flow from operating activities	**3 287**	**29 462**
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of non-current assets	-13 348	-11 182
Gains on disposal of non-current assets	41	57
Acquisition of subsidiaries, net of cash acquired	-1 627	-7 160
Disposal of subsidiaries, net of cash disposed of	27 934	2 508
Loans and advances granted	-350	-532
Loan repayments received	175	207
Interest received	259	274
Dividends received	-1	
Net cash flow from investing activities	**13 084**	**-15 828**
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from share issue	-11	890
Purchase/(sale) of treasury shares	400	-7 582
Issuance of debt	1 925	1 126
Repayment of debt	-62 970	-1 981
Changes in the fair value of hedging instruments	0	-1
Dividends paid	-4 310	-9 404
Net cash flow from financing activities	**-64 965**	**-16 952**
Effect of changes in exchange rates	559	3 084
Financial asset reclassified under cash equivalents	1 083	
Change in cash and cash equivalents	**-46 952**	**-234**
Cash and cash equivalents at beginning of period	139 112	76 430
Cash and cash equivalents at end of period (1)	92 160	76 192

Comments

	June 30, 2009	June 30, 2010
(1) Cash and cash equivalents		
UCITS (only portion readily convertible into cash)	71 035	26 721
Cash on hand	29 353	68 651
Bank overdrafts	-8 227	-19 180
Total cash and cash equivalents	**92 160**	**76 192**
Available-for-sale assets	2 412	
Total cash, cash equivalents and short-term investments	**94 572**	**76 192**

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. THE COMPANY

The preceding consolidated financial statements present the financial position of the company Ingenico and its subsidiaries (together referred to as "the Group"), as well as the Group's share of the profits of associated companies and joint ventures. Ingenico is a company incorporated under French law whose securities are admitted to trading on a regulated market, with its registered office in Neuilly-sur-Seine.

The interim condensed consolidated financial statements were approved by the Board of Directors on July 29, 2010.

2. ACCOUNTING PRINCIPLES AND METHODS

The interim condensed consolidated financial statements for the period from January 1, 2010 to June 30, 2010 were drawn up using the same accounting principles and methods used in the consolidated financial statements for the fiscal year ended December 31, 2009, except that the following new standards, amendments and interpretations adopted by the European Union were applied herein for the first time:

- The revision to IFRS 3, Business Combinations
- The amendment to IAS 27, Consolidated and Separate Financial Statements
- The amendment to IFRS 2 regarding Vesting Conditions and Cancellations
- The amendment to IFRIC 9 and IAS 39, Financial Instruments, regarding Eligible Hedged Items
- IFRIC 12, Service Concession Arrangements
- IFRIC 15, Agreements for the Construction of Real Estate
- IFRIC 16, Hedges of a Net Investment in a Foreign Operation
- IFRIC 17, Distributions of Non-cash Assets to Owners
- IFRIC 18, Transfers of Assets from Customers
- The IFRS annual improvements issued in April 2009

As of January 1, 2010, the Group applies the revised IFRS 3 and the amended IAS 27 on business combinations and partial acquisitions of non-controlling interests. Prospective application of these changes in accounting methods has led Ingenico to recognize as expenses the costs related to acquisitions made as of January 1, 2010. In addition, the remeasurement carried out whenever the Group increases its existing interest in an entity to a controlling interest will be recognized in profit or loss under Other Operating Income and Expenses.

The other newly applied standards, amendments and interpretations had no significant impact on the data presented in the consolidated financial statements.

Furthermore, Ingenico has not applied the revised IAS 24, Related Party Disclosures, which has not yet been adopted by the European Union and which will be applicable to accounting periods beginning on or after January 1, 2011.

These interim condensed consolidated financial statements were drawn up in accordance with International Financial Reporting Standard IAS 34, Interim Financial Statements. They do not include all the information required for complete annual financial statements and should be read in conjunction with the Group's financial statements for the year ended December 31, 2009.

Translation of financial statements

The conversion rates for the main currencies used by the Group in fiscal year 2009 and the half-year periods ended June 30, 2009 and 2010 are as follows:

Closing Rate	December 31, 2009	June 30, 2010
U.S. Dollar	1,4406	1,2271
Canadian Dollar	1,5128	1,2890
Australian Dollar	1,6008	1,4403
British Pound	0,8881	0,8175
Brazilian Real	2,5113	2,2082
Chinese Yuan	9,8350	8,3215

Average rate	June 30, 2009	June 30, 2010
U.S. Dollar	1,3322	1,3285
Canadian Dollar	1,6051	1,3737
Australian Dollar	1,8791	1,4859
British Pound	0,8939	0,8700
Brazilian Real	2,9216	2,3868
Chinese Yuan	9,1028	9,0678

Estimates

In preparing these interim financial statements, Group management was led to exercise a fair amount of judgment and to make use of assumptions and estimates affecting the application of the accounting methods, the assets and liabilities recorded on the balance sheet, and the income and expenses in the income statement. Actual results may differ materially from the estimates and assumptions.

The cases in which management exercised a significant degree of judgment in applying the accounting methods adopted by the Group in these interim financial statements and the main sources of uncertainty regarding estimates are the same as those described in the consolidated financial statements for the year ended December 31, 2009.

Determining income tax expense

Income tax expense is generally computed by applying the weighted average annual income tax expense rate by entity, to pre-tax profit of the interim accounting period.

As far as the local business tax *(Taxe Professionnelle)* is concerned, the Group treats the component referred to as CVAE (Levy on Value Added by Businesses) as income tax for the following reasons:

- The basis for assessing CVAE meets the IFRIC's definition of a tax to which IAS 12 applies: it is calculated on the basis of an amount net of income and expenses that may differ from net accounting profit;
- This approach is consistent with the accounting treatment of similar taxes in other countries.

3. CONSOLIDATION SCOPE

The entities that make up the Group are accounted for using either the full consolidation method or the equity method in the case of jointly controlled entities.

Corporate name	Address	Country	% held Ingenico S.A.	Accounting method
PARENT COMPANY				
INGENICO SA	192, avenue Charles de Gaulle 92200 Neuilly sur Seine Cedex	France		
CONSOLIDATED SUBSIDIARIES				
IDS SOFRACIN SAS	192, avenue Charles de Gaulle 92200 Neuilly sur Seine Cedex	France	100%	FC
Ingenico France	192, avenue Charles de Gaulle 92200 Neuilly sur Seine Cedex *Along with its wholly-owned subsidiary in Germany*	France	100%	FC
Ingenico Transactions Services SAS	192, avenue Charles de Gaulle 92200 Neuilly sur Seine Cedex	France	100%	FC
Ingenico Ventures SAS	192, avenue Charles de Gaulle, 92200 Neuilly sur Seine Cedex, *along with its subsidiaries Fixed & Mobile Pte Ltd in Singapore (38.97% stake) and Roam Data in the U.S. (43.92%). The latter are accounted for with the equity method.*	France	100%	FC
Ingenico Prepaid Services France SAS	5, rue de Marignan 75008 Paris	France	100%	FC
Ingenico GmbH	Ingenico GmbH Pfalzburger Straße 43-44 10717 Berlin *Along with its wholly-owned subsidiary EPOS EFT / POS Service GmbH*	Germany	100%	FC
DI Deutsche Ingenico Holding GmbH	c/o Debevoise & Plimpton LLP, Taubenstrasse 7-9, 60313 Frankfurt am Main, *along with its subsidiaries Easycash Beteiligungen GmbH, Easycash Vertriebsgesellschaft mbH, Easycash Verwaltungsgesellschaft mbH, Easycash Holding GmbH, Easycash Projekt GmbH, Easycash Loyalty Solutions GmbH, Servicegesellschaft für Zahlungssysteme mbH, Easycash GmbH*	Germany	100%	FC
Ingenico International (Pacific) PTY Ltd	6 Prosperity Parade, Warriewood NSW 2102, *along with its wholly-owned subsidiary Europa Communications Ltd*	Australia	100%	FC
Ingenico International (Singapore) Pte Ltd	390 Havelock Road #03-03 King's Centre Singapore 169662	Singapore	100%	FC
Ingenico UK Ltd	Ridge Way - Donibristle Industrial Estate Dalgety Bay - Dunfermline FIFE JY11 5JU Scotland, *along with its wholly-owned subsidiaries Ingenico Ireland Ltd and Sagem Matsu and its Norwegian subsidiary Mynt Betal (50.13% stake)*	U.K.	100%	FC
Ingenico Iberia SL	c/ Ribera del Loira, 4 y 6 - 4ª planta, Campo de las Naciones, 28042 Madrid, *along with its subsidiary Ingenico Barcelona S.A. (99.99% stake)*	Spain	100%	FC
Ingenico Corp	6195 Shiloh Road, Suite D Alpharetta, Georgia 30005, *along with its American and Canadian subsidiaries, all wholly-owned*	U.S.	100%	FC
Ingenico IVI Inc	9155 South Date Land Blvd - Suite 1408 Miami, Florida 33156, *along with its wholly-owned subsidiary in Mexico*	U.S.	100%	FC
Descartes Inc	6 colonail Lake drive Lawrenceville - New jersey USA	U.S.	100%	FC
Ingenico do Brasil Ltda	Rua Tomé de Souza, 15-8 floor - Sao Bernardo do Campo - Sao Paulo *along with its subsidiaries and branches in Columbia, Venezuela, Argentina and Chile*	Brazil	100%	FC
Ingenico Italia SpA	Via Stephenson 43/a - 20157 Milano, *along with its wholly-owned subsidiary EPOS Italia SpA*	Italy	100%	FC
Ingenico Electronic Equipment CO Ltd	C/D 8F, Block B Wangjing Tower No. 9 Wangjing Zhong Huan Nan Rd., Beijing, China 100102	China	100%	FC
Auto Gain Hong Kong Ltd.	3806 Central Plaza, 18 Harbour Road, Wanchai, Hong Kong, *along with its subsidiary Landi (68% stake, but fully consolidated)*	Hong Kong	100%	FC
Ingenico Software Services Philippines Inc.	15 & 17 Floors pearl Bank Center - 146 Valero, Salce do Village Mkt Philippines	Philippines	100%	FC
Ingenico International Private India Ltd	D-4, Ground Floor, Street # 1, Chandra Shekhar Azad Road, Laxmi Nagar - New Delhi - 110092, Delhi, India	Inda	100%	FC
Ingenico Switzerland SA	Impasse des Ecureuils 2 Case postale 56 CH-1763 Granges-Paccot	Switzerland	100%	FC
Ingenico Hungary	1022 Budapest,Bég u. 3-5.	Hungary	100%	FC
Ingenico Eastern Europe I SARL	23, avenue de la Porte Neuve, L-2227 Luxembourg, *along with its wholly-owned subsidiary Ingenico Polska*	Luxembourg	100%	FC
Ingenico Investment Luxembourg SA	10 bd royal L2449 Luxembourg	Luxembourg	100%	FC
Ingenico CIS	Godovikova street,9 - 119085, Moscow - Russia	Russia	99%	FC
Ingenico CZ S.r.o.	Myslíkova 173/25 - 110 00, Praha 1 - Czech Republic	Czech Republic	100%	FC
Ingenico Ödeme	ITU Ayazaga Kampuzu Ari 2 Binasi B blok N°6/1 Koruyolu 34469 Maslak Istambul *along with its wholly-owned subsidiary Ingenico Elektronik*	Turkey	100%	FC

4. ACQUISITIONS AND DIVESTITURES

Divestitures

The Group did not dispose of any subsidiaries or businesses during the first half of 2010.

Acquisitions

Acquisition of Payzone France (renamed Ingenico prepaid Services)

Description of the transaction

On May 5, 2010, the Group announced the acquisition of 100% of Payzone France SAS. Payzone France is a mobile-phone top-up distributor serving products from all French mobile carriers. Through its platform, the company can offer many value-added services ranging from fund transfers to music down-loads and mobile-phone top-ups. This acquisition is part of Ingenico's "Beyond Payment" growth strategy providing merchants with a full suite of value-added services.

Transaction price

Ingenico acquired Payzone France for a total of €7.3 million.

Goodwill

Goodwill amounted to €8.4 million (see note 9 "Goodwill")

Contribution to the Group's financial position (starting May 2010)

Payzone France contributed the following to the Group's consolidated financial position:

- €0.62 million to revenue
- €0.04 million to profit from ordinary activities
- €0.03 million to net profit.

Acquisition of Ingeserve Co Ltd.

On May 21 2010, Ingenico acquired 100% of Ingeserve Co.Ltd for a total amount of €0.2 million. Additional contingent consideration of €1.3 million was also recognized at June 30, 2010. The securities of this entity are included in the Financial Assets line item in the June 30, 2010 balance sheet. Ingeserve Co. Ltd. will be consolidated as of December 31, 2010.

5. SEGMENT REPORTING

In these interim condensed consolidated financial statements, the Group applied IFRS 8, Operating Segments. The principles used to determine operating segments are described in Note 2 of Group 2009 financial statements, Accounting Principles and Methods.

The Group implemented a new organization starting April 1st 2010 to be better equipped to leverage the momentum created by SEPA (the Single European Payment Area). A SEPA region encompassing most countries in Northern and Southern Europe has been created in addition to 4 other large regions.

Given the Group's new management structure and the internal monitoring procedures used by management, the segments are the following:

- Europe- SEPA ;
- Asia-Pacific (Australie, Chine…) ;
- North America (USA, Canada…) ;
- Latin America (Brazil, Mexique…) ;
- EMEA (Central Europe, Africa, the Middle East)

Segment reporting therefore reflects this new organization structure regarding 2010 data, with 2009 data being restated accordingly.

Breakdown of segment profit or loss

As of June 30, 2010, segment profit or loss is broken down as follows:

At June 30, 2010

Breakdown of segment profit or loss (in thousands of euros)	Sepa	Asia-Pacific	North America	Latin America	Central Europe/ Middle East/ Africa	Unallocated	Eliminations	Consolidated
External revenue	198 971	41 968	50 946	69 702	33 465	0		*395 052*
Inter-segment revenue	14 331	*350*	*820*	3 308	17 230	129 663	-165 701	*0*
Total revenue	***213 302***	***42 318***	***51 766***	***73 009***	***50 695***	***129 663***	***-165 701***	**395 052**
Profit from ordinary activities	*17 400*	*5 900*	*3 991*	*1 546*	*1 467*	*-7 446*		*22 859*
Profit from operations	16 194	6 716	3 997	1 487	1 615	-9 205		20 803
Total finance costs								*-2 622*
Share of profits of associates								*-746*
Income tax								-6 284
Profit for the period								***11 151***
Attributable to Ingenico S.A. shareholders								***11 151***
Revenue by location of customers is as follows:								
External revenue	***200 263***	***42 167***	***49 979***	***70 666***	***31 977***			***395 052***

As of June 30, 2009, segment profit or loss was broken down as follows:

At June 30, 2009

Breakdown of segment profit or loss (in thousands of euros)	Sepa	Asia-Pacific	North America	Latin America	Central Europe/ Middle East/ Africa	Unallocated	Eliminations	Consolidated
External revenue	142 014	32 347	44 205	56 805	40 650	1 675		*317 696*
Inter-segment revenue	9 998	*537*	*95*	2 685	17 194	98 485	-128 994	*0*
Total revenue	***152 012***	***32 883***	***44 300***	***59 491***	***57 845***	***100 160***	***-128 994***	***317 696***
Profit from ordinary activities	*14 685*	*3 317*	*1 874*	*1 599*	*4 027*	*-8 127*		*17 375*
Profit from operations	13 043	3 872	584	1 314	4 035	-13 164		9 683
Total finance costs								*-1 388*
Share of profits of associates								*0*
Income tax								-3 522
Profit for the period								***4 774***
Attributable to Ingenico S.A. shareholders								***4 774***
Revenue by location of customers is as follows:								
External revenue	***140 001***	***33 245***	***47 782***	***57 351***	***39 317***			***317 696***

Segment assets and liabilities are broken down as follows at June 30, 2010:

Breakdown of segment assets and liabilities (in thousands of euros)	Sepa	Asia-Pacific	North America	Latin America	Central Europe/ Middle East/ Africa	Consolidated
Goodwill	306 485	27 297	68 457	8 374	22 123	432 736
External segment assets	435 244	72 616	52 409	61 274	16 929	638 472
Deferred tax assets						23 160
Current tax receivables						10 211
Financial receivables						5 996
Derivative financial instruments						6 858
Assets held for sale						0
Total assets	**741 729**	**99 913**	**120 866**	**69 648**	**39 051**	**1 117 432**
External segment liabilities	204 404	48 352	6 916	41 212	10 220	311 104
Consolidated equity						513 848
Deferred tax liabilities						39 667
Current tax payable						8 177
Financial liabilities						239 625
Derivative financial instruments						5 012
Liabilities included in disposal groups						0
Total liabilities	**204 404**	**48 352**	**6 916**	**41 212**	**10 220**	**1 117 432**

Breakdown of segment assets and liabilities

Segment assets and liabilities are broken down as follows at December 31, 2009:

Breakdown of segment assets and liabilities (in thousands of euros)	Sepa	Asia-Pacific	North America	Latin America	Central Europe/ Middle East/ Africa	Consolidated
Goodwill	296 667	23 747	66 527	7 364	19 924	414 228
External segment assets	427 159	60 550	51 692	64 540	13 787	617 728
Deferred tax assets						23 341
Current tax receivables						9 456
Financial receivables						3 569
Derivative financial instruments						3 433
Assets held for sale						0
Total assets	**723 825**	**84 296**	**118 219**	**71 904**	**33 710**	**1 071 753**
External segment liabilities	170 838	42 635	15 481	44 194	8 654	281 801
Consolidated equity						493 088
Deferred tax liabilities						43 289
Current tax payable						17 124
Financial liabilities						235 645
Derivative financial instruments						806
Liabilities included in disposal groups						0
Total liabilities	**170 838**	**42 635**	**15 481**	**44 194**	**8 654**	**1 071 753**

6. OTHER OPERATING INCOME AND EXPENSES

Other operating income and expenses are as follows:

(in thousands of euros)	June 30, 2009	June 30, 2010
Restructuring costs	-7 115	-1 839
Litigation expenses	-271	33
Gains/(losses) on disposal of assets	-23	-415
Disposal or retirement of property, plant and equipment or intangible assets, etc.	-283	145
Other	0	21
Total	**-7 692**	**-2 055**

As at June 30 2010, other operating income and expenses mainly include restructuring charges related to the Group activity reorganization, including Research & Development for a total of €1.8 million. With R&D related expenses, additional costs related to Telium migration amounted to €1.2 million.

Other operating income and expenses for the half year ended June 30, 2009 primarily included:

- A total of €5.5 million in restructuring charges incurred in connection with the reorganization of Group activities, chiefly Research & Development. That amount included the following:
  - €3.8 million to cover the cost of measures for the benefit of Ingenico Barcelona employees
  - €1.5 million in additional, non-recurring costs related to the migration of applications to the Telium platform.
- A gain on the disposal of Sagem Denmark and Manison Finland which was not significant at June 30, 2009, and which reflected an estimated future earn-out payment.

7. NET FINANCE COSTS

(in thousands of euros)	June 30, 2009	June 30, 2010
Interest expense	-1 030	-5 574
Interest expense on finance lease contracts		-540
Interest expense	**-1 030**	**-6 114**
Income from cash and cash equivalents	968	345
Financial income from finance lease contracts		1 378
Net finance costs	**-62**	**-4 391**
Foreign exchange gains	16 131	33 851
Foreign exchange losses	-16 510	-30 515
Foreign exchange gains and losses	**-380**	**3 336**
Gains/(losses) on short-term investments (remeasurement, disposal)	-312	3
Other financial income	55	5
Other financial expenses	-689	-1 575
Other financial income and expenses, net	**-946**	**-1 567**
Total finance costs	**-1 388**	**-2 622**

For the first half of 2010, the breakdown of finance costs is as follows:

Finance costs are composed of interest expense on short- and medium-term loans contracted by the Group. Interests of the period are mainly related to the €210 million credit taken out by the parent company in September to finance easycash acquisition and a short-term loan contracted by a subsidiary in Brazil.

In addition to interest expense on borrowings, net finance costs include income from cash and cash equivalents as well as finance lease revenues, with most of the latter related to easycash.

The net foreign exchange gain of €3.3 million is attributable to a hedging strategy put in place by the parent company.

Other financial income and expenses consist of dividends paid to the minority shareholders of a Chinese subsidiary and the discounted present value of financial instruments related to the acquisition of subsidiaries and post-employment benefit obligations.

For the first half of 2009, the breakdown of finance costs was as follows:

The Group's interest expense consisted of interest expense on short- and medium-term loans and bank credit facilities contracted by the parent company and a Brazilian subsidiary. The interest expense to the parent company was related to drawdowns on a €60 million line of credit, which was fully repaid at June 30, 2009.

Income from cash and cash equivalents consisted mainly of gains on the disposal of securities by the parent company.

Foreign exchange risk was primarily assumed and therefore hedged by the parent company.

Other financial income and expenses mainly reflected fair value adjustments to assets held for trading, and the discounted present value of financial instruments related to the acquisition of subsidiaries and post-employment benefit obligations.

8. INCOME TAX

Income tax expense for the period

(in thousands of euros)	June 30, 2009	June 30, 2010
Total	**-3 522**	**-6 285**
Profit/(loss) before income taxes	8 295	17 436
Tax rate	42,46%	36,05%

Income tax expense for the first half 2010 consists mainly of tax expense recognized in France, Australia, Germany, the United States and Italy.
The ratio of income tax expense for the first half to profit before income tax, i.e. 36.0 percent, was impacted by the transfer of the CVAE component of local business tax to current tax expense. The impact of this change was enlightened by the net positive effect of tax rates for certain foreign subsidiaries that are lower than the tax rate applied to the parent company.

The high ratio of income tax expense to profit before income tax for the six months ended June 30, 2009 was chiefly attributable to the effect of permanent differences, and above all to taxes on gains on the disposal of the Group's subsidiaries in Denmark and Finland, which were recognized in the parent company financial statements.

9. GOODWILL

Goodwill

(in thousands of euros)	December 31, 2009	June 30, 2010
At January 1	**221 437**	**414 227**
Investments	217 381	9 048
Divestitures	-25 882	
Impairment losses		
Translation differences	1 416	9 460
Other	-126	
At June 30	**414 227**	**432 735**

At June 30, 2010, investments include the acquisition of 100% of Payzone France for €7,305,000 and additional consideration paid on the easycash acquisition. Because Payzone France had net liabilities of €1,089,000, goodwill arising on this acquisition totaled €8,394 thousands.

The acquisition of Payzone France, since renamed Ingenico Prepaid Services France, was carried out in May 2010. Purchase price allocation will be performed during the second half of 2010.

In accordance with the revised IFRS 3, the cost of acquiring Payzone France has been recognized in expenses for €0.2 million for the period.

Breakdown of goodwill

Cash-generating units	2009			June 30, 2010		
(in thousands of euros)	Gross carrying amount	Total impairment losses	Net carrying amount	Gross carrying amount	Total impairment losses	Net carrying amount
Asia-Pacific	28 746	-4 999	23 747	32 435	-5 139	27 296
Central Europe/ Middle East/ Africa	19 924		19 924	22 123		22 123
SEPA	297 808	-1 142	296 666	307 652	-1 167	306 485
Latin America	7 364		7 364	8 374		8 374
North America	66 527		66 527	68 457		68 457
Total	**420 368**	**-6 142**	**414 227**	**439 041**	**-6 306**	**432 735**

The goodwill increase is due primarily to the acquisition of Payzone France and to a €9.5 million foreign exchange effect.

10. INVENTORIES

(in thousands of euros)	December 31, 2009	June 30, 2010
Raw materials and consumables	17 398	28 226
Finished products	73 439	84 916
Depreciation on raw materials & consumables	-3 291	-4 992
Depreciation on finished products	-13 316	-14 394
Net total	**74 230**	**93 757**

The increase in inventories results primarily from the seasonal nature of the Group's business in the first half of 2010 and impact of foreign exchange rates.

11. SHARE CAPITAL

Number of outstanding shares

CONSOLIDATED EQUITY

Number of outstanding shares

	31 December 2009	30 June 2010
Shares issued at beginning of period	**47 791 674**	**48 637 135**
Shares issued in connection with options exercised and dividend distribution	845 461	341 853
Capital reduction		-250 000
Shares issued at end of period	**48 637 135**	**48 728 988**
Treasury shares at end of period	**1 361 958**	**924 476**
Shares outstanding at end of period	**47 275 177**	**47 804 512**

Ingenico's shares have a par value of €1.

Treasury shares

Shares repurchased to be awarded or cancelled

The portfolio of Ingenico stock repurchased by the Company to be granted under free share programs or to reduce the share capital totalled 1,166,780 actions at December 31, 2009.

At June 30, 2010, the portfolio totalled 799,476 shares, given that 620,250 shares have been used to meet the Company's obligations at the expiration of the acquisition period for free share programs, a capital reduction of 250,000 shares and the acquisition of 502,946 shares.

Shares repurchased under the liquidity contract entered into in 2004

Under the liquidity contract, Ingenico held a total of 195.178 treasury shares at December 31, 2009. At June 30, 2010, the portfolio totalled 125,000 treasury shares, representing a net disposal of 70,178 shares.

Stock options and free shares

Free shares

The Board of Directors decided the grant of 37.555 free shares on March 30, 2010.

During the period, beneficiaries became entitled to 620,250 free shares, and 4,650 free shares were cancelled. At June 30, 2010, there was a total of 363,655 free shares outstanding (951.000 as at December 31, 2009).

Co-investment Plan

On the same date, the Board of Directors voted to set up a Co-investment Plan in 3 installments (2010, 2011 and 2012) for the Group's top 37 executives.
The plan takes the form of an agreement with the participants that provides for granting them a variable number of shares subject to subscription, continued employment and external and internal performance requirements. The subscription period for the first installment was closed on April 15, 2010. On May 11, 2010, the Board determined the total number of shares subscribed (79,054) and the maximum number of shares that could be allocated (553,378).

Stock options

No new stock option plans were set up during the first half of 2010. Given that 151,581 stock options were exercised, there was a total of 230,410 stock options (Plans A, C, F and H) as at June 30, 2010.

Fair value of options granted

Ingenico measured the fair value of the goods and services received during the period based on the fair value of the equity instruments granted.

For the Co-investment Plan, Ingenico has calculated the fair value of the goods and services received based on the likelihood of internal performance and market conditions achievements. The IFRS 2 expense will be re-evaluated on the basis of changes in the internal performance criteria at the closing of each financial year.

Impact on financial statements

On the basis of the parameters used to calculate fair value, a total of €2.3 million was charged to profit from ordinary activities in connection with free share grants in the first half of 2010 and €0.3 million in other operating charges.

Employee Investment Plan

On March 17, 2010, the Board of Directors agreed in principle to issue new shares, representing a 1 percent capital increase and reserved for participants in Ingenico Group employee savings plans.
Enrolling in an Investment Plan enables employees in France and Germany to purchase Ingenico shares at a 20-percent discount and entitles them to matching company contributions up to the limits set by law.
The Chairman and Chief Executive Officer of the Group has been assigned to set up the Plan (ISOP 2010) and set, on June 3, 2010, the subscription price at €14 per share and the close of the subscription period at June 21, 2010, as mandated by the Board of Directors.
A total of 172,417 shares have been subscribed for under ISOP 2010, with the result that the share capital was increased on July 21, 2010.

12. NET DEBT

For the Ingenico Group, net financial liabilities consist of short-term and long-term financial liabilities, less short-term investments and cash and cash equivalents.

(in thousands of euros)	**December 31, 2009**	**June 30, 2010**
Cash and cash equivalents	91 205	95 372
Short-term investments		
Financial liabilities	-235 645	-239 625
Net debt	**-144 440**	**-144 253**

Breakdown of cash, cash equivalents and short-term investments

(in thousands of euros)	**December 31, 2009**	**June 30, 2010**
Cash and cash equivalents	66 570	68 651
UCITS classified as cash equivalents	24 635	26 721
Total cash and cash equivalents	**91 205**	**95 372**

Breakdown of financial liabilities

Financial liabilities are broken down into long-term and short-term liabilities. The latter include the portion of less than one year of long-term debt as well as financial liabilities with a term of less than one year.

(in thousands of euros)	December 31, 2009	June 30, 2010
Bank borrowings	206 352	206 980
Finance lease obligations	9 018	8 363
Other financial liabilities		140
Total long-term financial liabilities	**215 370**	**215 483**
Short-term bank and related borrowings	596	1 172
Finance lease obligations (current portion)	4 904	3 790
Bank overdrafts and other financial liabilities	14 775	19 180
Total short-term financial liabilities	**20 275**	**24 142**
Total financial liabilities	**235 645**	**239 625**

At June 30, 2010, bank borrowings totalled €207 million and correspond to the loan contracted by the parent company in September 2009 to finance the easycash acquisition.

13. DERIVATIVE FINANCIAL INSTRUMENTS

(i) Interest rate hedging

	Interest rate hedging	
(in thousands of euros)	December 31, 2009	June 30, 2010
Current assets	147	
Current liabilities	-78	-1 507
Total	**69**	**-1 507**

In late 2009, Ingenico put in place an interest rate cap to hedge 75 percent of the €210 million tranche of its syndicated loan. This derivative financial instrument has the same maturity as the loan, so that interest on the hedged portion is capped at 4.25 percent (excluding fees and commissions).

(ii) Exchange rate hedging

Foreign exchange hedging

(in thousands of euros)	December 31, 2009	June 30, 2010
Current assets	3 286	6 858
Current liabilities	-728	-3 505
Total	**2 558**	**3 353**

At June 30, 2010, the Group's exchange rate hedging instruments consisted of forward exchange contracts, swaps and currency options.

The global market value of exchange rate hedging instruments at June 30, 2010 showed an unrealized gain of €1,846 thousands, including an unrealized gain of €2,016 thousands recognized in equity and a €170 000 loss recorded in profit and loss.

14. RELATED PARTY TRANSACTIONS

To the Company's knowledge, there are no potential conflicts of interest between the duties of any of the members of the Board of Directors with regard to the Company and their respective private interests or other duties.

Total compensation and benefits paid to the Chairman of the Board of Directors and members of the Executive Committee in office from January 1, 2010 to June 30, 2010 breaks down as follows:

(in thousands of euros)	June 30, 2009	June 30, 2010
Fixed compensation	1 350	2 297
Variable compensation	975	529
Miscellaneous benefits	641	94
Stock options and free share awards (service cost recognized)	1 936	1 394
Total	**4 902**	**4 314**

15. PROVISIONS

(in thousands of euros)	Balance at Jan. 1, 2010	Translation differences	Changes in consolidation scope	Additions	Deductions of amounts used	Deductions of unused amounts	Other	Balance at June 30, 2010
rovisions for retirement benefit obligations	**10 415**	**298**		**323**	**-488**	**-76**	**-158**	**10 314**
Provisions for warranties	11 226	1 284		10 748	-10 438	0	0	12 820
Provisions for litigation and claims	5 720	121	100	587	-147	-1 538	0	4 843
Provisions for restructuring	1 596	9		133	-1 403	0	0	335
Other provisions	6 537	222		7 361	-3 027	-87	0	11 006
Total other provisions	**25 079**	**1 636**	**100**	**18 829**	**-15 015**	**-1 625**	**0**	**29 004**

(i) Warranties

The provision for warranties reflects the estimated foreseeable costs related to a one-year product warranty given at the time of sale.

(ii) Litigation and claims

Ingenico is engaged in a number of claims and arbitration proceedings arising in connection with the Company's ordinary business. Ingenico believes that adequate provisions have been recorded to cover all outstanding disputes.

Ingenico records provisions for litigation and claims when the Group has a present legal or constructive obligation related to lawsuits, government inquiries, legal disputes and other claims as a result of a past event, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and provided that the amount of the outflow can be reliably estimated.

The primary deductions of unused amounts stem from legal proceedings that are settled in the Group's favor. They include the reversal of a €1.1 million provision for taxes and employee-related expenses in Brazil.

The changes in consolidation scope resulted from the acquisition of Payzone France in May 2010.

(iii) Provisions for restructuring

Provisions for restructuring in the first half of 2010 are mainly related to the Group's reorganization process, that the Group continued in 2010.

The primary deductions of amounts used are to cover employee compensation following the closing of the Barcelona, Spain facilities.

(iv) Other provisions

Other provisions relate to provisions for business-related expenses (e.g. commitments to repurchase supplier inventories, losses on finance leases).

Net additions in the first half of 2010 include a €3.3 million charge to address component quality issues affecting specific items in the Group's older product range and a net addition of €0.7 million for commitments to repurchase supplier inventories.

16. OFF-BALANCE SHEET COMMITMENTS

At June 30, 2010, Ingenico had the same off-balance sheet commitments as at the December 31, 2009 reporting date.

Ingenico received in addition the following commitments:

- Upon acquiring Payzone France in the first half of 2010, since renamed Ingenico Prepaid Services France S.A.S., Ingenico received a liabilities warranty for €1,050,000 that expires on November 5, 2011.
- Ingenico received a variety of warranties under commercial contracts totaling €2,050,000.

Moreover, the "standard" liabilities warranty for €10,250,000 given by Ingenico S.A. as part of the disposal of Sagem Denmark in 2009 expired on June 30, 2010. The Group has maintained its "corporate and litigation" warranties for €10,127,000 as well as its tax warranty for €20,254,000.

Lastly, tax audits of a Brazilian subsidiary are in progress. The company is in a position, however, to challenge on substantive grounds the total amount claimed by the Brazilian tax authorities. Favorable legal precedents and the tax relief granted on some of the amounts claimed further suggest the likelihood of a positive outcome for Ingenico. As a result, the company has not recognized a provision for this tax risk.

17. SUBSEQUENT EVENTS

Enhanced financial flexibility

Ingenico renegotiated its senior credit facilities agreement with its banks syndicate pool, raising the amount to €370 million and extending the maturity by one year to September 2014. After drawdowns of €210 million, Ingenico has two undrawn confirmed syndicated lines of credit totaling €160 million, including €100 million earmarked for acquisitions and €60 million to meet working capital requirements.

Two takeovers in value-added services

In July, Ingenico acquired a controlling 90-percent interest in Fixed & Mobile Pte Ltd., a Singapore-based company operating a mobile-phone top-up network, and that brings to the Group the prospects of extending its service offer to Europe. As a result of the Group's increased interest in this company, additional goodwill will be recognized, all of the entity's identifiable assets, liabilities and contingent liabilities will be measured at fair value at the date of effective control and the fair value remeasurement of the Group's stake in Fixed & Mobile Pte Ltd. prior to acquiring a controlling interest will be recognized in profit or loss.

Ingenico also acquired First Data Iberica (FDI), a Spanish privately owned company, and leading payment service provider in the petrol vertical market in Spain. FDI operates the complete payment value chain and loyalty for more than 5,000 petrol stations. FDI also provides mobile-phone top-up service to a unique basis of 42,000 terminals on the Iberian Peninsula. The Group intends to leverage this base to deploy value-added services in Spain. FDI's revenue amounts for approximately €15 million. The Group intends to leverage this basis to deploy value-added services in Spain.

Bonus share award through incorporation of reserves on July 21, 2010

In accordance with the powers of sub-delegation granted to him by the Board of Directors on May 11, 2010, the Chairman and Chief Executive Officer resolved on July 21, 2010 to carry out a capital increase on July 30, 2010 by incorporating funds from the share premium account into the share capital and to award bonus shares to existing shareholders on the basis of one new share for every 20 shares held.

18. PRO FORMA CONDENSED FINANCIAL INFORMATION

In millions of euros	Pro forma consolidated data Jan. 1-June 30, 2009	Ingenico consolidated data, Jan. 1-June 30, 2010
Revenue	**358 393**	**395 052**
Cost of sales	-214 927	-247 957
Gross profit	**143 466**	**147 095**
Distribution and marketing costs	-36 254	-38 471
R&D expenses	-40 692	-40 557
Administrative expenses	-49 803	-45 208
Profit from ordinary activities	**16 717**	**22 859**
Other operating income and expenses	-7 692	-2 055
Profit from operations	**9 025**	**20 804**
Total finance costs	-6 256	-2 622
Total finance costs	**-6 256**	**-2 622**
Share of profits of associates		-746
Profit before income tax	**2 769**	**17 436**
Income tax	-1 878	-6 285
Profit for the period	**891**	**11 151**

Assumptions, methods and principal adjustments involved in preparing the pro forma condensed consolidated income statement

The pro forma condensed consolidated income statement for the half year from January 1 to June 30, 2009 was prepared on the basis of Ingenico's audited consolidated financial statements, to which the following adjustments were made:

- Profit or loss from easycash between January 1 and June 30, 2009 was included in accordance with IFRS as adopted by the European Union and on the basis of the data available at the time this information was prepared. The accounting principles and methods used were the same as those applied in preparing the Group's consolidated financial statements in accordance with IFRS for the year ended December 31, 2009.

- The theoretical interest expense that would have been incurred to finance the acquisition if the financing had had been arranged on January 1, 2009 was calculated.

- Additional amortization expense was calculated for intangible assets identified and measured at fair value upon purchase price allocation. If the acquisition had occurred on January 1, 2009, it would have increased the Group's total amortization expense by €4,519,000.

- Intragroup transactions between easycash and the Ingenico Group during the period were eliminated.

- The tax impact of these pro forma restatements on income tax expense was accounted for based on the tax rates in force in each country.

The pro forma adjustments do not factor in the effect of potential synergies and the possible cost of reorganization the business acquired.

Acquisitions were recognized in accordance with IFRS and the purchase method (IFRS 3).

2/ Interim management report

To facilitate the assessment of Ingenico's performance, the prior-period revenue presented in comparison with consolidated revenue for the first quarter of 2010 have been restated to reflect changes in the company's scope of consolidation during the year ("2009 pro forma revenue"), i.e. including the operations of easycash and eliminating the operations of Sagem Denmark, Manison Finland and Moneyline Banking Systems as of January 1, 2009.
The consolidated financial data has been drawn up in accordance with International Financial Reporting Standards. In order to provide meaningful comparable information, that data has been presented on an adjusted basis, i.e. restated to reflect in particular the depreciation and amortization expense arising on the acquisition of new entities. Pursuant to IFRS 3, the purchase price for new entities is allocated to the identifiable assets acquired and subsequently amortized over specified periods.
EBITDA is not an accounting term; it is a financial metric defined here as profit from ordinary activities before amortization, depreciation & provisions and before Share based payment expenses (the reconciliation of profit from ordinary operations to EBITDA is available in Exhibit1).
Cash flow from operations is defined as EBITDA less change in working capital less net capital expenditures

Key figures

(in million of euros)	H1 2009	H1 2009 pro forma	**H1 2010**
Revenue	317.7	341.2	**395.1**
Adjusted gross profit	124.7	134.9	**147.1**
as a % of revenue	39.2%	39.5%	**37.2%**
Adjusted operating expenses	(98.0)	(105.3)	**(110.4)**
Adjusted profit from ordinary activities	26.7	29.5	**36.7**
Adjusted margin on ordinary activities	8.4%	8.6%	**9.3%**
Profit from operations (IFRS)	9.7	-	**20.8**
Net profit (IFRS)	4.8	-	**11.2**
EBITDA	36.8	41.2	**53.6**
as a % of revenue	11.6%	12.1%	**13.6%**

Operating cash flow	0.6	-	**43.3**
Net debt	(90.9)	-	**144.3**
Equity	461.6	-	**513.8**

2.1 Subsequent events occurred in the first half of 2010

The group has been adapting its organization in the first half of 2010. Firstly, to be better equipped to leverage the momentum created by SEPA (the Single European Payment Area), the company has created a SEPA region encompassing most countries in Northern and Southern Europe. Lastly, Ingenico has established a new regional organization in Asia (from India to Australia) in order to be in the best possible position to take advantage of new opportunities and accelerate the Group's development in that part of the world. Ingenico's operations are now organized into five regions - Europe (SEPA), EEMEA, Latin America, North America, Asia – and two business lines, Transaction Services and Payment Terminals, so that the company's growth strategy in each of these segments can be pursued most effectively.

2.1 Financial data

Revenue up 24 percent, driven by strong sales growth and a favorable foreign exchange impact

	H1 2010			Q2 2010		
	€m	Change		€m	Change	
		Like-for-like[1]	Reported		Like-for-like[1]	Reported
By region						
North America	**50.9**	+8.7%	+15.2%	**21.8**	(25.3%)	(14.5%)
Latin America	**69.7**	+5.8%	+22.7%	**42.3**	+16.7%	+36.3%
Asia-Pacific	**42.0**	+14.8%	+29.7%	**26.5**	+14.1%	+28.7%
EMEA	**33.5**	(20.5%)	(17.7%)	**19.1**	(20.5%)	(16.6%)
Europe-SEPA	**199.0**	+18.3%	+40.1%	**112.1**	+27.1%	+50.2%
Total	**395.1**	**+10.0%**	**+24.3%**	**221.8**	**+11.0%**	**+26.3%**

In H1 2010, revenue totaled €395.1 million with a favorable foreign exchange impact of €19.7 million. Revenue included €348.1 million generated by the payment terminal activities (hardware and maintenance), and €47.0 million by transaction services.

On a like-for-like basis at constant exchange rates, revenue was 10 percent above the H1 2009 pro forma figure. This better-than-expected performance was driven by the dynamism in Ingenico's payment terminal activity (+8.4 percent[1]) and a rise in transaction services (+15.8 percent[1], net of interchange fees), primarily in Europe, in line with the Group's full-year expectations. Ingenico's revenue grew in all regions except for EMEA, with strong growth in Asia-Pacific (particularly in China) and Europe-SEPA (particularly in France and Germany), where the Group has consolidated its already strong positions.

After a first quarter with a favorable basis of comparison, revenue in Q2 2010 was 11 percent higher than in Q2 2009 on a pro forma basis[1]. Growth continued, particularly in Asia-Pacific (China), Latin America (Brazil) and a majority of the Europe-SEPA countries.

1 On a like-for-like basis at comparable exchange rates

Ingenico has successfully leveraged the market growth driven by regulatory changes (in Germany and Brazil), new technology (in France) and a general upturn in business (in Spain and the United Kingdom). The Group has continued to benefit from the strong trends in China. In North America, where revenue was impacted by the unfavorable basis of comparison with Q2 2009, the introduction of the Telium terminal range in Q4 2010 should help to regain momentum. In the EMEA region, while the situation has been stabilized in Turkey, business on the whole has been down, due to the unfavorable basis of comparison in the Middle East.

Gross margin as a % of revenue impacted by a non-recurring expense

Ingenico's adjusted gross margin was 37.2 percent in H1 2010. The 230 basis-point decrease is primarily attributable to a €6.1 million non-recurring expense to address component quality issues affecting specific references in the Group's older product range. Excluding this expense, gross margin would be 38.8 percent, versus 39.5 percent in H1 2009 on a pro forma basis.

Gross margin in the Payment Terminal business (hardware only) was 41.9 percent, down 60 basis points, due to increased indirect costs, including higher freight costs due to component shortages and the disruptive effect of the Iceland volcano eruption. Gross margin in Ingenico's Transaction business, net of interchange fees, was 36.6 percent, compared to 36.8 percent pro forma gross margin in H1 2009.

Operating expenses under control

Adjusted operating expenses rose slightly from €105.3 million in H1 2009 (pro forma) to €110.4 million in the H1 2010. They accounted for 27.9 percent of revenue, i.e. 300 basis points lower than in H1 2009 (pro forma).

(in million of euros)	H1'09 pro forma	H1'10
Sales & Marketing	26.2	31.0
Research& Development	31.6	34.2
General& Administrative	47.6	45.2
Total operating expenses	**105.3**	**110.4**

Adjusted profit from ordinary activities up 24 percent

In H1 2010, adjusted profit from ordinary activities increased by 24 percent to €36.7 million, versus €29.5 million in H1 2009 (pro forma). Adjusted margin on ordinary activities accounted for 9.3 percent of revenue, an increase of 70 basis points year on year. Excluding the non-recurring expense in the period, the adjusted margin on ordinary activities would have been up by 220 basis points.

Profit from operations (IFRS) up sharply

After accounting for Purchase Price Allocation and other operating income and expenses, profit from operations was multiplied by 2.1 to €20.8 million in H1 2010, from €9.7 million in H1 2009.

(in million of euros)	H1'09	H1'10
Adjusted operating profit from ordinary activities	**26.7**	**36.7**
Adjusted Operating margin	8.4%	9.3%
Operating profit from ordinary activities (IFRS)	17.4	22.9
Other operating income & expenses	(7.7)	(2.1)
Operating profit	**9.7**	**20.8**

In H1 2010, Purchase Price Allocation expenses in connection with Moneyline, Planet, Sagem Monetel, Landi and easycash rose to €13.8 million, mostly due to the easycash acquisition. Other operating income and expenses totaled €2.1 million, down from €7.7 million in H1 2009.

Reconciliation of profit from ordinary activities to EBITDA

(in million of euros)	H1 2009	H1 2009 pro forma	H1 2010
Profit from ordinary activities	17.4	15.8	22.9
Allocated assets amortization	9.3	13.8	13.8
Other amortization and provisions for liabilities	7.0	8.5	14.6
Share based payment expenses	3.1	3.1	2.3
EBITDA	36.8	41.2	53.6

Financial result

(in million of euros)	H1'09	H1'10
Interest expense	(1.0)	(6.1)
Income from cash and cash equivalents	1.0	1.7
Net finance costs	-	**(4.4)**
Foreign exchange gains/losses	(0.4)	3.3
Other financial income / (expenses)	(0.9)	(1.5)
Total financial result	**(1.4)**	**(2.6)**

Finance costs slightly improved in the first half of 2010, in particular with the interest on €210 million senior credit partially compensated by foreign exchange gains during H1 2010.

Net profit multiplied by 2.3 to €11.2 million

In H1 2010, net profit for the period was €11.2 million, versus €4.8 million in H1 2009. This result included total finance costs of €2.6 million (versus €1.4 million in H1 2009) and income tax expense of €6.3 million (versus €3.5 million).

(in million of euros)	H1'08	H1'09
Operating profit	**9.7**	**20.8**
Financial result	(1.4)	(2.6)
Net profit before taxes	8.3	17.4
Taxation	(3.5)	(6.3)
Net profit	**4.8**	**11.2**

Strong operating cash flow generation

(in million of euros)	H1'09	H1'10
EBITDA	36.8	53.6
Working capital changes	(22.9)	0.9
Capex	**(13.3)**	**(11.2)**
Operating Cash flow	0.6	43.3

In the first half of 2010, Ingenico generated substantial cash flow from operating activities of €43.3 million, compared to €0.6 million in H1 2009. This increase is the result of both increased EBITDA (up €16.8 million), with easycash contribution, and the lower net working capital, which was reduced from €22.9 million in H1 2009 to €0.9 million through strict control. Capital expenditures totaled €11.2 million, equaling 2.8% of revenue.

Net debt was €144.3 million at June 30, 2010. This figure includes the distribution of €9.4 million in dividends (compared to €4.3 million in H1 2009), €21.4 million in current tax payable (versus €6.4 million in H1 2009) and the net share buyback for a total of €7.5 million.

Ingenico's main financial ratios in H1 2010 demonstrate the Group's sound financial position. At June 30, 2010, the net debt-to-equity ratio was 28 percent.

2.2 Subsequent events as of June 30, 2010

See Note 17 "Subsequent events" in the notes to the condensed interim consolidated financial statements.

2.3 Principal risks and uncertainties in the second half

In the second half of 2010, Ingenico faces the same risks as described in the 2009 registration document *(Document de Référence).* The risks that are more specific to the second half have to do with the level of the Group's business activity which depends on the strength of economic recovery and which is likely to reflect the usual seasonal trend of higher revenue and operating profit in the latter half of the year. In North America, greater market penetration for Ingenico's offer is hampered by the strong legacy positions held by its two local competitors. The Group is studying ways of more effectively leveraging the rollout of its new Telium product range in the second half of 2010.

2.4 Related-party transactions

In the first half of 2010, there were no material transactions liable to be considered new regulated agreements (see Note 14 in the notes to the condensed interim consolidated financial statements).

2.5 Outlook

Based on its performance in H1 2010 and considering current market trends, the Group revises its 2010 revenue guidance upwards to the range of €805 to €815 million, up from the range of €790 to €805 million announced in March 2010 (on a comparable and constant foreign exchange rate basis).

The Group is maintaining its profitability guidance, with adjusted margin on ordinary activities[2] in the range of 12.5 percent to 13 percent and EBITDA margin ranging from 16 percent to 17 percent.

[2] *I.e. restated, primarily to reflect depreciation and amortization on assets and liabilities acquired and initially allocated to goodwill.*

3/ Attestation of the party responsible for the interim condensed financial statements

"I certify that, to the best of my knowledge, the interim condensed financial statements for the preceding half year were drawn up in accordance with the applicable accounting standards and give a true and fair view of the assets, liabilities, financial position and results of the Company and the consolidated group of entities, and that the management report included herein gives a fair and true view of the significant events that occurred during the first six months of the year, of their effect on the Group's accounts and of the Group's principal related-party transactions, as well as a description of the principal risks and uncertainties confronting the Group in the remaining six months of the year."

Philippe Lazare
Chief Executive Officer

4/ Statutory Auditors' Report on H1'10 interim financial statements

This is a free translation into English of the statutory auditors' 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 is construed in accordance with, French law and professional auditing standards applicable in France.

Ingenico S.A.

Registered office: 192, avenue Charles de Gaulle - 92200 Neuilly sur Seine
Share capital: €.51,346,475

Statutory auditors' review report on the half-yearly consolidated financial statements

For the six-month period ended 30 June 2010

To the Shareholders,

Following our appointment as statutory auditors by your annual general meeting and in accordance with article L.451-1-2 III of the French Monetary and Financial Code ("Code monétaire et financier"), we hereby report to you on:

- the review of the accompanying condensed half-yearly consolidated financial statements of Ingenico S.A. for the six-month period ended 30 June 2010,
- the verification of information contained in the half-yearly management report.

These condensed half-yearly 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.

I. Conclusion on the financial statements

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 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-yearly consolidated financial statements are not prepared in all material respects in accordance with IAS 34 - the standard of the IFRS as adopted by the European Union applicable to interim financial statements.

II. Specific verification

We have also verified the information given in the half-yearly management report on the condensed half-yearly consolidated financial statements subject to our review. We have no matters to report as to its fair presentation and consistency with the condensed half-yearly consolidated financial statements.

Paris La Défense, on 30 July 2010 Paris, on 30 July 2010