



Consolidated interim financial statements
30/06/2007

This is a free translation into English of the original French language version of the consolidated interim financial statements (comptes consolidés semestriels résumés) provided solely for the convenience of English speaking readers. This report should consequently be read in conjunction with, and construed in accordance with French law and French generally accepted accounting principles. In the event of any ambiguity or conflict between corresponding statements in the two documents, the original French language report shall prevail.

HAULOTTE GROUP Consolidated interim financial statements 30/06/2007

BALANCE SHEET— ASSETS

In thousands of euros

	Note	2007	2006
		Jun.	Dec.
Goodwill	5	2,580	1,870
Intangible assets	6	3,917	5,139
Property, plant & equipment	7	92,835	87,127
Financial assets	8	1,317	1,473
Deferred income tax assets	13	4,211	2,677
Trade receivables from financing activities over 1 year	10 & 12	60,067	64,513
Non current assets		164,927	162,799
Inventories	9	108,141	79,388
Trade receivables	10 & 12	247,792	224,258
Trade receivables from financing activities under 1 year	10 & 12	40,176	38,705
Other receivables	11	21,528	16,221
Cash and cash equivalents	14	71,312	67,999
Derivative instruments	15	4,378	3,542
Current assets		493,326	430,114
TOTAL ASSETS		658,253	592,913

Notes 1 to 41 constitute an integral part of these consolidated interim financial statements

HAULOTTE GROUP Consolidated interim financial statements 30/06/2007

BALANCE SHEET – LIABILITIES AND SHAREHOLDER'S EQUITY

In thousands of euros

	Note	2007	2006
		Jun.	Dec.
Share capital	16	4,465	4,457
Share premiums	16	91,450	90,841
Current year earnings and consolidated reserves		210,703	179,192
Other reserves		-4,081	-3,410
Shareholder's equity		302 538	271 080
Minority interests		626	631
Total equity		303,163	271,710
Long term financial debt	21 & 23	137,093	133,469
Deferred income tax liabilities	13	2,187	1,229
Provisions	20	2,007	1,829
Non current Liabilities		141,286	136,527
Trade payables	23	129,067	97,442
Other payables	22	47,118	55,482
Short term financial debt	21 & 23	31,196	25,150
Provisions	19	4,861	4,671
Derivative instruments		1,561	1,931
Current Liabilities		213,803	184,676
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY		658,253	592,913

Notes 1 to 41 constitute an integral part of these consolidated interim financial statements

HAULOTTE GROUP Consolidated interim financial statements 30/06/2007

INCOME STATEMENT

In thousands of euros

	Note	2007		2006	
		Jun.		Jun.	
		6 months		6 months	
Nets sales	36	310,228	100.0%	236,876	100.0%
Cost of goods sold	25	(208,749)	-67.3%	(160 193)	-67.6%
Selling expenses		(17,945)	-5.8%	(14,887)	-6.3%
General and administrative expenses	26	(21 717)	-7.0%	(18,669)	-7.9%
Research and development costs	27	(4,062)	-1.3%	(1,539)	-0.6%
Gains and losses on foreign exchange	28	1,289	0.4%	(2 646)	-1.1%
Other operating income and expenses	29	(291)	-0.1%	1,350	0.6%
Operating profit		58,752	18.9%	40,292	17.0%
Net financing cost	32	(1,223)		(776)	-0.3%
Other financing income and expense		(75)		101	0.0%
Profit before income tax		57,454	18.5%	39,617	16.7%
Income tax expense	33	(20,034)	-6.5%	(12,800)	-5.4%
Net Profit		37,420	12.06%	26,817	11.3%
of which attributable to parent company shareholders		37,334	12.0%	26 767	11.3%
of which attributable to minority interests		86	0.0%	49	0.0%
Basic earnings per share (in euros)		1.090		0.784	
Diluted earnings per share (in euros)		1.087		0.780	

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HAULOTTE GROUP Consolidated interim financial statements 30/06/2007

CASH FLOW STATEMENT

In thousands of euros

	Note	30/06/2007	30/06/2006
Net profit		37,420	26,817
- Cost of stock options		31	43
- Depreciation and amortization		10,739	8,590
- Non-current provisions		358	162
- (Gains) losses on fixed assets disposals		(478)	(735)
- Changes in deferred tax		(544)	(1 442)
Gross cash flow		47,527	33,435
Change in operating working capital	37	(36,302)	(27,718)
Change in receivables from financing activities	38	10,474	11, 464
Net operating cash flow		21,699	17,181
Fixed asset acquisitions		(17,127)	(14,796)
Fixed asset disposals		1,869	2,115
Change in payables on fixed assets		451	12
Impact of changes in consolidation scope			
Net cash flow generated by investments		(14,807)	(12,668)
Loans issued		733	374
Repayments of loans		(2,990)	(18,161)
Capital increases in cash		617	1 695
Disposals/Purchases of treasury stock		134	102
Dividends paid to parent Company's shareholders		(5 823)	(4 440)
Net cash flow from (used in) financing activities		(7,329)	(20,430)
Effect of exchange rate fluctuations		83	(112)
Net increase (decrease) in cash and cash equivalents		(354)	(16,029)
Cash and cash equivalents at beginning of the period	39	69,458	72,948
Cash and cash equivalents at end of the period	39	69,104	56,918

Notes 1 to 41 constitute an integral part of these consolidated interim financial statements

HAULOTTE GROUP Consolidated interim financial statements 30/06/2007

STATEMENTS OF CHANGES IN EQUITY

In thousands of euros

	Share Capital	Share Premium	Current year earnings and consolidated reserves		Other reserves			Group share Total	Minority interests	Total
			Consolidated reserves	Net profit of the period	Stock options	Treasury stock	Exchange adjustments			
Balance at 1st January 2006	4,439	88,861	77,394	45,846	209	(1,019)	(749)	214,981	477	215,458
Changes in share capital of the consolidating company	13	1,683						1,696		1,696
Appropriation of 2005 consolidated profit			45,846	(45,846)						
Consolidated Profit for the period				26,767				26,767	49	26,816
Dividends paid by consolidating company			(4,440)					(4,440)		(4,440)
Variation in exchange adjustment							575	575		575
Stock options					43			43		43
Treasury stock						101		101		101
Other transactions									(38)	(38)
Balance at 30 June 2006	4,452	90,544	118,800	26,767	252	(918)	(174)	239,723	488	240,211
Changes in share capital of the consolidating company	4	297						302		302
Consolidated Profit for the period				33,625				33,625	14	33,639
Variation in exchange adjustment							(2,377)	(2,377)		(2,377)
Stock options					(38)			(38)		(38)
Treasury stock						(155)		(155)		(155)
Other transactions									129	129
Balance at 31 December 2006	4,456	90,841	118,800	60,392	214	(1,073)	(2,551)	271,080	631	271,710
Appropriation of 2006 consolidated profit			60,392	(60,392)						
Changes in share capital of the consolidating company	9	609						618		618
Consolidated Profit for the period				37,334				37,334	86	37,420
Dividends paid by consolidating company			(5,823)					(5,823)		(5,823)
Variation in exchange adjustment							(557)	(557)		(557)
Stock options					31			31		31
Treasury stock						(145)		(145)		(145)
Other transactions									(92)	(92)
Balance at 30 June 2007	4,465	91,450	173,369	37,334	245	(1,218)	(3,108)	302,538	625	303,162

Notes 1 to 41 constitute an integral part of these consolidated interim financial statements

HAULOTTE GROUP SA
IFRS condensed consolidated interim financial statements for the period
ended 30 June 2007

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Note 1 General information

Haulotte Group S.A. manufactures and distributes lifting equipment for material and people through its subsidiaries (forming together the “Group”).

The Group also operates in rental markets for this equipment. Haulotte Group S.A. is a *société anonyme* (a French limited liability company) incorporated in Saint Etienne (France) with its registered office in L’Horme. It is listed on Euronext Paris – Eurolist Compartment B (Mid-Caps).

The condensed consolidated interim financial statements of 30 June 2007 and the notes thereto were approved by the Board of Directors of Haulotte Group SA on 19 September 2007. Figures herein are stated in euros. Figures expressed as “K€” in the text of the original French document are rounded off to the nearest thousand. In the tables all figures are in thousands of euros.

Note 2 Statement of compliance

IFRSs adopted to prepare the condensed consolidated interim financial statements of 30 June 2007 of Haulotte Group are the same used for the annual financial statements for the fiscal year ended 31 December 2006.

The condensed consolidated interim financial statements of 30 June 2007 have been prepared in accordance with IAS 34 (interim financial reporting) that allows for the presentation of selected notes. These condensed consolidated interim financial statements must be read in conjunction with the 2006 annual financial statements.

Standards that took effect on 1 January 2007 and notably IFRS 7 – Financial Instruments: Disclosures and Amendment to IAS 1 Presentation of Financial Statements – Capital Disclosures will be presented for the first time in 2007 in the annual financial statements.

Note 3 Scope of consolidation

Companies consolidated at 30 June 2007:

Companies	French business identification number (SIREN)	Country	Ownership interest (%)	Consolidation method
Haulotte Group S.A.	332 822 485	France	Parent company	
Haulotte France. S.A.R.L.	344 498 274	France	99.99%	Full consolidation
ABM Industries S.A.S	414 429 647	France	100%	Full consolidation
Telescopelle S.A.S	413 096 728	France	100%	Full consolidation
LEV S.A.S	316 358 134	France	100%	Full consolidation
Royans Levage SAS	334 160 280	France	100%	Full consolidation
Lev Lux S.à.r.l.		Luxembourg	100%	Full consolidation
Locav Srl		Italy	100%	Full consolidation
NO.VE. Srl		Italy	100%	Full consolidation
L.M.E. S.A.		Spain	100%	Full consolidation
Haulotte Arges		Romania	100%	Full consolidation
Haulotte Cantabria		Spain	99.94%	Full consolidation
Haulotte Hubarbeitsbuehnen GmbH		Germany	100%	Full consolidation
Haulotte UK Ltd		United Kingdom	100%	Full consolidation
Haulotte Italia S.r.l.		Italy	99%	Full consolidation
Haulotte Australia Pty Ltd		Australia	100%	Full consolidation
Haulotte Iberica S.L		Spain	98.71%	Full consolidation
Haulotte Netherlands B.V		Netherlands	100%	Full consolidation
Haulotte US Inc		United States	100%	Full consolidation
Haulotte Scandinavia AB		Sweden	100%	Full consolidation
Haulotte Portugal		Portugal	98.71%	Full consolidation
Haulotte Do Brazil Ltda		Brazil	99.98%	Full consolidation
Haulotte Vostok OOO		Russia	100.00%	Full consolidation
Haulotte Polska ZOO		Poland	100.00%	Full consolidation
Mundilevaçao-Alug. Transp. Plataforma		Portugal	90.00%	Full consolidation
UK Platforms Ltd		United Kingdom	100%	Full consolidation
UK Training Ltd		United Kingdom	100%	Full consolidation
Haulotte Singapore		Singapore	100%	Full consolidation
Haulotte Shanghai		China	100%	Full consolidation
Haulotte Mexique		Mexico	95%	Full consolidation

Note 4 Changes in the consolidation scope

In the 2007 first half, Haulotte Mexique, a 95%-owned distribution subsidiary was created.

On 8 May 2007, the Italian company Locav Srl bought out the remaining capital of the Italian rental company Nove Srl based in Rome in which it had a 60% stake. Additional positive goodwill of €710,000 (note 5) resulted from the unallocated difference following the allocation of the cost of the 40% Nove.

On 1 June 2007 Locav Srl was merged with its wholly-owned subsidiary Locav Campania.

Note 5 Goodwill

At 30/06/2007:

Subsidiaries	Gross value	Impairment	Net value
UK Platforms	12,158	(12,158)	0
ABM	1,294	(1,294)	0
Haulotte France	54	(54)	0
Locav	286		286
Nove	2,294		2,294
Total	16,086	(13,506)	2,580

At 31/12/2006:

Subsidiaries	Gross value	Impairment	Net value
UK Platforms	12,158	(12,158)	0
ABM	1,294	(1,294)	0
Haulotte France	54	(54)	0
Locav	260		260
Nove	1,584		1,584
Locav Campania	26		26
Total	15,376	(13,506)	1,870

Note 6 Intangible assets

	31/12/2006	Increase	Decrease	30/06/2007
- Development expenditure	7,405			7,405
- Concessions, patents, licenses	4,334	379	(1)	4,712
- Other intangible assets	279	17	(108)	188
Gross value	12,018	396	(109)	12,305
- Amortization / impairment of development expenditure	4,157	1,096		5,253
- Amortization of concessions, patents, licenses and similar rights	2,604	424	(1)	3,027
- Amortization of other intangible assets	118	20	(30)	108
Accumulated depreciation and impairment	6,879	1,540	(31)	8,388
Net value	5,139	(1,144)	(78)	3,917

The amortization of development expenditure is included under the cost of goods sold in the income statement. Impairment of development expenditure of €511,000 is recognized in the income statement under "other operating income and expenses".

Note 7 Property, plant and equipment

	31/12/2006	Increase	Decrease	Reclassification	Translation differences	30/06/2007
- Land	1,776	2,781				4,557
- Buildings	14,930	625	(6)	12		15,561
- Plant machinery	13,177	994	(136)	40	25	14,100
- Lifting equipment for rental	87,890	8,929	(1,211)	(588)	(153)	94,867
- Other PPE	4,995	1,333	(142)	(36)	12	6,162
- Fixed assets in progress	4,684	1,944			19	6,647
Gross value	127,452	16,606	(1,495)	(572)	(97)	141,894
- Accumulated depreciation/Land	6	1				7
- Amortization/buildings	5,500	446	(6)			5,940
- Amortization/Plant machinery	7,156	773	(117)	13	1	7,826
- Amortization/Rental equipment	25,446	7,464	9	(267)	(38)	32,614
- Amortization/other PPE	2,217	513	(63)	(1)	6	2,672
Accumulated amortization and impairment	40,325	9,197	(177)	(255)	(31)	49,059
Net value	87,127	7,409	(1,318)	(317)	(66)	92,835

The increase in "Land" of €2.8 million represents the acquisition of land in Madrid for the construction of a new building destined to rationalize Haulotte Ibérica's operations and support its expansion.

The increase in "lifting equipment for rental" for €8.9 million concerns primarily the acquisition of aerial work platforms by equipment rental companies: €3.7 million by the subsidiary LEV S.A.S., €0.3 million by UK Platforms, €4.0 million by Locav, €0.5 million by Nove and €0.7 million by Royans Levage.

Fixed assets in progress include investments of €43 million for the new Haulotte Cantabria manufacturing plant.

Note 8 Financial assets

	<i>31/12/2006</i>	<i>Increase</i>	<i>Decrease</i>	<i>Translation differences</i>	<i>30/06/2007</i>
- Other financial assets	26	(23)	(3)		
- Receivables from investments	1,447	148	(293)	15	1,317
Total	1,473	125	-296	15	1,317

Financial assets include loans, deposits and guarantees to non-Group entities.

Note 9 Inventories

At 30/06/2007:

	<i>Gross value</i>	<i>Provision</i>	<i>Net value</i>
Raw materials	32,665	(722)	31,943
Work in progress	16,278		16,278
Semifinished and finished goods	51,888	(4,393)	47,495
Trade goods	15,217	(2,792)	12,425
Total	116,048	(7,907)	108,141

At 31/12/2006:

	<i>Gross value</i>	<i>Provision</i>	<i>Net value</i>
Raw materials	23,432	(734)	22,698
Work in progress	10,354		10,354
Semifinished and finished goods	41,387	(4,736)	36,652
Trade goods	11,338	(1,654)	9,685
Total	86,511	(7,123)	79,388

Allowances for inventory losses break down as follows:

	<i>31/12/2006</i>	<i>Allowances</i>	<i>Reversals</i>	<i>Translation differences</i>	<i>30/06/2007</i>
- Allowances for inventory losses	7,123	5,088	(4,246)	(58)	7,907

Note 10 Trade receivables and related accounts

At 30/06/2007:

	<i>Gross value</i>	<i>Provision</i>	<i>Net value</i>
Non-current assets			
Receivables from financing operations at more than one year	60,067		60,067
<i>Including back-to-back credit and financial leasing receivables</i>	8,355		8,355
<i>Including guarantees given</i>	51,712		51,712
Subtotal	60,067		60,067
Current assets			
Trade receivables and related accounts	258,687	10,894	247,792
Receivables from financing activities at less than one year	40,263	85	40,176
<i>Including back-to-back credit and financial leasing receivables</i>	17,351	85	17,266
<i>Including guarantees given</i>	23,047		23,047
Subtotal	298,950	10,979	287,968
Total	359,017	10,979	348,035

At 31/12/2006:

	<i>Gross value</i>	<i>Provision</i>	<i>Net value</i>
Non-current assets			
Receivables from financing operations at more than one year	64,513		64,513
<i>Including back-to-back credit and financial leasing receivables</i>	18,354		18,354
<i>Including guarantees given</i>	46,159		46,159
Subtotal	64,513		64,513
Current assets			
Trade receivables and related accounts	237,688	13,430	224,258
Receivables from financing activities at less than one year	39,556	851	38,705
<i>Including back-to-back credit and financial leasing receivables</i>	18,098	851	17,247
<i>Including guarantees given</i>	21,458		21,458
Subtotal	277,244	14,281	262,963
Total	341,757	14,281	327,476

Because of their short term maturity (less than one year), the fair value of "trade receivables and related accounts" under current assets equals the carrying value.

In accordance with IAS 17, the fair value of receivables from back-to-back equipment leases and finance leases represents the lower of the fair value of the item at inception (cash sales price net of rebates) or the value discounted at the interest rate implicit in the lease.

The fair value of receivables in connection with guarantees granted by Haulotte Group to the lending institution of the customer represents the pending capital payable by the end

customer to the financial institution. The receivables and corresponding payables are discharged as the client makes lease payments to the financial institution.

Provisions for trade receivables break down as follows:

	<i>31/12/2006</i>	<i>Allowance</i>	<i>Reversal</i>	<i>Translation differences</i>	<i>30/06/2007</i>
- Provisions for trade receivables	14,281	2,871	(6,146)	(25)	10,981

Note 11 Other debtors

	<i>30/06/2007</i>	<i>31/12/2006</i>
Other receivables	17,848	13,235
Advances and instalments paid on orders	825	1,105
Prepaid expenses	2,855	1,881
Total	21,528	16,221

"Other receivables" includes mainly VAT receivables.

Note 12 Receivables by maturity

	<i>30/06/2007</i>		
	<i>Amount</i>	<i>Maximum 1 year</i>	<i>1-5 years</i>
Trade receivables and related accounts	247,792	247,792	0
Trade receivables from financing transactions	100,243	40,176	60,067
Other debtors	21,528	21,528	0
Total	369,563	309,496	60,067

	<i>31/12/2006</i>		
	<i>Amount</i>	<i>Maximum 1 year</i>	<i>1-5 years</i>
Trade receivables and related accounts	224,258	224,258	0
Trade receivables from financing transactions	103,218	38,705	64,513
Other debtors	16,221	16,221	0
Total	343,697	279,184	64,513

Note 13 Deferred taxes

Deferred tax assets:

	30/06/2007	31/12/2006
Deferred taxes from fair value adjustments of rental equipment	(89)	
Deferred taxes from adjustments on finance leases and back-to-back leases	267	103
Deferred taxes from intercompany adjustments of inventory and fixed assets	3,951	2,588
Deferred taxes from non-deductible provisions	46	46
Deferred taxes from tax losses	0	0
Deferred taxes from other consolidation adjustments	36	(60)
Total	4,211	2,677

Deferred tax liabilities:

	30/06/2007	31/12/2006
Deferred taxes from fair value adjustments of rental companies	(3,451)	(3,776)
Deferred taxes from adjustments on finance leases and back-to-back leases	(1,716)	(1,311)
Deferred taxes from intercompany adjustments on inventory and fixed assets	1,552	1,384
Deferred taxes from provisions for pension commitments	386	351
Deferred taxes from non-deductible provisions	2,829	3,539
Deferred taxes from differences in depreciation periods and R&D costs	(2,498)	(2,468)
Deferred taxes from tax losses	30	59
Deferred taxes from other consolidation adjustments	(293)	47
Deferred taxes from other timing differences	972	945
Total	(2,187)	(1,229)

Deferred tax assets are offset by deferred tax liabilities generated in the same tax jurisdiction. Deferred taxes are recoverable within one year except those calculated on the fair value of lease equipment, provisions for pension commitments and the development amortization and expenditures.

Note 14 Cash and cash equivalents

	30/06/2007	31/12/2006
Cash at bank and in hand	69,754	61,209
Money market funds	1,558	6,790
Total	71,312	67,999

Note 15 Positive fair value of derivative instruments

	30/06/2007	31/12/2006
USD forward sales	2,579	2,413
Interest rate swaps	1,781	1,073
Other derivative financial instruments	18	56
Total	4,378	3,542

Note 16 Share capital and paid-in capital

	30/06/2007	31/12/2006
Number of shares	34,347,600	34,282,340
Nominal value in euros	0.13	0.13
<i>Share capital in euros</i>	4,465,188	4,456,704
<i>Paid-in capital in euros</i>	91,450,000	90,841,070

The increase reflects the exercise of 65,260 stock options of the plan established in favour of employees on 2 July 2002. A total capital increase of €609,000 was recognized under paid-in capital.

A dividend of €0.13 per share or €4,440,000 was paid in 2006 for fiscal 2005.

The dividend paid in the 2007 first half for fiscal 2006 was €0.17 per share representing a total of €5,823,000.

Note 17 Treasury shares

	30/06/2007	31/12/2006
Number of treasury shares	104,136	99,446
Treasury shares as a percentage of capital	0.28%	0.29%
<i>Net book value of treasury shares</i>	2,420	2,065
<i>Market value of treasury shares*</i>	3,014	2,009

* Based on the market price on the last business day of the fiscal year

In the 2007 first half, the Group purchased 136,839 shares and sold 138,749 shares generating a net gain of €393,000.

Note 18 Employee stock option plans

	Plan 2	Plan 3
Board of Directors' meeting date	02/07/2002	08/07/2003
Number of stock options granted on inception	175,250	159,200
Number of shares available for subscription at 30/06/2007	14,560	114,000
Commencement of the option exercise period	2 July 2006 (excluding authorized exceptions)	8 July 2007 (excluding authorized exceptions)
End of the option exercise period	2 July 2009	8 July 2010
Exercise price	€9.46	€4.19
Number of shares subscribed at 30/06/2007	97,190	0

In the above table, the total number of shares available for subscription at 30 June 2007 was adjusted for beneficiaries having left the Group before the commencement of the exercise period.

In addition, for all plans concerned, each option confers a right to one share.

The option period for plan 1 expired on 25 April 2006.

Only plans granted after 7 November 2002 for which rights have not been vested on 1 January 2005 are restated in compliance with IFRS 2. Only the plan of 8 July 2003 was concerned by this requirement.

In compliance with IFRS 2, Haulotte Group recognized the fair value of employee services rendered in exchange for the grant of stock options as an expense offset by an increase in equity over the vesting period.

The fair value of stock options granted under this plan is measured on the basis of the Black and Scholes model.

The key assumptions of this model are as follows:

- Share price on grant date: €4.19
- Exercise price: €4.19

- Expected volatility: 71%
- Dividend yield: 1.67%
- Option life: 7 years
- Risk-free annual interest rate: 3.50%.

Note 19 Provisions

	<i>31/12/2006</i>	<i>Increases</i>	<i>Utilizations</i>	<i>Reversals</i>	<i>Other</i>	<i>30/06/2007</i>
- Provisions for customer guarantees	3,279	3,521	(3,276)		(7)	3,517
- Provisions for other contingencies	722	470	(430)			762
- Provisions for other losses	670	46	(136)		2	582
Current provisions	4,671	4,037	(3,842)	0	(5)	4,861
- Provisions for pension commitments	1,829	196	(22)		4	2,007
Non-current provisions	1,829	196	(22)	0	4	2,007
Total provisions	6,500	4,233	(3,864)	0	(1)	6,868

- Provision for guarantees: Haulotte Group records provisions for the cost of repairs or the replacement of products sold to customers under warranty. The warranty period is usually one to two years. The allowance for the period is based on a statistical calculation for the provision at balance sheet date and reversals recognized at the end of the prior period presented above under ("Utilizations");
- Generally speaking, all lawsuits involving Group companies are reviewed at closing date, and based on the advice of legal counsel, the appropriate provisions are recorded, when necessary, to cover the estimated risks;
- Provisions for pension commitments: see note 20.

Note 20 Pension and related benefits

Assumptions

The only post-employment benefits granted to Group employees are pension indemnities and long-service awards.

Pension commitments are estimated according to the projected credit unit method for end-of-career severance benefits and accrued for on the basis of the following assumptions:

- A staff turnover rate based on available Group historical data;
- A salary increase rate based on the expected length of service, career development, the terms of collective bargaining agreements and the rate of long-term inflation of 2% representing a total rate of 2.5%;
- A 4% discount rate based on the rate of long-term corporate bonds at 31 December 2005. This rate includes the 2% rate of long-term inflation,
- A retirement age for employees born before 1 January 1950 of 62 for managers, 60 for clerical staff and workers, 55 for drivers;
- A retirement age for employees, born after 1 January 1950 of 65 for managers, 63 for clerical staff and workers and 55 for drivers.

Concerning end-of-career severance benefits, the assumption retained is that of voluntary retirement that takes into account social security contributions. This method of calculation complies with the French Pension Reform Act of 21 August 2003 (*Loi Fillon*).

Note 21 Borrowings and financial debt

	30/06/2007	31/12/2006
Non-current borrowings		
Bank borrowings (> 1 year)	135,992	132,445
<i>Including guarantees given</i>	51,712	46,159
<i>Including back-to-back lease obligations</i>	413	636
Miscellaneous loans and borrowings	1,101	1,024
Subtotal	137,093	133,469
Current borrowings		
Convertible bonds		
Bank borrowings (< 1 year)	26,171	24,998
<i>Including guarantees given</i>	23,047	21,458
<i>Including back-to-back lease obligations</i>	286	327
Miscellaneous loans and borrowings		
Bank overdrafts	5,025	152
Subtotal	31,196	25,150
Total borrowings	168,289	158,619

Note 22 Other payables

	30/06/2007	31/12/2006
Down payments received	3,973	961
Payables to fixed asset suppliers	4,702	4,252
Tax and employee-related liabilities	31,551	43,067
Other payables	4,980	4,686
Prepaid income	1,912	2,517
Total	47,118	55,482

Note 23 Payables by maturity

	30/06/2007			
	Gross	Maximum 1 year	1-5 years	More than 5 years
Convertible bonds	0	0		
Bank borrowings	162,163	26,171	114,895	21,097
<i>[including back-to-back lease obligations and other guarantees]</i>	75,458	23,333	52,125	
Miscellaneous loans and borrowings	6,126	5,025	1,101	
Down payments received	3,973	3,973		
Payables to fixed asset suppliers	4,702	4,702		
Trade notes and accounts payable	129,067	129,067		
Tax and employee-related liabilities	31,551	31,551		
Other payables	4,980	4,980		
Prepaid income	1,912	1,912		
Total	344,474	207,381	115,996	21,097

	31/12/2006			
	Gross	Maximum 1 year	1-5 years	More than 5 years
Convertible bonds	0	0		
Bank borrowings	157,443	24,998	112,455	19,990
<i>[including back-to-back lease obligations and other guarantees]</i>	68,580	21,785	46,795	
Miscellaneous loans and borrowings	1,176	152	1,024	
Down payments received	961	961		
Payables to fixed asset suppliers	4,252	4,252		
Trade notes and accounts payable	97,443	97,443		
Tax and employee-related liabilities	43,067	43,067		
Other payables	4,686	4,686		
Prepaid income	2,517	2,517		
Total	311,543	178,074	113,479	19,990

Note 24 Revenue

Note 36 on segment information provides details on revenue.

Note 25 Cost of goods sold

	<i>30/06/2007</i>	<i>30/06/2006</i>
Production cost of sales	204,957	157,308
Change in inventory provisions	843	(515)
Warranty costs	2,949	2,434
Income paid on back-to-back lease arrangements*	0	966
Total	208,749	160,193

* The decrease in interest paid on back-to-back leases should be analyzed in relation to the total refinancing of capital lease agreements.

Note 26 Administrative and general expenses

	<i>30/06/2007</i>	<i>30/06/2006</i>
Administrative expenses	13,351	13,143
Management expenses	5,494	3,791
Miscellaneous	2,872	1,735
Total	21,717	18,669

Note 27 Research and development expenditure

	<i>30/06/2007</i>	<i>30/06/2006</i>
Development expenditures recognized as intangible assets	0	892
Amortization of development expenditures	(586)	(447)
Research tax credit	200	0
Development expenditures recognized as expenses	(3,676)	(1,984)
Total	(4,062)	(1,539)

In the first half no development expenditures were capitalized because they failed to meet the conditions for recognition as intangible assets.

Note 28 Exchange gains and losses

	<i>30/06/2007</i>	<i>30/06/2006</i>
Currency losses	(2,049)	(4,186)
Currency gains	3,338	1,540
Total	1,289	(2,646)

Realized and unrealized currency gains and losses from commercial transactions in foreign currencies presented above are recognized under the operating margin.

Translation differences from hedging transactions are recognized under financial income and expense (note 32).

Note 29 Staff costs

	<i>30/06/2007</i>	<i>30/06/2006</i>
Salaries and wages	22,236	18,167
Social security and related expenses	8,370	6,730
Employee profit-sharing	1,402	1,561
Retirement indemnities	174	307
Total	32,182	26,764

Staff costs are allocated to the appropriate accounts of the income statement by function.

Note 30 Other operating income and expenses

	<i>30/06/2007</i>	<i>30/06/2006</i>
Gains from the disposal of assets	(38)	483
Net income from management operations	78	864
Impairment of development expenditure	(511)	0
Allowances for contingencies and losses	180	3
Total	(291)	1,350

All operating income and expenses are attached to the manufacturing and distribution activity. In accordance with IAS 36 development expenditures are subject to impairment testing. On this basis, an impairment has been recorded for a portion of certain costs previously capitalized to reflect the evolution of certain projects.

Note 31 Cost of net financial debt

	<i>30/06/2007</i>	<i>30/06/2006</i>
Interest expense and financial charges	(2,778)	(1,779)
Fair value gains or losses	1,206	604
Financial income	349	399
Total	(1,223)	(776)

Note 32 Corporate income tax

	<i>30/06/2007</i>	<i>30/06/2006</i>
Current tax	20,578	14,267
Deferred taxes	(544)	(1,468)
Total	20,034	12,800

Haulotte Group SA is the head of a French tax group that on 31 December 2006 included LEV S.A.S., Royans Levage S.A.S., Haulotte France S.A.R.L., ABM Industries S.A.S. and Telescopelle S.A.S.

Haulotte UK is a head of a UK tax group that on 31 December 2006 UK included Platforms Ltd and UK Training Ltd.

Under these tax sharing agreements, the taxes of companies are incurred by subsidiaries as if they were not included in a tax group.

Note 33 Effective income tax reconciliation

The difference between the effective tax rate of 34.87 % (32.18 % in June 2006) and the standard rate applicable in France of 34.43 % in 2006 and 2007 breaks down as follows:

	<i>30/06/2007</i>		<i>30/06/2006</i>	
Profit of the period before tax	57,454		39,779	
Theoretical income tax expense at applicable rate for the consolidating company	19,781	34.43%	13,696	34.43%
Effect of differential in tax rates	(318)		(97)	
Effect of permanently non-deductible expenses or non-taxable income	98		198	
Effect of loss carryforwards not recognized	(60)		(103)	
Effect of the elimination of internal transactions on equity investments	(359)		(443)	
Effect of tax losses not resulting in the recognition of deferred taxes	866		488	
Effect of badwill/goodwill			(328)	
Impact of tax group and income tax credits			(655)	
Other	26		44	
Effective tax expense	20,034	34.87%	12,800	32.18%
<hr/>				
Profit before tax and the depreciation or reversal of goodwill	57,454		39,779	
Effective tax expense before depreciation or reversal of goodwill	20,034	34.87%	12,800	32.18%

Note 34 Earnings per share

June 2007	Net income	Number of shares	Earnings per share in €
Total number of shares		34,347,600	
Treasury shares		(104,136)	
Earnings per share	37,334	34,243,464	1.090
Stock options exercisable		128,560	
Shares repurchased at market price		(24,905)	
Fully diluted earnings per share	37,334	34,347,119	1.087
<hr/>			
June 2006	Net income	Number of shares	Earnings per share in €
Total number of shares		34,250,410	
Treasury shares		(89,597)	
Earnings per share	26,767	34,160,813	0.784
Stock options exercisable		238,850	
Shares repurchased at market price		(76,544)	
Fully diluted earnings per share	26,767	34,322,637	0.780

Note 35 Segment reporting

Analysis of sales by segment

By business segment

	<i>30/06/2007</i>	<i>30/06/2006</i>
Sales of handling and lifting equipment	264,793	200,501
Rental of handling and lifting equipment	31 990	25,523
Services (1)	12,530	9,235
Interest income	916	1,618
Consolidated sales	310,228	236,876

(1) Notably spare parts and repairs

By geographical segment

	<i>30/06/2007</i>	<i>30/06/2006</i>
- Europe	278,604	212,440
- Rest of the world	31,624	24,436
Consolidated sales	310,228	236,876

The regional breakdown is based on the location of clients.

Primary segment financial highlights

At 30 June 2007, the Group was organized into three main business units:

- The manufacture and sale of lifting equipment;
- Lifting equipment rental;
- Services (spare parts, repairs and financing).

Given the increasingly small share of financing in this mix (1% of sales and 4% of net income) in response to the progressive disappearance of sales arrangements including back-to-back financing (back-to-back lease arrangements), it is no longer considered as a separate activity for reporting purposes. It has been included in the "services" activity.

The category "Other" cover items not included in the three Group's primary businesses as well as inter-segment activities.

30 June 2007	Manufacture and sale of equipment	Equipment rental	Services	Other*	Total
Income statement highlights					
<i>Sales</i>	270,638	32,397	14,061	-	317,097
<i>Sales between business units</i>	5,846	408	615	-	6,869
Sales to third parties	264,793	31,990	13,445	-	310,228
Operating profit	68,173	2,776	919	(13,116)	58,752
Segment assets					
Fixed assets	18,326	66,125	4,655	8,963	98,069
<i>of which intangible assets</i>	3,241	35	16	625	3,917
<i>of which property, plant and equipment</i>	15,085	66,090	4,639	7,021	92,835
<i>of which financial assets</i>				1,317	1,317
Trade receivables from financing operations			103,572	(3,329)	100,243
Inventories	98,598	2,582	6,744	216	108,141
Trade notes and accounts receivable	221,739	21,789	11,162	(6,898)	247,792
Segment liabilities					
Trade payables	102,804	12,386	13,517	360	129,067
Bank borrowings			78,783	83,380	162,163

31 December 2006	Manufacture and sale of equipment	Equipment rental	Services	Other*	Total
Income statement highlights					
<i>Sales</i>	450,313	58,935	24,667	-	533,915
<i>Sales between business units</i>	12,315	691	1,633	-	14,639
Sales to third parties	437,998	58,243	23,034	-	519,276
Operating profit	111,282	5,552	1,785	(23,592)	95,027
Segment assets					
Fixed assets	18,950	66,306	3,439	5,04	93,739
<i>of which intangible assets</i>	4,516	36	26	561	5,139
<i>of which property, plant and equipment</i>	14,434	66,270	3,413	3,010	87,127
<i>of which financial assets</i>				1,473	1,473
Trade receivables from financing operations			108,293	(5,075)	103,218
Inventories	71,650	1,871	5,867		79,388
Trade notes and accounts receivable	192,646	21,702	16,189	(6,280)	224,258
Segment liabilities					
Trade payables	72,592	15,167	5,535	4,148	97,442
Bank borrowings	-	-	63,208	94,235	157,443

* includes items not allocated to the Group's three business units as well as the elimination of inter-segment items

30 June 2006	Manufacture and sale of equipment	Equipment rental	Services	Other*	Total
Income statement highlights					
<i>Business unit revenue</i>	208,176	25,523	11,640		245,339
<i>Sales between business units</i>	7,676		787		8,463
Sales to third parties	200,500	25,523	10,853	-	236,876
Operating profit	52,298	776	701	(13,483)	40,292
Segment assets					
Fixed assets	18,000	60,393	843	5,449	84,685
<i>of which intangible assets</i>	7,408	24	27	621	8,080
<i>of which property, plant and equipment</i>	10,592	60,369	816	2,997	74,774
<i>of which financial assets</i>				1,831	1,831
Trade receivables from financing operations			131,531	(4,837)	126,694
Inventories	86,877	383	6,339		93,599
Trade notes and accounts receivable	158,952	17,040	9,327	(7,072)	178,247
Segment liabilities					
Trade payables	75,593	4,963	9,951	4,713	95,220
Bank borrowings			119,495	60,904	180,399

* includes items not allocated to the Group's three business units as well as the elimination of inter segments items.

Notes 36 to 38 provide information on the cash flow statement.

Note 36 Analysis of changes in working capital

	30/06/2007	30/06/2006
Change in inventories	28,754	17,504
Change in trade receivables	24,445	17,430
Change in trade payables	(31,205)	(16,356)
Change in other payables and receivables	14,308	9,140
Change in operating working capital	36,302	27,718

Note 37 Analysis of changes in receivables from financing transactions

	30/06/2007	30/06/2006
Change in gross trade receivables	(11,238)	(13 143)
Change in provisions for uncollectible trade receivables	764	1 679
Change in receivables from financing transactions	(10,474)	(11,464)

Revenue from financing transactions includes back-to-back arrangements, direct financing leases, lease payment obligations and risk pool commitments.

Transactions involving risk pool commitments and lease payment obligations by Haulotte Group SA represent transactions for which receivables and payables are fully offset. In consequence, they do not generate cash flow. The receivables and payables (for the same amount) are discharged as customers make lease payments to their financial institution. In consequence, these transactions are eliminated in the cash flow statement because they have no impact on net cash.

Changes in back-to-back lease arrangements are presented as a cash component of the above business. In contrast, changes in the corresponding payable (fully matched by the receivable or resulting from a comprehensive financing arrangement after the back-to-back lease agreements were repurchased through a syndicated loan) are presented under cash flows from financing activities.

Note 38 Cash components

	30/06/2007	30/06/2006
Cash on hand and demand deposit accounts	69,754	52 307
Money market funds and negotiable instruments	1 558	2,746
Cash and cash equivalents – balance sheet	71,312	55 053
Bank overdrafts	(5,025)	(15)
Fair value adjustments of financial instruments	2 817	1,880
Cash and cash equivalents – cash flow statement	69 104	56,918

Note 39 Off-balance sheet commitments

	30/06/2007	31/12/2006
Repurchase commitments*	7,978	7,246
Share of balance sheet debt secured by collateral**	81,999	83,125
Commitments given under repayment clauses***	1,220	1,220

* Repurchase commitments cover guarantees for the residual values granted by the Group in connection with customer financing agreements

** Pledging of Haulotte Group S.A. goodwill and Haulotte UK shares as well the pledge of LEV shares as security for the €360 million syndicated loan obtained in 2005 and 2006 and for which €79 million had been drawn on 30 June 2007.

*** The commitment in connection with repayment clauses represents a waiver of debt granted by Solem. The conditions provided for under these clauses have not yet been met.

Group off-balance sheet commitments by maturity:

	<i>30/06/2007</i>			
	<i>Gross</i>	<i>Maximum 1 year</i>	<i>1-5 years</i>	<i>More than 5 years</i>
Repurchase commitments	7,978	820	7,098	60
Share of balance sheet debt secured by collateral	81,999	2,033	58,870	21,097

	<i>31/12/2006</i>			
	<i>Gross</i>	<i>Maximum 1 year</i>	<i>1-5 years</i>	<i>More than 5 years</i>
Repurchase commitments	7,246	1,274	5,966	6
Share of balance sheet debt secured by collateral	83,125	2,352	60,275	20,497

Note 40 Average number of employees

	<i>30/06/2007</i>	<i>31/12/2006</i>
Executives and managers	268	232
Clerical staff and workers	1,574	1,273
Total	1,842	1,505

Note 41 Post-closing events

No post-closing events likely to have a material impact on the assets and liabilities, net position and operating profit of the Group have been identified. To the company's knowledge, there are no legal proceedings, arbitration or exceptional events likely to have, or having had in the recent past, a material impact on the financial positions, earnings, activities and assets of the Company and the Group.

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 construed in accordance with, French law and professional auditing standards applicable in France.

STATUTORY AUDITORS' REVIEW REPORT ON FIRST HALF-YEAR FINANCIAL INFORMATION FOR 2007

To the Shareholders,

HAULOTTE GROUP SA

La Péronnière
42152 l'Horme

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

- The review of the accompanying condensed half-year consolidated financial statements of Haulotte Group SA, for the period January 1 to June 30, 2007;
- 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 half-year management report on 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.

Lyon and Paris, October, 15th 2007

Statutory auditors
French original signed by

PricewaterhouseCoopers Audit

Jean-Pierre Gramet

Philippe Guéguen