



2018 HALF-YEAR RESULTS

CONFIRMATION OF THE 2018 REBOUND - 2018 TARGETS FOR EBITDA AND DEBT RATIO UPGRADED

“The half-year results confirm the rebound announced for 2018, thanks to a solid operational performance and to the continuation of the cost reduction efforts. This rebound has been supported by favourable hydrological conditions. Through the combined efforts of all its employees, the Group is pursuing its transformation and the deployment of CAP 2030 strategy in the service of the energy transition.”

Jean-Bernard Lévy, EDF's Chairman and CEO

The results of the first half of 2018 confirm the expected rebound in the Group's EBITDA this year. At €8.2 billion, EBITDA for the first half of 2018 was up 18.9% organically compared to the first half of 2017. This performance is mainly driven by the France - Generation and supply activities thanks to a sharp increase in nuclear and hydropower generation and improved price conditions on the wholesale markets.

The Group's net income excluding non-recurring items stood at €1,739 million for the first half of 2018, an increase of 27% compared to the first half of 2017.

The Group's share of net income totalled €1,726 million in the first half of 2018, down of 13.9% compared to the first half of 2017, due primarily to the positive effect of the capital gain of €1,289 million recorded for the sale of a 49.9% stake in CTE¹.

Operating cash flow amounted to €6,981 million in the first half of 2018 compared to €4,156 million in the first half of 2017, an increase of €2,825 million.

Net investments excluding Linky², new developments³ and disposals amounted to €4,762 million, down €151 million from the first half of 2017.

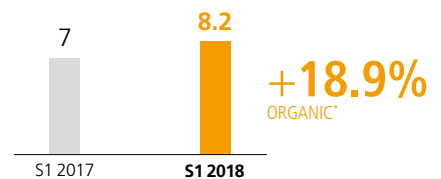
Group cash flow⁴ reached +€1,599 million, compared to +€1,482 million in the first half of 2017, when €4.3 billion in strategic disposals were made.

The Group's net financial debt⁵ amounted to €31,275 million at 30 June 2018. It was €33,015 million at 31 December 2017. The ratio of net financial debt/EBITDA stood at 2.1x at 30 June 2018.

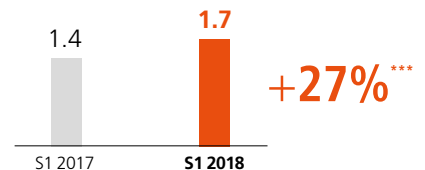
KEY FIGURES

in billions of euros

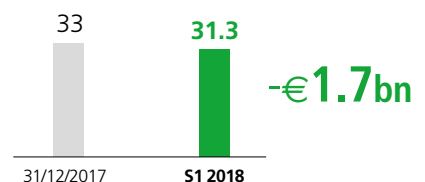
EBITDA



NET INCOME EXCLUDING NON-RECURRING ITEM**



NET FINANCIAL DEBT



* Organic change at comparable scope and exchange rates.
 ** Net income excluding non-recurring items is not defined by IFRS, and is not directly visible in the Group's consolidated income statement. It corresponds to the Group's share of net income (EDF net income) excluding non-recurring items, net changes in the fair value of energy and commodity derivatives (excluding trading activities), and net changes in the fair value of debt and equity securities, net of tax.
 *** IFRS 9 "Financial Instruments" is effective starting on 1 January 2018, with no retrospective application in 2017.

••• As expected, the half-year results confirm the rebound for 2018. In view of good nuclear and hydro generation prospects, we upgrade our EBITDA target, now between €14.8 and €15.3 billion, against €14.6 and 15.3 billion earlier. We confirm the objective of a cash flow slightly positive or close to balance. We are also revising the net financial debt to EBITDA ratio, now at or below 2.5x against 2.7x earlier.

2018 TARGETS CONFIRMED


- **Operating expenses**⁶: -€0.8 bn compared to 2015
- **EBITDA**⁷: €14.8 - 15.3 bn
- **Cash flow**^{7,8} excluding Linky², new developments³ and 2015-2020 asset disposal plan: ~0
- **Asset disposals**⁹ since 2015: ~€10bn
- **Total net investments** excluding acquisitions and 2015-2020 disposal plan: ≤€15bn of which **net investments** excluding Linky², new developments³ and 2015-2020 disposal plan: ~€11bn
- **Net financial debt/EBITDA**⁷ : ≤2.5x
- **Target payout ratio of net income excluding non-recurring items**¹⁰: 50%

1. The company that holds 100% of RTE's shares (an independent EDF subsidiary as defined in the French Energy Code).
2. Linky is a project led by Enedis, an independent EDF subsidiary as defined in the French Energy Code.
3. New developments: in particular the UK NNB, Italian acquisition and offshore wind.
4. Cash flow after dividends without taking into consideration the capital increase.
5. Net financial debt is not defined by accounting standards and is not directly visible in the Group's consolidated income statement. It comprises total loans and financial liabilities, less cash and cash equivalents and liquid assets. Liquid assets are financial assets consisting of funds or securities with initial maturity of over three months that are readily convertible into cash and are managed according to a liquidity-oriented policy.
6. Sum of personnel expenses and other external expenses. At comparable consolidation scope and exchange rates. At constant pension discount rates. Excluding change in operating expenses of the service activities.
7. At comparable exchange rates and "normal" weather conditions, on the basis of a nuclear output in France assumption of >395TWh. At constant pensions discount rates.
8. Excluding eventual interim dividend for the 2018 fiscal year.
9. Disposals signed or realised.
10. Adjusted for interest payments on hybrid bonds booked in equity.

General data PROTECTION REGULATION



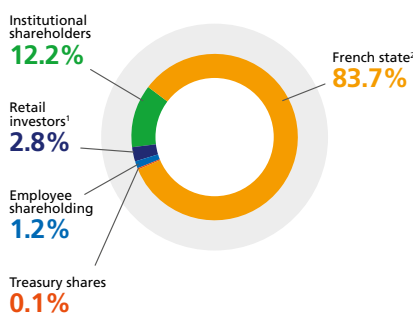
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SHAREHOLDING STRUCTURE

At 30 June 2018

Total number of shares:
3,010,267,676



1. Excluding employees.
2. Included EPIC BPIFRANCE.

2018 CALENDAR

- **Q3 sales presentation**
13 November
- **Actionaria Trade Show, Paris**



Thursday 22 November
1.00 p.m. to 8.30 p.m.
Friday 23 November
9.30 a.m. to 7.00 p.m.

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