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Pernod Ricard SA financial statements

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Pernod Ricard SA income statement

FOR THE FINANCIAL YEARS ENDED 30 JUNE 2015 AND 30 JUNE 2016

€ thousand	30.06.2015	30.06.2016
Royalties	33,959	29,101
Other income	72,399	137,684
Reversals of financial provisions and expense transfers	5,855	5,832
OPERATING INCOME	112,213	172,617
Purchases of goods and supplies not for stock and external services	(114,373)	(140,684)
Duties and taxes	(5,223)	(2,998)
Payroll expenses	(80,669)	(74,371)
Depreciation, amortisation and provision charges	(15,203)	(20,828)
Other expenses	(10,077)	(4,523)
OPERATING EXPENSES	(225,544)	(243,404)
Operating profit (loss)	(113,331)	(70,787)
Income from investments	1,949,504	899,472
Interest and related income	386,555	316,113
Reversals of financial provisions and expense transfers	210,839	288,871
Foreign exchange gains	37,489	15,480
FINANCIAL INCOME	2,584,387	1,519,936
Provision charges	(285,852)	(232,623)
Interest and related expenses	(678,878)	(546,509)
Foreign exchange losses	(18,833)	(44,472)
FINANCIAL EXPENSES	(983,563)	(823,604)
Financial income/(expense)	1,600,825	696,332
Profit (loss) from continuing operations	1,487,493	625,545
Exceptional items	(16,144)	(21,882)
Net profit (loss) before tax	1,471,350	603,663
Corporate income tax	143,419	160,415
PROFIT FOR THE FINANCIAL YEAR	1,614,769	764,078

Pernod Ricard SA balance sheet

FOR THE FINANCIAL YEARS ENDED 30 JUNE 2015 AND 30 JUNE 2016

Assets

€ thousand	Net value 30.06.2015	Gross value 30.06.2016	Depreciation, amortisation & provisions	Net value 30.06.2016	Notes
Concessions, patents and licences	33,106	33,286	(3,786)	29,500	
Other intangible assets	6,506	31,211	(26,959)	4,252	
Advances and down payments	3,738	6,469	-	6,469	
Intangible assets	43,350	70,966	(30,745)	40,221	2
Land	587	587	-	587	
Buildings	307	504	(207)	297	
Machinery & equipment	121	364	(247)	117	
Other property, plant and equipment	5,175	15,359	(9,258)	6,101	
Advances and down payments	4,381	23,794	-	23,794	
Property, plant and equipment	10,571	40,608	(9,712)	30,896	
Investments	12,782,758	12,828,530	(16,377)	12,812,153	3
Loans and advances to affiliates and associates	60,746	51,356	-	51,356	3 and 4
Other financial assets	18,495	7,772	-	7,772	3 and 4
Financial assets	12,861,999	12,887,658	(16,377)	12,871,281	3
TOTAL FIXED ASSETS	12,915,918	12,999,232	(56,834)	12,942,398	
Advances and supplier prepayments	130	194	-	194	4
Trade receivables	43,007	139,704	(2,135)	137,569	
Other receivables	1,733,478	2,332,870	(3,193)	2,329,677	
Receivables	1,776,485	2,472,574	(5,328)	2,467,246	4
Marketable securities	81,066	81,650	-	81,650	5
Cash	599,226	626,913	-	626,913	
Prepaid expenses	29,653	17,292	-	17,292	4 and 6
TOTAL CURRENT ASSETS	2,486,559	3,198,623	(5,328)	3,193,295	
Bond redemption premiums	21,775	23,595	-	23,595	6
Currency translation adjustment – Assets	755,849	780,617	-	780,617	6
TOTAL ASSETS	16,180,101	17,002,067	(62,162)	16,939,905	

Liabilities and shareholders' equity

€ thousand	30.06.2015	30.06.2016	Notes
Capital	411,403	411,403	7
Share premiums	3,039,030	3,039,030	
Legal reserves	41,140	41,140	
Regulated reserves	179,559	179,559	
Other reserves	195,013	195,013	
Reserves	415,712	415,712	
Retained earnings	484,264	1,624,034	
Profit for the financial year	1,614,769	764,078	
Interim dividends pending allocation	(217,646)	(238,880)	
TOTAL SHAREHOLDERS' EQUITY	5,747,532	6,015,377	8
Provisions for risks and charges	528,944	490,251	9
Bonds	8,473,864	8,945,558	4 and 13
Bank debt	152,552	127,503	4 and 14
Other debt	-	-	4
Debt	8,626,416	9,073,061	
Trade payables	60,143	78,416	
Taxes and social charges	29,747	30,493	
Amounts due on non-current assets and related accounts	-	-	
Other payables	239,157	259,134	
Trade and other accounts payable	329,047	368,043	4
Deferred income	8,642	232	4 and 11
TOTAL LIABILITIES	8,964,106	9,441,336	
Currency translation adjustment – Liabilities	939,520	992,941	11
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	16,180,101	16,939,905	

Pernod Ricard SA cash flow statement

FOR THE FINANCIAL YEARS ENDED 30 JUNE 2015 AND 30 JUNE 2016

€ thousand	30.06.2015	30.06.2016
Operating activities		
Net profit	1,614,769	764,078
Net depreciation, amortisation and provision charges	42,160	(21,296)
Changes in provisions	53,160	(38,365)
Net (gain)/loss on disposal of assets and other items	-	3,751
Cash flow	1,710,089	708,169
Decrease/(increase) in working capital requirements	(257,113)	(75,173)
Change in net debt from operating activities	1,452,976	632,996
Investing activities		
Capital expenditure	(7,661)	(7,191)
Purchases of financial assets (net of disposals)	(21,057)	(1,744)
Change in net debt from investing activities	(28,718)	(8,935)
Financing activities		
Long-term and medium-term bond issue	692,083	(1,288,758)
Loans and medium-term and long-term debt	(590,860)	(54,322)
Other changes in shareholders' equity	-	-
Dividends paid	(432,824)	(496,233)
Change in net debt from financing activities	(331,601)	(1,839,313)
Change in short-term net debt	1,092,657	(1,215,252)
Short-term net debt at the beginning of the year	(69,414)	1,023,243
Short-term net debt at the end of the year	1,023,243	(192,009)

Note: Presentation of cash flow statement

Changes in net debt comprise changes in both debt and "cash and cash equivalents".

Net debt break down as follows:

€ thousand	30.06.2015	30.06.2016
Loans and long-term debts	(2,552)	(30,003)
Bonds	(125,549)	(1,886,001)
Net balance on current account with Pernod Ricard Finance	471,052	1,015,432
Marketable securities	81,066	81,650
Cash	599,226	626,913
SHORT-TERM NET DEBT AT THE END OF THE YEAR	1,023,243	(192,009)
Bonds	(8,348,315)	(7,059,557)
Loans and long-term debts	(128,225)	(73,905)
Pernod Ricard Finance loan	-	-
MEDIUM-TERM AND LONG-TERM NET DEBT AT THE END OF THE YEAR	(8,476,540)	(7,133,462)
TOTAL NET DEBT AT THE END OF THE YEAR	(7,453,297)	(7,325,471)

Analysis of Pernod Ricard SA results

RELATIONS BETWEEN THE PARENT COMPANY AND ITS AFFILIATES

The main role of Pernod Ricard SA, the Group's Parent Company, is to carry out general interest and coordination activities in strategy, financial control of affiliates, external growth, marketing, development, research, Human Resources and communication. Pernod Ricard SA's financial relations with its affiliates mainly involve the billing of royalties for the operation of brands owned by Pernod Ricard SA, various billings and the receipt of dividends.

HIGHLIGHTS OF THE FINANCIAL YEAR

Bond redemption and new issues

On 18 March 2010, Pernod Ricard SA issued €1,200 million in bonds with a fixed interest rate of 4.875%. The issue was redeemed on 18 March 2016.

On 21 December 2010, Pernod Ricard SA issued US\$201 million in bonds with a variable interest rate of 3-month Libor plus spread. The issue was redeemed on 21 December 2015.

On 26 January 2016, Pernod Ricard SA issued US\$201 million in bonds with a variable interest rate of 6-month Libor plus spread and a maturity date of 26 January 2021.

On 28 September 2015, Pernod Ricard SA issued €500 million in bonds with a fixed interest rate of 1.875% and a maturity date of 28 September 2023.

On 17 May 2016, Pernod Ricard SA issued €600 million in bonds with a fixed interest rate of 1.50% and a maturity date of 18 May 2026.

On 8 June 2016, Pernod Ricard SA issued US\$600 million in bonds with a fixed interest rate of 3.25% and a maturity date of 8 June 2026.

INCOME STATEMENT AND BALANCE SHEET AT 30 JUNE 2016

Analysis of the 2015/16 income statement

Operating income of €173 million was up €60 million compared with 30 June 2015. This rise was mainly due to rebillings to affiliates.

Operating expenses rose year on year to €(243) million at 30 June 2016, compared with €(226) million for the previous financial year. The main changes were generated by:

- ◆ an increase in purchasing and personnel expenses of €(20) million;
- ◆ a €2 million decrease in duties and taxes;
- ◆ a €1 million decrease in other operating expenses.

An operating loss of €(71) million was recorded at 30 June 2016, an increase of €43 million compared to 30 June 2015, due to the increase in Group rebillings.

Interest income was €696 million at 30 June 2016, compared to €1,601 million at 30 June 2015. This decline of €905 million was mainly attributable to:

- ◆ the €(1,050) million fall in dividends received from affiliates, given the exceptionally high dividends in 2014/15;
- ◆ the €(8) million increase in expenses related to transactions involving stock options and performance-based shares, particularly due to the new performance-based shares allocation plan in November 2015;
- ◆ positive income from currency transactions of €33 million in 2015/16. This positive currency effect breaks down into a negative change of €(48) million for the real exchange rate and a positive change of €81 million for the latent exchange rate, stemming from the US dollar effect;
- ◆ a reduction of €43 million in financial interest;
- ◆ a rise of €77 million in other financial income, primarily due to the reversal of the provision for AGROS securities.

The operating result before tax amounted to a profit of €626 million.

At 30 June 2016, exceptional items included a €(22) million expense related to a €38 million reversal of provisions for risks in respect of loss-making affiliates in the French tax group, a €20 million decrease in the provision for retirement benefits, a supplemental provision of €(39) million for risks and €(41) million for other non-current expenses.

Finally, the income tax item is made up of:

- ◆ a tax gain of €175 million related to the impact of tax consolidation;
- ◆ a charge of €(15) million related to the additional 3% tax on dividends.

As a result, net profit for the 2015/16 financial year was €764 million.

Analysis of the 2015/16 balance sheet

Assets

Total net fixed assets stood at €12,942 million, compared with €12,916 million the previous financial year. This increase of €26 million was mainly attributable to:

- ◆ an increase of €20 million in property, plant and equipment;

- ◆ an increase of €9 million in financial assets as a result of:
 - reversals of €29 million on provisions for equity investments and, specifically, €37 million on AGROS securities,
 - €(11) million in cancellations of treasury shares,
 - €(8) million in dividend repayments,
 - disposals of equity investments for €(1) million;
- ◆ a decrease of €(3) million in intangible assets.

Current assets increased by €707 million during the year. The main movements include:

- ◆ an increase of €596 million in other receivables, due in particular to the increase of:
 - €543 million in the euro-denominated Pernod Ricard Finance loan,
 - €25 million in current income tax liability,
 - €10 million in the Austin Nichols receivable,
 - €6 million in stock option purchases,
 - €4 million in tax owed to the government, and
 - €8 million in other receivables;
- ◆ an increase of €95 million in trade receivables;
- ◆ a positive change of €28 million in the Cash item resulting from the rise in financial instruments;
- ◆ a €(12) million decrease in prepaid expenses.

Prepaid expenses and deferred charges, amounting to €804 million, mainly make-up the currency translation adjustment. This increase is due to the effects of the revaluations of the exchange rates for receivables and payables denominated mainly in US dollars.

■ **Liabilities and shareholders' equity**

Shareholders' equity stood at €6,015 million, compared with €5,748 million at 30 June 2015. The main movements for the period were:

- ◆ profit for the financial year of €764 million;
- ◆ the payment of the balance of the dividend for 2014/15 of €259 million;

- ◆ the payment of an interim dividend of €0.90 per share in respect of 2015/16, amounting to €239 million. The interim dividend was paid on 8 July 2016.

Provisions for risks and charges fell by €(39) million. This change was attributable to:

- ◆ a reduction of €(21) million in the provision for currency losses (US dollar impact);
- ◆ the negative change of €(16) million in the provision for retirement benefits;
- ◆ a €(2) million reduction in Other provisions for risks.

During the year, financial debt increased by €447 million following:

- ◆ an increase of €472 million in bonds, due in particular to:
 - the redemption of the bond issue for €(1,200) million,
 - three new bond issues of €500 million, €600 million and US\$600 million (€541 million recorded in the accounts),
 - the €36 million revaluation of US dollar-denominated bonds and
 - the €(5) million decrease in accrued interest;
- ◆ the €(23) million decrease generated by the repayment of the Mediobanca loan;
- ◆ the negative change in other debts of €(2) million.

The increase of €39 million in operating payables is explained by:

- ◆ the €21 million increase in dividends payable;
- ◆ an €18 million increase in trade payables;

Deferred income was €9 million at the end of the previous year and fell by €(8) million over the financial year. This change was due to the redemptions of shares under a repurchase agreement.

Prepaid expenses and deferred charges amounting to €993 million mainly make-up currency translation adjustments. This increase is due to the effects of the revaluations of the exchange rates for our receivables and payables denominated primarily in US dollars.

Notes to the Pernod Ricard SA financial statements

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Pernod Ricard SA is a French public limited company (*société anonyme*), subject to all laws governing commercial companies in France, and particularly to the provisions of the French Commercial Code. The Company is headquartered at 12, place des États-Unis, 75783 Paris CEDEX 16, France and is listed on the Paris stock exchange.

The balance sheet total for the financial year which ended 30 June 2016 was €16,939,904,877.41. The income statement records a profit for the year of €764,078,429.13. The financial year covered the 12-month period from 1 July 2015 to 30 June 2016.

Note 1 Accounting policies

The annual financial statements for the financial year were prepared in accordance with the provisions of ANC regulation 2014-03 of 5 June 2014 relating to the new French general accounting standards. General accounting principles were applied, in accordance with the prudence principle, whose objective is to provide a true and fair view of the Company. These principles are:

- ◆ going concern;
- ◆ consistency of accounting policies from one financial year to the next;
- ◆ accruals basis of accounting.

Balance sheet assets and liabilities are measured, depending on the specific items, at their historical cost, contribution cost or market value.

1. Intangible assets

The brands acquired from the merger of Pernod and Ricard in 1975 and from subsequent mergers are the Company's main intangible assets.

Intangible assets are valued at acquisition cost.

2. Property, plant and equipment

Property, plant and equipment are recognised at acquisition cost (purchase price plus ancillary costs but not including acquisition fees). Depreciation is calculated using the straight-line or reducing balance methods, on the basis of the estimated useful lives of the assets:

- ◆ buildings: between 20 and 50 years (straight line);
- ◆ fixtures and fittings: 10 years (straight line);
- ◆ machinery and equipment: 5 years (straight line);
- ◆ office furniture and equipment: 10 years (straight line) or 4 years (reducing balance).

3. Financial assets

The gross value of investments is composed of their acquisition cost, excluding ancillary costs, increased by the impact of legal revaluations where applicable.

If the value in use of the investments is lower than their net carrying amount, a provision for impairment is recognised for the difference.

Value in use is determined based on a multi-criteria analysis, taking into account the share of the affiliate shareholders' equity that the investment represents, the value based on dividend yield and the financial and economic potential of the affiliate, with particular reference also being made to the market value of its net assets.

The Treasury shares item includes the treasury shares held by Pernod Ricard SA, which can be awarded to employees.

4. Receivables

Receivables are recognised at their nominal value. A provision is recognised in the event that their value falls below the net carrying amount at the balance sheet date.

5. Marketable securities

This item includes treasury shares acquired for the allocation of stock option plans from the time of acquisition.

A liability is recognised when it becomes probable that the rights to receive the marketable securities concerned under the plans will be exercised. For other marketable securities, an impairment provision is recognised when the cost price is higher than the market price.

6. Bonds

Redemption premiums are amortised over the life of the loans.

7. Provisions for risks and charges

Provisions for risks and charges are recognised in accordance with French accounting regulation 2000-06 on liabilities, issued on 7 December 2000 by the French Accounting Regulatory Committee (*Comité de Réglementation Comptable – CRC*).

This accounting regulation provides that a liability is recognised when an entity has an obligation towards a third party and that it is probable or certain that this obligation will cause an outflow of resources to the third party without equivalent consideration being received. A present obligation must exist at the balance sheet date for a provision to be recognised.

8. Pensions and other long-term employee benefits

Since the year that ended on 30 June 2014, the Company has opted to recognise the full liability for pensions and other long-term employee benefits in the balance sheet, as provided by recommendation 2013-02. At 30 June 2016, the provision for pensions and other long-term employee benefits was €109 million.

9. Translation of foreign currency-denominated items

Payables, receivables and cash balances denominated in foreign currencies are converted into euros as follows:

- ◆ translation of all payables, receivables and cash balances denominated in foreign currencies at year-end rates;
- ◆ recognition of differences compared to the amounts at which these items were initially recognised as currency translation adjustment assets or liabilities in the balance sheet;
- ◆ recognition of a provision for currency risk for any unrealised currency losses, after taking into account the effect of any offsetting foreign exchange hedging transactions.

10. Derivative financial instruments

Differences arising from changes in the value of financial instruments used as hedges are recognised in profit and loss in a manner symmetrical to that in which income and expenses relating to the hedged item are recognised.

11. Corporate income tax

Pernod Ricard SA is subject to the French tax consolidation system defined by the law of 31 December 1987. Under certain conditions, this system allows income taxes payable by profitable companies to be offset against tax losses of other companies. The scheme is governed by articles 223 A *et seq.* of the French Tax Code.

Each company in the tax group calculates and accounts for its tax expenses as if it were taxed as a stand-alone entity.

The effects of tax consolidation are recognised in the Pernod Ricard SA financial statements.

Note 2 Intangible assets

1. Gross value

€ thousand	At 01.07.2015	Acquisitions	Disposals	At 30.06.2016
Brands	32,560	-	-	32,560
Brand costs	633	93	-	726
Software	27,580	3,631	-	31,211
Advances and down payments on intangible assets	3,738	6,616	(3,885)	6,469
TOTAL	64,511	10,339	(3,885)	70,966

2. Depreciation, amortisation & provisions

€ thousand	At 01.07.2015	Allowances	Reversals	At 30.06.2016
Brands ⁽¹⁾	-	(3,670)	-	(3,670)
Brand costs	(88)	(28)	-	(116)
Software	(21,074)	(5,885)	-	(26,959)
TOTAL	(21,161)	(9,583)	-	(30,745)

(1) Including a provision of €3,670 thousand for impairment.

Note 3 Financial assets

1. Gross value

€ thousand	At 01.07.2015	Acquisitions/ New consolidations	Capital transaction	Disposals	At 30.06.2016
Investments in consolidated entities	12,816,536	1,178	45	-	12,817,759
Investments in non-consolidated entities	10,131	-	-	-	10,131
Other investments	4,391	-	-	(3,751)	640
Advance on investment	-	-	-	-	-
Investments	12,831,057	1,178	45	(3,751)	12,828,530
Loans and advances to affiliates and associates	60,746	8	-	(9,397)	51,356
Loans	-	-	-	-	-
Guarantee deposits	2,757	-	-	(83)	2,674
Liquidity agreement	4,586	513	-	-	5,099
Treasury shares	11,152	-	-	(11,152)	-
TOTAL	12,910,298	1,699	45	(24,383)	12,887,658

The change in the Investments in consolidated entities item was mainly due to the purchase of Lina 19 securities for €1,143 thousand and the €45 thousand capital increase in Lina 17.

The change in the Other investments item is explained by the disposal of SECSL shares.

In accordance with Article L. 225-210 of the French Commercial Code, Pernod Ricard SA holds reserves under liabilities on its balance sheet, in addition to the legal reserve, of an amount at least equal to the value of all the shares it owns.

2. Provisions

€ thousand	At 01.07.2015	Allowances	Reversals	At 30.06.2016
Investments in consolidated entities ⁽¹⁾	(40,470)	(7,564)	37,124	(10,910)
Investments in non-consolidated entities ⁽²⁾	(4,218)	(609)	-	(4,827)
Other investments ⁽³⁾	(3,612)	-	2,972	(640)
Advance on investment	-	-	-	-
Investments	(48,300)	(8,173)	40,096	(16,377)
Treasury shares	-	-	-	-
TOTAL	(48,300)	(8,173)	40,096	(16,377)

(1) Change due to the reversal of €37 million in provisions on AGROS securities and the €7 million provision for Pernod Ricard CESAM.

(2) Change in the provision for Geo Sandeman and Lina 7 shares.

(3) Change due to the disposal of SECSL shares.

Note 4 Maturity of receivables and payables

1. Receivables

€ thousand	Gross amount	Due in one year or less	Due in more than one year
Loans and advances to affiliates and associates	51,356	4,253	47,104
Loans	-	-	-
Other financial assets	7,772	5,099	2,673
Receivables and other financial assets	59,129	9,352	49,777
Current assets other than marketable securities and cash	2,472,768	204,239	2,268,529
Prepaid expenses	17,292	17,292	-
TOTAL	2,549,190	230,884	2,318,306

2. Liabilities

€ thousand	Gross amount	Due in one year or less	Due in one to five years	Due in more than five years
Bonds	8,945,558	1,886,001	1,931,787	5,127,770
Bank debt	127,503	30,003	97,500	-
Other debt	-	-	-	-
Trade payables	78,416	78,416	-	-
Taxes and social charges	30,493	30,493	-	-
Amounts due on non-current assets and related accounts	-	-	-	-
Other payables	259,134	19,899	239,235	-
Deferred income	232	232	-	-
TOTAL	9,441,336	2,045,045	2,268,522	5,127,770

Note 5 Marketable securities

	At 01.07.2015		Acquisitions ⁽¹⁾		Capital transaction		Reclassification		Exercises/ Disposals ⁽²⁾		At 30.06.2016	
€ thousand or in quantities	Quantity	Value	Quantity	Value	Quantity	Value	Quantity	Value	Quantity	Value	Quantity	Value
Pernod Ricard shares												
◆ Gross value	996,861	81,066	582,418	31,708	-	-	205,849	14,980	(789,534)	(46,104)	995,594	81,650
◆ Impairment	-	-	-	-	-	-	-	-	-	-	-	-
NET VALUE	996,861	81,066	582,418	31,708	-	-	205,849	14,980	(789,534)	(46,104)	995,594	81,650

(1) Including €28 million related to the June 2010 and June 2006 stock option plans.

(2) Including €(23) million for exercised stock options (2006 and 2008 plans) and €(23) million for fully vested performance-based shares (2012 plans).

Note 6 Prepaid expenses and deferred charge

€ thousand	At 01.07.2015	Increases	Decreases	At 30.06.2016
Prepaid expenses ⁽¹⁾	29,653	4,263	(16,624)	17,292
Bond redemption premiums	21,775	5,516	(3,696)	23,595
Currency translation adjustment – Assets ⁽²⁾	755,849	780,617	(755,849)	780,617
TOTAL	807,277	790,396	(776,169)	821,504

(1) The reduction in the Prepaid expenses item is mainly due to the completion of repurchases for the plans for 2005 to 2011.

(2) The €780 million asset arising from currency translation adjustments at 30 June 2016 is mainly due to the restatement of assets and liabilities at the closing euro/ US dollar exchange rate on 30 June 2016.

Note 7 Composition of share capital

At 30 June 2016, the share capital comprised 265,421,592 shares with a par value of €1.55 per share. The total share capital thus amounted to €411,403,467.60.

Note 8 Shareholders' equity

€ thousand	At 01.07.2015	Allocation of income	Changes in accounting policies	Distribution of dividends	Profit 2016	At 30.06.2016
Capital	411,403	-	-	-	-	411,403
Share premiums	3,039,030	-	-	-	-	3,039,030
Legal reserves	41,140	-	-	-	-	41,140
Regulated reserves	179,559	-	-	-	-	179,559
Other reserves	195,013	-	-	-	-	195,013
Retained earnings	484,264	1,614,769	-	(474,999)	-	1,624,034
Profit for the financial year	1,614,769	(1,614,769)	-	-	764,078	764,078
Interim dividends to be paid ⁽¹⁾	(217,646)	-	-	(21,235)	-	(238,880)
TOTAL	5,747,532	-	-	(496,234)	764,078	6,015,377

(1) The Board of Directors' meeting of 22 June 2016 resolved to pay an interim dividend of €0.90 per share in respect of the 2015/16 financial year, i.e. a total of €239 million. This interim dividend was paid on 8 July 2016.

Note 9 Provisions

€ thousand	At 01.07.2015	Increases in the year	Changes in accounting policies	Reversals (used)	Reversals (not used)	At 30.06.2016
Provisions for risks and charges						
Provision for currency losses	120,453	99,826	-	(120,453)	-	99,826
Other provisions for risks ⁽¹⁾	283,582	185,614	-	(45,702)	(142,056)	281,438
Provision for pensions and other long-term employee benefits	124,908	8,496	-	(24,417)	-	108,987
TOTAL 1	528,944	293,936	-	(190,572)	(142,056)	490,251
Provisions for depreciation and amortisation						
On financial assets ⁽²⁾	48,300	8,173	-	(2,972)	(37,124)	16,377
On trade receivables	1,830	305	-	-	-	2,135
On other receivables	3,171	22	-	-	-	3,193
On marketable securities	-	-	-	-	-	-
TOTAL 2	53,301	8,500	-	(2,972)	(37,124)	21,705
OVERALL TOTAL	582,245	302,436	-	(193,544)	(179,180)	511,956

(1) Changes reflect €(3) million in provisions for stock options and the performance-based share plan, €39 million in allocations to provisions for risks and a €38 million reversal of provisions for losses by affiliates in the tax consolidation group.

(2) Changes due to reversals on AGROS and SECSL shares and the allocation to the Pernod Ricard CESAM affiliate.

Provisions for risks and charges

Provision for currency losses

The €100 million provision for currency losses at 30 June 2016 mainly consists of the unrealised currency loss for unhedged US dollar receivables and payables.

Other provisions for risks

Other provisions for risks correspond to:

- ◆ provisions for risks attached to:
 - stock options relating to the plans of November 2013, November 2014 and November 2015, maturing at the end of 2017, 2018 and 2019, respectively, for €15 million,
 - performance-based shares relating to the plans of November 2013, November 2014 and November 2015, maturing in November 2016, 2017, 2018 and 2019, respectively, for €91 million,
 - losses on repurchase agreements relating to the 2010 and 2011 plans, maturing in 2017, 2018 and 2019 respectively, for €15 million;
- ◆ provisions for risks and charges relating to tax consolidation for €106 million;
- ◆ various provisions amounting to €55 million.

Provisions for pensions and other long-term employee benefits

Description and recognition of employee benefit obligations

Pernod Ricard SA's employee benefit obligations are composed of:

- ◆ long-term post-employment benefits (retirement bonuses, medical expenses, etc.);
- ◆ long-term benefits payable during the period of employment.

The liability arising as a result of the Company's net employee benefit obligation is recognised in provisions for risks and charges on the balance sheet.

Calculation of the provision with respect to the net benefit obligation

The provision recognised by Pernod Ricard SA is equal to the difference, for each benefit plan, between the present value of the employee benefit obligation and the value of plan assets paid to specialised entities in order to fund the obligation.

The present value of employee benefit obligations is calculated using the prospective method involving calculating a projected salary at the retirement date (projected unit credit method). The measurement is made at each balance sheet date and the personal data concerning employees is revised at least every three years. The calculation requires the use of economic assumptions (inflation rate and discount rate) and assumptions concerning employees (mainly average salary increase, rate of employee turnover and life expectancy).

At 30 June 2016, the total amount of benefit obligations was €109 million. These obligations are fully provisioned.

For information, the inflation rate used for the valuation at 30 June 2016 was 1.75% and the discount rate was 1.50%.

Plan assets are measured at their market value at each balance sheet date.

Accounting for actuarial gains and losses

Actuarial gains and losses arise primarily when estimates differ from actual outcomes, or when there are changes in long-term actuarial assumptions (e.g. discount rate, rate of increase of salaries, etc.).

After applying the corridor method up to 30 June 2013, the Company has chosen to apply, from the year ending 30 June 2014, the option set out in recommendation 2013-02 and to recognise the full pension liability.

Components of the expense recognised for the financial year

The expense recognised in respect of the benefit obligations described above incorporates:

- ◆ expenses corresponding to the acquisition of an additional year's rights;
- ◆ interest expense arising on the unwinding of the discount applied to vested rights at the start of the year (as a result of the passage of time);

- ◆ income corresponding to the expected return on plan assets measured using the discount rate which is used to measure plan liabilities;
- ◆ the income or expense corresponding to actuarial gains or losses;
- ◆ the income or expense related to changes in existing plans or the creation of new plans;
- ◆ the income or expense related to any plan curtailments or settlements.

Note 10 Transactions and balances with subsidiaries, associates and other invested entities

€ thousand

Item	Amount concerning			
	Affiliates and associates 30.06.2015	Other invested entities 30.06.2015	Affiliates and associates 30.06.2016	Other invested entities 30.06.2016
Investments	12,817,252	13,805	12,818,475	10,054
Loans and advances to affiliates and associates	60,746	-	51,356	-
Due in one year or less	11,787	-	4,253	-
Due in more than one year	48,958	-	47,103	-
Trade receivables	44,837	-	139,704	-
Due in one year or less	44,837	-	139,704	-
Due in more than one year	-	-	-	-
Other receivables	1,714,612	-	2,299,309	-
Due in one year or less	474,344	-	47,437	-
Due in more than one year	1,240,268	-	2,251,872	-
Other debt	-	-	-	-
Due in one year or less	-	-	-	-
Due in more than one year and less than five years	-	-	-	-
Trade payables	9,209	-	15,134	-
Due in one year or less	9,209	-	15,134	-
Due in more than one year and less than five years	-	-	-	-
Other payables	15,574	-	257,202	-
Due in one year or less	14,137	-	18,323	-
Due in more than one year and less than five years	1,437	-	238,879	-
Expenses from recurring operations	26,383	-	37,397	-
Group seconded personnel	13,408	-	22,315	-
Other Group management expenses	12,975	-	15,082	-
Operating income	105,560	-	166,424	-
Group royalties	33,959	-	29,101	-
Group management income	49	-	-	-
Transfer of Group expenses	71,552	-	137,323	-
Financial expenses	20,793	-	5,315	-
Financial income	2,058,850	179	1,015,397	65
Exceptional items	234	-	1,968	-

No significant transactions took place with related parties that were not carried out under normal market conditions.

Note 11 Deferred income and adjustment accounts

€ thousand	At 01.07.2015	Increases	Decreases	At 30.06.2016
Deferred income ⁽¹⁾	8,642	-	(8,410)	232
Currency translation adjustment – Liabilities ⁽²⁾	939,520	992,941	(939,520)	992,941
TOTAL	948,162	992,941	(947,930)	993,173

(1) Decrease related to the end of exercises of stock options on the 2006, 2008, 2010 and 2011 stock option plans.

(2) The €993 million liability arising from currency translation adjustments at 30 June 2016 is mainly due to the restatement of assets and liabilities at the closing EUR/US dollar exchange rate on 30 June 2016.

Note 12 Accrued income and expenses

Accrued income

€ thousand	Amount
Amount of accrued income in the following balance sheet items	
Loans and advances to affiliates and associates	8,026
Trade receivables	1,087
Other receivables	3,497
Cash	625,169
TOTAL	637,779

Accrued expenses

€ thousand	Amount
Amount of accrued expenses in the following balance sheet items	
Bank debt	1,916,003
Trade payables	39,459
Taxes and social charges	25,242
Other payables	238,879
TOTAL	2,219,583

Note 13 Bonds

	Amount (in USD thousand)	Amount (in euro thousand)	Maturity date	Accrued interest (in euro thousand)	Rate	Total (in euro thousand)
Bond of 29.09.2014		650,000	27.09.2024	10,491	Fixed	660,491
Bond of 20.03.2014		850,000	22.06.2020	419	Fixed	850,419
Bond of 15.03.2011		1,000,000	15.03.2017	14,795	Fixed	1,014,795
USD bond of 07.04.2011	1,000,000	900,739	07.04.2021	12,028	Fixed	912,767
USD bond of 25.10.2011	1,500,000	1,351,108	15.01.2022	27,750	Fixed	1,378,858
USD bond of 12.01.2012	850,000	765,628	15.01.2017	10,424	Fixed	776,052
USD bond of 12.01.2012	850,000	765,628	15.01.2042	19,435	Fixed	785,063
USD bond of 12.01.2012	800,000	720,591	15.07.2022	14,135	Fixed	734,726
Bond of 28.09.2015		500,000	29.09.2023	7,095	Fixed	507,095
USD PANDIOS bond of 26.01.2016	201,000	181,048	26.01.2021	1,927	Variable	182,975
Bond of 17.05.2016		600,000	18.05.2026	764	Fixed	600,764
USD bond of 08.06.2016	600,000	540,443	08.06.2026	1,110	Fixed	541,553
TOTAL		8,825,185		120,373		8,945,558

On 18 March 2010, Pernod Ricard SA issued a total of €1,200 million in bonds with a fixed interest rate of 4.875%. This issue was redeemed on 18 March 2016.

On 21 December 2010, Pernod Ricard SA issued US\$201 million in bonds with a variable interest rate of 3-month Libor plus spread. This issue was redeemed on 21 December 2015.

On 15 March 2011, Pernod Ricard SA issued a total of €1 billion in bonds, with the following characteristics: a residual maturity at 30 June 2016 of 9 months (maturity date: 15 March 2017) and a fixed interest rate of 5%.

On 7 April 2011, Pernod Ricard SA issued US\$1 billion in bonds. The characteristics of this issue are as follows: a residual maturity at 30 June 2016 of 4 years and 9 months (maturity date: 7 April 2021) and a fixed interest rate of 5.75%.

On 25 October 2011, Pernod Ricard SA issued US\$1.5 billion in bonds. The characteristics of this issue are as follows: a residual maturity at 30 June 2016 of 5 years and 6 months (maturity date: 15 January 2022) and a fixed interest rate of 4.45%.

On 12 January 2012, Pernod Ricard SA issued US\$2.5 billion in bonds. This bond issue has three tranches with the following characteristics:

- ◆ US\$850 million with a residual maturity at 30 June 2016 of 6 months (maturity date: 15 January 2017) and a fixed interest rate of 2.95%;
- ◆ US\$800 million with a residual maturity at 30 June 2016 of 6 years (maturity date: 15 July 2022) and a fixed interest rate of 4.25%;

- ◆ US\$850 million with a residual maturity at 30 June 2015 of 25 years and 6 months (maturity date: 15 January 2042) and a fixed interest rate of 5.5%.

On 20 March 2014, Pernod Ricard SA issued €850 million in bonds, with the following characteristics: a residual maturity at 30 June 2016 of 4 years (maturity date: 22 June 2020) and a fixed interest rate of 2%.

On 29 September 2014, Pernod Ricard SA issued €650 million in bonds, with the following characteristics: a residual maturity at 30 June 2016 of 8 years and 3 months (maturity date: 27 September 2024) and a fixed interest rate of 2.125%.

On 28 September 2015, Pernod Ricard SA issued €500 million in bonds, with the following characteristics: a residual maturity at 30 June 2016 of 7 years and 3 months (maturity date: 28 September 2023) and a fixed interest rate of 1.875%.

On 26 January 2016, Pernod Ricard SA issued US\$201 million in bonds. The characteristics of this issue are as follows: a residual maturity at 30 June 2016 of 4 years and 7 months (maturity date: 26 January 2021) and a variable interest rate of 6-month Libor plus spread.

On 17 May 2016, Pernod Ricard SA issued €600 million in bonds, with the following characteristics: a residual maturity at 30 June 2016 of 9 years and 11 months (maturity date: 18 May 2026) and a fixed interest rate of 1.50%.

On 8 June 2016, Pernod Ricard SA issued US\$600 million in bonds, with the following characteristics: a residual maturity at 30 June 2016 of 10 years (maturity date: 8 June 2026) and a fixed interest rate of 3.250%.

Note 14 Bank debt

Syndicated loan

On 25 April 2012, Pernod Ricard SA finalised a new, revolving 5-year multi-currency Credit Agreement for €2.5 billion. The new agreement enabled Vin&Sprit's syndicated loan to be refinanced in full.

On 23 October 2013, an amendment to the syndicated loan was signed, impacting its duration. Therefore, the maturity date (originally 2 April 2017) was extended by 18 months to 23 October 2018.

At 30 June 2016, no drawdowns had been made by Pernod Ricard SA.

Note 15 Breakdown of income tax

€ thousand	Total	Profit (loss) from continuing operations	Exceptional items
Net profit/loss before tax	603,663	625,545	(21,882)
Additional contribution	(14,847)		
Income tax prior to consolidation	-		
Net impact of tax consolidation	175,262		
PROFIT AFTER TAX	764,078	625,545	(21,882)

The French second amending finance law of 2012 instigated a contribution of 3% on dividends paid to shareholders, applicable to amounts distributed that were paid after 17 August 2012. The contribution relating to the dividends approved at the Shareholders' Meeting of 6 November 2015 was thus €8 million and the contribution relating to the interim dividend approved at the Board of Directors' meeting on 22 June 2016 was €7 million.

Within the framework of the tax consolidation, the tax loss carryforwards (tax basis) of the Pernod Ricard tax group amount to €(824) million, up €74 million over the financial year.

Note 16 Increases and decreases in future tax liabilities

Type of temporary differences

€ thousand	Amount of tax
INCREASES	NONE
"Organic" local tax and other	158
Other provisions for risk	-
Provision for pensions and other long-term employee benefits	37,524
DECREASES IN FUTURE TAX LIABILITIES	37,682

The tax rate used is the rate in force in 2016, i.e. 34.43%.

Note 17 Remuneration

Remuneration paid to Executive Directors and members of the Board of Directors amounted to €2,717,827.

Note 18 Income

Operating income reached €173 million for the 2015/16 financial year, compared to €112 million for 2014/15. It principally comprises €29 million in royalties and €138 million in rebilling of overheads to Group affiliates.

Note 19 Financial income and expenses

€ thousand	Amount at 30.06.2016
Income from investments	899,472
Income from other fixed asset securities and receivables	-
Interest and related income	316,113
Reversals of financial provisions and expense transfers	288,871
Foreign exchange gains	15,480
Net gains on disposals of marketable securities	-
TOTAL FINANCIAL INCOME	1,519,936

€ thousand	Amount at 30.06.2016
Depreciation, amortisation and provision charges	(232,623)
Interest and related expenses	(546,509)
Foreign exchange losses	(44,472)
Net expenses on disposals of marketable securities	-
TOTAL FINANCIAL EXPENSES	(823,604)

Note 20 Exceptional items

€ thousand	Amount at 30.06.2016
Net profit on management operations	(43,273)
Net profit on capital operations	(2,970)
Charges and reversals of financial provisions and expense transfers	24,361
EXCEPTIONAL ITEMS	(21,882)

At 30 June 2016, exceptional items amounted to a €(22) million expense mainly related to a €24 million reversal of provisions for risks and charges and €(46) million for other non-current expenses.

Note 21 Off-balance sheet commitments

Guarantees granted

Commitments made

€ thousand	Amount
Guarantees on behalf of affiliates	45,054
Other leases	661
Rent	15,859
TOTAL	61,574

Commitments made include guarantees granted, in particular those related to:

- ◆ bonds and commercial paper;
- ◆ the syndicated loan, for which borrowings drawn by affiliates of the Pernod Ricard group that had not been repaid at 30 June 2016 amounted to 0.

Derivative instruments

	Nominal value (in USD thousand)	Fair value at 30 June 2016 (in euro thousand)	Nominal value (in euro thousand)	Fair value at 30 June 2016 (in euro thousand)
Hedging for Pernod Ricard SA				
Interest rate swaps	950,000	58,313	-	-
Currency swaps	3,700,000	636,552	-	-
TOTAL	4,650,000	694,865	-	-

Interest rate swaps provide hedging for Pernod Ricard SA's external or internal debts that bear fixed-rate interest. At 30 June 2016 these broke down as follows:

USD interest rate hedge	Maturity	Net base (in USD thousand)
Interest rate swap	April 2018	350,000
Interest rate swap	July 2022	600,000

The fair value of financial instruments hedging US dollar-denominated fixed-rate debt at 30 June 2016 was €58 million.

EUR interest rate hedge	Maturity	Net base (in euro thousand)
Interest rate swap	-	-

The value of financial instruments hedging euro-denominated fixed-rate debt at 30 June 2016 was zero.

	Maturity	Base (in USD thousand)
Currency hedge		
Currency swap	April 2021	1,000,000
Currency swap	January 2022	1,500,000
Currency swap	December 2022	800,000
Currency swap	January 2017	400,000
Currency swaps		3,700,000
Financial assets		2,129,507
Financial liabilities		(5,896,991)
TOTAL		(67,484)

Payables and receivables denominated in foreign currencies are hedged by currency swaps. The Company had a residual US dollar position of US\$(67) million at 30 June 2016.

The fair value of currency swaps at the end of the year was €637 million.

Other

Pernod Ricard SA guaranteed the contributions owed by Allied Domecq Holdings Ltd and its affiliates to the Allied Domecq pension funds.

Pernod Ricard SA, pursuant to Section 17 of the Companies (Amendment) Act, 1986 (Republic of Ireland), irrevocably guaranteed the liabilities of the following affiliates for the 2015/16 financial year:

Irish Distillers Group Ltd, Irish Distillers Ltd, Watercourse Distillery Ltd, Smithfield Holdings Ltd, Ermine Ltd, Proudlen Liqueurs Ltd, Ind Coope Holding Ltd, and The West Coast Cooler Co. Ltd.

Pernod Ricard SA guaranteed to Corby Distilleries Ltd the payment of liabilities which are due by the Group's affiliates involved in the representation agreement for Group brands in Canada, signed on 29 September 2006.

Pernod Ricard SA gave the Directors of Goal Acquisitions (Holding) Limited a comfort letter in which the Group undertook to provide financial support to enable Goal Acquisitions (Holding) Limited to honour its short-term intra-Group liabilities.

Note 22 Average headcount at 30 June 2016

	Employees	Temporary employees (for all reasons)
Managers ⁽¹⁾	319	-
Supervisors and technicians	49	8
Employees	5	-
AVERAGE HEADCOUNT	373	8
Work-study contracts	17	-

(1) Including 117 expatriate employees.

Note 23 Affiliates and associates at 30 June 2016

€ thousand	Capital	Shareholders' equity before appropriation of results	Interest in entity's share capital (in %)	Carrying amount of investment		Loans	Guarantees and sureties	Net sales excluding taxes and duties	Net profit	Dividends received
				Gross	Net					
Investments whose carrying amount exceeds 1% of Pernod Ricard SA's share capital										
AGROS ⁽¹⁾ Ul. Chalubinskiego 8 00-613 Warsaw (Poland)	5,425	110,686	100	122,008	122,008	-	-	6	(371)	-
House of Campbell Limited ⁽²⁾ 111/113 Renfrew Road Paisley, PA3 4DY (Scotland)	10,496	78,784	100	40,538	40,538	-	-	-	1,794	-
Geo G Sandeman Sons & Co Ltd ⁽³⁾ 400 Capability Green Luton, Bedfordshire, LU1 3AE (England)	2	391	30	9,180	5,025	-	-	1,271	239	36
Pernod SA 120, avenue du Maréchal-Foch 94015 Créteil (France)	40,000	140,055	100	94,941	94,941	-	-	416,929	1,387	19,324
Pernod Ricard Asia SAS 12, place des États-Unis 75116 Paris (France)	4,512	91,385	100	42,457	42,457	-	-	-	600,370	550,000
Pernod Ricard Central and South America SAS 12, place des États-Unis 75116 Paris (France)	52,198	14,538	100	131,040	123,860	-	-	-	(30,063)	-
Pernod Ricard Europe Middle East Africa SAS 12, place des États-Unis 75116 Paris (France)	40,000	182,458	100	36,407	36,407	-	-	-	28,211	-
Pernod Ricard North America SAS 12, place des États-Unis 75116 Paris (France)	39,398	147,559	100	126,735	126,735	-	-	-	(90)	-
Pernod Ricard Finance SA 12, place des États-Unis 75116 Paris (France)	232,000	328,456	100	238,681	238,681	-	45,000	-	(26,516)	-
Pernod Ricard Pacific Holdings ⁽⁴⁾ 167 Fullarton Road Dulwich SA 5065 (Australia)	148,027	110,041	100	151,789	151,789	-	-	-	-	-
Ricard SA 4 and 6, rue Berthelot 13014 Marseille (France)	54,000	155,943	100	67,227	67,227	-	-	470,985	61,560	47,827
Lina 3 12, place des États-Unis 75116 Paris (France)	819,730	14,349,293	100	11,690,953	11,690,953	-	-	-	459,693	200,000
Lina 5 12, place des États-Unis 75116 Paris (France)	30,640	691,136	100	30,631	30,631	-	-	-	500,082	-
Yerevan Brandy Company ⁽⁵⁾ 2, Admiral Isakov Avenue, Yerevan 375092 (Republic of Armenia)	20	143	100	27,856	27,856	-	-	37	(1)	-
TOTAL 1				12,810,443	12,799,108	-	45,000			817,187
Affiliates:										
French				5,814	3,046	-	-	-	-	-
Foreign				10,684	9,722	-	-	-	-	82,256
Associates:										
French				931	278	-	-	-	-	29
Foreign				660	-	-	-	-	-	-
TOTAL 2				18,088	13,046	-	-	-	-	82,285
TOTAL 1 + 2				12,828,530	12,812,154	-	45,000			899,472

(1) Information from the AGROS financial statements at 30.06.2016.

(2) Information from the House of Campbell Limited financial statements at 30.06.2015.

(3) Information from the Geo G Sandeman Sons & Co Ltd financial statements at 31.12.2015.

(4) Information from the Pernod Ricard Pacific Holdings financial statements at 30.06.2015.

(5) Information from the Yerevan Brandy Company financial statements at 30.06.2015.

Financial results over the last five financial years

In euro	30.06.2012	30.06.2013	30.06.2014	30.06.2015	30.06.2016
Financial position at year-end					
Share capital	411,231,438	411,403,468	411,403,468	411,403,468	411,403,468
Number of shares outstanding	265,310,605	265,421,592	265,421,592	265,421,592	265,421,592
Number of convertible bonds in issue	-	-	-	-	-
Number of bonus shares granted on 16 January 2007 (dividend rights from 1 July 2006)	-	-	-	-	-
Number of shares created by the capital increase of 14 May 2009	-	-	-	-	-
Number of bonus shares granted on 18 November 2009 (dividend rights from 1 July 2009)	-	-	-	-	-
Operating results					
Sales (excluding taxes and duties)	994,247	1,457,195	699,007	72,349,685	137,322,737
Profit before taxes, amortisation, depreciation and allowances to provisions	(29,548,724)	(6,575,949)	343,291,521	1,564,703,879	547,695,859
Corporate income tax	152,497,031	299,024,699	167,807,564	143,419,324	160,415,191
Profit after taxes, amortisation, depreciation and allowances to provisions	51,414,891	380,968,585	462,677,928	1,614,768,789	764,078,429
Dividends distributed ⁽¹⁾	415,866,359	431,763,486	432,824,096	474,999,305	-
Earnings per share					
Profit after taxes, but before amortisation, depreciation and allowances to provisions	0.46	1.1	1.93	6.44	2.67
Profit after taxes, amortisation, depreciation and allowances to provisions	0.19	1.44	1.74	6.08	2.88
Dividend paid per share ⁽¹⁾	1.58	1.64	1.63	1.80	-
Personnel					
Number of employees	198	327	349	362	373
Total payroll	30,118,294	50,668,738	53,399,561	51,445,974	49,175,332
Employee-related benefits paid during the year	20,388,936	28,795,172	27,819,911	29,223,152	25,196,150

(1) The amount of dividends for 2016 will be known with certainty after the Shareholders' Meeting of 17 November 2016 – Dividends relating to the financial year from 1 July 2015 to 30 June 2016.

Dividends distributed over the last five financial years

<i>In euros</i> Year	Payment date	Net amount	Total dividend for the year
2011/12	04.07.2012	0.72	-
	19.11.2012	0.86	1.58
2012/13	04.07.2013	0.79	-
	06.11.2013	0.85	1.64
2013/14	08.07.2014	0.82	-
	17.11.2014	0.82	1.64
2014/15	08.07.2015	0.82	-
	18.11.2015	0.98	1.80
2015/16	08.07.2016 ⁽¹⁾	0.90	-

(1) An interim dividend in respect of 2015/16 was paid on 8 July 2016. The balance will be decided by the Shareholders' Meeting of 17 November 2016 called to approve the financial statements for the year ended 30 June 2016.

Inventory of marketable securities

<i>In euros</i> French investments with a net carrying amount in excess of €100,000	Number of shares held	Net carrying amount
Lina 3	61,209,716	11,690,953,301
Lina 5	306,400	30,630,500
Pernod SA	2,580,000	94,940,750
Pernod Ricard Asia SAS	2,785,000	42,457,051
Pernod Ricard Central and South America SAS	386,650	123,860,000
Pernod Ricard Europe Middle Africa SAS	1,000,000	36,407,284
Pernod Ricard Finance SA	29,000,000	238,680,987
Pernod Ricard North America SAS	4,377,500	126,734,557
Ricard SA	1,750,000	67,227,093
Sopebsa	232,000	769,769
Résidence de Cavalière	205,950	1,050,350
Lina 19	10,100	1,143,338
SUBTOTAL	103,843,316	12,454,854,980
Other shareholdings in French companies	16,816	360,105
Investments in unlisted foreign companies	25,705,455	356,937,573
TOTAL MARKETABLE SECURITIES AT 30.06.2016	129,565,587	12,812,152,658