ILIAD GROUP
CONDENSED INTERIM CONSOLIDATED FINANCIAL INFORMATION
FOR THE SIX MONTHS ENDED JUNE 30, 2008

CONTENTS

INTERIM CONSOLIDATED INCOME STATEMENT

(in € thousands)	Note	Six months to June 30, 2008	Six months to June 30, 2007
Revenues ……………………………………………………………		**692,194**	**574,064**
Purchases used in production …………………………………………		(339,148)	(293,800)
Payroll costs ……………………………………………………………		(27,377)	(24,331)
External charges …………………………………………………………		(38,889)	(31,248)
Taxes other than on income…………………………………………		(11,877)	(5,359)
Additions to provisions………………………………………………		(9,138)	(2,911)
Other income and expenses from operations, net…………………		(8,903)	(9,942)
Earnings before interest, tax, depreciation and amortization (EBITDA)		***256,862***	***206,473***
Share-based payment expense . …………………………………		(2,520)	(907)
Depreciation and amortization …………………………………		(126,351)	(104,202)
Profit from ordinary activities …………………………………		**127,991**	**101,364**
Other operating income and expense, net ………………………		0	0
Operating profit ……………………………………………………		**127,991**	**101,364**
Income from cash and cash equivalents………………………		6,249	4,840
Finance costs, gross………………………………………………		(7,627)	(7,820)
Finance costs, net………………………………………………		**(1,378)**	**(2,980)**
Other financial income and expense, net………………………		(134)	695
Corporate income tax……………………………………………		(43,547)	(34,113)
Profit for the period before profit from discontinued operations		**82,932**	**64,966**
Profit for the period, net of taxes, from discontinued operations		**0**	**13,923**
PROFIT FOR THE PERIOD		**82,932**	**78,889**
Attributable to:			
▪ *Equity holders of the parent*		***82,824***	***78,815***
▪ *Minority interests*		***108***	***74***
. Basic earnings per share from continuing operations (in €)	*10*	***1.53***	***1.20***
. Diluted earnings per share from continuing operations (in €)	*10*	***1.50***	***1.19***
. Basic earnings per share from discontinued operations (in €)	*10*	***0***	***0.26***
. Diluted earnings per share from discontinued operations (in €)	*10*	***0***	***0.24***

. Basic earnings per share (in €)	*10*	***1.53***	***1.46***
. Diluted earnings per share (in €)	*10*	***1.50***	***1.43***

INTERIM CONSOLIDATED BALANCE SHEET – ASSETS

(in € thousands)	Note	At June 30, 2008	At Dec. 31, 2007
Goodwill …………………………………..……..……….	5	32,238	31,206
Intangible assets ……………………………………..……	5	56,530	56,546
Property, plant and equipment ………………..…..……….	5	736,840	676,600
Other long-term financial assets …………………….……		2,118	1,983
Deferred income tax assets ……………………………….		5,839	4,870
TOTAL NON-CURRENT ASSETS……………………		**833,565**	**771,205**
Inventories ………………………………………..………		494	505
Trade and other receivables …………………...………….		144,554	140,579
Other short-term financial assets …………………………		0	0
Cash and cash equivalents ………………………………..		274,393	234,780
TOTAL CURRENT ASSETS ……………..……………		**419,441**	**375,864**
ASSETS HELD FOR SALE……………...……………..		**10,996**	**8,110**

TOTAL ASSETS ………………………………………..		**1,264,002**	**1,155,179**

INTERIM CONSOLIDATED BALANCE SHEET – EQUITY AND LIABILITIES

(in € thousands)	Note	At June 30, 2008	At Dec. 31, 2007
Share capital ……………………………………...……..…..	6	12,058	12,000
Additional paid-in capital …………………..……………..		88,860	84,624
Retained earnings and other reserves ……………...……..		485,717	420,069
TOTAL EQUITY ………………………………..……….		**586,635**	**516,693**
. Attributable to equity holders of the parent …………………………..		*586,454*	*516,563*
. Minority interests ……………………………………..……………		*181*	*130*
Long-term provisions ………………………….…………	8	1,017	1,416
Long-term financial liabilities ……………….…..……….	7	329,773	324,207
Deferred income tax liabilities ……………………..………..		27,631	27,631
Other non-current liabilities ……………….……………..		9,483	9,244
TOTAL NON-CURRENT LIABILITIES …………….		**367,904**	**362,498**
Short-term provisions ……………………………………	8	1,105	1,152
Taxes payable ……………………………...…………..		6,731	8,569
Trade and other payables		273,105	235,111

……………………………..…….. Short-term financial liabilities ……………..…..…………….	7	28,522	31,156
TOTAL CURRENT LIABILITIES ..…………………..		**309,463**	**275,988**
TOTAL EQUITY AND LIABILITIES ………………..		**1,264,002**	**1,155,179**

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(in € thousands)	Share capital	Additional paid-in capital	Own shares held	Reserves	Retained earnings	Total equity

(in € thousands)	Share capital	Additional paid-in capital	Own shares held	Reserves	Retained earnings	Total equity
Total equity **At January 1, 2007**	**12,000**	**84,624**	**(958)**	**25,667**	**261,305**	**382,638**
Movements in first-half 2007						
▪ Capital increase/decrease						
▪ Dividends paid by Iliad SA					(14,621)	(14,621)
▪ Dividends paid by subsidiaries						
▪ Profit for the period					78,889	78,889
▪ Purchases/sales of own shares			(866)			(866)
▪ Impact of stock options				907		907
▪ Equity component of convertible bonds						
▪ Other			3			3
At June 30, 2007	**12,000**	**84,624**	**(1,821)**	**26,574**	**325,573**	**446,950**
Total equity **At January 1, 2008**	**12,000**	**84,624**	**(1,987)**	**25,132**	**396,924**	**516,693**
Movements in first-half 2008						
▪ Capital increase/decrease	58	4,236				4,294
▪ Dividends paid by Iliad SA					(16,914)	(16,914)
▪ Dividends paid by subsidiaries						
▪ Profit for the period					82,932	82,932
▪ Purchases/sales of own shares			(1,055)			(1,055)
▪ Impact of stock options				2,520		2,520
▪ Equity component of convertible bonds						
▪ Impact of currency hedges				(1,847)		(1,847)
▪ Other				12		12
At June 30, 2008	**12,058**	**88,860**	**(3,042)**	**25,817**	**462,942**	**586,635**

Note: Minority interests have not been analyzed as they represent a non-material amount.

INTERIM CONSOLIDATED CASH FLOW STATEMENT

(in € thousands)	Note	Six months to June 30, 2008	Six months to June 30, 2007
Profit for the period (including minority interests)		**82,932**	**78,889**
+ / - Depreciation, amortization and provisions against non-current assets and net additions to provisions for contingencies and charges	4	126,448	104,591
- / + Unrealized gains and losses on changes in fair value		0	0
+ / - Income and expenses related to stock options and other share-based payments		2,520	907
- / + Other income and expenses, net		355	348
- / + Gains and losses on disposals of assets		(3,814)	(15,641)
- / + Dilution gains and losses		0	0
+ / - Share of profit of associates		0	0
- Dividends (investments in non-consolidated undertakings)		0	0
Cash flows from operations after finance costs, net, and income tax		**208,441**	**169,094**
+ Finance costs, net		1,378	2,980
+ / - Income tax expense (including deferred taxes)		43,547	34,264
Cash flows from operations before finance costs, net, and income tax (A)		**253,366**	**206,338**
- *Income tax paid* **(B)**		(44,738)	(54,589)
+ / - Change in operating working capital requirement (including employee benefit obligations) **(C)**		9,135	(21,188)
= NET CASH GENERATED FROM OPERATING ACTIVITIES (D) = (A + B + C)		**217,763**	**130,561**
- Acquisitions of property, plant and equipment and intangible assets	4	(175,096)	(198,197)
+ Disposals of property, plant and equipment and intangible assets		7,193	4,358
- Acquisitions of investments in non-consolidated undertakings		0	0
+ Disposals of investments in non-consolidated undertakings		0	0
+ / - Effect of changes in Group structure – acquisitions		(740)	(120)
+ / - Effect of changes in Group structure – disposals		2,000	17,052
+ Dividends received from associates and non-consolidated undertakings		0	0
+ / - Change in outstanding loans and advances		(139)	2,289
+ Investment grants received		0	0
+ / - Other		(5,164)	0
= NET CASH USED IN INVESTING ACTIVITIES (E)		**(171,946)**	**(174,618)**
+ Proceeds from capital increases:			
. Paid by shareholders of the parent company		0	0
. Paid by minority shareholders of consolidated companies		0	0
+ Proceeds received on the exercise of stock options		3,776	0
- / + Own-share transactions		(1,055)	(866)
- Dividends paid during the period:			
. Dividends paid to parent company shareholders		0	0
. Dividends paid to minority shareholders of consolidated companies		0	0
+ Proceeds from new borrowings		0	1
- Repayment of borrowings (including finance leases)	7	(4,085)	(3,605)
- Net interest paid (including on finance leases)		(1,997)	(139)
= NET CASH USED IN FINANCING ACTIVITIES (F)		**(3,361)**	**(4,609)**
+ / - Effect of exchange-rate movements on cash and cash equivalents **(G)**		(6)	(1)
= NET CHANGE IN CASH AND CASH EQUIVALENTS (D + E + F + G)		**42,450**	**(48,667)**
Cash and cash equivalents at beginning of period	4	**223,089**	**276,324**
Net cash and cash equivalents at period-end	4	**265,539**	**227,657**

NOTE 1: SIGNIFICANT EVENTS IN FIRST-HALF 2008

1-1. SCOPE OF CONSOLIDATION AT JUNE 30, 2008

The only change in the scope of consolidation during first-half 2008 concerns the purchase of minority interests in Freebox.

1-2. BUSINESS REVIEW

The following factors impacted the Iliad Group's operations during the first half of 2008:

- The strong increase in Broadband revenues, particularly from Internet access services and optional value-added services available through the Freebox. These optional services – particularly the Free Home Vidéo offering (S-VoD) – appeal to numerous subscribers.

- Numerous new television partnerships allowed the Group to boost its selection of High Definition (HD) TV channels.

On June 9, 2008, the Iliad Group entered into exclusive talks with Telecom Italia Spa with a view to acquiring Liberty Surf Group SAS. Liberty Surf Group SAS mainly provides Internet access in France under the Alice brand. This acquisition will position the Iliad Group as the leading fixed alternative operator in France.

The transaction is subject to a formal consultation process with employee representative bodies in France and must obtain the requisite authorizations. It is expected to be finalized before the end of third-quarter 2008.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (IFRS)

2-1. GENERAL INFORMATION

Iliad SA is a *société anonyme* registered in France and listed on Eurolist by Euronext Paris under the symbol "ILD". The Company's registered office is located at 8, rue de la Ville l'Evèque, 75008 Paris, France.

The Iliad Group is a leading operator in the French internet access and telecommunications markets. Its businesses are conducted by Free (an alternative broadband operator), One Tel and Iliad Telecom (fixed telephony operators), and IFW (specialized in Wimax).

The consolidated financial information for the six months ended June 30, 2008 was approved by the Board of Directors on August 27, 2008.

2.2. BASIS OF PREPARATION

This condensed interim consolidated financial information for the six months ended June 30, 2008 has been prepared in accordance with IAS 34, Interim Financial Reporting, which allows entities to present selected explanatory notes. The condensed interim consolidated financial statements do not therefore incorporate all of the notes and disclosures required by IFRS for the annual consolidated financial statements, and should be read in conjunction with the consolidated financial statements for the year ended December 31, 2007.

The Iliad Group has presented earnings before interest, tax, depreciation and amortization (EBITDA) on a separate line. EBITDA is a key indicator of the Group's operating performance and corresponds to profit from ordinary activities before:

- depreciation, amortization and impairment recorded in relation to property, plant and equipment and intangible assets; and
- share-based payment expense.

In the interim consolidated financial statements for the six months to June 30, 2007, share-based payment expense was included in payroll costs. The income statement for the six-month period ended June 30, 2007 has been adjusted to reflect this change.

2.3. ACCOUNTING POLICIES

The interim consolidated financial information has been prepared in accordance with the same accounting policies as those applied to prepare the annual financial statements for the year ended December 31, 2007, as described therein.

The following new standards, amendments to existing standards and interpretations are mandatory for financial periods beginning on or after January 1, 2008 but do not have any impact on the Group's financial statements:

- *IFRIC 11, IFRS 2 – Group and Treasury Share Transactions* (applicable to financial periods beginning on or after March 1, 2007). IFRIC 11 provides guidance on whether share-based transactions involving treasury shares or involving group entities should be accounted for as equity-settled or cash-settled share-based payment transactions in the stand-alone accounts of the parent and group companies. The Iliad Group applies IFRIC 11.

New standards and interpretations to existing standards whose application is mandatory for financial periods beginning after January 1, 2008 and that have not been early adopted by the Group:

- *IFRS 8, Operating Segments* (applicable to financial periods beginning on or after January 1, 2009). This new standard requires entities to disclose information to enable users of their financial statements to evaluate the nature and financial effects of the business activities in which they engage and the economic environments in which they operate.

  IFRS 8 defines what an operating segment is and specifies the disclosures required. The Iliad Group will apply IFRS 8 from January 1, 2009 but it is not expected to have a material impact on the consolidated financial statements.

NOTE 3: SEGMENT REPORTING

The Group's operations are made up of two business segments, defined based on operating criteria:

- The **Broadband** segment, which includes Internet service provider operations (marketed under Free and related brands), hosting services (the Online, BookMyName and Dédibox brands), call center operations (Centrapel and Total Call), Wimax activities (operated by IFW) and optical fiber operations (carried out by IRE, Immobilière Iliad, Free Infrastructure and Citéfibre).

- The **Traditional Telephony** segment, which includes switched fixed-line telephony (One.Tel and Iliad Telecom), directory services (mainly the ANNU reverse look-up directory accessible by Minitel, telephone, Internet and SMS text messaging) and e-commerce operations (Assunet.com).

This segment reporting format complies with the criteria set out in IAS 14.

These segments may change in the future, depending on operating criteria and the development of the Group's businesses.

Analysis of the interim consolidated income statement by business segment:

Six months to June 30, 2008	Broadband	Traditional Telephony	Inter-segment	Total
Revenues				
External revenues	679,612	12,582		
Inter-segment revenues	4,474	8,886	(13,360)	**0**
Total revenues	684,086	21,468	(13,360)	**692,194**
Earnings				
EBITDA	254,393	2,469	0	**256,862**
Share-based payment	2,135	385	0	**2,520**
Depreciation and amortization	126,252	99	0	**126,351**
Profit from ordinary activities	126,006	1,985	0	**127,991**
Number of employees at period-end	2,682	55	0	**2,737**

Six months to June 30, 2007	Broadband	Traditional Telephony	Inter-segment	Total
Revenues				
External revenues	555,099	18,965		**574,064**
Inter-segment revenues	5,886	7,731	(13,617)	**0**
Total revenues	560,985	26,696	(13,617)	**574,064**
Earnings				
EBITDA	202,102	4,371	0	**206,473**
Share-based payment	632	275	0	**907**
Depreciation and amortization	104,047	155	0	**104,202**
Profit from ordinary activities	97,423	3,941	0	**101,364**
Number of employees at period-end	1,818	50	0	**1,868**

NOTE 4: NOTES TO THE CASH FLOW STATEMENT

Net additions to depreciation, amortization and provisions break down as follows:

(in € thousands)	Note	Six months to June 30, 2008	Six months to June 30, 2007
Depreciation and amortization			
▪ Amortization of intangible assets	5.2	865	769
▪ Depreciation of property, plant and equipment	5.3	125,486	103,433
Additions to provisions for contingencies and charges	8	428	909
Reversals of provisions for contingencies and charges:			
▪ Amounts utilized	8	(39)	(45)
▪ Surplus provisions	8	(297)	(706)
Additions to provisions for long-term investments		5	231
Recognized in cash flow statement		**126,448**	**104,591**

Acquisitions of non-current assets can be analyzed as follows:

(in € thousands)	Note	Six months to June 30, 2008	Six months to June 30, 2007
▪ Intangible assets	5.2	849	789
▪ Property, plant and equipment (excl. new finance leases)	5.3	181,796	175,254
▪ Suppliers of non-current assets (excl. VAT)			
. at beginning of period		64,277	84,921
. at period-end		(71,826)	(62,767)
Recognized in cash flow statement		**175,096**	**198,197**

Period-end cash and cash equivalents can be analyzed as follows:

(in € thousands)	Note	At June 30, 2008	At June 30, 2007
▪ Cash and cash equivalents		7,290	6,675
▪ Marketable securities		267,103	242,112
▪ Short-term borrowings		(8,854)	(21,130)
Recognized in cash flow statement		**265,539**	**227,657**

NOTE 5: CAPITAL EXPENDITURE

5.1. GOODWILL

(in € thousands)	Six months to June 30, 2007
Net amount at January 1, 2007	**34,574**
Increase following acquisitions:	
. Freebox	122
Decrease following disposals:	
. Kertel	(2,721)
Net amount at June 30, 2007	**31,975**

(in € thousands)	Six months to June 30, 2008
Net amount at January 1, 2008	**31,206**
Increase following acquisitions:	
. Freebox	1,032
Net amount at June 30, 2008	**32,238**

5.2. Other intangible assets

(in € thousands)	Six months to June 30, 2007
Net amount at January 1, 2007	**56,411**
Acquisitions	789
Disposals	0
Amortization	(769)
Impact of changes in Group structure	(84)
Net amount at June 30, 2007	**56,347**

(in € thousands)	Six months to June 30, 2008
Net amount at January 1, 2008	**56,546**
Acquisitions	849
Disposals	0
Amortization	(865)
Impact of changes in Group structure	0
Net amount at June 30, 2008	**56,530**

5.3. Property, plant and equipment

(in € thousands)	Six months to June 30, 2007
Net amount at January 1, 2007	**533,204**
Acquisitions (1)	182,101
Disposals	(3,340)
Depreciation	(103,433)
Impact of changes in Group structure	(239)
Net amount at June 30, 2007	**608,293**

(1) Including €6,847,000 in assets acquired under finance leases.

(in € thousands)	Six months to June 30, 2008
Net amount at January 1, 2008	**676,600**
Acquisitions (1)	189,099
Disposals	(3,373)
Depreciation	(125,486)
Impact of changes in Group structure	0
Net amount at June 30, 2008	**736,840**

(1) Including €7,303,000 in assets acquired under finance leases.

During the first half of 2008, the Group continued to invest in expanding its operations and managing the ADSL subscriber base (including investments in Freebox modems and service access fees). It also pursued its capital expenditure programs relating to its ADSL operator business by extending the coverage of its optical fiber network (including through IRUs) and by further improving and renewing network equipment. The Group also unbundled almost 350 new France Télécom sites.

At the same time, the Group actively pursued the work to roll out its FTTH network by acquiring premises to house the necessary equipment – either through real estate finance leases or outright acquisitions – and by continuing to lay optical fiber cable, particularly in Paris.

5.4. IMPAIRMENT OF ASSETS

Non-financial assets with indefinite useful lives are not amortized, but are tested for impairment on an annual basis at the year-end (December 31) or whenever there is an indication that they may be impaired. At June 30, 2008, there was no indication that these assets were impaired, as there were no events or circumstances to suggest that any significant changes had taken place with a lasting, adverse effect on the Company, the economic or technological environment or the assumptions made on acquisition of the assets.

All other assets are tested for impairment on an annual basis or whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. No such events or changes in circumstances were identified at June 30, 2008.

NOTE 6: SHARE CAPITAL AND DIVIDENDS

6.1. Capital stock and changes in capital

Stock options granted by the Iliad Group on January 20, 2004 may be exercised by beneficiaries since January 20, 2008.

At June 30, 2008, 263,467 stock options had been exercised, leading to the issuance of 263,467 new shares. Accordingly, the Group's share capital increased by €58,000 to €12,058,000 at June 30, 2008.

6.2. Dividends

The Shareholders’ Meeting of May 29, 2008 resolved to pay a dividend of €0.31 per share, representing a total payout of €16,914,000.

Shares were quoted ex-dividend on July 25, 2008, corresponding to the dividend payment date.

NOTE 7: BORROWINGS

Borrowings	At June 30, 2008	At December 31, 2007
Long-term borrowings	329,773	324,207
Short-term borrowings	28,522	31,156
Total	**358,295**	**355,363**

Movements in borrowings can be analyzed as follows:

(in € thousands)	Six months to June 30, 2007
Borrowings at January 1, 2007	**313,820**
New borrowings (1)	6,848
Repayments of borrowings	(3,605)
Interest on OCEANE bonds and bond premium	3,183
Change in other bank facilities	17,914
Impact of changes in Group structure	33
Other	10
Total borrowings at June 30, 2007	**338,203**

(1) Including €6,847,000 in finance lease-related liabilities.

(in € thousands)	Six months to June 30, 2008
Borrowings at January 1, 2008	**355,363**
New borrowings (1)	7,303
Repayments of borrowings	(4,085)
Interest on OCEANE bonds and bond premium	(254)
Change in other bank facilities	(2,837)
Impact of cash flow hedges	2,816
Impact of changes in Group structure	0
Other	(11)
Total borrowings at June 30, 2008	**358,295**

(1) Including €7,303,000 in finance lease-related liabilities.

NOTE 8: PROVISIONS

Six months to June 30, 2007	Provisions for claims and litigation	Other provisions	Total
Opening carrying amount at January 1, 2007	**1,205**	**1,277**	**2,482**
Additional provisions	522	387	**909**
Utilized during the period	(45)	0	**(45)**
Reversals of surplus provisions	(447)	(259)	**(706)**
Impact of changes in Group structure	(26)	(27)	**(53)**
Closing carrying amount at June 30, 2007	**1,209**	**1,378**	**2,587**
o/w long-term provisions			*1,214*
o/w short-term provisions			*1,373*

Six months to June 30, 2008	Provisions for claims and litigation	Other provisions	Total
Opening carrying amount at January 1, 2008	**1,152**	**1,416**	**2,568**
Additional provisions	289	139	**428**
Utilized during the period	(39)	0	**(39)**
Reversals of surplus provisions	(297)	0	**(297)**
Impact of changes in Group structure	0	0	**0**
Reclassifications (1)	0	(538)	**(538)**
Closing carrying amount at June 30, 2008	**1,105**	**1,017**	**2,122**
o/w long-term provisions			*1,017*
o/w short-term provisions			*1,105*

(1) From 2008, post-employment benefit obligations are recorded in Group borrowings and no longer in provisions. Accordingly, post-employment benefits at December 31, 2007 have been reclassified.

NOTE 9: CORPORATE INCOME TAX

Corporate income tax expense is recognized based on Management's best estimate of the weighted average annual income tax rate expected for the full fiscal year.

The estimated average annual tax rate for 2008 is 34.43%, unchanged compared with the estimated tax rate for the first half of 2007.

NOTE 10: EARNINGS PER SHARE

Earnings per share attributable to equity holders of the parent can be analyzed as follows between continuing and discontinued operations:

	Six months to June 30, 2008 (€ per share)	**Six months to June 30, 2007 (€ per share)**
Earnings per share from continuing operations		
. Basic	1.53	1.20
. Diluted	1.50	1.19
Earnings per share from discontinued operations		
. Basic	0	0.26
. Diluted	0	0.24

NOTE 11: COMMITMENTS

At June 30, 2008, the Group had a confirmed credit line totaling a maximum of €220 million, expiring in more than one year. No drawdowns had been made under this credit line at the period-end.

One of the Group's financial partners has granted a €3 million financial guarantee to the Paris City Authorities in connection with the right to use public land granted by the said authorities to the Iliad Group in 2006.

In 2006, the Group announced plans to begin rolling out an FTTH optical fiber network to provide home subscribers in eligible areas with optical fiber dedicated to multi-media use.

In January 2007, Iliad entered into a master finance lease with Genefim to finance the purchase of premises to house equipment required to develop the FTTH network.

Under the terms of the master lease, Genefim will finance all property acquisitions made in the period to June 30, 2008, up to an aggregate maximum of €50 million, through 12-year finance leases.

The master lease agreement was extended to December 31, 2009 during the first half of the year, and the aggregate maximum was increased by €15 million to €65 million.

At June 30, 2008, the Group had used €16,320,000 of this amount.

NOTE 12: RELATED-PARTY TRANSACTIONS

Related-party transactions solely correspond to transactions with key management personnel.

Transactions with key management personnel

- Persons concerned:

Group Management includes members of the Board of Directors of Iliad SA and members of the Management Committee.

- Compensation paid to key management personnel in first-half 2007 and 2008 breaks down as follows:

(in € thousands)	Six months to June 30, 2008	Six months to June 30, 2007
▪ Total compensation	864	621
▪ Short-term benefits	0	0
▪ Post-employment benefits	0	0
▪ Other long-term benefits	0	0
▪ Termination benefits	0	0
▪ Share-based payments	1,358	520
Total	**2,222**	**1,141**

During the period, the Iliad Group bought back the Freebox shares held by certain of the Group's executive managers in the amount of €240,000.

In addition, the Group paid €20,000 in fees during the period under a service contract entered into with Levary.

NOTE 13: EVENTS AFTER THE BALANCE SHEET DATE

In July 2008, the Group announced it had contracted bank financing for €1.2 billion with twelve financial institutions in order to support its development strategy. This facility will allow Iliad to finance the acquisition of Liberty Surf Groupe SAS and to refinance and increase its existing €220 million credit facility.