

40				1	EUR	
NAT.	Date of the deposition	No. 0202.239.951	pp.	E.	D.	C 1

**ANNUAL ACCOUNTS AND OTHER DOCUMENTS TO BE DEPOSITED
IN ACCORDANCE WITH THE COMPANIES CODE**

IDENTIFICATION

NAME: PROXIMUS

Legal form: S.A. de droit public

Address: Boulevard du Roi Albert II-Koning Albert II laan

Nr.: 27

Postal Code: 1030

Gemeente: Brussel 3

Country: Belgium

Register of Legal Persons (RLP) - Office of the commercial court at: Brussel, Dutch-speaking

Internet address : ¹

Company number: **0202.239.951**

DATE **03/05/2016** of the deposition of the partnership deed OR of the most recent document mentioning the date of publication of the partnership deed and the act changing the articles of association.

ANNUAL ACCOUNTS **IN EURO** ²

ANNUAL ACCOUNTS approved by by the General Meeting of **19/04/2017**
 concerning the financial year covering the period from **01/01/2016** till **31/12/2016**
 Previous period from **01/01/2015** till **31/12/2015**

The amounts of the previous financial year are / ~~are not~~ ³ identical to those which have been previously published.

Total number of pages deposited: 64
 of service: 6.1, 6.2.1, 6.2.2, 6.2.5, 6.3.4, 7, 8, 9

Number of the pages of the standard form not deposited for not being

Signature
 (name and position)
LEROY Dominique
 Chief Executive Officer

Signature
 (name and position)
DE CLERCK Stefaan
 Chairman

¹ Optional statement.

² If necessary, adjust the unit and currency in which the amounts are expressed

³ Delete where appropriate.

LIST OF DIRECTORS, MANAGERS AND AUDITORS

LEROY Dominique, Chief Executive Officer
Avenue du Putdael 6, 1150 Brussels, BELGIUM

DE CLERCK Stefaan, Chairman of the Board of Directors
Damkaai 7, 8500 Kortrijk, BELGIUM

DE GUCHT Karel, President of the Institute of European Studies and Director
Hoogstraat 9, 9290 Berlare, BELGIUM
Director

DUREZ Martine, Director of Companies
Avenue de Saint-Pierre 34, 7000 Mons, BELGIUM
Director

LEVAUX Laurent, Chairman of the Board of Directors of Aviapartner Holding
Avenue du Maréchal 23, 1180 Uccle, BELGIUM
Director

SANTENS Isabelle, Director of Companies
Wannegem-Ledestraat 36, 9772 Kruishoutem, BELGIUM
Director

VAN de PERRE Paul, CEO Five Financial Solutions
Leliestraat 80, 1780 Dilbeek, BELGIUM
Director

Representatives of shareholders other than the Belgian State:

DEMUELENAERE Pierre, Director of Companies
Rue des Couteliers 24, 1490 Court Saint-Etienne, BELGIUM
Director

DEMUYNCK Guido J.M., Director of Companies
Wagnerlaan 11, 1217 CP Hilversum, THE NETHERLANDS
Director

DE PRYCKER Martin, Managing Partner Qbic Fund
De Cauwerstraat 41, 9100 Sint-Niklaas, BELGIUM
Director

DOUTRELEPONT Carine, Lawyer Doutrelepont & Partners, Professor ULB
Avenue Bois du Dimanche 21b, 1150 Bruxelles, BELGIUM
Director (till 20/04/2016)

VAN den BERGHE Lutgart, Executive director Guberna & Partner Vlerick Business School
Sparrenstraat 7, 9950 Waarschoot, BELGIUM
Director (till 20/04/2016)

TOURAINÉ Agnès, Chef d'entreprise
Rue Bude 5, 75004 Paris, FRANCE
Director

VANDENBORRE Catherine, Chief Financial Officer Elia
Clos du Champ de Bourgeois 11, 1330 Rixensart, BELGIUM
Director

RANDERY Tanuja, President UK & Ireland Schneider Electric
19A Lexham Mews, W8 6JW London, UNITED KINGDOM
Director (as of 20/04/2016)

VAN DEN HOVE Luc, President & CEO imec
Jachthuislaan 29, 3210 Lubbeek, BELGIUM
Director (as of 20/04/2016)

LIST OF DIRECTORS, MANAGERS AND AUDITORS (continuation of the previous page)

DELOITTE, Réviseurs d'entreprises S.C. s.f.d. S.C.R.L
Luchthaven Nationaal 1 J, 1930 Zaventem, BELGIUM
Chairman of the Board of Auditors
Company number: BE 0429.053.863
Number of membership with the Institute of Auditors: B00025

Represented by Michel Denayer
Luchthaven Nationaal 1 J, 1930 Zaventem, BELGIUM
Auditor
Number of membership with the Institute of Auditors: A01346

DEBUCQUOY Jan, Councillor Auditor's Office
Oude Sint-Gommarrusstraat 27, 2800 Mechelen, BELGIUM
Auditor

RION Pierre, Councillor Auditor's Office
Rue Nestor Bouillon 40A, 5377 Sinsin, BELGIUM
Auditor

CDP Petit & Co S.P.R.L
Avenue Princesse Paola 6, 1410 Waterloo, BELGIUM
Auditor
Company number: BE 0458.881.264
Number of membership with the Institute of Auditors: B00264

Represented by Damien Petit
Avenue Princesse Paola 6, 1410 Waterloo, BELGIUM
Auditor
Number of membership with the Institute of Auditors: A01500

DECLARATION ABOUT SUPPLEMENTARY AUDITING OR ADJUSTMENT MISSION

The managing board declares that the assignment neither regarding auditing nor adjusting has been given to a person who was not authorised by law pursuant to art. 34 and 37 of the Law of 22nd April 1999 concerning the auditing and tax professions.

Have the annual accounts been audited or adjusted by an external accountant or auditor who is not an statutory auditor ? ~~Yes~~ / No

If YES, mention here after: name, first names, profession, residence-address of each external accountant or auditor, the number of membership with the professional Institute ad hoc and the nature of this engagement:

- A. Bookkeeping of the undertaking **,
- B. Preparing the annual accounts **,
- C. Auditing the annual accounts and/or
- D. Adjusting the annual accounts.

If the assignment mentioned either under A or B is performed by authorised accountants or authorised accountants-tax consultants, information will be given on: name, first names, profession and residence-address of each authorised accountant or accountant-tax consultant, his number of membership with the Professional Institute of Accountants and Tax consultants and the nature of this engagement.

Name, first name, profession, residence-address	Number of membership	Nature of the engagement (A, B, C and/or D)

* Delete where appropriate.

** Optional disclosure.

ANNUAL ACCOUNTS

BALANCE SHEET AFTER APPROPRIATION

	Notes	Codes	Period	Previous period
ASSETS				
FORMATION EXPENSES	6.1	20		
FIXED ASSETS		21/28	<u>15.175.689.632</u>	<u>15.397.752.359</u>
Intangible fixed assets	6.2	21	3.358.199.295	3.607.556.704
Tangible fixed assets	6.3	22/27	2.612.974.410	2.504.369.917
Land and buildings		22	135.703.147	145.804.417
Plant, machinery and equipment		23	2.425.899.985	2.300.557.429
Furniture and vehicles		24	22.533.073	24.781.029
Leasing and other rights		25		
Other tangible fixed assets		26	28.838.205	33.227.042
Tangible assets under construction and advance payments made		27		
Financial fixed assets	6.4 / 6.5.1	28	9.204.515.927	9.285.825.738
Affiliated enterprises	6.15	280/1	9.196.311.774	9.280.026.170
Participating interests		280	9.196.311.774	9.280.026.170
Amounts receivable		281		
Other enterprises linked by participating interests	6.15	282/3	5.912.943	3.720.404
Participating interests		282	5.912.943	3.720.404
Amounts receivable		283		
Other financial assets		284/8	2.291.210	2.079.164
Shares		284	172.500	
Amounts receivable and cash guarantees		285/8	2.118.710	2.079.164

	Notes	Codes	Period	Previous period
CURRENT ASSETS		29/58	<u>1.314.692.499</u>	<u>1.945.772.726</u>
Amounts receivable after more than one year		29	15.468	28.166
Trade debtors		290		
Other amounts receivable		291	15.468	28.166
Stocks and contracts in progress		3	117.945.667	96.523.310
Stocks		30/36	98.015.089	79.526.514
Raw materials and consumables		30/31	33.272.330	40.778.335
Work in progress		32		
Finished goods		33		
Goods purchased for resale		34	64.742.759	38.748.179
Immovable property intended for sale		35		
Advance payments		36		
Contracts in progress		37	19.930.578	16.996.796
Amounts receivable within one year		40/41	633.624.811	1.314.933.232
Trade debtors		40	581.353.061	617.330.008
Other amounts receivable		41	52.271.750	697.603.224
Current investments	6.5.1 / 6.6	50/53	477.603.781	470.121.813
Own shares		50	419.563.012	445.477.157
Other investments and deposits		51/53	58.040.769	24.644.656
Cash at bank and in hand		54/58	29.826.354	14.685.355
Deferred charges and accrued income	6.6	490/1	55.676.418	49.480.850
TOTAL ASSETS		20/58	16.490.382.131	17.343.525.085

	Notes	Codes	Period	Previous period
EQUITY AND LIABILITIES				
EQUITY		10/15	<u>2.043.044.026</u>	<u>2.075.497.743</u>
Capital	6.7.1	10	1.000.000.000	1.000.000.000
Issued capital		100	1.000.000.000	1.000.000.000
Uncalled capital ⁴		101		
Share premium account		11		
Herwaarderingsmeerwaarden		12		
Reserves		13	738.539.069	739.383.131
Legal reserve		130	100.000.000	100.000.000
Reserves not available		131	436.592.751	462.528.632
In respect of own shares held		1310	419.563.012	445.477.158
Others		1311	17.029.739	17.051.474
Untaxed reserves		132	9.866.033	10.480.463
Beschikbare reserves		133	192.080.285	166.374.036
Accumulated profits (losses) (+)/(-)		14	304.501.233	336.107.163
Investment grants		15	3.724	7.449
Advance to associates on the sharing out of the assets ⁵		19		
PROVISIONS AND DEFERRED TAXES		16	<u>752.877.359</u>	<u>519.146.912</u>
Provisions for liabilities and charges		160/5	750.160.193	516.110.096
Pensions and similar obligations		160		
Taxation		161		
Major repairs and maintenance		162		
Environmental liabilities		163	2.617.138	1.617.138
Other risks and costs	6.8	164/5	747.543.055	514.492.958
Deferred taxes		168	2.717.166	3.036.816

⁴ Amount to be deducted from the issued capital.

⁵ Amount to be deducted from the other components of equity.

	Notes	Codes	Period	Previous period
AMOUNTS PAYABLE		17/49	<u>13.694.460.746</u>	<u>14.748.880.430</u>
Amounts payable after more than one year	6.9	17	9.612.158.086	5.929.911.238
Financial debts		170/4	9.454.519.462	5.757.683.776
Subordinated loans		170		
Unsubordinated debentures		171	1.758.612.547	1.757.435.888
Leasing and other similar obligations		172		
Credit institutions		173	7.695.906.915	4.000.247.888
Other loans		174		
Trade debts		175	141.774.624	172.227.462
Suppliers		1750	141.774.624	172.227.462
Bills of exchange payable		1751		
Advances received on contracts in progress		176		
Other amounts payable		178/9	15.864.000	
Amounts payable within one year	6.9	42/48	3.936.116.692	8.672.631.770
Current portion of amounts payable after more than one year falling due within one year		42	281.606.369	4.646.522.292
Financial debts		43	2.339.100.032	2.737.510.961
Credit institutions		430/8	2.339.100.032	2.737.510.961
Other loans		439		
Trade debts		44	687.653.780	636.990.134
Suppliers		440/4	687.653.780	636.990.134
Bills of exchange payable		441		
Advances received on contracts in progress		46	7.200.382	4.820.922
Taxes, remuneration and social security	6.9	45	244.947.607	276.279.941
Taxes		450/3	80.575.540	95.148.657
Remuneration and social security		454/9	164.372.067	181.131.284
Other amounts payable		47/48	375.608.522	370.507.520
Accrued charges and deferred income	6.9	492/3	146.185.968	146.337.422
TOTAL LIABILITIES		10/49	16.490.382.131	17.343.525.085

INCOME STATEMENT

	Notes	Codes	Period	Previous period
Operating income and charges		70/76A	4.492.046.987	4.520.341.480
Turnover	6.10	70	4.034.986.251	4.025.690.933
Increase (decrease) in stocks of finished goods, work and contracts in progress		71	2.933.783	751.154
Own construction capitalised		72	388.216.801	390.580.755
Other operating income	6.10	74	55.731.297	64.402.765
Of which: non-recurring operating income	6.12	76A	10.178.855	38.915.873
Operating charges		60/66A	4.286.061.960	4.145.991.019
Raw materials, consumables		60	589.773.050	587.458.489
Purchases		600/8	604.899.798	579.345.499
Decrease (increase) in stocks		609	-15.126.748	8.112.990
Services and other goods		61	1.378.722.612	1.399.716.086
Remuneration, social security costs and pensions ..	6.10	62	926.892.372	929.205.838
Afschrijvingen en waardeverminderingen op oprichtingskosten, op immateriële en materiële vaste activa		630	1.083.363.217	1.040.155.270
Increase, Decrease in amounts written off stocks contracts in progress and trade debtors: Appropriations (write-backs)		631/4	-2.113.589	6.808.453
Provisions for risks and charges - Appropriations (uses and write-backs)	6.10	635/8	-11.553.284	22.876.218
Other operating charges	6.10	640/8	30.784.598	52.586.757
Operation charges carried to assets as restructuring costs		649		
Non-recurring operating charges	6.12	66A	290.192.984	107.183.908
Operating profit (loss)		9901	205.985.027	374.350.461

	Notes	Codes	Period	Previous period
Financial income		75/76B	658.984.576	793.147.500
Recurring financial income		75	655.903.050	742.307.270
Income from financial fixed assets		750	645.715.352	718.824.863
Income from current assets		751	867.610	3.556.715
Other financial income	6.11	752/9	9.320.088	19.925.692
Non-recurring financial income	6.12	76B	3.081.526	50.840.230
Financial charges	6.11	65/66B	360.654.121	476.628.382
Recurring financial charges		65	360.654.121	399.217.590
Debt charges		650	342.130.432	376.584.554
Amounts written down on current assets except stocks, contracts in progress and trade debtors		651	8.066.495	-2.353.407
Other financial charges		652/9	10.457.194	24.986.443
Non recurring financial charges	6.12	66B		77.410.792
Profit (loss) for the period before taxes		9903	504.315.482	690.869.579
Transfer from postponed taxes		780	319.650	322.421
Transfer to postponed taxes		680		
Income taxes	6.12	67/77	25.984.480	56.311.911
Income taxes		670/3	31.223.872	79.459.545
Adjustment of income taxes and write-back of tax provisions		77	5.239.392	23.147.634
Profit (loss) for the period		9904	478.650.652	634.880.089
Transfer from untaxed reserves		789	617.049	623.705
Transfer to untaxed reserves		689	2.618	11.060
Profit (loss) for the period available for appropriation		9905	479.265.083	635.492.734

APPROPRIATION ACCOUNT

	Codes	Boekjaar	Vorig boekjaar
Profit (loss) to be appropriated(+)/(-)	9906	815.372.246	855.707.361
Gain (loss) to be appropriated(+)/(-)	(9905)	479.265.083	635.492.734
Profit (loss) to be carried forward(+)/(-)	14P	336.107.163	220.214.627
Transfers from capital and reserves	791/2	1.993.908	7.042.992
from capital and share premium account	791		
from reserves	792	1.993.908	7.042.992
Transfers to capital and reserves	691/2	1.764.277	2.051.370
to capital and share premium account	691		
to the legal reserve	6920		
to other reserves	6921	1.764.277	2.051.370
Profit (loss) to be carried forward(+)/(-)	(14)	304.501.233	336.107.163
Owner's contribution in respect of losses	794		
Profit to be distributed	694/7	511.100.644	524.591.820
Dividends	694	485.884.870	490.048.341
Director's or managers' entitlements	695		
Workers	696	25.215.774	34.543.479
Other beneficiaries	697		

	Codes	Period	Previous period
CONCESSIONS, PATENTS, LICENCES, KNOWHOW, BRANDS AND SIMILAR RIGHTS			
Acquisition value at the end of the period	8052P	xxxxxxxxxxxxxxxx	2.599.969.575
Movements during the period			
Acquisitions, including produced fixed assets	8022	260.825.047	
Sales and disposals	8032	118.224.759	
Transfers from one heading to another(+)/(-)	8042	209.283	
Acquisition value at the end of the period	8052	2.742.779.146	
Depreciation and amounts written down at the end of the period	8122P	xxxxxxxxxxxxxxxx	1.856.855.583
Movements during the period			
Recorded	8072	257.751.691	
Written back	8082		
Acquisitions from third parties	8092	859.319	
Cancelled owing to sales and disposals	8102	118.191.805	
Transfers from one heading to another(+)/(-)	8112	100.548	
Depreciation and amounts written down at the end of the period	8122	1.997.375.336	
NET BOOK VALUE AT THE END OF THE PERIOD	211	<u>745.403.810</u>	

	Codes	Period	Previous period
GOODWILL			
Acquisition value at the end of the period	8053P	xxxxxxxxxxxxxxx	4.935.450.048
Movements during the period			
Acquisitions, including produced fixed assets	8023	68.342.073	
Sales and disposals	8033		
Transfers from one heading to another	8043		
Transfers from one heading to another	(+)/(-)		
Acquisition value at the end of the period	8053	5.003.792.121	
Depreciation and amounts written down at the end of the period	8123P	xxxxxxxxxxxxxxx	2.071.007.336
Movements during the period			
Recorded	8073	319.989.301	
Written back	8083		
Acquisitions from third parties	8093		
Cancelled owing to sales and disposals	8103		
Transfers from one heading to another	8113		
Transfers from one heading to another	(+)/(-)		
Depreciation and amounts written down at the end of the period	8123	2.390.996.637	
NET BOOK VALUE AT THE END OF THE PERIOD	212	<u>2.612.795.484</u>	

STATEMENT OF TANGIBLE FIXED ASSETS

	Codes	Period	Previous period
LAND AND BUILDINGS			
Acquisition value at the end of the period	8191P	xxxxxxxxxxxxxxx	369.749.885
Movements during the period			
Acquisitions, including produced fixed assets	8161	1.258.944	
Sales and disposals	8171	1.472.785	
Transfers from one heading to another(+)/(-)	8181		
Acquisition value at the end of the period	8191	369.536.044	
Revaluation surpluses at the end of the period	8251P	xxxxxxxxxxxxxxx	
Movements during the period			
Recorded	8211		
Acquisitions from third parties	8221		
Cancelled	8231		
Transfers from one heading to another(+)/(-)	8241		
Revaluation surpluses at the end of the period	8251		
Depreciation and amounts written down at the end of the period	8321P	xxxxxxxxxxxxxxx	223.945.468
Movements during the period			
Recorded	8271	11.360.214	
Written back	8281		
Acquisitions from third parties	8291		
Cancelled owing to sales and disposals	8301	1.472.785	
Transfers from one heading to another(+)/(-)	8311		
Depreciation and amounts written down at the end of the period	8321	233.832.897	
NET BOOK VALUE AT THE END OF THE PERIOD	(22)	135.703.147	

	Codes	Period	Previous period
PLANT, MACHINERY AND EQUIPMENT			
Acquisition value at the end of the period	8192P	xxxxxxxxxxxxxxx	11.369.121.419
Movements during the period			
Acquisitions, including produced fixed assets	8162	599.191.719	
Sales and disposals	8172	954.948.753	
Transfers from one heading to another	8182	-247.586	
Acquisition value at the end of the period	8192	11.013.116.799	
Revaluation surpluses at the end of the period	8252P	xxxxxxxxxxxxxxx	
Movements during the period			
Recorded	8212		
Acquisitions from third parties	8222		
Cancelled	8232		
Transfers from one heading to another	8242		
Revaluation surpluses at the end of the period	8252		
Depreciation and amounts written down at the end of the period	8322P	xxxxxxxxxxxxxxx	9.068.563.990
Movements during the period			
Recorded	8272	473.802.884	
Written back	8282		
Acquisitions from third parties	8292		
Cancelled owing to sales and disposals	8302	955.034.764	
Transfers from one heading to another	8312	-115.296	
Depreciation and amounts written down at the end of the period	8322	8.587.216.814	
NET BOOK VALUE AT THE END OF THE PERIOD	(23)	2.425.899.985	

	Codes	Period	Previous period
FURNITURE AND VEHICLES			
Acquisition value at the end of the period	8193P	xxxxxxxxxxxxxxx	113.234.498
Movements during the period			
Acquisitions, including produced fixed assets	8163	6.377.878	
Sales and disposals	8173	11.834.986	
Transfers from one heading to another	8183		
.....(+)/(-)			
Acquisition value at the end of the period	8193	107.777.390	
Revaluation surpluses at the end of the period	8253P	xxxxxxxxxxxxxxx	
Movements during the period			
Recorded	8213		
Acquisitions from third parties	8223		
Cancelled	8233		
Transfers from one heading to another	8243		
.....(+)/(-)			
Revaluation surpluses at the end of the period	8253		
Depreciation and amounts written down at the end of the period	8323P	xxxxxxxxxxxxxxx	88.453.469
Movements during the period			
Recorded	8273	8.191.633	
Written back	8283		
Acquisitions from third parties	8293	673	
Cancelled owing to sales and disposals	8303	11.401.458	
Transfers from one heading to another	8313		
.....(+)/(-)			
Depreciation and amounts written down at the end of the period	8323	85.244.317	
NET BOOK VALUE AT THE END OF THE PERIOD	(24)	22.533.073	

	Codes	Period	Previous period
OTHER TANGIBLE FIXED ASSETS			
Acquisition value at the end of the period	8195P	xxxxxxxxxxxxxxx	247.509.242
Movements during the period			
Acquisitions, including produced fixed assets	8165	8.063.920	
Sales and disposals	8175	7.979.899	
Transfers from one heading to another	8185	38.973	
Acquisition value at the end of the period	8195	247.632.236	
Revaluation surpluses at the end of the period	8255P	xxxxxxxxxxxxxxx	
Movements during the period			
Recorded	8215		
Acquisitions from third parties	8225		
Cancelled	8235		
Transfers from one heading to another	8245		
Revaluation surpluses at the end of the period	8255		
Depreciation and amounts written down at the end of the period	8325P	xxxxxxxxxxxxxxx	214.282.200
Movements during the period			
Recorded	8275	12.267.495	
Written back	8285		
Acquisitions from third parties	8295	156.429	
Cancelled owing to sales and disposals	8305	7.926.841	
Transfers from one heading to another	8315	14.748	
Depreciation and amounts written down at the end of the period	8325	218.794.031	
NET BOOK VALUE AT THE END OF THE PERIOD	(26)	28.838.205	

	Codes	Period	Previous period
ASSETS UNDER CONSTRUCTION AND ADVANCED PAYMENTS			
Acquisition value at the end of the period	8196P	xxxxxxxxxxxxxxxx	
Movements during the period			
Acquisitions, including produced fixed assets	8166	670	
Sales and disposals	8176		
Transfers from one heading to another	8186	-670	
.....(+)/(-)			
Acquisition value at the end of the period	8196		
Revaluation surpluses at the end of the period	8256P	xxxxxxxxxxxxxxxx	
Movements during the period			
Recorded	8216		
Acquisitions from third parties	8226		
Cancelled	8236		
Transfers from one heading to another	8246		
.....(+)/(-)			
Revaluation surpluses at the end of the period	8256		
Depreciation and amounts written down at the end of the period	8326P	xxxxxxxxxxxxxxxx	
Movements during the period			
Recorded	8276		
Written back	8286		
Acquisitions from third parties	8296		
Cancelled owing to sales and disposals	8306		
Transfers from one heading to another	8316		
.....(+)/(-)			
Depreciation and amounts written down at the end of the period	8326		
NET BOOK VALUE AT THE END OF THE PERIOD	(27)		

STATEMENT OF FINANCIAL FIXED ASSETS

	Codes	Period	Previous period
AFFILIATED ENTERPRISES - PARTICIPATING INTERESTS AND SHARES			
Acquisition value at the end of the period	8391P	xxxxxxxxxxxxxxx	9.366.126.322
Movements during the period			
Acquisitions, including produced fixed assets	8361	8.315.044	
Sales and disposals	8371	93.629.919	
Transfers from one heading to another(+)/(-)	8381		
Acquisition value at the end of the period	8391	9.280.811.447	
Revaluation surpluses at the end of the period	8451P	xxxxxxxxxxxxxxx	
Movements during the period			
Recorded	8411		
Acquisitions from third parties	8421		
Cancelled	8431		
Transfers from one heading to another(+)/(-)	8441		
Revaluation surpluses at the end of the period	8451		
Amounts written down at the end of the period	8521P	xxxxxxxxxxxxxxx	85.640.000
Movements during the period			
Recorded	8471		
Written back	8481	1.600.480	
Acquisitions from third parties	8491		
Cancelled owing to sales and disposals	8501		
Transfers from one heading to another(+)/(-)	8511		
Amounts written down at the end of the period	8521	84.039.520	
Uncalled amounts at the end of the period	8551P	xxxxxxxxxxxxxxx	460.152
Movements during the period(+)/(-)			
Uncalled amounts at the end of the period	8551	460.152	
NET BOOK VALUE AT THE END OF THE PERIOD	(280)	9.196.311.775	
AFFILIATED ENTERPRISES - AMOUNTS RECEIVABLE			
NET BOOK VALUE AT THE END OF THE PERIOD	281P	xxxxxxxxxxxxxxx	
Movements during the period			
Additions	8581		
Repayments	8591		
Amounts written down	8601		
Amounts written back	8611		
Exchange differences(+)/(-)	8621		
Other(+)/(-)	8631		
NET BOOK VALUE AT THE END OF THE PERIOD	(281)		
ACCUMULATED AMOUNTS WRITTEN OFF ON AMOUNTS RECEIVABLE AT THE END OF THE PERIOD	8651		

	Codes	Period	Previous period
OTHER ENTERPRISES - PARTICIPATING INTERESTS AND SHARES			
Acquisition value at the end of the period	8393P	xxxxxxxxxxxxxxxx	1.000.000
Movements during the period			
Acquisitions, including produced fixed assets	8363	172.500	
Sales and disposals	8373		
Transfers from one heading to another(+)/(-)	8383		
Acquisition value at the end of the period	8393	1.172.500	
Revaluation surpluses at the end of the period	8453P	xxxxxxxxxxxxxxxx	
Movements during the period			
Recorded	8413		
Acquisitions from third parties	8423		
Cancelled	8433		
Transfers from one heading to another(+)/(-)	8443		
Revaluation surpluses at the end of the period	8453		
Amounts written down at the end of the period	8523P	xxxxxxxxxxxxxxxx	1.000.000
Movements during the period			
Recorded	8473		
Written back	8483		
Acquisitions from third parties	8493		
Cancelled owing to sales and disposals	8503		
Transfers from one heading to another(+)/(-)	8513		
Amounts written down at the end of the period	8523	1.000.000	
Uncalled amounts at the end of the period	8553P	xxxxxxxxxxxxxxxx	
Movements during the period(+)/(-)	8543		
Uncalled amounts at the end of the period	8553		
NET BOOK VALUE AT THE END OF THE PERIOD	(284)	172.500	
OTHER ENTERPRISES - AMOUNTS RECEIVABLE			
NET BOOK VALUE AT THE END OF THE PERIOD	285/8P	xxxxxxxxxxxxxxxx	2.079.164
Movements during the period			
Additions	8583	1.998.141	
Repayments	8593	1.958.595	
Amounts written down	8603		
Amounts written back	8613		
Exchange differences(+)/(-)	8623		
Other(+)/(-)	8633		
NET BOOK VALUE AT THE END OF THE PERIOD	(285/8)	2.118.710	
ACCUMULATED AMOUNTS WRITTEN OFF ON AMOUNTS RECEIVABLE AT THE END OF THE PERIOD	8653		

INFORMATION RELATING TO THE SHARE IN THE CAPITAL

SHARE IN THE CAPITAL AND OTHER RIGHTS IN OTHER COMPANIES

List of both enterprises in which the enterprise holds a participating interest (recorded in the headings 280 and 282 of assets) and other enterprises in which the enterprise holds rights (recorded in the headings 284 and 51/53 of assets) in the amount of at least 10% of the capital issued.

NAME, full address of the REGISTERED OFFICE and for the enterprise governed by Belgian law, the COMPANY NUMBER	Shares held by			Information from the most recent period for which annual accounts are available				
	Nature	directly		subsidiaries	Primary financial statement	Monetary unit	Capital and reserves	Net result
		Number	%	%			(+) of (-) (in units)	
Connectimmo S.A. Boulevard du Roi Albert II 27 1030 Brussel 3 Belgium 0477.931.965		4.865.300	100,00	0,00	31/12/2015	EUR	737.980.223	28.488.589
Proximus Opal S.A. Boulevard du Roi Albert II 27 1030 Brussel 3 Belgium 0861.585.672		619	100,00	0,00	31/12/2015	EUR	61.866	-4.616
Tango S.A. Rue de Luxembourg 177 8077 Bertrange Luxembourg		84.809.204	100,00	0,00	31/12/2015	EUR	8.666.436.000	-8.165.000
Belgacom International Carrier Services S.A. Rue J. Lebeau 4 1000 Brussel 1 Belgium 0866.977.981		548.640	57,60	0,00	31/12/2015	EUR	137.702.991	62.052.822
Allô Bottin SRL (In liquidatie/en liquidation/in liquidation) Rue Jean Jaurès 101 , box 109 92300 Levallois-Perret France		100.000	50,00	0,00	31/12/2007	EUR	-1.682.700	0
Proximus SpearIT S.A. Boulevard du Roi Albert II 27 1030 Schaarbeek Belgium 0826.942.915		4.339	100,00	0,00	31/12/2015	EUR	2.025.361	105.710
Telindus S.A. Route d'Arlon 81-83 8009 Strassen Luxembourg		200.000	100,00	0,00	31/12/2015	EUR	15.280.690	1.314.826
Telindus-Isit B.V. Krommewetering 7 3543 AP Utrecht Netherlands		42.677	100,00	0,00	30/06/2014	EUR	-5.560.000	-5.015.000
Awingu N.V. Otergemsesteenweg Zuid 808 , box 44 9000 Gent Belgium 0832.859.222		2.512.018	24,66	0,00	31/12/2015	EUR	722.679	-1.870.440

INFORMATION RELATING TO THE SHARE IN THE CAPITAL

SHARE IN THE CAPITAL AND OTHER RIGHTS IN OTHER COMPANIES

NAME, full address of the REGISTERED OFFICE and for the enterprise governed by Belgian law, the COMPANY NUMBER	Shares held by			Information from the most recent period for which annual accounts are available				
	Nature	directly		subsidiaries %	Primary financial statement	Monetary unit	Capital and reserves	Net result
		Number	%				(+) of (-) (in units)	
Belgian Mobile Wallet S.A. Place Sainte Gudule 5 1000 Brussel 1 Belgium 0541.659.084		11.272	16,67	0,00	31/12/2015	EUR	5.325.658	-2.089.336
Proximus ICT-Expert Community C.V.B.A. Ferdinand Allenstraat 38 3290 Diest Belgium 0841.396.905		1	0,68	81,50	31/12/2015	EUR	129.809	11.055
Skynet Imotion Activities S.A. Rue Carli 2 1140 Brussel 14 Belgium 0875.092.626		19.999	100,00	0,00	31/12/2015	EUR	40.275.012	3.335.433
Scarlet Belgium S.A. Rue Carli 2 1140 Brussel 14 Belgium 0447.976.484		850.342	100,00	0,00	31/12/2015	EUR	4.511.230	1.021.236
Synductis C.V.B.A. Brusselsesteenweg 199 9090 Melle Belgium 0502.445.845		310	16,67	0,00	31/12/2015	EUR	19.200	0
Experience@work C.V.B.A. Minderbroedergang 12 2800 Mechelen Belgium 0627.819.632		33	33,00	0,00	31/12/2015	EUR	190.710	-109.290
Tessares S.A. Rue Louis de Geer 6 1348 Louvain-la-Neuve Belgium 0600.810.278		13.200	19,88	0,00		EUR	0	0
BE-Mobile NV Kardinaal Mercierlaan 1 , box A 9090 Melle Belgium 0881.959.533		191.789	61,02	0,00	31/12/2015	EUR	2.074.159	864.093
Citie NV Turnhoutsebaan 453 2110 Wijnegem Belgium 0665.683.284		750	33,33	0,00		EUR	0	0

LIST OF ENTITIES IN WHICH THE ENTITY HAS AN UNLIMITED RESPONSABILITY AS ASSOCIATE OR MEMBER

The annual accounts of any enterprise to which the enterprise is unlimited liable will be added to the present accounts and published jointly. Departure from that requirement will be mentioned in the second column referring to the appropriate code (A, B, C or D), explained hereafter.

The annual accounts of the enterprise:

- A. will be published through a deposition in the National Bank of Belgium;
- B. will be published effectively in another member state of the EC pursuant to the directive 2009/101/EC;
- C. will be fully or proportionally consolidated in the consolidated annual statements of the enterprise which is prepared, audited and published pursuant to the provision of Company Law on the consolidated annual accounts of enterprises;
- D. concern a common law company, a temporary company or an internal company.

NAME, full address of the REGISTERED OFFICE, LEGAL FORM and for the enterprise governed by Belgian law, COMPANY NUMBER	Code if any
Connectimmo NV Koning Albert II laan 27 1030 Brussel 3 Belgium 0477.931.965	A

OTHER INVESTMENTS AND DEPOSIT, DEFERRED CHARGES AND ACCRUED INCOME (ASSETS)

	Codes	Period	Previous period
INVESTMENTS: OTHER INVESTMENTS AND DEPOSITS			
Shares and current investments other than fixed income investments ..	51		
Shares - Book value increased with the uncalled amount	8681		
Shares - Uncalled amount	8682		
Precious metals and works of art	8683		
Fixed income securities	52		
Fixed income securities issued by credit institutions	8684		
Fixed term accounts with credit institutions	53	58.040.769	24.644.656
With residual term or notice of withdrawal			
up to one month	8686	57.606.257	20.404.656
between one month and one year	8687		
over one year	8688	434.512	4.240.000
Other investments not mentioned above	8689		

DEFERRED CHARGES AND ACCRUED INCOME

Allocation of heading 490/1 of assets if the amount is significant.

Deferred Costs - services and other goods

25.898.052

Deferred financial cost

4.269.660

Deferred cost of sales

25.508.706

STATEMENT OF CAPITAL AND SHAREHOLDING STRUCTURE

STATEMENT OF CAPITAL

Social capital

Issued capital at the end of the period
 Issued capital at the end of the period

Codes	Period	Previous period
100P	XXXXXXXXXXXXXXXX	1.000.000.000
(100)	1.000.000.000	

Changes during the period

Structure of the capital

Different categories of shares

Bearer shares w/o specification of nominal value
 Registered shares

Registered shares
 Shares dematerialized

Codes	Amounts	Number of shares
	421.360.619	142.430.480
	578.639.381	195.594.655
8702	XXXXXXXXXXXXXXXX	195.594.655
8703	XXXXXXXXXXXXXXXX	142.430.480

Capital not paid

Uncalled capital
 Capital called, but not paid
 Shareholders having yet to pay up in full

Codes	Uncalled capital	Capital called, but not paid
(101)		XXXXXXXXXXXXXXXX
8712	XXXXXXXXXXXXXXXX	

OWN SHARES

Held by the company itself

Amount of capital held
 Number of shares held

Held by the subsidiaries

Amount of capital held
 Number of shares held

Commitments to issue shares

Owing to the exercise of conversion rights

Amount of outstanding convertible loans
 Amount of capital to be subscribed
 Corresponding maximum number of shares to be issued

Owing to the exercise of subscription rights

Number of outstanding subscription rights
 Amount of capital to be subscribed
 Corresponding maximum number of shares to be issued

Authorized capital, not issued

Codes	Period
8721	45.523.337
8722	15.388.032
8731	
8732	
8740	
8741	
8742	
8745	
8746	
8747	
8751	200.000.000

Shared issued, not representing capital

Distribution

Number of shares held

Number of voting rights attached thereto

Allocation by shareholder

Number of shares held by the company itself

Number of shares held by its subsidiaries

Codes	Period
8761	
8762	
8771	
8781	

STRUCTURE OF SHAREHOLDINGS OF THE ENTERPRISE AT YEAR-END CLOSING DATE

as shown by the notifications received by the company in accordance with the Companies Code, Article 631 §2, final paragraph, and Article 632 §2, final paragraph; the act of 2 May 2007 on the disclosure of major holdings, Article 14, paragraph four; and the Royal Decree of 21 August 2008 comprising further rules on certain multilateral trading facilities, Article 5.

N° 0202.239.951

C 6.7.2

STRUCTURE DE L'ACTIONNARIAT DE L'ENTREPRISE À LA DATE DE CLÔTURE DE SES COMPTES

Telle qu'elle résulte des déclarations reçues par l'entreprise en vertu du Code des sociétés, art. 631 §2 dernier alinéa et art. 632 §2 dernier alinéa, de la loi du 2 mai 2007 relative à la publicité des participations importantes, art. 14 alinéa 4 de l'arrêté royal du 21 août 2008 fixant les règles complémentaires applicables à certains systèmes multilatéraux de négociation, art. 5.

DÉNOMINATION des personnes détenant des droits sociaux dans la société, avec mention de L'ADRESSE (du siège statutaire pour les personnes morales) et, pour les entreprises de droit belge, mention du NUMÉRO D'ENTREPRISE	Droits sociaux détenus			%
	Nature	Nombre de droits de vote		
		Attachés à des titres	Non liés à des titres	
Belgische Staat (180,887,569 actions) FOB Mobiliteit en Vervoer Aarlenstraat 10, 1040 Brussel	Nominatif	180.887.569		53,51%
Proximus NV van publiek recht (14,700,000 actions) Koning Albert-II laan 27, 1030 Brussel - BE0202.239.951	Nominatif			4,35%
Proximus NV van publiek recht (688,032 actions) Koning Albert-II laan 27, 1030 Brussel - BE0202.239.951	Dématérialisée			0,20%
BlackRock Inc. (10,149,207 actions) 65 East 52nd Street, New York, NY 10055, U.S.A.	Dématérialisée	10.149.207		3,00%
<p>Information supplémentaire: La Société peut, dans les limites légales, acquérir ses propres actions et céder les actions ainsi acquises conformément aux dispositions du Code des sociétés. Le conseil d'administration est mandaté par l'article 13 des statuts d'acquérir le nombre maximal d'actions propres autorisé par la loi à un prix ne pouvant être supérieur de cinq pourcent au cours de clôture le plus élevé des trente jours de cotation précédant la transaction ni inférieur de plus de dix pourcent au cours de clôture le plus bas des trente jours de cotation précédant la transaction. Ce mandat est accordé pour une période de cinq ans à compter du vingt avril deux mille seize.</p>				

PROVISIONS FOR OTHER LIABILITIES AND CHARGES**ANALYSIS OF THE HEADING 164/5 OF LIABILITIES IF THE AMOUNT IS SIGNIFICANT**

	Period
Social benefits for personnel and retirees	401.558.415
Made available plan	30.205.300
Early Leave Plan and Collective Agreement	252.678.000
Pending litigations	20.131.547
Annuity due to work accidents	32.393.190
Other	10.576.603

STATEMENT OF AMOUNTS PAYABLE, ACCRUED CHARGES AND DEFERRED INCOME
BREAKDOWN OF AMOUNTS PAYABLE WITH AN ORIGINAL PERIOD TO MATURITY OF MORE THAN ONE YEAR, ACCORDING TO THEIR RESIDUAL TERM
Current portion of amounts payable after more than one year falling due within one year

	Codes	Period
Financial debts	8801	200.247.887
Subordinated loans	8811	
Unsubordinated debentures	8821	
Leasing and other similar obligations	8831	
Credit institutions	8841	200.247.887
Other loans	8851	
Trade debts	8861	72.454.482
Suppliers	8871	72.454.482
Bills of exchange payable	8881	
Advance payments received on contracts in progress	8891	
Other amounts payable	8901	8.904.000
Total amounts payable after more than one year, not more than one year	(42)	281.606.369

Amounts payable after more than one year, between one and five years

Financial debts	8802	4.204.386.971
Subordinated loans	8812	
Unsubordinated debentures	8822	404.386.971
Leasing and other similar obligations	8832	
Credit institutions	8842	3.800.000.000
Other loans	8852	
Trade debts	8862	76.300.651
Suppliers	8872	76.300.651
Bills of exchange payable	8882	
Advance payments received on contracts in progress	8892	
Other amounts payable	8902	15.864.000
Total amounts payable after more than one year, between one and five years	8912	4.296.551.622

Amounts payable after more than one year, over five years

Financial debts	8803	5.250.132.490
Subordinated loans	8813	
Unsubordinated debentures	8823	1.354.225.576
Leasing and other similar obligations	8833	
Credit institutions	8843	3.895.906.914
Other loans	8853	
Trade debts	8863	65.473.973
Suppliers	8873	65.473.973
Bills of exchange payable	8883	
Advance payments received on contracts in progress	8893	
Other amounts payable	8903	
Total amounts payable after more than one year, over five years	8913	5.315.606.463

AMOUNTS PAYABLE GUARANTEED (*headings 17 and 42/48 of liabilities*)**Amounts payable guaranteed by Belgian public authorities**

	Codes	Period
Financial debts	8921	
Subordinated loans	8931	
Unsubordinated debentures	8941	
Leasing and other similar obligations	8951	
Credit institutions	8961	
Other loans	8971	
Trade debts	8981	
Suppliers	8991	
Bills of exchange payable	9001	
Advance payments received on contracts in progress	9011	
Remuneration and social security	9021	
Other amounts payable	9051	
Total amounts payable guaranteed by Belgian public authorities	9061	

Amounts payable guaranteed by real guarantees given or irrevocably promised by the enterprise on its own assets

Financial debts	8922	
Subordinated loans	8932	
Unsubordinated debentures	8942	
Leasing and other similar obligations	8952	
Credit institutions	8962	
Other loans	8972	
Trade debts	8982	
Suppliers	8992	
Bills of exchange payable	9002	
Advance payments received on contracts in progress	9012	
Taxes, remuneration and social security	9022	
Taxes	9032	
Remuneration and social security	9042	
Other amounts payable	9052	
Total amounts payable guaranteed by real guarantees given or irrevocably promised by the enterprise on its own assets	9062	

AMOUNTS PAYABLE FOR TAXES, REMUNERATION AND SOCIAL SECURITY**Taxes** (*headings 450/3 and 178/9 of the liabilities*)

	Codes	Period
Expired taxes payable	9072	
Non expired taxes payable	9073	39.511.934
Estimated taxes payable	450	41.063.606

Remuneration and social security (*headings 454/9 and 178/9 of the liabilities*)

Amount due to the National Office of Social Security	9076	
Other amounts payable relating to remuneration and social security	9077	164.372.067

ACCRUED CHARGES AND DEFERRED INCOME

Allocation of heading 492/3 of liabilities if the amount is significant

Period
61.857.957
83.760.990
132.473
434.548

Not yet expired interests on loans

Billed turnover for subsequent periods

Accrued charges

Options to issue

OPERATING RESULTS**OPERATING INCOME****Net turnover**

Broken down by categories of activity

Fixed products

2.452.791.013

2.449.982.287

Mobile products

1.582.195.239

1.575.708.646

Allocation into geographical markets

Other operating income

Operating subsidies and compensatory amounts received from public authorities

740

68.895

OPERATING COSTS**Employees for whom the company has submitted a DIMONA declaration or are recorded in the general personnel register**

Total number at the closing date

9086

13.461

13.720

Gemiddeld personeelsbestand berekend in voltijdse equivalenten

9087

12.760,5

13.054,3

Number of actual worked hours

9088

18.772.986

19.199.288

Personnel costs

Remuneration and direct social benefits

620

684.240.474

691.039.610

Employers' social security contributions

621

165.690.535

170.089.435

Employers' premiums for extra statutory insurances

622

44.364.281

42.072.686

Other personnel costs

623

32.494.652

25.999.651

Old-age and widows' pensions

624

102.430

4.456

	Codes	Period	Previous period
OPERATING INCOME			
Net turnover			
Broken down by categories of activity			
Fixed products		2.452.791.013	2.449.982.287
Mobile products		1.582.195.239	1.575.708.646
Allocation into geographical markets			
Other operating income			
Operating subsidies and compensatory amounts received from public authorities	740		68.895
OPERATING COSTS			
Employees for whom the company has submitted a DIMONA declaration or are recorded in the general personnel register			
Total number at the closing date	9086	13.461	13.720
Gemiddeld personeelsbestand berekend in voltijdse equivalenten	9087	12.760,5	13.054,3
Number of actual worked hours	9088	18.772.986	19.199.288
Personnel costs			
Remuneration and direct social benefits	620	684.240.474	691.039.610
Employers' social security contributions	621	165.690.535	170.089.435
Employers' premiums for extra statutory insurances	622	44.364.281	42.072.686
Other personnel costs	623	32.494.652	25.999.651
Old-age and widows' pensions	624	102.430	4.456

	Codes	Period	Previous period
Provisions for pensions			
Additions (uses and write-back) (+)/(-)	635		-5.557
Amounts written off			
Stocks and contracts in progress			
Recorded	9110	6.948.755	9.276.264
Written back	9111	7.764.685	8.897.001
Trade debtors			
Recorded	9112	102.277.795	117.926.563
Written back	9113	103.575.454	111.497.373
Provisions for risks and charges			
Additions	9115	10.496.869	30.758.554
Uses and write-back	9116	22.050.153	7.882.336
Other operating charges			
Taxes related to operation	640		25.313.823
Other charges	641/8	30.784.598	27.272.934
Hired temporary staff and persons placed at the enterprise's disposal			
Total number at the closing date	9096	11	4
Average number calculated as full-time equivalents	9097	9,0	14,0
Number of actual worked hours	9098	13.099	20.558
Charges to the enterprise	617	483.584	651.430

FINANCIAL RESULTS

	Codes	Period	Previous period
RECURRING FINANCIAL INCOME			
Other financial income			
Subsidies granted by public authorities and recorded as income for the period			
Capital subsidies	9125	3.724	9.107
Interest subsidies	9126		
Allocation of other financial income			
Exchange gains		7.226.235	12.882.330
Interests from IRS			144.980
Realized capital gains on shares		1.331.373	
Income from buy back of obligations			4.293.313
Other		758.756	2.595.963
RECURRING FINANCIAL CHARGES			
Depreciation of loan issue expenses	6501		
Capitalized Interests	6503		
Amounts written off current assets			
Recorded	6510	19.931.127	
Written back	6511	11.864.633	2.353.407
Other financial charges			
Amount of the discount borne by the enterprise, as a result of negotiating amounts receivable	653		
Provisions of a financial nature			
Appropriations	6560		
Uses and write-backs	6561		
Allocation of other financial charges			
Exchange losses		5.920.582	12.659.218
Interests on IRS			7.992.600
Less value on realisation of own shares		1.737.813	2.309.284
Miscellaneous bankcosts		1.270.534	1.639.669
Other		1.528.264	385.672

INCOME AND CHARGE OF EXCEPTIONAL SIZE OR INCIDENCE

	Codes	Period	Previous period
NON-RECURRING INCOME	76	13.260.381	89.756.103
Non-recurring operating income	(76A)	10.178.855	38.915.873
Write-back of depreciation and of amounts written off intangible and tangible fixed assets	760		
Write-back of provisions for extraordinary operating liabilities and charges	7620		21.000.000
Capital gains on disposal of intangible and tangible fixed asset	7630		
Other non-recurring operating income	764/8	10.178.855	17.915.873
Non-recurring financial income	(76B)	3.081.526	50.840.230
Write-back of amounts written down financial fixed assets	761	1.600.480	50.126.230
Write-back of provisions for extraordinary financial liabilities and charges	7621		
Capital gains on disposal of financial fixed assets	7631	1.481.046	714.000
Other non-recurring financial income	769		
NON-RECURRING EXPENSES	66	290.192.984	184.594.700
Non-recurring operating charges	(66A)	290.192.984	107.183.908
Non-recurring depreciation of and amounts written off formation expenses, intangible and tangible fixed assets	660		
Provisions for extraordinary operating liabilities and charges:			
Appropriations (uses)	6620	244.123.625	-47.026.451
Capital losses on disposal of intangible and tangible fixed assets	6630		
Other non-recurring operating charges	664/7	46.069.359	154.210.359
Non-recurring operating charges carried to assets as restructuring costs	6690		
Non-recurring financial charges	(66B)		77.410.792
Amounts written off financial fixed assets	661		27.022.580
Provisions for extraordinary financial liabilities and charges - Appropriations (uses)	6621		
Capital losses on disposal of financial fixed assets	6631		50.388.212
Other non-recurring financial charges	668		
Non-recurring financial charges carried to assets as restructuring costs	6691		

INCOME TAXES AND OTHER TAXES**INCOME TAXES**

	Codes	Period
Income taxes on the result of the period	9134	4.949.487
Income taxes paid and withholding taxes due or paid	9135	3.148.000
Excess of income tax prepayments and withholding taxes paid recorded under assets	9136	
Estimated additional taxes	9137	1.801.487
Income taxes on the result of prior periods	9138	26.274.385
Additional income taxes due or paid	9139	4.920.145
Additional income taxes estimated or provided for	9140	21.354.240
In so far as taxes of the period are materially affected by differences between the profit before taxes as stated in annual accounts and the estimated taxable profit		
Profit sharing employees		-25.215.774
Changes in taxable reserves		283.212.365
Disallowed expenses		46.793.496
Various tax deductions/exemptions		-809.105.569

Impact of non recurring results on the amount of the income taxes relating to the current period

	Period
Realized capital gains on shares	1.481.046
Reversal of write down on shares	1.600.480
Provisions movement:	6.680.266

Status of deferred taxes

	Codes	Period
Deferred taxes representing assets	9141	144.980.272
Accumulated tax losses deductible from future taxable profits	9142	19.973.903
Other deferred taxes representing assets		
Taxable provisions		102.935.381
Tax losses		16.280.926
Other		5.790.061
Passive latencies	9144	
Allocation of deferred taxes representing liabilities		

INCOME TAXES AND OTHER TAXES

	Codes	Period	Previous period
VALUE ADDED TAXES AND OTHER TAXES BORNE BY THIRD PARTIES			
Value added taxes charged			
To the enterprise (deductible)	9145	304.239.840	304.414.110
By the enterprise	9146	812.955.174	803.150.515
Amounts withheld on behalf of third party			
For payroll withholding taxes	9147	196.371.672	198.371.891
For withholding taxes on investment income	9148	38.491.722	38.581.005

RIGHTS AND COMMITMENTS NOT REFLECTED IN THE BALANCE SHEET

	Codes	Period
PERSONAL GUARANTEES PROVIDED OR IRREVOCABLY PROMISED BY THE ENTERPRISE AS SECURITY FOR DEBTS AND COMMITMENTS OF THIRD PARTIES	9149	<u>33.171.207</u>
Of which		
Bills of exchange in circulation endorsed by the enterprise	9150	
Bills of exchange in circulation drawn or guaranteed by the enterprise	9151	
Maximum amount for which other debts or commitments of third parties are guaranteed by the enterprise	9153	33.171.207
 REAL GUARANTEES		
Real guarantees provided or irrevocably promised by the enterprise on its own assets as security of debts and commitments of the enterprise		
Mortgages		
Book value of the immovable properties mortgaged	9161	
Amount of registration	9171	
Pledging of goodwill - Amount of the registration	9181	
Pledging of other assets - Book value of other assets pledged	9191	
Guarantees provided on future assets - Amount of assets involved	9201	
 Real guarantees provided or irrevocably promised by the enterprise on its own assets as security of debts and commitments of third parties		
Mortgages		
Book value of the immovable properties mortgaged	9162	
Amount of registration	9172	
Pledging of goodwill - Amount of the registration	9182	
Pledging of other assets - Book value of other assets pledged	9192	
Guarantees provided on future assets - Amount of assets involved	9202	

	Codes	Period
GOODS AND VALUES, NOT DISCLOSED IN THE BALANCE SHEET, HELD BY THIRD PARTIES IN THEIR OWN NAME BUT AT RISK TO AND FOR THE BENEFIT OF THE ENTERPRISE		
 SUBSTANTIAL COMMITMENTS TO ACQUIRE FIXED ASSETS		
Intangible assets		12.041.410
Tangible assets		97.196.041
 SUBSTANTIAL COMMITMENTS TO DISPOSE OF FIXED ASSETS		
 FORWARD TRANSACTIONS		
Goods purchased (to be received)	9213	
Goods sold (to be delivered)	9214	
Currencies purchased (to be received)	9215	58.047.106
Currencies sold (to be delivered)	9216	58.047.106

RIGHTS AND COMMITMENTS NOT REFLECTED IN THE BALANCE SHEET

COMMITMENTS RELATING TO TECHNICAL GUARANTEES IN RESPECT OF SALES OR SERVICES

Proximus PLC under Belgian Public Law gives technical guarantees to its clients.
 In most cases, these are covered by similar guarantees granted
 by the suppliers and no additions to the provisions for these have been made.
 For those that are not covered by the suppliers
 provisions (included in the code 163/5) have been added.

Period

AMOUNT, NATURE AND FORM CONCERNING LITIGATION AND OTHER IMPORTANT COMMITMENTS

Period

SUPPLEMENT RETIREMENTS OR SURVIVORS PENSION PLANS IN FLAVOUR OF THE PERSONNEL OR THE EXECUTIVES OF THE ENTERPRISE

Brief description

Within the scope of the policy for the management of the staff members, Proximus PLC under Belgian Public Law has provided a plan under the form of a "defined benefit plan" for complementary pensions (joint industrial committee of October 22nd, 1997). The employees of Proximus PLC under Belgian Public Law are also part of this complementary pension plan.

The rights of the participants of this plan are recognised as from January 1st, 1997. For the execution of these commitments and for the management of the assets that are gathered for this, a Pension Fund has been founded and recognised by R.D. of December 8th, 1998. In 2015 it took the name "Proximus Pensioenfonds O.F.P./Fonds de Pension Proximus O.F.P" via the amendment of its articles of incorporation published in the annexes to the Belgian Official Gazette on June 9th, 2015.

In 2006 the plan was amended with effect on January 1st, 2005, in 2013 with effect on 01.04.2013 and in 2006 with effect on 01.09.2016. On the basis of an actuarial calculation according to the PUC- method (Project Unit Credit), based on a nominal discount rate of 1,80 % and the expected evolution of the salaries, the total amount of DBO (Defined Benefit Obligation) obligations to the staff members of Proximus PLC under Belgian Public Law amounts to 528,332,000 EUR on December 31st, 2016.

The amount of obligations of this fund (Proximus SA de droit public/NV van publiek recht including some subsidiaries) amounts to 564,665,000 EUR on December 31st, 2016 (the obligation contains the taxes on the amount of the possible underfunding). The fund is funded on the basis of the annual periodic cost, also calculated according to the PUC-method. On December 31st, 2016 the total assets of this fund amount to 521,580,000 EUR.

All the defined contribution plans including the newly created plans with a guaranteed return (according to the Belgian rules) are not material for the Group.

Measures taken by the enterprise to cover the resulting charges

PENSIONS FUNDED BY THE ENTERPRISE

Estimated amount of the commitments resulting from past services
 Methods of estimation

Code	Period
9220	

RIGHTS AND COMMITMENTS NOT REFLECTED IN THE BALANCE SHEET

NATURE AND FINANCIAL IMPACT OF SIGNIFICANT EVENTS AFTER THE CLOSING DATE NOT INCLUDED IN THE BALANCE SHEET OR THE INCOME STATEMENT

Period

COMMITMENTS TO PURCHASE OR SALE AVAILABLE TO THE COMPANY AS ISSUER OF OPTIONS FOR SALE OR PURCHASE

Period

NATURE AND COMMERCIAL OBJECTIVE OF TRANSACTIONS NOT REFLECTED IN THE BALANCE SHEET

Provided that the risks or advantages coming from these transactions are significant and if the disclosure of the risks or advantages is necessary to appreciate the financial situation of the company

Period

OTHER RIGHTS AND COMMITMENTS NOT REFLECTED IN THE BALANCE SHEET (including those which can not be quantified)

Period

OTHER RIGHTS AND COMMITMENTS NOT REFLECTED IN THE BALANCE SHEET:Commitments:

Interest rate swaps (swap of variable into fixed rate)	0
Currency and Interest rate swaps (swap of fixed into variable rate)	10,882,069
Rent commitments	
buildings	237,215,796
sites	10,762,645
technical or network equipment	16,066,032
vehicles	34,735,885
Delivery of shares due to granted share options	12,455,721
Distribution of dividends due to granted share options	6,206,028

Received guarantees:

to cover Proximus PLC under Belgian Public Law from banks (bank guarantees)	33,419,035
to cover commitments from third parties towards Proximus PLC under Belgian Public Law from banks (bank guarantees)	13,433,359
on blocked bank accounts	373,789
as deposit at the "Caisse des Dépôts et Consignation"	111,348

Rights:

Credit line long term	600,000,000
Credit line short term	75,000,000
Credit line at Proximus Group Services SA	2,500,000,000
Right of emission of commercial papers	1,000,000,000
of which emitted	405,000,000
Right of emission of Euro Medium Term Notes	3,500,000,000
of which emitted	2,430,050,000
Interest rate swaps (swap of variable into fixed rate)	0
Currency and Interest rate swaps (swap of fixed into variable rate)	10,882,069

Some credit facilities are conditional to the respecting of certain debt ratios at group level.

Proximus gives support letters to some of its affiliates. These letters provide assurance that the affiliates will be able to fulfil their financial obligations.

Proximus often has, for the rented spaces where she installs network antennas, the obligation to hand over these spaces in their original state at the end of the rent agreement.

Universal Services

In accordance with the law of 13 June 2005 on electronic communication, Proximus is entitled to claim compensation for the social tariffs that it has offered since 1 July 2005 as part of its universal service provision. For every operator offering social tariffs, the BIPT is required to assess whether or not there is a net cost and an unreasonable burden. In May 2014, the BIPT, together with an external consultant, started to analyze the net costs Proximus bore in providing the social discounts, which were offered over the period 2005-2012, the aim being to assess the possibility of there being an unreasonable burden on Proximus, and hence the possibility of a contribution being due by the operators liable to pay a contribution. On 1 April 2015, however, Proximus withdrew its request for compensation, referring to the legal opinion of 29 January 2015 of the Advocate General of the European Court of Justice, following the prejudicial question that the Belgian Constitutional Court submitted regarding the law of 10 June 2012 (case C-1/14), more precisely regarding the possibility of classifying mobile social tariffs as an element of the universal service. Proximus reserved its right to introduce a new request for compensation once the implications of the Court's decision would be clear. In a judgment of 11 July 2015, the European Court of Justice stated that mobile social tariffs cannot be financed by means of a compensation mechanism to which specific undertakings have to contribute.

In its judgment of 3 February 2016 (no. 15/2016), the Constitutional Court, taking into account the Judgment of the Court of Justice, indicated that since the Member States are free to consider mobile communication services (voice and internet) as additional mandatory services, the Legislator could impose the obligation on mobile operators to provide mobile tariff reductions to social subscribers. However, it specified that a financing mechanism for such services involving specific undertakings cannot be imposed. It is up to the Legislator to decide whether, for the provision of such services, compensation should be calculated by means of another mechanism which does not involve specific undertakings. The provision of mobile social tariffs therefore remains obligatory, albeit without a possibility to request compensation from a sector-specific fund, as it is the case for other social tariffs and universal services.

In 2015, the Minister competent for electronic communications announced a reform of the legal system of social tariffs, prioritizing a simplification of the current system as well as an evolution towards a system based on voluntary engagement. Proximus has focused its attention mainly on the proposal of suggestions for reform of the social tariffs. These should be incorporated in a 'miscellaneous provisions' law, but so far the Minister has not yet transformed his intention into a concrete draft law. The claim for compensation for the social tariffs has not been renewed.

Tax on pylons

In 2014, the Walloon Region adopted a Decree introducing a tax on pylons of EUR 8,000 per site and giving the possibility to the municipalities to levy additional surcharges up to 100% of the amount of the regional tax. The Constitutional Court annulled this Decree on 16 July 2015 after an annulment request introduced by Proximus and the two other mobile operators. The Court endorsed the argument that the Walloon Region does not have the authority to impose such a tax but deemed, however, that the tax could be upheld for previous years "given the financial and legal problems that the decision entails". For 2015 and 2016, the Walloon Region adopted similar decrees. The 2016 Decree restored full competence for local authorities to tax pylons. Annulment requests were filed with respect to these decrees before the Constitutional Court that annulled them on 25 May and 17 November 2016 respectively.

In the meantime, the mobile operators have reached an agreement with the Walloon Region on the tax on pylons and put in place a framework facilitating the roll out of networks and investments to be made by the operators for promoting the digital development of the Region up to 2019 included.

The Brussels Region had also included a regional tax on pylons for 2016 in its 2015 Budget Decree which should cover a budgetary need of EUR 10 million for the 3 mobile operators. However, the Region did not issue legal texts in this respect before the deadline of 31 December 2016. The Budget Decree for 2017 provides in an amount of EUR 16 million for a regional tax (EUR 6 million for the Region and EUR 10 million as municipality surcharges, both amounts to be divided between the 3 mobile operators).

Proximus continues to introduce claims against tax on pylons assessments received.

Compensation mechanism statutory retirees

On 31 December 2003, Proximus transferred to the Belgian State its legal pension obligation for its statutory employees and their survivors, in exchange of a payment of EUR 5 Billion to the Belgian State. The transfer of the statutory pension liability to the Belgian State in 2003 was coupled with an increased employer social security contribution for civil servants as from 2004 and included an annual compensation mechanism to offset certain future increases or decreases in the Belgian State's obligations as a result of actions taken by Proximus. Proximus does not anticipate this compensation mechanism to have a materially unfavourable impact for Proximus.

V.A.T. unit

The company is member of a VAT group, called 'Proximus VAT Group', established on October 1, 2010 under the VAT number BE0829.001.392. All members of the VAT group are jointly liable towards the State for all VAT debts, interest, penalties and costs which are due under the acts of the VAT group members. In 2016, the members of Proximus VAT Group were Proximus S.A. under public law, Proximus Group Services S.A., Proximus SpearIT S.A., ConnectImmo S.A., Be-Mobile S.A. (previously called 'Mobile-For S.A. '), Proximus ICT Expert Community B.V.B.A., Wireless Technologies S.A. (until merger into Proximus S.A.), ClearMedia S.A. and since 01/09/2016 Flow S.A. and B-Mobile Tech S.A.

Claims and legal proceedings

Our policies and procedures are designed to comply with all applicable laws, accounting and reporting requirements, regulations and tax requirements, including those imposed by foreign countries, the EU, as well as applicable labour laws.

The complexity of the legal and regulatory environment in which we operate and the related cost of compliance are both increasing due to additional requirements. Furthermore, foreign and supranational laws occasionally conflict with domestic laws. Failure to comply with the various laws and regulations as well as changes in laws and regulations or the manner in which they are interpreted or applied, may result in damage to our reputation, liability, fines and penalties, increased tax burden or cost of regulatory compliance and impacts of our financial statements.

Proximus is currently involved in various judicial and regulatory proceedings, including those for which a provision has been made and those described below for which no or limited provisions have been accrued, in the jurisdictions in which it operates concerning matters arising in connection with the conduct of its business. These include also proceedings before the Belgian Institute for Postal services and Telecommunications ("BIPT"), appeals against decisions taken by the BIPT, and proceedings with the tax administrations.

1. Broadband/Broadcast Access Related Cases

Between 12 and 14 October 2010, the Belgian Directorate General of Competition started a dawn raid in Proximus's offices in Brussels. This investigation concerns allegations by Mobistar and KPN regarding the wholesale DSL services of which Proximus would have engaged in obstruction practices. This measure is without prejudice to the final outcome of the full investigation. Following the inspection, the Directorate General of Competition is to examine all the relevant elements of the case. Eventually the College of Competition Prosecutors may propose a decision to be adopted by the Competition Council. During this procedure, Proximus will be in a position to make its views heard. (This procedure may last several years.)

During the investigation of October 2010, a large numbers of documents were seized (electronic data such as a full copy of mail boxes and archives and other files). Proximus and the prosecutor of the Competition authority exchanged extensive views on the way to handle the seized data. Proximus wanted to be sure that the lawyers "legal privilege" (LPP) and the confidentiality of in house counsel advices are guaranteed. Moreover, Proximus sought to prevent the Competition authority from having access to (sensitive) data that were out of scope. Not being able to convince the prosecutor of its position, Proximus started two proceedings, one before the Brussels Court of Appeal and one before the President of the Competition Council, in order to have the communication to the investigation teams of LPP data and data out of scope suspended. On 5 March 2013, the Court of Appeal issued a positive judgment in this appeal procedure by which it ruled that investigators had no authority to seize documents containing advices of company lawyers and documents that are out of scope and that these documents should be removed/destroyed. To be noted that this is a decision on the procedure in itself and not on the merit of the case.

On 14 October 2013, the Competition authority launched a request for cassation against this decision. Proximus has joined this cassation procedure. Eventually, on 22 January 2015, the Supreme Court decided to confirm the Judgment of 5 March 2013, except for a restriction with regard to older documents, which was annulled. It is up to the Court of Appeal now to take a new decision on this restriction. In March 2014, KPN has withdrawn its complaint; Mobistar remaining the sole complainant.

Orange (Mobistar at the date of the initiation of the action) launched on 3 May 2013 a claim for damages against Proximus before the commercial court of Brussels for allegedly wrongful and/or abusive termination by Proximus of negotiations with Orange on the conclusion of a commercial agreement on DSL-based services. Proximus contested Orange's claims entirely, particularly as Orange has publicly expressed at several occasions its interest for and its intention to obtain wholesale access from the cable operators. On 15 September 2016 the commercial court of Brussels rejected the claim of Orange. The case is now definitely closed.

2. Mobile On-net cases related

In the proceedings following a complaint by KPN Group Belgium in 2005 with the Belgian Competition Authority the latter confirmed on 26 May 2009 one of the five charges of abuse of dominant position put forward by the Prosecutor on 22 April 2008, i.e. engaging in 2004-2005 in a "price-squeeze" on the professional market. The Belgian Competition Authority considered that the rates for calls between Proximus customers ("on-net rates") were lower than the rates it charged competitors for routing a call from their own networks to that of Proximus (=termination rates), increased with a number of other costs deemed relevant. All other charges of the Prosecutor were rejected. The Competition Authority also imposed a fine of EUR 66.3 million on Proximus (former Belgacom Mobile) for abuse of a dominant position during the years 2004 and 2005. Proximus was obliged to pay the fine prior to 30 June 2009 and recognized this charge (net of existing provisions) as a non-recurring expense in the income statement of the second quarter 2009.

Proximus filed an appeal against the ruling of the Competition Authority with the Court of Appeal of Brussels, contesting a large number of elements of the ruling: amongst other the fact that the market impact was not examined. Also KPN Group Belgium and Mobistar filed an appeal against said ruling.

Following the settlement agreement dated 21 October 2015, the appeals of Base and Mobistar against the decision of the Belgian Competition Authority are withdrawn. Proximus will continue its appeal procedure against this decision.

In October 2009, seven parties (Telenet, KPN Group Belgium (former Base), KPN Belgium Business (Tele 2 Belgium), KPN BV (Sympac), BT, Verizon, Colt Telecom) filed an action against Belgacom mobile (currently Proximus and hereinafter indicated as Proximus) before the Commercial Court of Brussels formulating allegations that are similar to those in the case mentioned above (including Proximus-to-Proximus tariffs constitute an abuse of Proximus's alleged dominant position in the Belgian market), but for different periods depending on the claimant, in particular, in the 1999 up to now timeframe (claim for EUR 1 provisional and request for appointment of an expert to compute the precise damage). In November 2009 Mobistar filed another similar claim for the period 2004 and beyond. These cases have been postponed for an undefined period.

Following the settlements with Telenet, KPN, BASE Company and Orange, the only remaining claimants are BT, Verizon and Colt Telecom.

**RELATIONSHIPS WITH AFFILIATED ENTERPRISES, ASSOCIATED ENTERPRISES AND OTHERS
ENTERPRISES LINKED BY PARTICIPATING INTERESTS**

	Codes	Period	Previous period
AFFILIATED ENTERPRISES			
Financial fixed assets	(280/1)	9.196.311.774	9.280.026.170
Participating interests	(280)	9.196.311.774	9.280.026.170
Subordinated amounts receivable	9271		
Other amounts receivable	9281		
Amounts receivable	9291	31.211.144	710.981.894
Over one year	9301		
Within one year	9311	31.211.144	710.981.894
Current investments	9321	57.606.257	24.644.656
Shares	9331		
Amounts receivable	9341	57.606.257	24.644.656
Amounts payable	9351	9.874.133.186	10.689.695.335
Over one year	9361	7.695.906.914	4.000.247.887
Within one year	9371	2.178.226.272	6.689.447.448
Personal and real guarantees			
Provided or irrevocably promised by the enterprise as security for debts or commitments of affiliated enterprises	9381		
Provided or irrevocably promised by affiliated enterprises as security for debts or commitments of the enterprise	9391		
Other significant financial commitments	9401		
Financial results			
Income from financial fixed assets	9421	645.715.352	718.815.992
Income from current assets	9431	67.074	656.574
Other financial income	9441	4.001.643	11.858.097
Debt charges	9461	258.703.442	261.570.419
Other financial charges	9471	3.734.132	3.974.846
Disposal of fixed assets			
Capital gains obtained	9481		
Capital losses suffered	9491		

**RELATIONSHIPS WITH AFFILIATED ENTERPRISES, ASSOCIATED ENTERPRISES AND OTHERS
ENTERPRISES LINKED BY PARTICIPATING INTERESTS**

	Codes	Period	Previous period
ASSOCIATED ENTERPRISES			
Financial fixed assets	9253	5.912.943	3.720.404
Participating interests	9263	5.912.943	3.720.404
Subordinated amounts receivable	9273		
Other amounts receivable	9283		
Amounts receivable	9293	73.548	12.994
Over one year	9303		
Within one year	9313	73.548	12.994
Amounts payable	9353		19.360
Over one year	9363		
Within one year	9373		19.360
Personal and real guarantees			
Provided or irrevocably promised by the enterprise as security for debts or commitments of associated enterprises	9383		
Provided or irrevocably promised by associated enterprises as security for debts or commitments of the enterprise	9393		
Other significant financial commitments	9403		
OTHER ENTERPRISES LINKED BY PARTICIPATING INTERESTS			
Financial fixed assets	9252		
Participating interests	9262		
Subordinated amounts receivable	9272		
Other amounts receivable	9282		
Amounts receivable	9292		
Over one year	9302		
Within one year	9312		
Amounts payable	9352		
Over one year	9362		
Within one year	9372		

Period

**TRANSACTIONS WITH ENTERPRISES LINKED BY PARTICIPATING INTERESTS OUT OF MARKET
CONDITIONS**

Mention of these transactions if they are significant, including the amount of the transactions, the nature of the link, and all information about the transactions which should be necessary to get a better understanding of the situation of the company

Null

Additional information

Proximus PLC under Belgian public law supplies telecommunication services to the Belgian State, to various administrations of the Belgian State and to various State-controlled enterprises. All such transactions are made within normal customer/supplier relationships on terms and conditions that are not more favourable than those available to other customers and suppliers. The services provided to those administrations and those various State-controlled enterprises do not represent a significant component of the net income of Proximus PLC under Belgian public law.

Belgacom has transactions with Belgacom International Carrier Services S.A. for inbound and outbound telecom services. The underlying contracts are approved by management taking into account the current market references.

As far as transactions with members of leading supervising or governing bodies concerns, we refer to the section "corporate governance statement" of the annual report and the remuneration report in which the remuneration of the members of the Board of Directors and the members of the Executive Committee are detailed.

FINANCIAL RELATIONSHIPS WITH**DIRECTORS, MANAGERS, INDIVIDUALS OR BODIES CORPORATE WHO CONTROL THE ENTERPRISE WITHOUT BEING ASSOCIATED THEREWITH OR OTHER ENTERPRISES CONTROLLED BY THESE PERSONS**

Amounts receivable from these persons

Conditions on amounts receivable, rate, duration, possibly reimbursed amounts, canceled amounts or renounced amounts

Guarantees provided in their favour

Other significant commitments undertaken in their favour

Amount of direct and indirect remunerations and pensions, included in the income statement, as long as this disclosure does not concern exclusively or mainly, the situation of a single identifiable person

To directors and managers

To former directors and former managers

Codes	Period
9500	
9501	
9502	
9503	1.802.646
9504	34.000

AUDITORS OR PEOPLE THEY ARE LINKED TO

Auditor's fees

Fees for exceptional services or special missions executed in the company by the auditor

Other attestation missions

Tax consultancy

Other missions external to the audit

Fees for exceptional services or special missions executed in the company by people they are linked to

Other attestation missions

Tax consultancy

Other missions external to the audit

Codes	Period
9505	356.377
95061	23.982
95062	
95063	182.690
95081	
95082	
95083	6.050

Mentions related to article 133, paragraph 6 from the Companies Code

DERIVATIVES NOT MEASURED AT FAIR VALUE

FOR EACH CATEGORY OF FINANCIAL DERIVATIVES NOT MEASURED AT FAIR VALUE

Category of financial derivatives	Hedge risk	Speculation/hedging	Volume	Period		Previous period	
				Book value	Fair value	Book Value	Fair value
1 IRCS	Foreign currency and interests	Hedging	1	0	734.686	0	1.252.104
value of foreign	Hedging	Hedging	33	0	1.301.832	0	77.538

FINANCIAL FIXED ASSETS CARRIED AT AN AMOUNT IN EXCESS OF FAIR VALUE

Amount of individual assets or appropriate groupings of those assets

Reasons for not reducing the book value

Informations that suggest than the book value will be recovered

Book value	Fair value

INFORMATION RELATING TO CONSOLIDATED ACCOUNTS**INFORMATION TO DISCLOSE BY EACH ENTERPRISE THAT IS SUBJECT TO COMPANY LAW ON THE CONSOLIDATED ACCOUNTS OF ENTERPRISES**

The enterprise has drawn up published a consolidated annual statement of accounts and a management report*

~~The enterprise has not published a consolidated annual statement of accounts and a management report, since it is exempt for this obligation for the following reason**~~

~~The enterprise and its subsidiaries on consolidated basis exceed not more than one of limits mentioned in art. 16 of Company Law*~~

~~The enterprise only has subsidiaries which, considering the assessment of the consolidated assets, consolidated financial position or consolidated results, individual or together, are of a negligible size* (Art. 110 of Company Law)~~

~~The enterprise itself is a subsidiary of an enterprise which does prepare and publish consolidated accounts in which annual accounts of the enterprise are included*~~

If yes, justification of the compliance with all conditions for exemption set out in art. 113 par. 2 and 3 of Company Law:

Name, full address of registered office and, for an enterprise governed by Belgian Law, the V. A. T. or national number of the parent company preparing and publishing the consolidated accounts required

Name, full address of the registered office and, for an enterprise governed by Belgian Law, the company number of the parent company(ies) and the specification whether the parent company(ies) prepare(s) and publish(es) consolidated annual accounts in which the annual accounts of the enterprise are included**

If the parent company(ies) is (are) (an) enterprise(s) governed by foreign law disclose where the consolidated accounts can be obtained**

* Delete where no appropriate.

** Where the accounts of the enterprise are consolidated at different levels, the information should be given for the consolidated aggregate at the highest level on the one hand and the lowest level on the other hand of which the enterprise is a subsidiary and for which consolidated accounts are prepared and published.

FINANCIAL RELATIONSHIPS OF THE GROUP LED BY THE ENTERPRISE IN BELGIUM WITH AUDITORS OR WITH PEOPLE THEY ARE LINKED TO

Mentions related to article 134, paragraphs 4 and 5 from the Companies Code

Auditor's fees according to a mandate at the group level led by the company publishing the information

Fees for exceptional services or special missions executed in these group by the auditor

Other attestation missions

Tax consultancy

Other missions external to the audit

Fees to people auditors are linked to according to the mandate at the group level led by the company publishing the information

Fees for exceptional services or special missions executed in the group by people they are linked to

Other attestation missions

Tax consultancy

Other missions external to the audit

Codes	Period
9507	1.126.907
95071	61.115
95072	
95073	182.690
9509	
95091	
95092	
95093	14.192

Mentions related to article 133, paragraph 6 from the Companies Code

VALUATION RULES

The valuation rules comply with the terms of Chapter II of the R.D. of Jan 30, 2001 modified by R.D. Dec 18, 2015.

These rules were approved and modified by the Board of Directors on May 27, 1993, Dec 4, 1997, Oct 22, 1998, Oct 28, 1999, Oct 26, 2000, April 25, 2002, Oct 23, 2003, Dec 13, 2004, Dec 18, 2008, Feb 24, 2011, March 1, 2012 and February 27, 2014.

BALANCE SHEET

FORMATION EXPENSES

The debt issuance costs are charged to income statement in the year in which they are incurred. Material formation expenses are capitalised and depreciated over a 5 year period. The acquisitions of the year are depreciated pro rata temporis. Restructuring costs are expensed as incurred.

INTANGIBLE ASSETS

The intangible assets are measured at cost; this is the purchase price, production cost or the contribution value. General expenses are not incorporated.

For amortization the straight line method is used. The acquisitions of the year are amortized pro rata temporis.

Intangible assets with an indefinite useful life are not amortized. An impairment loss on these assets is recorded in case of a permanent loss or durable decrease of value.

Intangible assets with a finite useful life are amortized on a straight line basis at a fixed rate using the following plan, established on the basis of economic criteria:

- Goodwill: over the estimated useful life, if the useful life cannot be estimated reliably: 5 to 10 years
- Software: 5 years or the license period in case the latter one is shorter than 5 year
- Network licenses: over the license period
- Rights to use, football and broadcasting rights: over the contract period
- Customer bases and trademarks: 3 to 10 years

The goodwill resulting from the merger of early 2010 is depreciated over 15 years. This depreciation period is justified by the long life character of the expected profitability of all the merged companies.

The goodwill resulting from the merger of Wireless Technology in 2016 is depreciated over 10 years. This depreciation period reflects the useful life over which the economic benefits from the assets in the business combination are expected to be consumed by Proximus.

TANGIBLE ASSETS

Tangible assets are valued at cost; this is the purchase price, production cost or the contribution value. General expenses are not included.

Tangible assets with an indefinite useful life are not depreciated. An impairment loss on these assets is recorded in case of a permanent loss or durable decrease of value.

Tangible assets with a finite useful life are depreciated using the straight line method. The determination of the depreciable amount takes into account a residual value if this can be determined accurately, is material and its realization is sufficiently certain.

They are depreciated at a fixed rate using the following plan, established on the basis of economic criteria:

	Useful life (years)
Land and buildings	
- Land	indefinite
- Buildings and building equipment	22 - 33
- Facilities in buildings	3 - 10
- Leasehold improvements	3 - 10
Technical and network equipment	
- Cables and ducts	15 - 20
- Switches	8 - 10
- Transmission equipment	6 - 8
- Radio Access Network	6 - 7
- Mobile sites and site facility equipment	5 - 10
- Equipment installed at client premises	2 - 8
- Data and other network equipment	2 - 15
Furniture and vehicles	
- Furniture and office equipment	3 - 10
- Vehicles	3 - 10

Fixed assets held under leasing or other similar rights are depreciated based on the useful life of the fixed asset as defined in the contract.

Assets under construction and advance payments are depreciated over the life term of the assets to which they relate.

Fixed assets that are put out of order are valued at net book value or at their expected realisation value if lower. They are no longer depreciated.

The acquisitions of the year are depreciated pro rata temporis.

FINANCIAL ASSETS

Participating interests and shares are valued at their acquisition cost, which is the purchase price or the contribution value. Only the material ancillary costs are capitalised.

A write down is recorded if a durable permanent impairment or decrease in value of these assets is observed, based on the financial situation, the profitability or the perspectives of the company in which the participating interests or shares are held, taking into account the CBN/CNC advice n° 126-8.

Receivables are recognized at their nominal value. An allowance is recorded when, at the due date, the payment is partially or entirely uncertain.

AMOUNTS RECEIVABLE AFTER MORE THAN ONE YEAR

Amounts receivables are booked at nominal value. Amounts receivable expressed in foreign currencies are converted to EUR at the rate in force at the date of delivery and are translated at the year-end rate.

A bad debt allowance is recorded on the nominal value when at the due date, the payment is partially or entirely uncertain.

STOCKS AND CONTRACTS IN PROGRESS

Inventories of consumables and goods for resale are booked at their cost.

At the time of the annual inventory, the Weighted Average Price method is used to assess the various subdivisions in this caption.

A write down is applied when the realisable value or market value is lower than the acquisition cost or to take into consideration the risks inherent to the nature of the products.

Contracts in progress and work in process are valued at production cost or at market price (if this is lower than the production cost).

The projects of the ICT activity (contracts in progress) are taken into result based on stage of completion.

AMOUNTS RECEIVABLE WITHIN ONE YEAR

These amounts appear on the balance sheet at nominal value.

A bad debt allowance is recorded on the nominal value when at the due date, the payment is partially or entirely uncertain.

Amounts receivable expressed in foreign currencies are converted into EUR at the rate in force on the date of delivery. At balance date they are translated at closing rate.

CURRENT INVESTMENTS

Current investments are valued at nominal value when they concern funds held in financial institutions and at acquisition cost, acquisition price without ancillary costs, in the other case.

A write-down is recorded on the nominal value or on the acquisition cost when the sales value on the closing date of the balance sheet is less than the previously booked value.

For the determination of the realisable value of own shares the market value is taken into account on the one hand and the strike price of granted share options for which these shares are held on the other hand.

Current investments in foreign currencies are translated into EUR at the rate in force on the closing date of the balance sheet.

CASH AT BANK AND IN HAND

Cash at bank and in hand is valued at nominal value. A write-down is recorded on the nominal value when the realisation value on the closing date of the balance sheet is less than the previously booked value. Cash at bank and in hand in foreign currencies is translated into EUR at the rate in force on the closing date of the balance sheet.

PROVISIONS AND DEFERRED TAXES

On the closing date of the balance sheet, an inventory is made of all foreseeable liabilities and contingent losses arising during the current year or during prior years. Provisions are established based on a reliable estimate of the risk on the moment of the establishment of the annual accounts. Provisions reflect the best estimate of probable costs or, when it relates to an obligation, the best estimate of the amount necessary to settle this at year-end closing.

In the framework of the departure plans, provisions are made after approval by the Joint Committee. These provisions are determined as the present value of the benefits granted during the period of inactivity, both for current and future beneficiaries.

In the framework of post-employment benefits, a provision is made for the current and future beneficiaries of these benefits. For the current beneficiaries this provision is determined as the present value of the obligation resulting from the granted benefits. For future beneficiaries, this provision is built up gradually based on the number of years of service. As a consequence, at the pension date, the provision corresponds also to the present value of the obligation for the granted benefits.

The provision for damages concerning vehicles is built by the company as "own insurer" and is valued through an individualisation of all damages that occurred before 2014 and for which the costs will reasonably be bared by the company in future years.

Deferred taxes are booked in compliance with article 76 of the R.D. of January 30, 2001.

AMOUNTS PAYABLE WITHIN ONE YEAR AND AFTER MORE THAN ONE YEAR

Amounts payables are recognized on the balance sheet at nominal value.

Amounts payable in foreign currencies are converted into EUR as follows:

- loans in foreign currencies at the rate in force at the time the loan is concluded;
- trade debts at the exchange rate on the date of entry of the reception of the goods and services.

Trade debts and financial debts, not covered against exchange risks, expressed in foreign currencies are translated at closing rate.

TRANSLATION DIFFERENCES

Exchange gains and losses resulting from the translation are taken in the income statement.

INCOME STATEMENT

The items in the income statement are valued at nominal value. Own construction is booked at production cost excluding indirect costs.

TURNOVER

Revenue is recorded in the period to which they refer, regardless of their payment.

The turnover takes commercial and volume discounts into account.

Specific revenue streams and related recognition criteria are as follows:

- revenue from fixed line, mobile and carrier traffic is recognized on usage.
- revenue from connection fees and installation fees is recognized in income at the time of connection or installation.
- revenue from sales of communication equipment is recognized upon delivery to the third party distributors or upon delivery by the own Proximus shops to the end-customer.
- revenue relating to the monthly rent, the monthly subscription fee and access fees in the framework of fixed and mobile telephony, internet and digital television are recognized in the period in which the services are provided.
- prepaid revenue such as revenue from pre-paid fixed and mobile phone cards is deferred and recognized based on usage of the cards.
- maintenance fees are recognized as revenue over the maintenance period on a pro-rata basis.
- revenue from the ICT activity linked to projects is recognized in the result in function of the realization percentage.

RIGHT AND COMMITMENTS NOT ACCRUED IN THE BALANCE SHEET

The rights and commitments not accrued in the balance sheet are mentioned in the notes, per category, at the nominal value of the commitment in the contract, or failing that, at their estimated value.

SUPPLEMENTARY INFORMATION

APPROPRIATION ACCOUNT AND EVOLUTION OF THE RESERVES

In 2016, the profit of the financial year available for appropriation amounts to 479,265,083 EUR.

- 5 % of this net profit is to be appropriated to the legal reserve. Since this obligation expires when the legal reserve reaches 10 % of the Capital, limit that has been reached in the meanwhile, there is no appropriation to the legal reserve.
- The accumulated profit from previous years amounts to 336,107,163 EUR.

The profit to be appropriated then amounts to 815,372,246 EUR.

- 229,632 EUR net transfers from the reserves, to be further detailed as follows:
 - 1,993,908 EUR transferred from the reserves mainly in the framework of exercised stock options;
 - 1,764,276 EUR transferred to the reserves unavailable for distribution for own shares.
- 485,884,870 EUR are dividends to be distributed, as decided by the General Assembly. This amount can be further detailed as follows:
 - 161,253,859 EUR has been paid on December 9th, 2016 as interim dividend;
 - 1,993,908 EUR have been paid mainly in the framework of stock options exercised in 2016;
 - 322,637,103 EUR shall be distributed in April 2017;
- 25,215,774 EUR to be distributed to the personnel, pursuant to article 43 of the by-laws, representing 5 % of the result before taxes.
- The resulting profit to be carried forward amounts to 304,501,233 EUR.

A SUMMARY of the accounts relative to the PUBLIC SERVICE DUTIES (obligation stipulated by art. 27 of the law of March 21, 1991).

Article 155 of the law of June 13, 2005 with regard to the electronic communication has cancelled the chapter V, that treats the public telecommunication service (being the tasks of public service), of the law of March 21st, 1991 and has been replaced by the provisions of chapter I, that treats the universal service (art. 68 to 104 included) of title IV of the new law. However, article 86ter of the law of March 21st, 1991 has been preserved and taken over as such under chapter II – Supplementary services of title IV of the law of June 13, 2005 (art. 105 to 107 included). The figures below contain the assignment of the public services as defined in the articles of the law and in the articles 4 to 9 included in the management contract.

1. Operating income	0.00	EUR
2. Operating charges	235,844.85	EUR
Operating result (loss)	(235,811.85)	EUR

The calculations were made based on a cost model developed by Proximus S.A. de droit public/N.V. van publiek recht for the products that meet the requirements of the management contract and based on business economic criteria taking into account the expected life span of the products.

INVESTMENT GRANTS

Proximus has not received investment grants from public governments or institutions in 2016.

SOCIAL BALANCE SHEET

Number of joint industrial committee:

STATEMENT OF THE PERSONS EMPLOYED**EMPLOYEES FOR WHOM THE ENTERPRISE SUBMITTED A DIMONA DECLARATION OR WHO ARE RECORDED IN THE GENERAL PERSONNEL REGISTER**

During the current period	Codes	Total	1. Men	2. Women
Average number of employees				
Full-time	1001	10.515,6	7.675,1	2.840,5
Part-time	1002	3.055,3	1.641,2	1.414,1
Total in full-time equivalents	1003	12.760,5	8.921,1	3.839,4
Number of hours actually worked				
Full-time	1011	15.597.408	11.680.415	3.916.993
Part-time	1012	3.175.578	1.784.210	1.391.368
Total	1013	18.772.986	13.464.625	5.308.361
Personnel costs				
Full-time	1021	791.357.061	600.746.459	190.610.602
Part-time	1022	159.472.810	91.765.361	67.707.448
Total	1023	950.829.870	692.511.821	258.318.050
Advantages in addition to wages	1033	8.363.264	6.091.162	2.272.102

During the preceding period	Codes	P. Total	1P. Men	2P. Women
Average number of employees in FTE	1003	13.054,3	9.143,5	3.910,8
Number of hours actually worked	1013	19.199.288	13.822.117	5.377.171
Personnel costs	1023	963.744.657	704.137.750	259.606.907
Advantages in addition to wages	1033	8.881.243	6.488.875	2.392.368

	Codes	1. Full-time	2. Part-time	3. Total full-time equivalents
At the closing date of the period				
Number of employees	105	10.525	2.936	12.670,6
By nature of the employment contract				
Contract for an indefinite period	110	10.350	2.858	12.480,0
Contract for a definite period	111	167	78	182,6
Contract for the execution of a specifically assigned work	112			
Replacement contract	113	8		8,0
According to gender and study level				
Men	120	7.679	1.563	8.858,9
primary education	1200			
secondary education	1201	3.027	1.046	3.804,4
higher non-university education	1202	1.551	285	1.770,9
university education	1203	3.101	232	3.283,6
Women	121	2.846	1.373	3.811,7
primary education	1210			
secondary education	1211	1.127	942	1.766,2
higher non-university education	1212	582	241	765,0
university education	1213	1.137	190	1.280,5
By professional category				
Management staff	130	161		161,0
Employees	134	9.336	2.445	11.104,1
Workers	132	1.028	491	1.405,5
Others	133			

HIRED TEMPORARY STAFF AND PERSONNEL PLACED AT THE ENTERPRISE'S DISPOSAL

During the period

Average number of persons employed

Number of hours actually worked

Costs for the enterprise

Codes	1. Hired temporary staff	2. Persons placed at the enterprise's disposal
150	9,0	
151	13.099	
152	483.584	

LIST OF PERSONNEL MOVEMENTS DURING THE PERIOD

ENTRIES

Number of employees for whom the enterprise submitted a DIMONA declaration or who have been recorded in the general personnel register during the financial year

By nature of employment contract

Contract for an indefinite period

Contract for a definite period

Contract for the execution of a specifically assigned work

Replacement contract

Codes	1. Full-time	2. Part-time	3. Total full-time equivalents
205	961	125	991,7
210	501	11	508,9
211	460	114	482,8
212			
213			

DEPARTURES

Number of employees whose contract-termination date has been entered in DIMONA declaration or in the general personnel register during the financial year

By nature of employment contract

Contract for an indefinite period

Contract for a definite period

Contract for the execution of a specifically assigned work

Replacement contract

By reason of termination of contract

Retirement

Unemployment with extra allowance from enterprise

Dismissal

Other reason

Of which the number of persons who continue to render services to the enterprise at least half-time on a self-employed basis

Codes	1. Full-time	2. Part-time	3. Total full-time equivalents
305	992	352	1.223,9
310	551	316	775,7
311	433	36	440,2
312			
313	8		8,0
340	195	157	307,6
341			
342	52	4	55,2
343	745	191	861,1
350			

INFORMATION ON TRAINING PROVIDED TO EMPLOYEES DURING THE PERIOD

	Codes	Men	Codes	Women
Total of initiatives of formal professional training at the expense of the employer				
Number of employees involved	5801	6.921	5811	3.231
Number of actual training hours	5802	173.435	5812	71.484
Net costs for the enterprise	5803	15.905.414	5813	6.555.707
of which gross costs directly linked to training	58031	15.639.628	58131	6.446.158
of which fees paid and payments to collective funds	58032	265.786	58132	109.549
of which grants and other financial advantages received (to deduct).. .	58033		58133	
Total of initiatives of less formal or informal professional training at the expense of the employer				
Number of employees involved	5821	7.792	5831	3.550
Number of actual training hours	5822	28.944	5832	14.505
Net costs for the enterprise	5823	2.610.053	5833	1.307.999
Total of initiatives of initial professional training at the expense of the employer				
Number of employees involved	5841		5851	
Number of actual training hours	5842		5852	
Net costs for the enterprise	5843		5853	

SOCIAL REPORT

Note to codes 110, 210 and 310

These codes can be divided in : a. statutory staff
b. contractually staff

Code 110 :

	Codes	1.Full-time	2.Part-time	3. Total Full-time equivalents
Statutory staff	code 110	3.221	1.716	4.504,7
Contractually staff	code 110	7.129	1.142	7.975,3

Code 210 :

	Codes	1.Full-time	2.Part-time	3. Total Full-time equivalents
Statutory staff	code 210	0	0	0,0
Contractually staff	code 210	501	11	508,9

Code 310 :

	Codes	1.Full-time	2.Part-time	3. Total Full-time equivalents
Statutory staff	code 310	295	248	473,3
Contractually staff	code 310	256	68	302,4

Numbers of joint industrial committees which are competent for the enterprise :
Proximus PLC under Belgian Public Law has her own national joint industrial committee.

Code 1023

The code 1023 of the social report contains the personnel charges for the personnel for which the enterprise has filed a DIMO-NA-declaration, more specifically:

- the charges taken in section 62 excluding those attributed to retirees and to the personnel of the Luxembourgian Branch;
- the part of the profit that is legally and statutory allocated to the personnel by the appropriation of the profit.

The split men/women of code 1023 for the year 2016 has, as it was also the case for 2015, mainly been drawn up using the full inventory and split between the men/women of the salary data as derived from the salary calculation of 2016.

Information with regard to training received by employees during the period

In 2016, Proximus received subsidies for employees of 372.782 EUR in the framework of the training leave concerning 2015.