Financial Report and Unaudited Condensed Financial Statements for the first quarter ended March 31, 2017

MAY 11 2017

vivendi

VIVENDI

Société anonyme with a Management Board and a Supervisory Board with a share capital of €7,080,198,499.00

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Selected key consolidated financial data for the last five years

Preliminary comments:

Vivendi made changes in presentation of its Consolidated Statement of Earnings as from January 1, 2017. For a detailed description of these changes in presentation and the reconciliations to previously published financial data, please refer to Note 1 and Note 16, respectively, to the Condensed Financial Statements for the first quarter ended March 31, 2017.

Vivendi deconsolidated GVT, SFR, Maroc Telecom group and Activision Blizzard as from May 28, 2015, November 27, 2014, May 14, 2014, and October 11, 2013, respectively, i.e., the date of their effective sale by Vivendi. In compliance with IFRS 5, these businesses have been reported as discontinued operations for the relevant periods as set out in the table of selected key consolidated financial data below in respect of data reflected in the Consolidated Statement of Earnings and Consolidated Statement of Cash Flows.

	Three months ended March 31, (unaudited)		Year ended December 31,			
	2017	2016	2016	2015	2014	2013
Consolidated data						
Revenues	2,663	2,491	10,819	10,762	10,089	10,252
Income from operations (a)	153	228	853	1,061	1,108	1,131
Adjusted earnings before interest and income taxes (EBITA) (a)	149	213	724	942	999	955
Earnings before interest and income taxes (EBIT)	185	385	887	521	545	578
Earnings attributable to Vivendi SA shareowners	101	862	1,256	1,932	4,744	1,967
of which earnings from continuing operations attributable to Vivendi SA shareowners	101	863	1,236	699	(290)	43
Adjusted net income (a)	155	99	755	697	626	454
Net Cash Position/(Financial Net Debt) (a)	473	4,810	1,068	6,422	4,637	(11,097)
Total equity	19,504	19,954	19,612	21,086	22,988	19,030
of which Vivendi SA shareowners' equity	19,262	19,710	19,383	20,854	22,606	17,457
Cash flow from operations (CFFO) (a)	(169)	90	729	892	843	894
Cash flow from operations after interest and income tax paid (CFAIT) (a)	(217)	(32)	341	(69)	421	503
Financial investments	(189)	(1,253)	(4,084)	(3,927)	(1,244)	(107)
Financial divestments	74	1,873	1,971	9,013	17,807	3,471
Dividends paid by Vivendi SA to its shareholders	na (b)	1,318 (c)	2,588 (c)	2,727 (d)	1,348 (e)	1,325
Purchases/(sales) of Vivendi SA's treasury shares	203	1,129	1,623	492	32	-
Per share data						
Weighted average number of shares outstanding	1,255.6	1,304.2	1,272.6	1,361.5	1,345.8	1,330.6
Earnings attributable to Vivendi SA shareowners per share - basic	0.08	0.66	0.99	1.42	3.52	1.48
Adjusted net income per share	0.12	0.08	0.59	0.51	0.46	0.34
Number of shares outstanding at the end of the period (excluding treasury shares)	1,247.7	1,281.5	1,259.5	1,342.3	1,351.6	1,339.6
Equity per share, attributable to Vivendi SA shareowners	15.44	15.38	15.39	15.54	16.73	13.03
Dividends per share paid	**na** (b)	**1.00** (c)	**2.00** (c)	**2.00** (d)	**1.00** (e)	**1.00**

In millions of euros, number of shares in millions, data per share in euros.

na: not applicable.

a. The non-GAAP measures of Income from operations, EBITA, Adjusted net income, Net Cash Position (or Financial Net Debt), Cash flow from operations (CFFO) and Cash flow from operations after interest and income tax paid (CFAIT) should be considered in addition to, and not as a substitute for, other GAAP measures of operating and financial performance as presented in the Consolidated Financial Statements and the related Notes, or as described in this Financial Report. Vivendi considers these to be relevant indicators of the group's operating and financial performance. Each of these indicators is defined in the appropriate section of this Financial Report. In addition, it should be noted that other companies may have definitions and calculations for these indicators that differ from those used by Vivendi, thereby affecting comparability.

b. On April 25, 2017, Vivendi's General Shareholders' Meeting approved the payment of an ordinary dividend of €0.40 per share with respect to fiscal year 2016, representing €499 million paid on May 4, 2017 (following the coupon detachment on May 2, 2017).

c. On April 21, 2016, Vivendi's General Shareholders' Meeting approved the payment of an ordinary dividend of €3 per share with respect to fiscal year 2015, i.e., an aggregate dividend payment of €3,951 million. This amount included €2,588 million paid in 2016: €1,318 million for the second interim dividend of €1 per share, paid on February 3, 2016, and €1,270 million representing the balance of €1 per share, paid on April 28, 2016.

d. In 2015, Vivendi paid the dividend with respect to fiscal year 2014 (€1 per share, i.e., €1,363 million) and a first interim dividend with respect to fiscal year 2015 (€1 per share, i.e., €1,364 million).

e. On June 30, 2014, Vivendi SA paid an ordinary dividend of €1 per share to its shareholders from additional paid-in capital, treated as a return of capital distribution to shareholders.

I- Financial Report for the first quarter of 2017

Preliminary comments:

On May 9, 2017, the Management Board approved the Financial Report and the Unaudited Condensed Financial Statements for the first quarter ended March 31, 2017. Upon the recommendation of the Audit Committee, which met on May 10, 2017, the Supervisory Board, at its meeting held on May 11, 2017, reviewed the Financial Report and the Unaudited Condensed Financial Statements for the first quarter ended March 31, 2017, as approved by the Management Board on May 9, 2017.

The Financial Report for the first quarter of 2017 should be read in conjunction with the Financial Report for the year ended December 31, 2016, as published in the "Rapport Annuel - Document de référence 2016" filed on March 14, 2017 with the French Autorité des marchés financiers (the "AMF"). Please also refer to pages 185 through 209 of the English translation[1] of the "Rapport Annuel - Document de référence 2016" (the "2016 Annual Report") which is available on Vivendi's website (www.vivendi.com) for informational purposes.

For a detailed description of the significant events that occurred during the first quarter of 2017, as well as any subsequent events, please refer to Notes 2 and 15, respectively, to the Condensed Financial Statements for the first quarter ended March 31, 2017.

1 Earnings analysis: group and business segments

Preliminary comments:

Changes in presentation of the Consolidated Statement of Earnings

Vivendi made changes in presentation of its Consolidated Statement of Earnings as from January 1, 2017. For a detailed description of these changes in presentation and the reconciliations to previously published financial data, please refer to Note 1 and Note 16, respectively, to the Condensed Financial Statements for the first quarter ended March 31, 2017.

Non-GAAP measures

"Income from operations", "EBITA" and "adjusted net income", all non-GAAP measures, should be considered in addition to, and not as a substitute for, other GAAP measures of operating and financial performance as presented in the Consolidated Financial Statements and the related Notes, or as described in the Financial Report. Vivendi considers these to be relevant indicators of the group's operating and financial performance.

Vivendi Management uses income from operations, EBITA and adjusted net income for reporting, management and planning purposes because they exclude most non-recurring and non-operating items from the measurement of the business segments' performances. Under Vivendi's definition:

- *the difference between EBITA and EBIT consists of the amortization of intangible assets acquired through business combinations, the impairment of goodwill and other intangibles acquired through business combinations, the income from equity affiliates, as well as the impacts of transactions with shareowners;*
- *income from operations is calculated as EBITA as presented in the Adjusted Statement of Earnings, before share-based compensation costs related to equity-settled plans, and special items due to their unusual nature or particular significance; and*
- *adjusted net income includes the following items: EBITA; income from equity affiliates; interest (corresponding to interest expense on borrowings net of interest income earned on cash and cash equivalents); income from investments (including dividends and interest received from unconsolidated companies); and taxes and non-controlling interests related to these items. It does not include the following items: amortization of intangible assets acquired through business combinations and related to equity affiliates; impairment losses on goodwill and other intangible assets acquired through business combinations; other financial charges and income; earnings from discontinued operations; provisions for income taxes and adjustments attributable to non-controlling interests; non-recurring tax items (in particular the changes in deferred tax assets pursuant to Vivendi SA's Tax Group and the Consolidated Global Profit Tax Systems and the reversal of tax liabilities related to risks extinguished over the period).*

Moreover, it should be noted that other companies may have definitions and calculations for these non-GAAP measures that differ from those used by Vivendi, thereby affecting comparability.

[1] This free translation of the "Rapport Annuel - Document de référence 2016" is provided solely for the convenience of English speaking readers. In the event of discrepancy, the French version shall prevail.

1.1 Statement of Earnings

	Three months ended March 31, 2017	2016	% Change
REVENUES	**2,663**	**2,491**	**+ 6.9%**
Cost of revenues	(1,692)	(1,510)	
Selling, general and administrative expenses excluding amortization of intangible assets acquired through business combinations	(818)	(753)	
Income from operations*	**153**	**228**	**- 32.8%**
Restructuring charges	(4)	(21)	
Other operating charges and income	-	6	
Adjusted earnings before interest and income taxes (EBITA)*	**149**	**213**	**- 29.9%**
Amortization and depreciation of intangible assets acquired through business combinations	(25)	(55)	
Reversal of reserves related to Securities Class Action and Liberty Media litigations in the United States	27	240	
Income from equity affiliates	34	(13)	
EARNINGS BEFORE INTEREST AND INCOME TAXES (EBIT)	**185**	**385**	**- 52.0%**
Interest	(15)	(8)	
Income from investments	2	1	
Other financial charges and income	(6)	563	
	(19)	***556***	
Earnings before provision for income taxes	**166**	**941**	**- 82.4%**
Provision for income taxes	(58)	(65)	
Earnings from continuing operations	**108**	**876**	**- 87.7%**
Earnings from discontinued operations	-	(1)	
Earnings	**108**	**875**	**- 87.6%**
Non-controlling interests	(7)	(13)	
EARNINGS ATTRIBUTABLE TO VIVENDI SA SHAREOWNERS	**101**	**862**	**- 88.3%**
Earnings attributable to Vivendi SA shareowners per share - basic (in euros)	0.08	0.66	
Earnings attributable to Vivendi SA shareowners per share - diluted (in euros)	0.08	0.66	
Adjusted net income*	**155**	**99**	**+ 57.2%**
Adjusted net income per share - basic (in euros)*	0.12	0.08	
Adjusted net income per share - diluted (in euros)*	0.12	0.08	

In millions of euros, except per share amounts.

* non-GAAP measures.

1.2 Statement of Earnings analysis

1.2.1 Earnings before interest and income taxes

Revenues amounted to €2,663 million, compared to €2,491 million for the first quarter of 2016, a €172 million increase (+6.9%). At constant currency and perimeter[2], revenues increased by 3.4%.

Income from operations amounted to €153 million, compared to €228 million for the first quarter of 2016, a €75 million decrease (-32.8%). At constant currency and perimeter, income from operations decreased by €85 million (-37.2%); Universal Music Group's growth (+€34 million) was more than offset by the decline of Canal+ Group (-€115 million).

EBITA amounted to €149 million, compared to €213 million for the first quarter of 2016, a €64 million decrease (-29.9%). At constant currency and perimeter, EBITA decreased by €72 million (-34.0%). This decline primarily reflected the unfavorable change in income from operations. In addition, EBITA included:

- **restructuring charges** for €4 million, compared to €21 million for the first quarter of 2016, mainly incurred by Universal Music Group; and

[2] Constant perimeter reflects the impacts of the acquisition of Thema America by Canal+ Group (April 7, 2016), Gameloft (June 29, 2016) and Paddington Bear integrated into Vivendi Village (June 30, 2016).

- **other operating charges and income** excluded from income from operations, which amounted to a net balance of zero, compared to a net income of €6 million for the first quarter of 2016.

EBIT amounted to €185 million, compared to €385 million for the first quarter of 2016, a €200 million decrease (-52.0%), as a result of the following factors:

- **income from equity affiliates** amounted to a profit of €34 million, compared to a charge of €13 million for the first quarter of 2016. This amount primarily included Vivendi's share of Telecom Italia's net earnings calculated based on the financial information disclosed by Telecom Italia[3], representing an income of €32 million for the first quarter of 2017 (corresponding to the fourth quarter of 2016 because of the three-month lag; please refer to Note 7 to the Condensed Financial Statements for the first quarter ended March 31, 2017), compared to a €11 million loss for the first quarter of 2016 (corresponding to the period from December 15 to December 31, 2015). For the first quarter of 2017, it included the amortization of intangible assets related to the purchase price allocation for Telecom Italia (-€15 million excluded from adjusted net income);
- **the reversal of reserve** related to the Securities Class Action litigation in the United States represented a net profit of €27 million for the first quarter of 2017. On April 6, 2017, Vivendi announced that it had signed an agreement to settle the remaining claims still in dispute with certain class plaintiffs for $26 million, which together with the judgments previously entered, resolves this entire litigation for an aggregate amount of $78 million (please refer to Note 14 to the Condensed Financial Statements for the first quarter ended March 31, 2017).
  For the first quarter of 2016, the reversal of reserve related to the Liberty Media litigation in the United States represented a net profit of €240 million. As a reminder, on February 23, 2016, Vivendi agreed on a settlement with Liberty Media and paid it $775 million (€705 million); and
- **amortization of intangible assets acquired through business combinations** amounted to €25 million, compared to €55 million for the first quarter of 2016, a €30 million decrease due to the change in estimate of the amortization period of Universal Music Group's music rights and catalogs which was extended from 15 to 20 years as from January 1, 2017 (please refer to Note 1 to the Condensed Financial Statements for the first quarter ended March 31, 2017).

1.2.2 Net financial charges and income

Interest was an expense of €15 million, compared to €8 million for the first quarter of 2016, a €7 million increase. It included:

- interest expense on borrowings for €20 million, compared to €14 million for the first quarter of 2016. This change reflected the increase in the average outstanding borrowings to €3.9 billion (compared to €2.1 billion for the first quarter of 2016) pursuant to the issuance of new bonds in May and November 2016 for an aggregate amount of €2.1 billion, offset by the decrease in the average interest rate on borrowings to 2.04% (compared to 2.55% for the first quarter of 2016); and
- interest income earned on the investment of cash surpluses for €5 million, compared to €6 million for the first quarter of 2016.

Other financial charges and income amounted to a net charge of €6 million, compared to a net income of €563 million for the first quarter of 2016. For the first quarter of 2016, they primarily included the net capital gain on the sale of the remaining interest in Activision Blizzard in January 2016 (€576 million, before taxes).

1.2.3 Provision for income taxes

Provision for income taxes amounted to a net charge of €58 million, compared to a net charge of €65 million for the first quarter of 2016, a €7 million improvement, notably related to the €47 million favorable change in non-recurring impacts, which primarily included a €10 million positive impact at Universal Music Group in the United Kingdom for the first quarter of 2017 and the €41 million negative impact in connection with the reversal of reserve related to the Liberty Media litigation for the first quarter of 2016. In addition, the provision for income taxes included a €38 million unfavorable change in tax savings related to Vivendi SA's Tax Group System, which was a €27 million charge for the first quarter of 2017, compared to a €11 million income for the first quarter of 2016.

Provision for income taxes reported to adjusted net income was a net charge of €21 million, compared to a net charge of €78 million for the first quarter of 2016. The effective tax rate reported to adjusted net income was 15.5% for the first quarter of 2017, compared to 38.0% for the first quarter of 2016. Excluding the non-recurring impacts of the consolidated provision for income taxes, the effective tax rate reported to adjusted net income would be 22.9% for the first quarter of 2017, compared to 20.2% for the first quarter of 2016.

[3] On March 23, 2017 (Financial Statements for the year ended December 31, 2016) and on March 17, 2016 (Financial Statements for the year ended December 31, 2015), respectively.

1.2.4 Non-controlling interests

Earnings attributable to non-controlling interests amounted to €7 million, compared to €13 million for the first quarter of 2016. They primarily included the non-controlling interests of Canal+ Overseas, nc+ in Poland and VTV in Vietnam.

1.2.5 Earnings attributable to Vivendi SA shareowners

For the first quarter of 2017, **earnings attributable to Vivendi SA shareowners** amounted to a profit of €101 million (or €0.08 per share), compared to €862 million for the same period in 2016 (or €0.66 per share), a €761 million decrease (-88.3%). In addition to the unfavorable change in EBIT, this decrease primarily resulted from the change in other financial charges and income (-€569 million), which for the first quarter of 2016, included the net capital gain on the sale of the remaining interest in Activision Blizzard in January 2016 (€576 million, before taxes).

1.2.6 Adjusted net income

(in millions of euros)	Three months ended March 31, 2017	2016	% Change
Revenues	**2,663**	**2,491**	**+ 6.9%**
Income from operations	**153**	**228**	**- 32.8%**
EBITA	**149**	**213**	**- 29.9%**
Income from equity affiliates	49	(13)	
Interest	(15)	(8)	
Income from investments	2	1	
Adjusted earnings from continuing operations before provision for income taxes	185	193	
Provision for income taxes	(21)	(78)	
Adjusted net income before non-controlling interests	164	115	
Non-controlling interests	(9)	(16)	
Adjusted net income	**155**	**99**	**+ 57.2%**

For the first quarter of 2017, **adjusted net income** amounted to a profit of €155 million (or €0.12 per share), compared to €99 million for the same period in 2016 (or €0.08 per share), a €56 million increase (+57.2%). The change in EBITA (-€64 million) and the increase in interest expense (-€7 million) were offset by the increase in income from equity affiliates (+€62 million, primarily Telecom Italia's contribution for +€58 million), the decrease in provision for income taxes (+€57 million) and the decrease in non-controlling interests (+€7 million).

Reconciliation of earnings attributable to Vivendi SA shareowners to adjusted net income

(in millions of euros)	Three months ended March 31, 2017	2016
Earnings attributable to Vivendi SA shareowners (a)	**101**	**862**
Adjustments		
Amortization and depreciation of intangible assets acquired through business combinations	25	55
Amortization of intangible assets related to equity affiliates	15	-
Reversal of reserves related to Securities Class Action and Liberty Media litigations in the United States (a)	(27)	(240)
Other financial charges and income	6	(563)
Earnings from discontinued operations (a)	-	1
Provision for income taxes on adjustments	37	(13)
Non-controlling interests on adjustments	(2)	(3)
Adjusted net income	**155**	**99**

a. As reported in the Consolidated Statement of Earnings.

Adjusted net income per share

	Three months ended March 31,			
	2017		2016	
	Basic	Diluted	Basic	Diluted
Adjusted net income (in millions of euros)	155	155	99	99
Number of shares (in millions)				
Weighted average number of shares outstanding (a)	1,255.6	1,255.6	1,304.2	1,304.2
Potential dilutive effects related to share-based compensation	-	3.0	-	3.0
Adjusted weighted average number of shares	1,255.6	1,258.6	1,304.2	1,307.2
Adjusted net income per share (in euros)	**0.12**	**0.12**	**0.08**	**0.08**

a. Net of the weighted average number of treasury shares (31.6 million shares for the first quarter of 2017, compared to 64.3 million for the same period in 2016).

1.3 Business segment performance analysis

	Three months ended March 31,				
(in millions of euros)	2017	2016	% Change	% Change at constant currency	% Change at constant currency and perimeter (a)
Revenues					
Universal Music Group	1,284	1,119	+14.8%	+12.7%	+12.7%
Canal+ Group	1,278	1,328	-3.8%	-3.4%	-3.5%
Gameloft	68	-	na	na	na
Vivendi Village	26	25	+3.6%	+6.3%	+3.6%
New Initiatives	10	30			
Elimination of intersegment transactions	(3)	(11)			
Total Vivendi	**2,663**	**2,491**	**+6.9%**	**+6.2%**	**+3.4%**
Income from operations					
Universal Music Group	141	102	+37.6%	+33.1%	+33.1%
Canal+ Group	51	164	-69.0%	-70.4%	-70.2%
Gameloft	4	-	na	na	na
Vivendi Village	(4)	(4)			
New Initiatives	(16)	(9)			
Corporate	(23)	(25)			
Total Vivendi	**153**	**228**	**-32.8%**	**-36.3%**	**-37.2%**
EBITA					
Universal Music Group	134	79	+71.3%	+65.7%	+65.7%
Canal+ Group	57	169	-66.3%	-67.7%	-67.5%
Gameloft	3	-	na	na	na
Vivendi Village	(4)	-			
New Initiatives	(16)	(10)			
Corporate	(25)	(25)			
Total Vivendi	**149**	**213**	**-29.9%**	**-33.6%**	**-34.0%**

na: not applicable.

a. Constant perimeter reflects the impacts of the following acquisitions:

- Thema America by Canal+ Group (April 7, 2016);
- Gameloft (June 29, 2016); and
- Paddington Bear integrated into Vivendi Village (June 30, 2016).

1.3.1 Universal Music Group (UMG)

Strong earnings growth; subscription and streaming represent increasing share of revenues

In 2016, the music industry, including Vivendi's most significant activity, Universal Music Group (UMG), improved on the return to growth initiated the previous year. The IFPI reported a 5.9% industry-wide growth in recorded music revenues in 2016, with revenues increasing in nine out of the top ten markets.

For UMG, the first quarter 2017 was the sixth consecutive quarter of growth in recorded music revenues at constant currency, largely driven by subscription and streaming revenues, which increased by 49.0% and now represents 46% of UMG's recorded music revenues.

Sustained growth in the subscription and streaming market depends on a healthy and competitive digital distribution market. UMG was the first major music company to reach a new global strategic licensing agreement with Spotify, as announced on April 4, 2017. This agreement provides greater flexibility for new releases and collaboration on innovative marketing campaigns across the world's largest streaming service. Additionally, UMG remains focused on licensing and supporting subscription services in emerging markets, in partnership with both global players and local distribution companies. UMG has now entered into licensing agreements with over 400 digital music services around the world.

Against this backdrop, it is required to correct the discrepancy between the immense consumption of music on user-upload platforms and the low revenues received from those platforms by those who create and invest in music. The European Commission has recognized the existence of the value gap and has proposed solutions that are now working their way through the European Parliament and the European Council. However, an appropriate legal framework needs to be established worldwide.

Universal Music Group's (UMG) revenues amounted to €1,284 million, up 12.7% at constant currency and perimeter compared to the first quarter of 2016 (+14.8% on an actual basis).

Recorded music revenues grew by 12.2% at constant currency and perimeter as growth in subscription and streaming revenues (+49.0%) more than compensated for the continued decline in download and physical sales.

Music publishing revenues grew by 14.0% at constant currency and perimeter also driven by growth in subscription and streaming, as well as greater synchronization revenues. Merchandising and other revenues were up 13.3% at constant currency, notably driven by higher retail sales.

Recorded music best sellers for the first quarter of 2017 included carryover sales from The Weeknd, a new release from Drake and soundtrack releases from *La La Land*, *Fifty Shades Darker* and Disney's film *Moana*.

UMG's income from operations amounted to €141 million, up 33.1% at constant currency compared to the first quarter of 2016 (+37.6% on an actual basis) as a result of higher revenues.

UMG's EBITA amounted to €134 million, up 65.7% at constant currency compared to the first quarter of 2016 (+71.3% on an actual basis). EBITA included lower restructuring charges compared to the first quarter of 2016.

1.3.2 Canal+ Group

Recovery in France expected for the second half of the year; ongoing international development

The transformation plan of the pay-TV operations in France put in place in 2016 is starting to bear fruit. The plan notably includes last November's overhaul of the commercial policy with offerings that are more modular (optional theme packages built around the Canal+ channel) and more flexible (with or without commitment, 24-month contracts), the distribution agreements entered into with Orange and Free, and the plan to reduce costs by €300 million by 2018 (of which €110 million was achieved in 2016).

The first positive effects of the new offers were observed in March 2017 when, for the first time in many quarters, the number of new pay-TV subscriptions offset the number of unsubscriptions. Their impact on Canal+ Group's EBITA is expected to be tangible from the second half of 2017, with a reversal of the downward trend observed since 2012.

Canal+ Group continues to accelerate its international development, particularly in Africa. This development is possible through the securing of certain key rights, such as the recently awarded pay-TV broadcasting rights to the 2018 FIFA World Cup in Africa, and through investment in broadcasting methods for content offerings, which have greatly expanded in recent years.

International development also involves the production and distribution of original content. The emblematic Canal+ "Création Originale", Versailles, has been sold in over 100 territories, and *Midnight Sun* and *Baron Noir* in 80 countries. Studiocanal's catalog, with 6,500 titles, several of which have recently been remastered, is valued worldwide. Studiocanal recently entered into around 20 agreements with local distributors in Japan, notably involving Alain Delon's movies. An all-new 3D version of *Terminator 2* is expected to be released worldwide in the second half of the year.

In addition, in early May, Canal+ Group, already a partner of Formula 1 since 2013, secured the broadcasting rights to the Formula 1, Formula 2 and GP3 racing for the 2018, 2019 and 2020 seasons.

Canal+ Group also recently signed an exclusive content licensing and trademark agreement with CBS Corporation for Showtime in France. The agreement covers at least 10 current or future series, including the revival of David Lynch cult series, *Twin Peaks*.

The negative EBITA trend recorded in the first quarter of 2017 is expected to reverse in the second half of 2017 with a positive change in EBITA compared to the second half of 2016. For the full-year 2017, Canal+ Group expects that its EBITA should amount to approximately €350 million.

Canal+ Group's revenues amounted to €1,278 million, down 3.8% compared to the first quarter of 2016.

Revenues from pay-TV operations in mainland France were down 7.8% compared to the first quarter of 2016. This change reflected the reduction of the free-to-air window on the Canal+ channel and the decrease in the individual subscriber base (down 401,000 year-on-year to 5.145 million subscribers), despite a significant improvement in business performance following the launch of the new Canal offers in mid-November 2016.

Revenues from international pay-TV operations grew by 8.0% compared to the first quarter of 2016, thanks to strong growth in the subscriber base, particularly in Africa where the year-on-year increase amounted to 649,000.

At the end of March 2017, Canal+ Group's total subscriber base reached 14.7 million, up 3.2 million year-on-year, including 2.9 million Orange and Free customers gained as part of the distribution agreements formed with these telecom operators at the end of 2016.

Advertising revenues from free-to-air channels in mainland France slightly decreased year-on-year, despite an increase in C8's revenues, driven by a greater attraction toward the channel. C8 confirmed its leading position among DTT channels in France and was the fifth most watched French channel.

Studiocanal's revenues amounted to €95 million, down 10.1% compared to the first quarter of 2016 due to lower video sales, partially offset by the strong theatrical performances of *Sahara* and *Alibi.com*, Studiocanal's biggest success in France in the last 10 years with 3.5 million tickets sold.

Canal+ Group's income from operations amounted to €51 million, compared to €164 million for the first quarter of 2016, and EBITA amounted to €57 million, compared to €169 million for the first quarter of 2016. The changes were mainly due to the decline in revenues from pay-TV operations in mainland France and higher distribution costs at Studiocanal due to the greater number of theatrical releases over the period.

1.3.3 Gameloft

All-time second best quarter

As a reminder, Vivendi has fully consolidated Gameloft since June 29, 2016.

Gameloft's revenues amounted to €68 million for the first quarter of 2017, its all-time second best quarter. The revenues break down geographically as follows: 32% in the EMEA region (Europe, the Middle East and Africa), 29% in North America, 27% in Asia Pacific and 12% in Latin America.

Gameloft is benefiting in particular from the very good performance of its back catalog, thanks to the changes implemented over the past several months in the teams responsible for game updates and to an improvement in the effectiveness of the customer acquisition policy. Daily sales of its flagship games such as *Dragon Mania Legends*, *Disney Magic Kingdoms*, *March of Empires*, *Modern Combat 5*, *Sniper Fury*, as well as *Asphalt Airborne*, significantly increased in the first quarter of 2017. *Asphalt Airborne* has exceeded the threshold of 300 million downloads, becoming one of the most downloaded games in the history of mobile video games.

Gameloft released two new games on smartphones in March 2017: *Gangstar New Orleans* and *N.O.V.A. Legacy* which registered more than 7 million and 12 million downloads, respectively. In the first quarter of 2017, almost two-thirds of Gameloft's sales were on its own franchises and gaming brands.

Gameloft's advertising revenues increased to €8 million, representing 11.8% of total revenues for the first quarter of 2017.

Thanks to an increase in revenues and strict cost monitoring, Gameloft's income from operations reached €4 million for the first quarter of 2017. Gameloft's EBITA amounted to €3 million for the first quarter of 2017.

During the first quarter of 2017, Gameloft's daily active users (DAU) reached an average of 16 million and the number of monthly active users (MAU) reached an average of 138 million. Both the DAU and MAU slightly increased compared to the fourth quarter of 2016.

1.3.4 Vivendi Village

Vivendi Village's revenues amounted to €26 million, a 3.6% increase compared to the first quarter of 2016 (+6.3% at constant currency and +3.6% at constant currency and perimeter). For same period, Vivendi Village's income from operations amounted to a loss of €4 million, stable compared to the first quarter of 2016, and EBITA amounted to a loss of €4 million.

Vivendi Ticketing's performance was particularly strong with revenues of €12 million for the first quarter of 2017 (+18.5% at constant currency and perimeter) and a very significant improvement in income from operations.

MyBestPro (web-based expert counseling) reported a 10% increase in revenues and maintained its level of income from operations for the first quarter of 2017.

Additional CanalOlympia venues were opened in Burkina Faso, Cameroon, Guinea and Niger during the first quarter of 2017. A fifth venue will open on May 11, 2017 in Senegal.

1.3.5 New Initiatives

The operating segment "New Initiatives" groups together the projects being launched or developed by Vivendi, including Dailymotion, Vivendi Content and GVA (Group Vivendi Africa).

New Initiatives' revenues and income from operations amounted to €10 million and -€16 million, respectively.

Dailymotion began a major transformation plan in 2016. Dailymotion intends to offer its users a new experience allowing them to better discover and watch videos, including live videos, directly related to their individual interests and desires. To do this, Dailymotion will rely on the content provided by the hundreds of contributors (e.g., publishers, media groups) around the world with whom it has established partnerships.

This new experience will be available in June 2017, with the worldwide launch of a completely revamped user interface for all screen types, particularly mobile screens, which will mark an important step in Dailymotion's transformation.

1.3.6 Corporate

Corporate's income from operations amounted to a net charge of €23 million, compared to a net charge of €25 million for the first quarter of 2016, a €2 million improvement, primarily related to adjustments made in 2016 to the previous year's personnel costs.

Corporate's EBITA amounted to a net charge of €25 million, stable compared to the first quarter of 2016. The €2 million improvement in income from operations was offset by restructuring charges and by the full year impact of the 2016 performance share plan.

2 Treasury and capital resources

2.1 Net Cash Position and equity portfolio

Preliminary comment:

The "Net Cash Position", a non-GAAP measure, should be considered in addition to, and not as a substitute for, other GAAP measures as presented in the Consolidated Statement of Financial Position, as well as any other measures of indebtedness reported in accordance with GAAP, and Vivendi considers it to be a relevant indicator of treasury and capital resources of the group. Vivendi Management uses this indicator for reporting, management, and planning purposes, as well as to comply with certain covenants.

2.1.1 Net Cash Position

(in millions of euros)	March 31, 2017	December 31, 2016
Cash and cash equivalents (a)	3,046	4,072
of which Vivendi SA's money market funds	*719*	*1,916*
Vivendi SA's term deposits and interest-bearing current accounts	*1,910*	*1,792*
Cash management financial assets	970	998
Cash position	**4,016**	**5,070**
Derivative financial instruments in assets	40	79
Borrowings and other financial liabilities	(3,583)	(4,081)
of which long-term (a)	*(2,968)*	*(2,977)*
short-term (a)	*(615)*	*(1,104)*
Borrowings and other financial items	**(3,543)**	**(4,002)**
Net Cash Position	**473**	**1,068**

a. As presented in the Consolidated Statement of Financial Position.

As of March 31, 2017, Vivendi's Net Cash Position amounted to €473 million, compared to €1,068 million as of December 31, 2016.

As of March 31, 2017, the group's cash position amounted to €4,016 million (compared to €5,070 million as of December 31, 2016), of which €3,603 million was held by Vivendi SA as of March 31, 2017 and primarily invested as follows:

- €719 million invested in money market funds and classified as "cash and cash equivalents";
- €2,566 million invested in term deposits, interest-bearing current accounts and Medium Term Notes (MTN), of which €1,910 million is classified as "cash and cash equivalents" and the remaining balance (€656 million) as "financial assets"; and
- €314 million invested in bond funds and classified as "financial assets".

As of March 31, 2017, Vivendi's borrowings and other financial liabilities amounted to €3,583 million, compared to €4,081 million as of December 31, 2016, a €498 million decrease. This change notably resulted from the redemption upon maturity in March 2017 of the bond issued in March 2010 (€750 million), partially offset by the issuance of short-term marketable securities[4] for €200 million. As of March 31, 2017, Vivendi's borrowings and other financial liabilities mainly included bonds for €2,800 million and short-term marketable securities for €300 million.

In addition, Vivendi SA has a €2 billion bank credit facility maturing in October 2021, which was undrawn as of March 31, 2017. Taking into account the short-term marketable securities[4] backed by this bank credit facility and issued for €300 million, this facility was available for €1.7 billion as of March 31, 2017. As of May 9, 2017 (the date of Vivendi's Management Board meeting that approved the Condensed Financial Statements for the first quarter ended March 31, 2017), taking into account the short-term marketable securities[4] issued for €500 million, this facility was available for €1.5 billion.

Moreover, on March 22, 2017, Vivendi set up a €3 billion Euro Medium-Term Note program, filed with the *Autorité des marchés financiers* (the French securities regulator) which has granted visa n°17-104, giving Vivendi full flexibility to issue bonds, if it decides to do so.

[4] Since June 1, 2016, in accordance with the French Monetary and Financial Code (Code monétaire et financier), "short-term marketable securities" have replaced "commercial papers".

Taking into account (i) the €346 million received on April 18, 2017, as part of the settlement of a litigation related to tax credits utilized by Vivendi with respect to fiscal year 2012, and (ii) the payment on May 4, 2017 of €499 million, corresponding to the dividend paid by Vivendi with respect to fiscal year 2016, Vivendi's restated Net Cash Position as of March 31, 2017 would amount to approximately €0.3 billion.

2.1.2 Equity portfolio

As of March 31, 2017, Vivendi held a portfolio of listed and unlisted non-controlling equity interests, mainly in Telecom Italia, Mediaset, Ubisoft, Telefonica, Groupe Fnac and Banijay Group. As of that date, this equity portfolio represented an aggregate market value of approximately €7.0 billion (before taxes), compared to €6.8 billion as of December 31, 2016: please refer to Notes 7 and 8 to the Condensed Financial Statements for the first quarter ended March 31, 2017.

As of May 9, 2017 (the date of Vivendi's Management Board meeting that approved the Condensed Financial Statements for the first quarter ended March 31, 2017), the value of Vivendi's portfolio of non-controlling equity interests amounted to approximately €7.3 billion (before taxes).

2.2 Changes in Net Cash Position

(in millions of euros)	Cash and cash equivalents	Borrowings and other financial items (a)	Net Cash Position
Net Cash Position as of December 31, 2016	**4,072**	**(3,004)**	**1,068**
(Outflows)/inflows:			
Operating activities	(141)	-	(141)
Investing activities	(172)	(16)	(188)
Financing activities	(704)	450	(254)
Foreign currency translation adjustments	(9)	(3)	(12)
Net Cash Position as of March 31, 2017	**3,046**	**(2,573)**	**473**

a. "Other financial items" include cash management financial assets, commitments to purchase non-controlling interests and derivative financial instruments (assets and liabilities).

As of March 31, 2017, Vivendi's Net Cash Position amounted to €473 million, compared to €1,068 million as of December 31, 2016, a €595 million decrease mainly attributable to the following outflows:

- -€141 million in net cash used for operating activities (after taxes);
- -€188 million related to investments made during the first quarter of 2017. They mainly included the payment of a €70 million deposit as part of an agreement to purchase a piece of land on the île Seguin in the Parisian suburb Boulogne Billancourt, capital expenditures for €57 million and the acquisition of additional Ubisoft shares for €38 million; and
- -€254 million related to financial activities, primarily corresponding to the share repurchase program for €203 million.

2.3 Cash flow from operations analysis

Preliminary comment:

"Cash flow from operations" (CFFO) and "cash flow from operations after interest and taxes" (CFAIT), non-GAAP measures, should be considered in addition to, and not as substitutes for, other GAAP measures of operating and financial performance as presented in the Consolidated Financial Statements and the related notes or as described in this Financial Report. Vivendi considers these to be relevant indicators of the group's operating and financial performance.

	Three months ended March 31,		
(in millions of euros)	2017	2016	% Change
Revenues	2,663	2,491	+6.9%
Operating expenses excluding depreciation and amortization	(2,434)	(2,190)	-11.2%
	229	*301*	*-24.0%*
Restructuring charges paid	(19)	(35)	+45.9%
Content investments, net	(133)	(50)	x 2,6
of which content investments paid	*(769)*	*(610)*	*-26.2%*
recoupments of advances/consumption of rights	*636*	*560*	*+13.8%*
Neutralization of change in provisions included in operating expenses	(28)	(47)	+41.5%
Other cash operating items	3	1	x 2,5
Other changes in net working capital	(164)	(23)	x 7,2
Net cash provided by/(used for) operating activities before income tax paid	***(112)***	***147***	***na***
Capital expenditures, net (capex, net)	(57)	(57)	-0.9%
Cash flow from operations (CFFO)	**(169)**	**90**	**na**
Interest paid, net	(15)	(8)	-98.7%
Other cash items related to financial activities	(4)	(57)	+93.1%
Income tax (paid)/received, net	(29)	(57)	+48.9%
Cash flow from operations after interest and income tax paid (CFAIT)	**(217)**	**(32)**	**x 6,8**

na: not applicable.

2.3.1 Changes in cash flow from operations (CFFO)

For the first quarter of 2017, cash flow from operations (CFFO) represented a €169 million net outflow (compared to a €90 million net inflow for the first quarter of 2016), a €259 million decrease. Despite Universal Music Group's good performance, driven by the net growth of its digital operations, this change resulted from the decline in the performance of Canal+ Group, notably due to the Canal+ channels in France, as well as the increase in content investments (-€159 million), primarily at Universal Music Group, and the unfavorable change in working capital (-€141 million), mainly at Canal+ Group. In addition, the restructuring charges paid decreased by €16 million.

2.3.2 Changes in cash flow from operations after interest and income tax paid (CFAIT)

For the first quarter of 2017, cash flow from operations after interest and income tax paid (CFAIT) represented a €217 million net outflow, compared to a €32 million net outflow for the first quarter of 2016, a €185 million decrease. The unfavorable change in CFFO (-€259 million) was partially offset by the favorable change in income taxes paid and in cash flow from financial activities.

Cash flow related to income taxes amounted to a €29 million net outflow, compared to a €57 million net outflow for the first quarter of 2016, a €28 million decrease. For the first quarter of 2017, it notably included a €10 million inflow at Universal Music Group in the United Kingdom, related to a litigation settlement. For the first quarter of 2016, it primarily included the 3% tax on the dividends paid by Vivendi SA in February 2016 (€40 million).

For the first quarter of 2017, financial activities generated a €19 million net outflow, compared to a €65 million net outflow for the same period in 2016, a €46 million improvement. They included net interest paid for €15 million, compared to €8 million for the first quarter of 2016. In addition, for the first quarter of 2016, they included cash outflows generated by foreign exchange risk hedging instruments as a result of the depreciation of the British pound (GBP) against the euro (-€57 million).

2.3.3 Reconciliation of CFAIT to net cash provided by/(used for) operating activities

	Three months ended March 31,	
(in millions of euros)	2017	2016
Cash flow from operations after interest and income tax paid (CFAIT)	**(217)**	**(32)**
Adjustments		
Capital expenditures, net (capex, net)	57	57
Interest paid, net	15	8
Other cash items related to financial activities	4	57
Net cash provided by/(used for) operating activities (a)	**(141)**	**90**

a. As presented in the Consolidated Statement of Cash Flows.

2.4 Analysis of investing and financing activities

2.4.1 Investing activities

(in millions of euros)	Three months ended March 31, 2017
Financial investments	
Deposit paid as part of a land purchase agreement in Boulogne Billancourt	(70)
Acquisition of Ubisoft shares	(38)
Acquisition of cash management financial assets	(50)
Other	(31)
Total financial investments	**(189)**
Financial divestments	
Disposal of cash management financial assets	65
Other	9
Total financial divestments	**74**
Capital expenditures, net	(57)
Net cash provided by/(used for) investing activities (a)	**(172)**

a. As presented in the Consolidated Statement of Cash Flows.

2.4.2 Financing activities

(in millions of euros)	Three months ended March 31, 2017
Transactions with shareowners	
Sale/(purchase) of Vivendi SA's treasury shares	(203)
Other	(2)
Total transactions with shareowners	**(205)**
Transactions on borrowings and other financial liabilities	
Issuance of short-term marketable securities	200
Redemption of bonds	(750)
Interest paid, net	(15)
Other	66
Total transactions on borrowings and other financial liabilities	**(499)**
Net cash provided by/(used for) financing activities (a)	**(704)**

a. As presented in the Consolidated Statement of Cash Flows.

3 Outlook

Vivendi confirms its 2017 outlook announced on February 23, 2017: revenues should increase by more than 5% and, thanks to the measures taken in 2016, EBITA should increase by around 25%.

4 Forward-Looking Statements

Cautionary note

This Financial Report contains forward-looking statements with respect to Vivendi's financial condition, results of operations, business, strategy, plans and outlook of Vivendi, including the impact of certain transactions, and the payment of dividends and distributions as well as share repurchases. Although Vivendi believes that such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance. Actual results may differ materially from the forward-looking statements as a result of a number of risks and uncertainties, many of which are outside Vivendi's control, including, but not limited to, the risks related to antitrust and other regulatory approvals, and to any other approvals which may be required in connection with certain transactions, as well as the risks described in the documents of the group filed by Vivendi with the *Autorité des marchés financiers* (the "AMF") (the French securities regulator), and in its press releases, if any, which are also available in English on Vivendi's website (www.vivendi.com). Accordingly, readers are cautioned against relying on such forward-looking statements. These forward-looking statements are made as of the date of this Financial Report. Vivendi disclaims any intention or obligation to provide, update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

5 Other Disclaimers

Unsponsored ADRs

Vivendi does not sponsor any American Depositary Receipt (ADR) facility in respect of its shares. Any ADR facility currently in existence is "unsponsored" and has no ties whatsoever to Vivendi. Vivendi disclaims any liability in respect of any such facility.

Translation

This Financial Report is an English translation of the French version of the report and is provided solely for the convenience of English speaking readers. This translation is qualified in its entirety by the French version, which is available on the company's website (www.vivendi.com). In the event of any inconsistencies between the French version of this Financial Report and the English translation, the French version will prevail.

II- Appendix to the Financial Report: Unaudited supplementary financial data

1 Quarterly revenues, income from operations and EBITA by business segment

(in millions of euros)	2017 Three months ended March 31,
Revenues	
Universal Music Group	1,284
Canal+ Group	1,278
Gameloft	68
Vivendi Village	26
New Initiatives	10
Elimination of intersegment transactions	(3)
Total Vivendi	**2,663**
Income from operations	
Universal Music Group	141
Canal+ Group	51
Gameloft	4
Vivendi Village	(4)
New Initiatives	(16)
Corporate	(23)
Total Vivendi	**153**
EBITA	
Universal Music Group	134
Canal+ Group	57
Gameloft	3
Vivendi Village	(4)
New Initiatives	(16)
Corporate	(25)
Total Vivendi	**149**

	2016			
(in millions of euros)	Three months ended March 31,	Three months ended June 30,	Three months ended September 30,	Three months ended December 31,
Revenues				
Universal Music Group	1,119	1,196	1,308	1,644
Canal+ Group	1,328	1,311	1,263	1,351
Gameloft	-	-	63	69
Vivendi Village	25	29	24	33
New Initiatives	30	28	18	27
Elimination of intersegment transactions	(11)	(11)	(8)	(17)
Total Vivendi	**2,491**	**2,553**	**2,668**	**3,107**
Income from operations				
Universal Music Group	102	115	174	296
Canal+ Group	164	133	142	(136)
Gameloft	-	-	4	6
Vivendi Village	(4)	(4)	(1)	2
New Initiatives	(9)	(8)	(8)	(19)
Corporate	(25)	(24)	(21)	(26)
Total Vivendi	**228**	**212**	**290**	**123**
EBITA				
Universal Music Group	79	98	176	291
Canal+ Group	169	119	139	(187)
Gameloft	-	-	2	5
Vivendi Village	-	(4)	(5)	-
New Initiatives	(10)	(14)	(11)	(21)
Corporate	(25)	(25)	(24)	(28)
Total Vivendi	**213**	**174**	**277**	**60**

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III- Condensed Financial Statements for the first quarter ended March 31, 2017

Condensed Statement of Earnings

	Note	Three months ended March 31, (unaudited) 2017	2016	Year ended December 31, 2016
Revenues	3	**2,663**	**2,491**	**10,819**
Cost of revenues		(1,692)	(1,510)	(6,829)
Selling, general and administrative expenses		(843)	(802)	(3,395)
Restructuring charges	3	(4)	(21)	(94)
Impairment losses on intangible assets acquired through business combinations	3	-	-	(23)
Reversal of reserves related to Securities Class Action and Liberty Media litigations in the United States	14	27	240	240
Income from equity affiliates	7	34	(13)	169
Earnings before interest and income taxes (EBIT)		**185**	**385**	**887**
Interest	4	(15)	(8)	(40)
Income from investments		2	1	47
Other financial income		6	586	692
Other financial charges		(12)	(23)	(254)
		(19)	***556***	***445***
Earnings before provision for income taxes		**166**	**941**	**1,332**
Provision for income taxes	5	(58)	(65)	(77)
Earnings from continuing operations		**108**	**876**	**1,255**
Earnings from discontinued operations		-	(1)	20
Earnings		**108**	**875**	**1,275**
Of which				
Earnings attributable to Vivendi SA shareowners		**101**	**862**	**1,256**
Non-controlling interests		7	13	19
Earnings attributable to Vivendi SA shareowners per share - basic	6	**0.08**	**0.66**	**0.99**
Earnings attributable to Vivendi SA shareowners per share - diluted	6	0.08	0.66	0.95

In millions of euros, except per share amounts, in euros.

Note: Vivendi made changes in presentation of its Consolidated Statement of Earnings as from January 1, 2017. For a detailed description of these changes in presentation and the reconciliations to previously published financial data, please refer to Note 1 and Note 16, respectively.

The accompanying notes are an integral part of the Condensed Financial Statements.

Condensed Statement of Comprehensive Income

(in millions of euros)	Three months ended March 31, (unaudited) 2017	2016	Year ended December 31, 2016
Earnings	**108**	**875**	**1,275**
Actuarial gains/(losses) related to employee defined benefit plans, net	1	-	(80)
Actuarial gains/(losses) related to employee defined benefit plans of equity affiliates	10	(1)	(15)
Items not reclassified to profit or loss	**11**	**(1)**	**(95)**
Foreign currency translation adjustments	(221)	(279)	43
Unrealized gains/(losses), net	209	(547)	(217)
Comprehensive income from equity affiliates, net	16	1	128
Other impacts, net	(38)	(20)	14
Items to be subsequently reclassified to profit or loss	**(34)**	**(845)**	**(32)**
Charges and income directly recognized in equity	**(23)**	**(846)**	**(127)**
Total comprehensive income	**85**	**29**	**1,148**
Of which			
Total comprehensive income attributable to Vivendi SA shareowners	**77**	**11**	**1,122**
Total comprehensive income attributable to non-controlling interests	8	18	26

The accompanying notes are an integral part of the Condensed Financial Statements.

Condensed Statement of Financial Position

(in millions of euros)	Note	March 31, 2017 (unaudited)	December 31, 2016
ASSETS			
Goodwill		10,839	10,987
Non-current content assets		2,175	2,169
Other intangible assets		304	310
Property, plant and equipment		646	671
Investments in equity affiliates	7	4,476	4,416
Non-current financial assets	8	4,154	3,900
Deferred tax assets		684	752
Non-current assets		**23,278**	**23,205**
Inventories		124	123
Current tax receivables		561	536
Current content assets		973	1,054
Trade accounts receivable and other		2,160	2,273
Current financial assets	8	1,087	1,102
Cash and cash equivalents	9	3,046	4,072
Current assets		**7,951**	**9,160**
TOTAL ASSETS		**31,229**	**32,365**
EQUITY AND LIABILITIES			
Share capital		7,079	7,079
Additional paid-in capital		4,238	4,238
Treasury shares		(670)	(473)
Retained earnings and other		8,615	8,539
Vivendi SA shareowners' equity		**19,262**	**19,383**
Non-controlling interests		242	229
Total equity	10	**19,504**	**19,612**
Non-current provisions		1,714	1,785
Long-term borrowings and other financial liabilities	11	2,968	2,977
Deferred tax liabilities		684	726
Other non-current liabilities		102	126
Non-current liabilities		**5,468**	**5,614**
Current provisions		412	356
Short-term borrowings and other financial liabilities	11	615	1,104
Trade accounts payable and other		5,186	5,614
Current tax payables		44	65
Current liabilities		**6,257**	**7,139**
Total liabilities		**11,725**	**12,753**
TOTAL EQUITY AND LIABILITIES		**31,229**	**32,365**

The accompanying notes are an integral part of the Condensed Financial Statements.

Condensed Statement of Cash Flows

(in millions of euros)	Three months ended March 31, (unaudited) 2017	2016	Year ended December 31, 2016
Operating activities			
EBIT	185	385	887
Adjustments	-	(165)	104
Content investments, net	(133)	(50)	(55)
Gross cash provided by operating activities before income tax paid	***52***	***170***	***936***
Other changes in net working capital	(164)	(23)	(7)
Net cash provided by operating activities before income tax paid	***(112)***	***147***	***929***
Income tax (paid)/received, net	(29)	(57)	(271)
Net cash provided by operating activities	**(141)**	**90**	**658**
Investing activities			
Capital expenditures	(58)	(59)	(235)
Purchases of consolidated companies, after acquired cash	(22)	(10)	(553)
Investments in equity affiliates	(2)	(528)	(772)
Increase in financial assets	(165)	(715)	(2,759)
Investments	***(247)***	***(1,312)***	***(4,319)***
Proceeds from sales of property, plant, equipment and intangible assets	1	2	2
Proceeds from sales of consolidated companies, after divested cash	-	(17)	3
Disposal of equity affiliates	-	-	1
Decrease in financial assets	74	1,890	1,967
Divestitures	***75***	***1,875***	***1,973***
Dividends received from equity affiliates	-	-	8
Dividends received from unconsolidated companies	-	-	25
Net cash provided by/(used for) investing activities	**(172)**	**563**	**(2,313)**
Financing activities			
Net proceeds from issuance of common shares in connection with Vivendi SA's share-based compensation plans	1	3	81
Sales/(purchases) of Vivendi SA's treasury shares	(203)	(1,129)	(1,623)
Distributions to Vivendi SA's shareowners	-	(1,318)	(2,588)
Other transactions with shareowners	(1)	-	(3)
Dividends paid by consolidated companies to their non-controlling interests	(2)	(5)	(34)
Transactions with shareowners	***(205)***	***(2,449)***	***(4,167)***
Setting up of long-term borrowings and increase in other long-term financial liabilities	-	-	2,101
Principal payment on long-term borrowings and decrease in other long-term financial liabilities	-	-	(16)
Principal payment on short-term borrowings	(762)	(22)	(557)
Other changes in short-term borrowings and other financial liabilities	282	47	260
Interest paid, net	(15)	(8)	(40)
Other cash items related to financial activities	(4)	(57)	(77)
Transactions on borrowings and other financial liabilities	***(499)***	***(40)***	***1,671***
Net cash provided by/(used for) financing activities	**(704)**	**(2,489)**	**(2,496)**
Foreign currency translation adjustments of continuing operations	(9)	(17)	(2)
Change in cash and cash equivalents	**(1,026)**	**(1,853)**	**(4,153)**
Cash and cash equivalents			
At beginning of the period	**4,072**	**8,225**	**8,225**
At end of the period	**3,046**	**6,372**	**4,072**

Note: Vivendi made changes in presentation of its Consolidated Statement of Earnings as from January 1, 2017. For a detailed description of these changes in presentation and the reconciliations to previously published financial data, please refer to Note 1 and Note 16, respectively.

The accompanying notes are an integral part of the Condensed Financial Statements.

Condensed Statements of Changes in Equity

Three months ended March 31, 2017 (unaudited)

(in millions of euros, except number of shares)

	Capital					Retained earnings and other			Total equity
	Common shares: Number of shares (in thousands)	Common shares: Share capital	Additional paid-in capital	Treasury shares	Subtotal	Retained earnings	Other comprehensive income	Subtotal	
BALANCE AS OF DECEMBER 31, 2016	***1,287,088***	**7,079**	**4,238**	**(473)**	**10,844**	**8,004**	**764**	**8,768**	**19,612**
Attributable to Vivendi SA shareowners	***1,287,088***	***7,079***	***4,238***	***(473)***	***10,844***	***7,748***	***791***	***8,539***	***19,383***
Attributable to non-controlling interests	***-***	***-***	***-***	***-***	***-***	***256***	***(27)***	***229***	***229***
Contributions by/distributions to Vivendi SA shareowners	**-**	**-**	**-**	**(197)**	**(197)**	**(2)**	**-**	**(2)**	**(199)**
Sales/(purchases) of treasury shares	-	-	-	(203)	(203)	-	-	-	(203)
Capital increase related to share-based compensation plans	-	-	-	6	6	(2)	-	(2)	4
CHANGES IN EQUITY ATTRIBUTABLE TO VIVENDI SA SHAREOWNERS (A)	**-**	**-**	**-**	**(197)**	**(197)**	**(2)**	**-**	**(2)**	**(199)**
Contributions by/distributions to non-controlling interests	-	-	-	-	-	(2)	-	(2)	(2)
Changes in non-controlling interests that result in a gain/(loss) of control	-	-	-	-	-	8	-	8	8
CHANGES IN EQUITY ATTRIBUTABLE TO NON-CONTROLLING INTERESTS (B)	**-**	**-**	**-**	**-**	**-**	**6**	**-**	**6**	**6**
Earnings	-	-	-	-	-	108	-	108	108
Charges and income directly recognized in equity	-	-	-	-	-	(39)	16	(23)	(23)
TOTAL COMPREHENSIVE INCOME (C)	**-**	**-**	**-**	**-**	**-**	**69**	**16**	**85**	**85**
TOTAL CHANGES OVER THE PERIOD (A+B+C)	***-***	***-***	***-***	***(197)***	***(197)***	***73***	***16***	***89***	***(108)***
Attributable to Vivendi SA shareowners	*-*	*-*	*-*	*(197)*	*(197)*	*67*	*9*	*76*	*(121)*
Attributable to non-controlling interests	*-*	*-*	*-*	*-*	*-*	*6*	*7*	*13*	*13*
BALANCE AS OF MARCH 31, 2017	***1,287,088***	**7,079**	**4,238**	**(670)**	**10,647**	**8,077**	**780**	**8,857**	**19,504**
Attributable to Vivendi SA shareowners	***1,287,088***	***7,079***	***4,238***	***(670)***	***10,647***	***7,815***	***800***	***8,615***	***19,262***
Attributable to non-controlling interests	***-***	***-***	***-***	***-***	***-***	***262***	***(20)***	***242***	***242***

The accompanying notes are an integral part of the Condensed Financial Statements.

Three months ended March 31, 2016 (unaudited)

(in millions of euros, except number of shares)	Capital					Retained earnings and other			Total equity
	Common shares		Additional paid-in capital	Treasury shares	Subtotal	Retained earnings	Other comprehensive income	Subtotal	
	Number of shares *(in thousands)*	Share capital							
BALANCE AS OF DECEMBER 31, 2015	***1,368,323***	**7,526**	**5,343**	**(702)**	**12,167**	**8,014**	**905**	**8,919**	**21,086**
Attributable to Vivendi SA shareowners	***1,368,323***	***7,526***	***5,343***	***(702)***	***12,167***	***7,764***	***923***	***8,687***	***20,854***
Attributable to non-controlling interests	***-***	***-***	***-***	***-***	***-***	***250***	***(18)***	***232***	***232***
Contributions by/distributions to Vivendi SA shareowners	*96*	-	(1)	(1,157)	(1,158)	2	-	2	(1,156)
Sales/(purchases) of treasury shares	*-*	*-*	*-*	*(1,157)*	*(1,157)*	*-*	*-*	*-*	*(1,157)*
Capital increase related to share-based compensation plans	*96*	*-*	*(1)*	*-*	*(1)*	*2*	*-*	*2*	*1*
CHANGES IN EQUITY ATTRIBUTABLE TO VIVENDI SA SHAREOWNERS (A)	***96***	**-**	**(1)**	**(1,157)**	**(1,158)**	**2**	**-**	**2**	**(1,156)**
Contributions by/distributions to non-controlling interests	-	-	-	-	-	(6)	-	(6)	(6)
CHANGES IN EQUITY ATTRIBUTABLE TO NON-CONTROLLING INTERESTS (B)	**-**	**-**	**-**	**-**	**-**	**(6)**	**-**	**(6)**	**(6)**
Earnings	-	-	-	-	-	875	-	875	875
Charges and income directly recognized in equity	-	-	-	-	-	(20)	(826)	(846)	(846)
TOTAL COMPREHENSIVE INCOME (C)	**-**	**-**	**-**	**-**	**-**	**855**	**(826)**	**29**	**29**
TOTAL CHANGES OVER THE PERIOD (A+B+C)	***96***	***-***	***(1)***	***(1,157)***	***(1,158)***	***851***	***(826)***	***25***	***(1,133)***
Attributable to Vivendi SA shareowners	*96*	*-*	*(1)*	*(1,157)*	*(1,158)*	*838*	(825)	*13*	*(1,145)*
Attributable to non-controlling interests	*-*	*-*	*-*	*-*	*-*	*13*	*(1)*	*12*	*12*
BALANCE AS OF MARCH 31, 2016	***1,368,419***	**7,526**	**5,342**	**(1,859)**	**11,009**	**8,865**	**80**	**8,945**	**19,954**
Attributable to Vivendi SA shareowners	***1,368,419***	***7,526***	***5,342***	***(1,859)***	***11,009***	***8,602***	***99***	***8,701***	***19,710***
Attributable to non-controlling interests	***-***	***-***	***-***	***-***	***-***	***263***	***(19)***	***244***	***244***

The accompanying notes are an integral part of the Condensed Financial Statements.

Year ended December 31, 2016

(in millions of euros, except number of shares)	Capital					Retained earnings and other			Total equity
	Common shares: *Number of shares (in thousands)*	Common shares: Share capital	Additional paid-in capital	Treasury shares	Subtotal	Retained earnings	Other comprehensive income	Subtotal	
BALANCE AS OF DECEMBER 31, 2015	***1,368,323***	**7,526**	**5,343**	**(702)**	**12,167**	**8,014**	**905**	**8,919**	**21,086**
Attributable to Vivendi SA shareowners	***1,368,323***	***7,526***	***5,343***	***(702)***	***12,167***	***7,764***	***923***	***8,687***	***20,854***
Attributable to non-controlling interests	***-***	***-***	***-***	***-***	***-***	***250***	***(18)***	***232***	***232***
Contributions by/distributions to Vivendi SA shareowners	***(81,235)***	**(447)**	**(1,105)**	**229**	**(1,323)**	**(1,269)**	**-**	**(1,269)**	**(2,592)**
Capital reduction through cancellation of treasury shares (June 17, 2016)	*(86,875)*	(478)	(1,154)	1,632	-	-	-	-	-
Sales/(purchases) of treasury shares	-	-	-	(1,409)	(1,409)	(4)	-	(4)	(1,413)
Distribution to shareowners (balance of the dividend paid on April 28, 2016 with respect to fiscal year 2015)	-	-	-	-	-	(1,270)	-	(1,270)	(1,270)
Capital increase related to share-based compensation plans	*5,640*	31	49	6	86	5	-	5	91
of which Employee Stock Purchase Plans (July 28, 2016)	*4,870*	*27*	*44*	*-*	*71*	*-*	*-*	*-*	*71*
Changes in Vivendi SA's ownership interest in its subsidiaries that do not result in a loss of control	**-**	**-**	**-**	**-**	**-**	**(2)**	**-**	**(2)**	**(2)**
CHANGES IN EQUITY ATTRIBUTABLE TO VIVENDI SA SHAREOWNERS (A)	***(81,235)***	**(447)**	**(1,105)**	**229**	**(1,323)**	**(1,271)**	**-**	**(1,271)**	**(2,594)**
Contributions by/distributions to non-controlling interests	-	-	-	-	-	(35)	-	(35)	(35)
Changes in non-controlling interests that result in a gain/(loss) of control	-	-	-	-	-	7	-	7	7
CHANGES IN EQUITY ATTRIBUTABLE TO NON-CONTROLLING INTERESTS (B)	**-**	**-**	**-**	**-**	**-**	**(28)**	**-**	**(28)**	**(28)**
Earnings	-	-	-	-	-	1,275	-	1,275	1,275
Charges and income directly recognized in equity	-	-	-	-	-	14	(141)	(127)	(127)
TOTAL COMPREHENSIVE INCOME (C)	**-**	**-**	**-**	**-**	**-**	**1,289**	**(141)**	**1,148**	**1,148**
TOTAL CHANGES OVER THE PERIOD (A+B+C)	***(81,235)***	***(447)***	***(1,105)***	***229***	***(1,323)***	***(10)***	***(141)***	***(151)***	***(1,474)***
Attributable to Vivendi SA shareowners	*(81,235)*	*(447)*	*(1,105)*	*229*	*(1,323)*	*(16)*	(132)	*(148)*	*(1,471)*
Attributable to non-controlling interests	-	-	-	-	-	*6*	*(9)*	*(3)*	*(3)*
BALANCE AS OF DECEMBER 31, 2016	***1,287,088***	**7,079**	**4,238**	**(473)**	**10,844**	**8,004**	**764**	**8,768**	**19,612**
Attributable to Vivendi SA shareowners	***1,287,088***	***7,079***	***4,238***	***(473)***	***10,844***	***7,748***	***791***	***8,539***	***19,383***
Attributable to non-controlling interests	***-***	***-***	***-***	***-***	***-***	***256***	***(27)***	***229***	***229***

The accompanying notes are an integral part of the Condensed Financial Statements.

Notes to the Condensed Financial Statements

On May 9, 2017, at a meeting held at Vivendi's headquarters, the Management Board approved the Financial Report and the Unaudited Condensed Financial Statements for the first quarter ended March 31, 2017. Upon the recommendation of the Audit Committee which met on May 10, 2017, the Supervisory Board, at its meeting held on May 11, 2017, reviewed the Financial Report and Unaudited Condensed Financial Statements for the first quarter ended March 31, 2017, as previously approved by the Management Board on May 9, 2017.

The Unaudited Condensed Financial Statements for the first quarter ended March 31, 2017 should be read in conjunction with Vivendi's audited Consolidated Financial Statements for the year ended December 31, 2016, as published in the "Rapport Annuel - Document de référence 2016" filed on March 14, 2017 with the French *Autorité des marchés financiers* (AMF). Please also refer to pages 210 to 299 of the English translation[5] of the "Rapport Annuel - Document de référence 2016" (the "2016 Annual Report") which is available on Vivendi's website (www.vivendi.com).

Note 1 Accounting policies and valuation methods

1.1 Interim Financial Statements

Vivendi's interim Condensed Financial Statements for the first quarter of 2017 are presented and have been prepared in accordance with IAS 34 – *Interim Financial Reporting* as endorsed in the European Union (EU) and published by the International Accounting Standards Board (IASB). As a result, Vivendi has applied the same accounting methods used in its Consolidated Financial Statements for the year ended December 31, 2016 (please refer to Note 1 "Accounting policies and valuation methods" to the Consolidated Financial Statements for the year ended December 31, 2016, pages 220 to 232 of the 2016 Annual Report) and the following provisions were applied:

- provisions for income taxes have been calculated on the basis of the estimated effective annual tax rate applied to pre-tax earnings. The assessment of the annual effective tax rate takes into consideration notably the recognition of anticipated deferred tax assets for the full year which were not previously recognized; and
- compensation costs recorded for share-based compensation plans, employee benefits and profit-sharing have been included on a pro-rata basis of the estimated cost for the year, adjusted, if necessary, for any non-recurring events which occurred over the period.

The new IFRS standards and IFRIC interpretations effective from January 1, 2017 had no material impact on Vivendi's Financial Statements.

1.2 Changes in presentation of the Consolidated Statement of Earnings

To ensure the consistency of the presentation of the Consolidated Statement of Earnings with the one prepared by Bolloré Group, which decided to fully consolidate Vivendi in its Consolidated Financial Statements as from April 26, 2017, Vivendi made the following changes in presentation of its Consolidated Statement of Earnings as from January 1, 2017:

- income from equity affiliates is reclassified to "Earnings Before Interest and Income Taxes" (EBIT), given that the companies over which Vivendi exercises a significant influence engage in operations that are similar in nature to the group's operations. For the year ended December 31, 2016, this reclassification applies to income of €169 million; and
- the impacts related to financial investment operations, which were previously reported in "other operating charges and income" in EBIT, are reclassified to "other financial charges and income". They include capital gains or losses on the divestiture or depreciation of equity affiliates and other financial investments. For the year ended December 31, 2016, the reclassification applies to a net income of €476 million.

Moreover, the impacts related to transactions with shareowners (except when directly recognized in equity), in particular the €240 million reversal of reserve recorded as of December 31, 2016 related to the Liberty Media litigation in the United States, are maintained in EBIT.

In accordance with IAS 1, Vivendi has applied these changes in presentation to all periods previously published. Taking into account these reclassifications, EBIT for the year ended December 31, 2016 amounted to €887 million (compared to €1,194 million as published in 2016). The reconciliations to previously published financial data are presented in Note 16.

[5] *This free translation of the "Rapport Annuel - Document de référence 2016" is provided solely for the convenience of English speaking readers. In the event of discrepancy, the French version shall prevail.*

1.3 Change in estimate at Universal Music Group

Music rights and catalogs include music catalogs, artists' contracts and music publishing rights acquired through business combinations. As from January 1, 2017, the amortization period of music rights and catalogs was extended from 15 to 20 years, after taking into account a residual value. This change in estimate resulted from an annual review of the value of the intangible assets, undertaken by Vivendi at the end of 2016. As part of this review, Vivendi stated that the value of music rights and catalogs had increased and that the useful life was longer than previously estimated, given the recent changes in the outlook for international music market, driven in particular by the development of subscription streaming services. For the first quarter ended March 31, 2017, the impact over the period of this forward-looking change in estimate on the amortization expense amounted to €24 million (net of deferred taxes).

1.4 New IFRS standards and IFRIC interpretations published but not yet effective

The main new IFRS standards and IFRIC interpretations issued by the IASB/IFRS IC, but not yet effective are described in Note 1.6 "New IFRS Standards and IFRIC Interpretations that have been published but are not yet effective" to Vivendi's Consolidated Financial Statements for the year ended December 31, 2016 (page 232 of the 2016 Annual Report).

Note 2 Major events

Telecom Italia

On December 15, 2015, Telecom Italia's Extraordinary Shareholders' Meeting appointed four members to Telecom Italia's Board of Directors who were nominated by Vivendi, including three representatives of Vivendi (out of the 16-member Board of Directors) and one independent member (among the nine members considered as independent by Telecom Italia). In addition, on April 27, 2016, Mr. Arnaud de Puyfontaine, Chairman of Vivendi's Management Board, was appointed as Telecom Italia's Vice Chairman of the Board. On December 15, 2015, at Telecom Italia's Extraordinary Shareholders' Meeting, Vivendi held 2,772 million Telecom Italia ordinary shares with voting rights, i.e., 20.5% of the ordinary shares, representing 14.2% of the total share capital, and, given the quorum at this meeting, Vivendi's interest in Telecom Italia represented approximately 36% of the actual voting rights. At Telecom Italia's Shareholders' Meeting held on May 25, 2016, Vivendi held 3,331 million Telecom Italia ordinary shares with voting rights, i.e., 24.7% of the ordinary shares, representing 17.1% of the total share capital, and, given the quorum at this meeting, Vivendi's interest in Telecom Italia represented approximately 40% of the actual voting rights.

On May 4, 2017, Telecom Italia's Annual Shareholders' Meeting appointed 10 members to Telecom Italia's Board of Directors who were submitted by Vivendi, comprised of 5 non-independent members, including Telecom Italia's Chairman of the Board and its *Administratore delegato* (Chief Executive Officer) as well as 3 representatives of Vivendi (out of the newly constituted 15-member Board of Directors), and 5 independent members (among the 10 directors who are independent within the meaning of Italian law and the Corporate Governance Code for listed companies). At this Shareholders' Meeting, Vivendi held 3,640.1 million ordinary shares with voting rights, i.e., 23.9% of the ordinary shares, representing 17.2% of Telecom Italia's total share capital, and, given the quorum at this meeting, Vivendi's interest in Telecom Italia represented approximately 41% of the actual voting rights. Therefore, Vivendi is not assured of holding a majority of the voting rights at Telecom Italia's Shareholders' Meetings and no agreements exist between Vivendi and Telecom Italia that would enable Vivendi to appoint the majority of the members to Telecom Italia's Board of Directors nor to obtain the majority of votes at meetings of Telecom Italia's Board of Directors. Moreover, Vivendi does not have the power to unilaterally appoint Telecom Italia's Chairman of the Board, nor its Chief Executive Officer. Given these factors, Vivendi is not considered to have the power to govern Telecom Italia's financial and operating policies, according to IFRS 10.

As from December 15, 2015 and as of the date of this report, since Vivendi has been holding a non-controlling equity interest, the group considers that is has the power to participate in Telecom Italia's financial and operating policy decisions, according to IAS 28, and, consequently, it is deemed to exercise a significant influence over Telecom Italia. As from that date, Vivendi's interest in Telecom Italia has been accounted for under the equity method.

Note 3 Segment data

Main aggregates of the Statement of Earnings

(in millions of euros)	Three months ended March 31, 2017	Three months ended March 31, 2016	Year ended December 31, 2016
Revenues			
Universal Music Group	1,284	1,119	5,267
Canal+ Group	1,278	1,328	5,253
Gameloft	68	-	132
Vivendi Village	26	25	111
New Initiatives	10	30	103
Elimination of intersegment transactions	(3)	(11)	(47)
	2,663	**2,491**	**10,819**
Income from operations			
Universal Music Group	141	102	687
Canal+ Group	51	164	303
Gameloft	4	-	10
Vivendi Village	(4)	(4)	(7)
New Initiatives	(16)	(9)	(44)
Corporate	(23)	(25)	(96)
	153	**228**	**853**
Restructuring charges			
Universal Music Group	(4)	(20)	(44)
Canal+ Group	-	-	(41)
Gameloft	-	-	-
Vivendi Village	1	-	(2)
New Initiatives	-	(1)	(6)
Corporate	(1)	-	(1)
	(4)	**(21)**	**(94)**
Charges related to equity-settled share-based compensation plans			
Universal Music Group	(1)	-	(3)
Canal+ Group	(1)	(1)	(3)
Gameloft	(1)	-	(3)
Vivendi Village	-	-	-
New Initiatives	-	-	-
Corporate	(1)	(1)	(5)
	(4)	**(2)**	**(14)**
Other non-current operating charges and income			
Universal Music Group	(2)	(3)	4
Canal+ Group	7	6	(19)
Gameloft	-	-	-
Vivendi Village	(1)	4	-
New Initiatives	-	-	(6)
Corporate	-	1	-
	4	**8**	**(21)**
Adjusted earnings before interest and income taxes (EBITA)			
Universal Music Group	134	79	644
Canal+ Group	57	169	240
Gameloft	3	-	7
Vivendi Village	(4)	-	(9)
New Initiatives	(16)	(10)	(56)
Corporate	(25)	(25)	(102)
	149	**213**	**724**

Reconciliation of EBIT to EBITA and to income from operations

(in millions of euros)	Three months ended March 31, 2017	Three months ended March 31, 2016	Year ended December 31, 2016
EBIT (a)	**185**	**385**	**887**
Adjustments			
Amortization of intangible assets acquired through business combinations	25	55	223
Impairment losses on intangible assets acquired through business combinations (a)	-	-	23
Reversal of reserves related to Securities Class Action and Liberty Media litigations in the United States (a)	(27)	(240)	(240)
Income from equity affiliates (a)	(34)	13	(169)
EBITA	**149**	**213**	**724**
Adjustments			
Restructuring charges (a)	4	21	94
Charges related to equity-settled share-based compensation plans	4	2	14
Other non-current operating charges and income	(4)	(8)	21
Income from operations	**153**	**228**	**853**

a. As reported in the Consolidated Statement of Earnings.

Statement of Financial Position

(in millions of euros)	March 31, 2017	December 31, 2016
Segment assets (a)		
Universal Music Group	8,957	9,310
Canal+ Group	7,562	7,546
Gameloft	721	718
Vivendi Village	263	264
New Initiatives	536	587
Corporate	8,898	8,579
of which investments in equity affiliates	*4,218*	*4,156*
listed equity securities	*3,256*	*3,011*
	26,937	**27,004**
Segment liabilities (b)		
Universal Music Group	3,349	3,701
Canal+ Group	2,531	2,588
Gameloft	66	65
Vivendi Village	147	154
New Initiatives	65	94
Corporate	1,256	1,279
	7,414	**7,881**

a. Segment assets include goodwill, content assets, other intangible assets, property, plant and equipment, investments in equity affiliates, financial assets, inventories and trade accounts receivable, and other.

b. Segment liabilities include provisions, other non-current liabilities, and trade accounts payable and other.

Depreciation and amortization

(in millions of euros)	Three months ended March 31, 2017	2016	Year ended December 31, 2016
Depreciation of tangible assets			
Universal Music Group	15	14	58
Canal+ Group	39	43	156
Gameloft	2	-	4
Vivendi Village	1	1	2
New Initiatives	1	1	7
Corporate	-	-	-
	58	**59**	**227**
Amortization of intangible assets excluding those acquired through business combinations			
Universal Music Group	-	-	-
Canal+ Group	16	12	77
Gameloft	1	-	-
Vivendi Village	2	1	4
New Initiatives	-	-	1
Corporate	-	-	-
	19	**13**	**82**
Amortization of intangible assets acquired through business combinations			
Universal Music Group	22	52	208
Canal+ Group	3	2	10
Gameloft	-	-	-
Vivendi Village	-	1	2
New Initiatives	-	-	3
Corporate	-	-	-
	25	**55**	**223**

Note 4 Interest

(in millions of euros) (Charge)/Income	Three months ended March 31, 2017	2016	Year ended December 31, 2016
Interest expense on borrowings	(20)	(14)	(63)
Interest income from cash, cash equivalents and investments	5	6	23
Interest	**(15)**	**(8)**	**(40)**
Fees and premium on borrowings and credit facilities issued	*(1)*	*(2)*	*(3)*
	(16)	**(10)**	**(43)**

Note 5 Income taxes

(in millions of euros) (Charge)/Income	Three months ended March 31, 2017	2016	Year ended December 31, 2016
Impact of the Vivendi SA's French Tax Group and Consolidated Global Profit Tax Systems	(30)	(18) (a)	127
Other components of the provision for income taxes	(28)	(47)	(204)
Provision for income taxes	**(58)**	**(65)**	**(77)**

a. Notably included the non-recurring negative impact (-€41 million) of the reversal of reserve related to the Liberty Media litigation (taxable income of €240 million, before utilization of up to 50% of Vivendi SA's tax losses carried forward).

Note 6 Earnings per share

	Three months ended March 31, 2017		2016		Year ended December 31, 2016		
	Basic	Diluted	Basic	Diluted	Basic	Diluted	
Earnings (in millions of euros)							
Earnings from continuing operations attributable to Vivendi SA shareowners	101	101	863	863	1,236	1,186	(a)
Earnings from discontinued operations attributable to Vivendi SA shareowners	-	-	(1)	(1)	20	20	
Earnings attributable to Vivendi SA shareowners	101	101	862	862	1,256	1,206	
Number of shares (in millions)							
Weighted average number of shares outstanding (b)	1,255.6	1,255.6	1,304.2	1,304.2	1,272.6	1,272.6	
Potential dilutive effects related to share-based compensation	-	3.0	-	3.0	-	3.1	
Adjusted weighted average number of shares	**1,255.6**	**1,258.6**	**1,304.2**	**1,307.2**	**1,272.6**	**1,275.7**	
Earnings per share (in euros)							
Earnings from continuing operations attributable to Vivendi SA shareowners per share	0.08	0.08	0.66	0.66	0.97	0.93	
Earnings from discontinued operations attributable to Vivendi SA shareowners per share	-	-	-	-	0.02	0.02	
Earnings attributable to Vivendi SA shareowners per share	0.08	0.08	0.66	0.66	0.99	0.95	

a. Corresponded only to the impact for Vivendi of Telecom Italia's dilutive instruments, calculated based on the financial information for the first nine months of 2016 disclosed by Telecom Italia.

b. Net of the weighted average number of treasury shares (31.6 million shares for the first quarter of 2017, compared to 64.3 million shares for the same period in 2016 and 51.4 million in fiscal year 2016).

Note 7 Investments in equity affiliates

7.1 Main investments in equity affiliates

	Voting interest		Ownership interest		Net carrying value of equity affiliates	
(in millions of euros)	March 31, 2017	December 31, 2016	March 31, 2017	December 31, 2016	March 31, 2017	December 31, 2016
Telecom Italia (a)	23.9%	23.9%	17.2%	17.2%	4,193	4,131
Banijay Group	26.2%	26.2%	26.2%	26.2%	130	129
Vevo	49.4%	49.4%	49.4%	49.4%	92	95
Other	na	na	na	na	61	61
					4,476	**4,416**

na: not applicable.

a. As of March 31, 2017, Vivendi held 3,640 million Telecom Italia ordinary shares with voting rights. At the stock market price as of March 31, 2017 (€0.8430 per share), the market value of this interest amounted to €3,069 million.

7.2 Telecom Italia

Vivendi's share of Telecom Italia's earnings

Vivendi relies on Telecom Italia's public financial information to account for its interest in Telecom Italia under the equity method. Given Vivendi's and Telecom Italia's respective dates of publication, Vivendi always accounts for its share of Telecom Italia's net earnings with a three-month lag. Therefore, for the first quarter of 2017, Vivendi's earnings take into account its share of Telecom Italia's net earnings for the fourth quarter of 2016 which amounted to a €32 million profit (compared to an €11 million loss for the first quarter of 2016, corresponding to the period from December 15 to December 31, 2015), calculated as follows:

- €47 million, attributable to Vivendi's share of Telecom Italia's profit for the fourth quarter of 2016, calculated based on the financial information as of December 31, 2016, as disclosed by Telecom Italia on March 23, 2017; and
- -€15 million, excluded from the adjusted net income, corresponding to the amortization of intangible assets related to the purchase price allocation for Telecom Italia.

In addition, Vivendi's share of Telecom Italia's charges and income directly recognized in equity amounted to €30 million for the first quarter of 2017, including €40 million related to foreign currency translation adjustments.

Value of the interest in Telecom Italia as of March 31, 2017

As of March 31, 2017, the value of the interest in Telecom Italia accounted for under the equity method amounted to €4,193 million (for a purchase price of €3,899 million). As of that date, the stock market price of Telecom Italia ordinary shares (€0.8430 per ordinary share) had decreased compared to the average purchase price paid by Vivendi (€1.0793 per ordinary share, i.e., -22%) and to the value of the interest accounted for under the equity method (€1.1518 per ordinary share, i.e., -27%). However, Vivendi does not consider such decrease to be permanent, taking into account (i) the expected improvement of Telecom Italia's outlook, notably given the changes in the company's General Management in 2016; (ii) the volatility of Telecom Italia's stock market price following Vivendi's entry into its share capital; and (iii) the unfavorable trend of telecom securities in Europe. As a reminder, as of December 31, 2016, Vivendi performed an impairment test to determine whether the recoverable amount of its interest in Telecom Italia exceeded its carrying value. With the assistance of a third-party appraiser, Vivendi Management concluded that the recoverable amount of its interest in Telecom Italia, which was determined using usual valuation methods (discounted cash flows; market comparables model), exceeded its carrying value. Vivendi will therefore re-examine the value of its 17.2% interest in Telecom Italia once Telecom Italia's business plan is updated at the end of 2017.

Financial information related to 100% of Telecom Italia

The main aggregates of the Consolidated Financial Statements, as disclosed by Telecom Italia, are as follows:

(in millions of euros)	Annual Financial Statements as of December 31, 2016	Nine months Financial Statements as of September 30, 2016	Annual Financial Statements as of December 31, 2015
Date of publication by Telecom Italia:	*March 23, 2017*	*November 4, 2016*	*March 23, 2017 (revised)*
Non-current assets	58,784	57,588	56,462
Current assets	11,662	12,104	14,806
Total assets	70,446	69,692	71,268
Total equity	23,553	21,637	21,249
Non-current liabilities	34,554	35,476	34,241
Current liabilities	12,339	12,579	15,778
Total liabilities	70,446	69,692	71,268
of which net financial debt (a)	*25,955*	*27,411*	*28,475*
Revenues	19,025	13,939	19,719
EBITDA (a)	8,002	5,878	7,006
Earnings attributable to Telecom Italia shareowners	1,808	1,495	(70)
Total comprehensive income/(loss) attributable to Telecom Italia shareowners	2,534	2,030	(807)

a. Non-GAAP measures ("Alternative Performance Measures"), as disclosed by Telecom Italia.

Note 8 Financial assets

(in millions of euros)	March 31, 2017 Total	Current	Non-current	December 31, 2016 Total	Current	Non-current
Financial assets at fair value						
Term deposits, interest-bearing current accounts and MTN (a)	656	656	-	682	682	-
Level 1						
Bond funds (a)	314	314	-	316	316	-
Listed equity securities	3,261	-	3,261	3,019	-	3,019
Other financial assets	5	5	-	5	5	-
Level 2						
Unlisted equity securities	384	-	384	397	-	397
Derivative financial instruments	40	25	15	79	62	17
Level 3						
Other financial assets	73	-	73	71	-	71
Financial assets at amortized cost (b)	508	87	421	433	37	396
Financial assets	**5,241**	**1,087**	**4,154**	**5,002**	**1,102**	**3,900**

The three classification levels for the measurement of financial assets at fair value are defined in Note 1.3.1 to the Consolidated Financial Statements for the year ended December 31, 2016.

a. Relates to cash management financial assets, included in the cash position: please refer to Note 9.

b. As of March 31, 2017, these financial assets mainly included:
   - €247 million corresponding to the two bonds redeemable into either shares or cash and one bond redeemable in cash subscribed to by Vivendi in 2016 as part of its investment in Banijay Group. These three bonds will mature in 2023;
   - a $55 million cash deposit (€51 million as March 31, 2017) made as part of the partial judgment entered in the securities class action (please refer to Note 14); and
   - a €70 million cash deposit made in March 2017 as part of an agreement to purchase a piece of land on the île Seguin, in the Parisian suburb Boulogne Billancourt (please refer to Note 13).

Listed equity portfolio

	March 31, 2017							
	Number of shares held	Purchase price (a)	Voting interest	Ownership interest	Stock market price	Carrying value	Change in value over the period (b)	Cumulative unrealized capital gain/(loss) (b)
	(in thousands)	(in millions of euros)			(€/share)		(in millions of euros)	
Mediaset	340,246	1,259	29.94%	28.80%	3.88	1,320	(79)	62
Ubisoft	30,489	796	24.54% (c)	27.00% (c)	40.05	1,221	194	425
Telefonica	49,247	569	0.98%	0.98%	10.49	516	82	(53)
Groupe Fnac	2,945	159	11.17%	11.17%	67.62	199	10	40
Other						5	(3)	(5)
Total						**3,261**	**204**	**469**

	December 31, 2016							
	Number of shares held	Purchase price (a)	Voting interest	Ownership interest	Stock market price	Carrying value	Change in value over the period (b)	Cumulative unrealized capital gain/(loss) (b)
	(in thousands)	(in millions of euros)			(€/share)		(in millions of euros)	
Mediaset	340,246	1,259	29.94%	28.80%	4.11	1,398	140	140
Ubisoft	29,251	758	23.39% (d)	25.72% (d)	33.80	989	165	231
Telefonica	49,247	569	0.98%	0.98%	8.82	434	(65)	(135)
Groupe Fnac	2,945	159	11.27%	11.27%	64.23	189	30	30
Other						8	(2)	(2)
Total						**3,019**	**268**	**264**

a. Includes acquisition fees and taxes.

b. In accordance with IAS 39, these amounts, before taxes, were accounted for as other charges and income directly recognized in equity.

c. Based on a share capital comprised of 112,932,041 shares representing 124,250,617 voting rights (information as of March 31, 2017, as disclosed on Ubisoft's website).

d. Based on a share capital comprised of 113,719,410 shares representing 125,050,097 voting rights (information as of December 31, 2016, as disclosed on Ubisoft's website).

Note 9 Cash position

Vivendi's cash position comprises cash and cash equivalents, as well as cash management financial assets classified as current financial assets. As defined by Vivendi, cash management financial assets relate to investments which do not meet the criteria for classification as cash equivalents set out in IAS 7, and, with respect to money market funds, the criteria set forth in AMF position No. 2011-13.

(in millions of euros)	March 31, 2017	December 31, 2016
Term deposits, interest-bearing current accounts and MTN	656	682
Bond funds	314	316
Cash management financial assets	**970**	**998**
Cash	344	285
Term deposits and interest-bearing current accounts	1,983	1,871
Money market funds	719	1,916
Cash and cash equivalents	**3,046**	**4,072**
Cash position	**4,016**	**5,070**

Note 10 Equity

Changes in the share capital of Vivendi SA

(in thousands)	March 31, 2017	December 31, 2016
Number of shares comprising the share capital (nominal value: €5.5 per share)	**1,287,088**	**1,287,088**
Treasury shares	(39,420)	(27,614)
Number of shares, net	**1,247,668**	**1,259,474**

Share repurchases

During the first quarter of 2017, Vivendi continued the share repurchase program authorized by the General Shareholders' Meeting held on April 21, 2016. As of March 31, 2017, Vivendi held 39,420 thousand treasury shares, representing 3.06% of the share capital (compared to 2.15% of the share capital as of December 31, 2016). For the first quarter of 2017, the repurchases represented a payment of €203 million.

On March 27, 2017, Vivendi's Management Board decided to continue the share repurchase program, in place as from April 4, 2017 and expiring on June 30, 2017. The off-balance sheet firm commitment related to this share repurchase program amounted to a maximum of approximately €400 million. Between March 31 and May 9, 2017 (the date of Vivendi's Management Board meeting that approved the Condensed Financial Statements for the first quarter ended March 31, 2017), Vivendi did not purchase any of its own shares.

In addition, on April 25, 2017, the General Shareholders' Meeting renewed the authorization given to Vivendi's Management Board to repurchase shares of the company within a legal limit of 10% of the share capital and at a maximum price of €20 per share.

Shareholders' dividend distributions

On February 16, 2017 (the date of Vivendi's Management Board meeting that approved the Consolidated Financial Statements for the year ended December 31, 2016 and the allocation of earnings for the fiscal year then ended), the Management Board decided to propose to shareholders the payment of an ordinary dividend of €0.40 per share, representing a total distribution of €499 million. This proposal was presented to, and approved by, Vivendi's Supervisory Board at its meeting held on February 23, 2017, and adopted by the Annual General Shareholders' Meeting held on April 25, 2017. The dividend was paid on May 4, 2017 (following the coupon detachment on May 2, 2017).

Note 11 Borrowings and other financial liabilities

(in millions of euros)	March 31, 2017 Total	Long-term	Short-term	December 31, 2016 Total	Long-term	Short-term
Bonds	2,800	2,800	-	3,550	2,800	750
Short-term marketable securities issued	300	-	300	100	-	100
Bank overdrafts	123	-	123	77	-	77
Accrued interest to be paid	28	-	28	36	-	36
Other	113	14	99	101	15	86
Bank credit facilities (drawn confirmed)	-	-	-	-	-	-
Nominal value of borrowings	**3,364**	2,814	550	**3,864**	2,815	1,049
Cumulative effect of amortized cost and revaluation due to hedge accounting	(12)	(12)	-	(13)	(13)	-
Commitments to purchase non-controlling interests	84	47	37	85	56	29
Derivative financial instruments	147	119 (a)	28	145	119 (a)	26
Borrowings and other financial liabilities	**3,583**	**2,968**	**615**	**4,081**	**2,977**	**1,104**

a. Included the fair value of the options pursuant to which Banijay Group and Lov Banijay may redeem their borrowings in shares (please refer to Note 8).

11.1 Bonds

(in millions of euros)	Interest rate (%) nominal	effective	Maturity	March 31, 2017	December 31, 2016
€700 million (December 2009) (a)	4.875%	4.95%	Dec-19	700	700
€1 billion (May 2016) (b)	0.750%	0.90%	May-21	1,000	1,000
€600 million (November 2016) (b)	1.125%	1.18%	Nov-23	600	600
€500 million (May 2016) (b)	1.875%	1.93%	May-26	500	500
€750 million (March 2010) (a)	4.000%	4.15%	Mar-17	- (c)	750
Nominal value of bonds				**2,800**	**3,550**

a. Bonds listed on the Luxembourg Stock Exchange.
b. Bonds listed on the Euronext Paris Stock Exchange.
c. This bond was fully redeemed upon maturity in March 2017.

11.2 Bank credit facilities

Vivendi SA has a €2 billion bank credit facility, maturing in October 2021, which was undrawn as of March 31, 2017. Taking into account the short-term marketable securities[6] backed by this bank credit facility and issued for €300 million, this facility was available for €1.7 billion as of March 31, 2017.

11.3 Credit ratings

As of May 9, 2017 (the date of Vivendi's Management Board meeting that approved the Condensed Financial Statements for the first quarter ended March 31, 2017), Vivendi's credit ratings were as follows:

Rating agency	**Type of debt**	**Ratings**	**Outlook**
Standard & Poor's	Long-term corporate debt	BBB	Stable
	Senior unsecured debt	BBB	
Moody's	Long-term senior unsecured debt	Baa2	Stable

[6] *Since June 1, 2016, in accordance with the French Monetary and Financial Code (Code monétaire et financier), "short-term marketable securities" have replaced "commercial papers".*

Note 12 Related parties

Vivendi's main related parties are subsidiaries over which the group exercises an exclusive or joint control, and companies over which Vivendi exercises a significant influence (please refer to Note 24 to the Consolidated Financial Statements for the year ended December 31, 2016, page 297 of the 2016 Annual Report), as well as the group's corporate officers and their related entities, in particular Havas Group and Bolloré Group.

Bolloré Group

On October 7, 2016, Bolloré Group crossed the 20% thresholds of Vivendi's share capital and voting rights after having entered a stock borrowing agreement in respect of 34.7 million Vivendi shares (2.7% of the share capital) maturing on June 25, 2019, and the acquisition of call options that enable Bolloré Group to purchase at any time until June 25, 2019, 34.7 million additional shares (2.7% of the share capital): please refer to Note 21.2 to the Consolidated Financial Statements for the year ended December 31, 2016, page 282 of the 2016 Annual Report.

On March 6, 2017, Bolloré Group exceeded the 25% threshold of Vivendi's voting rights following the grant of double voting rights and held, directly and indirectly, 265,832,839 Vivendi shares, representing 375,994,292 voting rights, i.e., 20.65% of the share capital and 26.37% of the voting rights. "Upon crossing the 25% threshold of Vivendi's voting rights on March 6, 2017, and in accordance with Article L.233-7, paragraph VII of the French Commercial Code (*Code de commerce*) and Article 223-17 of the General Regulations (*Règlement Général*) of the *Autorité des marchés financiers* (AMF), Mr. Vincent Bolloré both for himself and for Compagnie de Cornouaille, which he controls and with whom he is legally deemed to be acting in concert, made the following statement of intent with respect to Vivendi for the next six months:

- on March 6, 2017, Compagnie de Cornouaille acquired 40,548,020 additional double voting rights pursuant to Article L.225-123, paragraph 3 of the French Commercial Code (*Code de commerce*), the issue of the financing of the transaction giving rise to the crossing of the threshold is therefore irrelevant;
- the declarant has not entered into any agreement establishing a concerted action with respect to Vivendi;
- the declarant contemplates continuing to purchase Vivendi shares depending primarily on market opportunities;
- without the intent of gaining control, the foreseeable change in its voting rights, all of which are expected to double by April 20, 2017 (except for those on borrowed shares), could put the declarant in a position to determine decisions at General Shareholders' Meetings;
- the investment in Vivendi reflects Bolloré Group's confidence in Vivendi's capacity to develop and its willingness to support Vivendi in its strategy;
- with regard to the transactions referred to in Article 223-17 I, 6° of the AMF's General Regulations (*Règlement Général*), the declarant, together with Vivendi, plans to explore synergies or possible combination transactions between their respective activities in the field of media and communication;
- the declarant holds 34,700,000 call options that enable it to acquire 34,700,000 Vivendi shares, at any time until June 25, 2019, and it plans to exercise them depending, in particular, on market conditions;
- the declarant is party to a temporary sale agreement, as borrower, in respect of 34,700,000 Vivendi shares carrying an equal amount of voting rights; the declarant is not a party to any other temporary sale agreement; and
- the declarant plans to request additional appointments to the company's Supervisory Board." (Please refer to the AMF notice No. 217C0619 dated March 8, 2017).

As of April 21, 2017, Bolloré Group held 20.65% of Vivendi's share capital and 29.84% of the gross voting rights (265,832,839 Vivendi shares, representing 447,265,678 gross voting rights).

On April 25, 2017, Vivendi's General Shareholders' Meeting notably renewed the term of office of Mr. Vincent Bolloré as a member of the Supervisory Board. It also ratified the co-option of Mr. Yannick Bolloré as a member of the Supervisory Board. The Supervisory Board, at a meeting convened after the General Shareholders' Meeting, reappointed Mr. Vincent Bolloré as its Chairman. In addition, the European Commission authorized the notified proposed concentration between Bolloré Group and Vivendi. Based on the foregoing factors, Bolloré Group decided to fully consolidate Vivendi in its Consolidated Financial Statements as from April 26, 2017.

Other corporate officers

On April 25, 2017, Vivendi's General Shareholders' Meeting also appointed Mrs. Véronique Driot-Argentin and Mrs. Sandrine Le Bihan (representing employee shareholders), as members of the Supervisory Board.

Note 13 Contractual obligations and other commitments

Investment commitments

On March 14, 2017, Boulogne Studios, a wholly-owned subsidiary of Vivendi, entered into a bilateral land purchase agreement with "Val de Seine Aménagement", the local public urban developer of the Parisian suburb Boulogne-Billancourt, for a construction project on the île Seguin. This purchase agreement is subject to conditions precedent, in particular the procurement of a building permit. This project would consist of building a campus of approximately 150,000 m² which could, in five to seven years, house a group of companies notably operating in business sectors such as media and content, as well as digital, sports and sustainable development. On that date, to guarantee the satisfaction of its purchase obligations amounting to a total of approximately €330 million, Vivendi paid a €70 million deposit.

Note 14 Litigation

In the normal course of its business, Vivendi is subject to various lawsuits, arbitrations and governmental, administrative or other proceedings (collectively referred to herein as "Legal Proceedings").

Certain Legal Proceedings involving Vivendi or its subsidiaries (as plaintiff or defendant) are described in the 2016 Annual Report: Note 23 to the Consolidated Financial Statements for year ended December 31, 2016 (pages 289 through 296). The following paragraphs update such disclosure through May 9, 2017 (the date of Vivendi's Management Board meeting that approved the Condensed Financial Statements for the first quarter ended March 31, 2017).

To the company's knowledge, there are no Legal Proceedings or any facts of an exceptional nature (including any pending or threatened proceedings in which it is a defendant), which may have or have had in the previous months a material effect on the company and on its group's financial position, profit, business and property, other than those described herein.

Securities Class Action in the United States

Since July 18, 2002, sixteen claims have been filed against Vivendi and Messrs. Jean-Marie Messier and Guillaume Hannezo in the United States District Court for the Southern District of New York and in the United States District Court for the Central District of California. On September 30, 2002, the New York court decided to consolidate these claims under its jurisdiction into a single action entitled *In re Vivendi Universal S.A. Securities Litigation*.

The plaintiffs allege that, between October 30, 2000 and August 14, 2002, the defendants violated certain provisions of the US Securities Act of 1933 and US Securities Exchange Act of 1934, particularly with regard to financial communications. On January 7, 2003, the plaintiffs filed a consolidated class action suit that may benefit potential groups of shareholders.

On March 22, 2007, the Court decided, concerning the procedure for certification of the potential claimants as a class ("class certification"), that persons from the United States, France, England and the Netherlands who purchased or acquired shares or American Depositary Receipts (ADRs) of Vivendi (formerly Vivendi Universal SA) between October 30, 2000 and August 14, 2002, could be included in the class.

Following the class certification decision of March 22, 2007, a number of individual cases were filed against Vivendi on the same grounds as the class action. On December 14, 2007, the judge issued an order consolidating the individual actions with the securities class action for purposes of discovery. On March 2, 2009, the Court deconsolidated the Liberty Media action from the class action. On August 12, 2009, the Court issued an order deconsolidating the individual actions from the class action.

On January 29, 2010, the jury returned its verdict. It found that 57 statements made by Vivendi between October 30, 2000 and August 14, 2002, were materially false or misleading and were made in violation of Section 10(b) of the Securities Exchange Act of 1934. Plaintiffs had alleged that those statements were false and misleading because they failed to disclose the existence of an alleged "liquidity risk" which reached its peak in December 2001. However, the jury concluded that neither Mr. Jean-Marie Messier nor Mr. Guillaume Hannezo were liable for the alleged misstatements. As part of its verdict, the jury found that the price of Vivendi's shares was artificially inflated on each day of the class period in an amount between €0.15 and €11.00 per ordinary share and USD 0.13 and USD 10.00 per ADR, depending on the date of purchase of each ordinary share or ADR. Those figures represent approximately half the amounts sought by the plaintiffs in the class action. The jury also concluded that the inflation of the Vivendi share price fell to zero in the three weeks following the September 11, 2001, tragedy, as well as on stock exchange holidays on the Paris or New York markets (12 days) during the class period.

On June 24, 2010, the US Supreme Court, in a very clear statement, ruled, in the Morrison v. National Australia Bank case, that American securities law only applies to "the purchase or sale of a security listed on an American stock exchange", and to "the purchase or sale of any other security in the United States.

In a decision dated February 17, 2011 and issued on February 22, 2011, the Court, in applying the "Morrison" decision, confirmed Vivendi's position by dismissing the claims of all purchasers of Vivendi's ordinary shares on the Paris stock exchange and limited the case to claims of

French, American, British and Dutch purchasers of Vivendi's ADRs on the New York Stock Exchange. The Court denied Vivendi's post-trial motions challenging the jury's verdict. The Court also declined to enter a final judgment, as had been requested by the plaintiffs, saying that to do so would be premature and that the process of examining individual shareholder claims must take place before a final judgment could be issued. On March 8, 2011, the plaintiffs filed a petition before the Second Circuit Court of Appeals seeking to appeal the decision rendered on February 17, 2011. On July 20, 2011, the Court of Appeals denied the petition and dismissed the claims of purchasers who acquired their shares on the Paris stock exchange.

In a decision dated January 27, 2012 and issued on February 1, 2012, the Court, in applying the "Morrison" decision, also dismissed the claims of the individual plaintiffs who purchased ordinary shares of the company on the Paris stock exchange.

On July 5, 2012, the Court denied a request by the plaintiffs to expand the class to nationalities other than those covered by the certification decision dated March 22, 2007.

The claims process commenced on December 10, 2012, with the sending of a notice to shareholders who may be part of the class. Recipients of the notice had until August 7, 2013 to file a claim form and submit documentation evidencing the validity of their claim. These claims have been processed and verified by an independent claims administrator and by the parties. Vivendi has the right to challenge the merits of these claims. On November 10, 2014, at Vivendi's initiative, the parties filed a mutually agreed upon proposed order requesting the Court to enter a partial final judgment on the January 29, 2010 jury verdict, covering a substantial portion of the claims. Certain large claims were excluded from this proposed judgment order while Vivendi continued to analyze whether to challenge the validity of those claims. On December 23, 2014, the Court entered the partial judgment. Vivendi filed its Notice of Appeal with the Second Circuit Court of Appeals on January 21, 2015, and the plaintiffs cross-appealed. This appeal was heard on March 3, 2016.

On August 11, 2015, the Court issued a decision whereby it excluded the claims filed by Southeastern Asset Management (SAM), concluding that Vivendi proved that SAM did not make investment decisions based on Vivendi's supposedly fraudulent statements ("lack of reliance"). On April 25, 2016, the Court issued a similar decision, under which it has excluded claims filed by Capital Guardian.

On July 14, 2016, the Court entered a final judgment covering the remaining claims whose validity had not been challenged and which were not included in the partial judgment entered on December 23, 2014. Vivendi has appealed against this final judgment and the plaintiffs have cross-appealed, challenging the final judgment as well as the summary judgment decisions rendered by the Court concerning the claims of SAM and Capital Guardian.

On September 27, 2016, the Second Circuit Court of Appeals affirmed the District Court's decision. The Court of Appeals rejected, however, the plaintiffs' arguments in their cross-appeal seeking to expand the class of plaintiffs and the scope of their claims. Vivendi filed a petition for rehearing with the Second Circuit Court of Appeals. This petition was denied on November 10, 2016.

On April 6, 2017, Vivendi entered into an agreement to settle the remaining claims still in dispute with certain class plaintiffs. Under the terms of the agreement, Vivendi will pay $26.4 million, representing approximately one-third of the total $78 million it will pay to resolve the entire litigation, including the judgments previously entered. As a result, Vivendi re-examined the amount of the reserve for this matter as of March 31, 2017 and set it at €73 million, consequently recording a reversal of reserve of €27 million. On May 9, 2017, the Court formally approved the terms of the agreement, thereby putting an end to this litigation.

Trial of Vivendi's Former Officers in Paris

In October 2002, the financial department of the Paris Public Prosecutor's office (*Parquet de Paris*) launched an investigation into the publication of allegedly false or misleading information regarding the financial situation and forecasts of the company and the publication of allegedly untrue or inaccurate financial statements for the fiscal years 2000 and 2001. Additional charges were brought in this investigation relating to purchases by the company of its own shares between September 1, 2001 and December 31, 2001. Vivendi joined the proceedings as a civil party.

The trial took place from June 2 to June 25, 2010, before the 11th Chamber of the Paris Tribunal of First Instance (*Tribunal de Grande Instance de Paris*), following which the Public Prosecutor asked the Court to drop the charges against the defendants. On January 21, 2011, the Court rendered its judgment, in which it confirmed the previous recognition of Vivendi as a civil party. Messrs. Jean Marie Messier, Guillaume Hannezo, Edgar Bronfman Jr. and Eric Licoys received suspended sentences and fines. Messrs. Jean Marie Messier and Guillaume Hannezo were also ordered to pay damages to shareholders who are entitled to reparation as civil parties. The former Vivendi Officers as well as some civil parties appealed the decision. The appeal proceedings were held from October 28 to November 26, 2013, before the Paris Court of Appeal. The Public Prosecutor requested a 20-month suspended prison sentence and a fine of €150,000 for Mr. Jean-Marie Messier for misuse of corporate assets and dissemination of false or misleading information, a 10-month suspended prison sentence and a fine of €850,000 for Mr. Guillaume Hannezo for insider trading, and a 10-month suspended prison sentence and a fine of €5 million for Mr. Edgar Bronfman Jr. for insider trading. On May 19, 2014, the Paris Court of Appeal rendered its judgment. Regarding the acts determined by the lower criminal court to constitute the dissemination of false or misleading information, the Court held that these acts did not meet the criteria for such an offense. The Court upheld the conviction against Mr. Jean-Marie Messier for misuse of corporate assets and he received a 10-month suspended sentence and a €50,000 fine. The Court also upheld the convictions against Messrs. Hannezo and

Bronfman for insider trading and they received fines in the amount of €850,000 (of which €425,000 is suspended) and €5 million (of which €2.5 million is suspended), respectively. Finally, the Court set aside the lower court's order for the payment of damages (€10 per share) to certain shareholders and former shareholders of Vivendi (the "civil action"). With regard to Vivendi, the Court upheld the validity of its status as a civil party to the proceedings, exonerated it from any responsibility and voided the demand for damages brought against it by certain shareholders or former shareholders. An appeal was filed with the French Supreme Court (*Cour de Cassation*) by certain of the defendants and some civil parties. On April 20, 2017, the French Supreme Court dismissed the appeal, thereby putting an end to this litigation.

Mediaset against Vivendi

On April 8, 2016, Vivendi entered into a strategic partnership agreement with Mediaset. This agreement provided for a swap of a 3.5% interest in Vivendi in exchange for a 3.5% interest in Mediaset and 100% of the share capital of the pay-TV company Mediaset Premium, a subsidiary of Mediaset.

Vivendi's purchase of Mediaset Premium was based on financial assumptions provided by Mediaset to Vivendi in March 2016. These assumptions raised some questions within Vivendi, which were communicated to Mediaset. The agreement signed on April 8, 2016 was subsequently subject to a "due diligence review" carried out by the audit firm Deloitte, as contractually agreed. It became clear from this audit and from Vivendi's analyses that the figures provided by Mediaset prior to signing were not realistic and were founded on an artificially-inflated base.

While Vivendi and Mediaset had been in discussions for several weeks in an effort to find an alternative transaction structure to the one provided for in the April 8, 2016 agreement, Mediaset terminated these discussions on July 26, 2016 by publicly releasing the proposal Vivendi submitted to it. This proposal consisted of a swap of 3.5% of Vivendi's share capital in exchange for 20% of Mediaset Premium's share capital and 3.5% of Mediaset's share capital and, for the balance, the issuance by Mediaset to Vivendi of bonds convertible into Mediaset shares.

Subsequently, in separate filings made on August 10, 2016 and August 22, 2016, respectively, Mediaset together with its affiliate RTI, and Fininvest, Mediaset's majority shareholder, sued Vivendi before the Milan Court seeking to obtain specific performance of the April 8, 2016 agreement and the related shareholders' agreement. In particular, it is alleged that Vivendi has not filed its notification to the European Commission with respect to the transaction and thus has blocked the lifting of the last condition precedent to the completion of the transaction. Vivendi maintains that despite its timely completion of the pre-notification process with the Commission, the Commission would not accept a formal filing while the parties were discussing their differences. Mediaset, RTI and Fininvest are also seeking compensation from Vivendi for damages allegedly suffered by them, namely the damage caused by the delay in the performance of the agreement, for Mediaset and RTI, and of the shareholders' agreement envisaged to be signed, for Fininvest (estimated by each of the three parties at €50 million per month of delay starting July 25, 2016). Fininvest is also seeking compensation for the alleged damage linked to the change in the Mediaset share price between July 25 and August 2, 2016 plus the harm done to the decision-making procedures of Fininvest and to its image (total estimated damages of €570 million). The first hearing before the Milan Commercial Court was held on March 21, 2017. During this hearing, the judge asked the parties to work together in an attempt to amicably resolve the dispute. To this end, on April 6, 2017, the parties filed a joint application before the Mediation Center of the Chamber of National and International Arbitration of Milan.

In addition, on October 5, 2016, Mediaset and RTI served Vivendi with a new complaint seeking an ex parte sequestration against 3.5% of Vivendi's share capital. The Milan Court denied the ex parte request and scheduled a hearing for November 23, 2016 in the presence of both parties. On November 18, 2016, Mediaset withdrew its sequestration request in light of the information, which was publicly available, provided by Vivendi in its defense pleadings.

Following Vivendi's entry into the share capital of Mediaset through open market purchases of shares, on December 13, 2016, Fininvest stated that it had filed a complaint against Vivendi for market manipulation with the Milan public prosecutor's office and the Consob (the Italian financial markets regulator). In addition, on December 21, 2016, the AGCom (the Italian telecommunications authority) opened an investigation into the compatibility between the increase in Vivendi's holdings in Mediaset's share capital and its position as a shareholder of Telecom Italia under Italian media regulations. On April 18, 2017, the AGCom issued a decision in which it determined that Vivendi was not in compliance with this regulation. Vivendi intends to appeal against this decision.

Vivendi categorically denies all of the allegations made by Mediaset and its controlling shareholder as well as the corresponding demands, which it considers unfounded, and will assert its rights before the court.

Tax audits

The fiscal year ended on December 31, 2016 and prior years are open to tax audits by the respective tax authorities in the jurisdictions in which Vivendi has or had operations. Various tax authorities have proposed adjustments to the taxable income reported for prior years. At this stage of the current tax audits, the impact that could result from an unfavorable outcome of these audits cannot be reliably assessed. Vivendi Management believes that these tax audits are unlikely to have a material unfavorable impact on the group's financial position or liquidity.

Regarding Vivendi SA, in respect of the Consolidated Global Profit Tax System, the tax audit for fiscal years 2006, 2007 and 2008 is still ongoing and, likewise, the tax audits for fiscal years 2009 and 2010 are still ongoing. Finally, the audit of Vivendi SA's Tax Group System for fiscal years 2011 and 2012 began in July 2013. As of March 31, 2017, all of these tax audits were ongoing. Vivendi Management believes that it has solid legal grounds to defend its positions for determining the taxable income for the fiscal years under audit. In any event, as of March 31, 2017, Vivendi has accrued a provision for the impact of the Consolidated Global Profit Tax System in 2011 (€409 million), as well as a provision for the impact in relation to the use of tax credits in 2012 (€259 million).

The impacts of the French Tax Group and Consolidated Global Profit Tax Systems on the valuation of Vivendi's tax attributes (tax losses and tax credits carried forward) are as follows:

- As Vivendi considers that its entitlement to use the Consolidated Global Profit Tax System was effective until the end of the authorization granted by the French Ministry of Finance, including fiscal year ending December 31, 2011, on November 30, 2012, Vivendi submitted a €366 million refund request with respect to the tax saving for fiscal year ended December 31, 2011. As this request was denied by the tax authorities, Vivendi accrued a €366 million provision for the associated risk in its Financial Statements for the year ended December 31, 2012. On October 6, 2014, the Administrative Court of Montreuil ruled in favor of Vivendi. On December 23, 2014, pursuant to this ruling, Vivendi received a €366 million refund and moratorium interest of €43 million, which was received on January 16, 2015. On December 2, 2014, the tax authorities lodged an appeal to this ruling. On July 5, 2016, the Versailles Administrative Court of Appeal ruled in favor of Vivendi. On October 28, 2016, the French Council of State (*Conseil d'Etat*) notified Vivendi that the Minister had filed an appeal against this ruling. To date, the review of this appeal is underway. In its Financial Statements for the quarter ended March 31, 2017, Vivendi maintained the provision related to the €366 million principal refund and increased it by €43 million to take into account the moratorium interest, for a total provision of €409 million.
- Moreover, considering that the Consolidated Global Profit Tax System permitted tax credits to be carried forward upon the end of the authorization on December 31, 2011, Vivendi requested a refund of taxes due under the French Tax Group System for the year ended December 31, 2012, i.e., €208 million, increased to €221 million in 2013 at the time of the tax return filing with respect to fiscal year ended December 31, 2012. On May 8, 2013, Vivendi received a €201 million refund related to the tax installment paid in 2012. This position was challenged by the tax authorities in relation to a tax audit and Vivendi provisioned the associated risk for a principal amount of €208 million in its Financial Statements for the year ended December 31, 2012, increased to €221 million as of December 31, 2013. In its Financial Statements for the year ended December 31, 2014, Vivendi maintained the €221 million principal refund and increased it by €11 million (the amount of additional default interest), for a total amount of €232 million as of December 31, 2014, decreased to €228 million as of December 31, 2015 after deduction of ordinary tax credits. As part of this process, on March 31, 2015, Vivendi made a payment of €321 million, comprising a tax payment of €221 million due under the French Tax Group System for the year ended December 31, 2012, €11 million in default interest and additional penalties of €89 million. After completion of the tax audit, on June 29, 2015, Vivendi filed a claim requesting a refund of the principal tax amount and default interest, as well as penalties, for which no provision has been accrued, following the recommendation of the company's advisors. On January 15, 2016, Vivendi brought this case before the Administrative Court of Montreuil. On March 16, 2017, the Administrative Court of Montreuil ruled in favor of Vivendi. On April 18, 2017, Vivendi received (i) a €315 million refund, corresponding, after deduction of ordinary tax credits in 2015, to the principal tax amount due under the French Tax Group System for the year ended December 31, 2012 (€218 million), as well as default interest (€10 million) and additional penalties (€87 million), and (ii) moratorium interest (€31 million), representing an aggregate amount of €346 million. As this decision is subject to appeal, in its Financial Statements for the quarter ended March 31, 2017, Vivendi maintained the provision related to the principal refund (€218 million) as well as default interest (€10 million), and increased by moratorium interest (€31 million), i.e., a total provision of €259 million.

Note 15 Subsequent events

The significant events that occurred between the closing date and May 9, 2017 (the date of Vivendi's Management Board meeting that approved the Condensed Financial Statements for the first quarter ended March 31, 2017) were as follows:

- On April 4, 2017, Universal Music Group (UMG) announced that it has entered into a multi-year license agreement with the streaming platform Spotify.
- On April 6, 2017, Vivendi announced that it has signed an agreement to settle the remaining claims still in dispute with certain class plaintiffs in the securities class action litigation initiated in the United States in 2002 (please refer to Note 14).
- On April 18, 2017, Vivendi took note of the decision rendered by the regulator and competition authority for the communication industries in Italy (AGCom) (please refer to Note 14).
- On April 21, 2017, Bolloré Group held, directly and indirectly, 20.65% of Vivendi's share capital and 29.84% of the gross voting rights (please refer to Note 12).
- On April 25, 2017, Vivendi's General Shareholders' Meeting approved all the resolutions submitted to their vote, notably:
  - the renewal, the ratification of the co-option and the appointment of the members of the Supervisory Board (please refer to Note 12);
  - the distribution of an ordinary dividend of €0.40 per share with respect to 2016 (please refer to Note 10); and
  - the appointment of the company Deloitte et Associés as statutory auditors to replace the company KPMG S.A. whose term of office expired.
- On May 4, 2017, Telecom Italia held its Annual Shareholders' Meeting (please refer to Note 2).
- On May 9, 2017, the United States District Court for the Southern District of New York formally approved the terms of the agreement entered into on April 6, 2017 and put an end to the entire securities class action litigation (please refer to Note 14).

Note 16 Adjustment of comparative information

Vivendi made changes in presentation of its Consolidated Statement of Earnings as from January 1, 2017. For a detailed description of these changes in presentation, please refer to Note 1. In accordance with IAS 1, Vivendi has applied these changes in presentation to all periods previously published. The reconciliations to previously published financial data are presented below:

	Three months ended March 31, 2016			
	Published	Income from equity affiliates	Other income and charges	Restated
Revenues	**2,491**			**2,491**
Cost of revenues	(1,510)			(1,510)
Selling, general and administrative expenses	(802)			(802)
Restructuring charges	(21)			(21)
Reversal of reserve related to the Liberty Media litigation in the United States	240			240
Other income	580		(580)	-
Other charges	(10)		10	-
Income from equity affiliates	na	(13)		(13)
Earnings before interest and income taxes (EBIT)	**968**	**(13)**	**(570)**	**385**
Income from equity affiliates	(13)	13		-
Interest	(8)			(8)
Income from investments	1			1
Other financial income	6		580	586
Other financial charges	(13)		(10)	(23)
	(14)	***-***	***570***	***556***
Earnings before provision for income taxes	**941**			**941**
Provision for income taxes	(65)			(65)
Earnings from continuing operations	**876**			**876**
Earnings from discontinued operations	(1)			(1)
Earnings	**875**	**-**	**-**	**875**
Of which				
Earnings attributable to Vivendi SA shareowners	**862**			**862**
Non-controlling interests	13			13

	Year ended December 31, 2016			
	Published	Income from equity affiliates	Other income and charges	Restated
Revenues	**10,819**			**10,819**
Cost of revenues	(6,829)			(6,829)
Selling, general and administrative expenses	(3,395)			(3,395)
Restructuring charges	(94)			(94)
Impairment losses on intangible assets acquired through business combinations	(23)			(23)
Reversal of reserve related to the Liberty Media litigation in the United States	240			240
Other income	661		(661)	-
Other charges	(185)		185	-
Income from equity affiliates	na	169		169
Earnings before interest and income taxes (EBIT)	**1,194**	**169**	**(476)**	**887**
Income from equity affiliates	169	(169)		-
Interest	(40)			(40)
Income from investments	47			47
Other financial income	31		661	692
Other financial charges	(69)		(185)	(254)
	(31)	***-***	***476***	***445***
Earnings before provision for income taxes	**1,332**			**1,332**
Provision for income taxes	(77)			(77)
Earnings from continuing operations	**1,255**			**1,255**
Earnings from discontinued operations	20			20
Earnings	**1,275**	**-**	**-**	**1,275**
Of which				
Earnings attributable to Vivendi SA shareowners	**1,256**			**1,256**
Non-controlling interests	19			19

	Three months ended December 31, 2016			
	Published	Income from equity affiliates	Other income and charges	Restated
Revenues	**3,107**			**3,107**
Cost of revenues	(2,112)			(2,112)
Selling, general and administrative expenses	(958)			(958)
Restructuring charges	(32)			(32)
Impairment losses on intangible assets acquired through business combinations	(23)			(23)
Other income	4		(4)	-
Other charges	(70)		70	-
Income from equity affiliates	na	81		81
Earnings before interest and income taxes (EBIT)	**(84)**	**81**	**66**	**63**
Income from equity affiliates	81	(81)		-
Interest	(13)			(13)
Income from investments	19			19
Other financial income	8		4	12
Other financial charges	(29)		(70)	(99)
	(15)	***-***	***(66)***	***(81)***
Earnings before provision for income taxes	**(18)**			**(18)**
Provision for income taxes	73			73
Earnings from continuing operations	**55**			**55**
Earnings from discontinued operations	22			22
Earnings	**77**	**-**	**-**	**77**
Of which				
Earnings attributable to Vivendi SA shareowners	**81**			**81**
Non-controlling interests	(4)			(4)

	Nine months ended September 30, 2016			
	Published	Income from equity affiliates	Other income and charges	Restated
Revenues	**7,712**			**7,712**
Cost of revenues	(4,717)			(4,717)
Selling, general and administrative expenses	(2,437)			(2,437)
Restructuring charges	(62)			(62)
Reversal of reserve related to the Liberty Media litigation in the United States	240			240
Other income	657		(657)	-
Other charges	(115)		115	-
Income from equity affiliates	na	88		88
Earnings before interest and income taxes (EBIT)	**1,278**	**88**	**(542)**	**824**
Income from equity affiliates	88	(88)		-
Interest	(27)			(27)
Income from investments	28			28
Other financial income	23		657	680
Other financial charges	(40)		(115)	(155)
	(16)	***-***	***542***	***526***
Earnings before provision for income taxes	**1,350**			**1,350**
Provision for income taxes	(150)			(150)
Earnings from continuing operations	**1,200**			**1,200**
Earnings from discontinued operations	(2)			(2)
Earnings	**1,198**	**-**	**-**	**1,198**
Of which				
Earnings attributable to Vivendi SA shareowners	**1,175**			**1,175**
Non-controlling interests	23			23

	Three months ended September 30, 2016			
	Published	Income from equity affiliates	Other income and charges	Restated
Revenues	**2,668**			**2,668**
Cost of revenues	(1,629)			(1,629)
Selling, general and administrative expenses	(806)			(806)
Restructuring charges	(14)			(14)
Other income	-		-	-
Other charges	(3)		3	-
Income from equity affiliates	na	76		76
Earnings before interest and income taxes (EBIT)	**216**	**76**	**3**	**295**
Income from equity affiliates	76	(76)		-
Interest	(10)			(10)
Income from investments	6			6
Other financial income	6		-	6
Other financial charges	(13)		(3)	(16)
	(11)	***-***	***(3)***	***(14)***
Earnings before provision for income taxes	**281**			**281**
Provision for income taxes	(15)			(15)
Earnings from continuing operations	**266**			**266**
Earnings from discontinued operations	-			-
Earnings	**266**	**-**	**-**	**266**
Of which				
Earnings attributable to Vivendi SA shareowners	**264**			**264**
Non-controlling interests	2			2

	Six months ended June 30, 2016			
	Published	Income from equity affiliates	Other income and charges	Restated
Revenues	**5,044**			**5,044**
Cost of revenues	(3,088)			(3,088)
Selling, general and administrative expenses	(1,631)			(1,631)
Restructuring charges	(48)			(48)
Reversal of reserve related to the Liberty Media litigation in the United States	240			240
Other income	657		(657)	-
Other charges	(112)		112	-
Income from equity affiliates	na	12		12
Earnings before interest and income taxes (EBIT)	**1,062**	**12**	**(545)**	**529**
Income from equity affiliates	12	(12)		-
Interest	(17)			(17)
Income from investments	22			22
Other financial income	17		657	674
Other financial charges	(27)		(112)	(139)
	(5)	***-***	***545***	***540***
Earnings before provision for income taxes	**1,069**			**1,069**
Provision for income taxes	(135)			(135)
Earnings from continuing operations	**934**			**934**
Earnings from discontinued operations	(2)			(2)
Earnings	**932**	**-**	**-**	**932**
Of which				
Earnings attributable to Vivendi SA shareowners	**911**			**911**
Non-controlling interests	21			21

	Three months ended June 30, 2016			
	Published	Income from equity affiliates	Other income and charges	Restated
Revenues	**2,553**			**2,553**
Cost of revenues	(1,578)			(1,578)
Selling, general and administrative expenses	(829)			(829)
Restructuring charges	(27)			(27)
Other income	77		(77)	-
Other charges	(102)		102	-
Income from equity affiliates	na	25		25
Earnings before interest and income taxes (EBIT)	**94**	**25**	**25**	**144**
Income from equity affiliates	25	(25)		-
Interest	(9)			(9)
Income from investments	21			21
Other financial income	11		77	88
Other financial charges	(14)		(102)	(116)
	9	***-***	***(25)***	***(16)***
Earnings before provision for income taxes	**128**			**128**
Provision for income taxes	(70)			(70)
Earnings from continuing operations	**58**			**58**
Earnings from discontinued operations	(1)			(1)
Earnings	**57**	**-**	**-**	**57**
Of which				
Earnings attributable to Vivendi SA shareowners	**49**			**49**
Non-controlling interests	8			8

As a reminder, Vivendi deconsolidated GVT, SFR, Maroc Telecom group and Activision Blizzard as from May 28, 2015, November 27, 2014, May 14, 2014, and October 11, 2013, respectively, i.e., the dates of their effective sale by Vivendi. In compliance with IFRS 5, these businesses have been reported as discontinued operations in the "published" Statements of Earnings below.

	Year ended December 31, 2015			
	Published	Income from equity affiliates	Other income and charges	Restated
Revenues	**10,762**			**10,762**
Cost of revenues	(6,555)			(6,555)
Selling, general and administrative expenses	(3,571)			(3,571)
Restructuring charges	(102)			(102)
Impairment losses on intangible assets acquired through business combinations	(3)			(3)
Other income	745		(745)	-
Other charges	(45)		45	-
Income from equity affiliates	na	(10)		(10)
Earnings before interest and income taxes (EBIT)	**1,231**	**(10)**	**(700)**	**521**
Income from equity affiliates	(10)	10		-
Interest	(30)			(30)
Income from investments	52			52
Other financial income	16		745	761
Other financial charges	(73)		(45)	(118)
	(35)	***-***	***700***	***665***
Earnings before provision for income taxes	**1,186**			**1,186**
Provision for income taxes	(441)			(441)
Earnings from continuing operations	**745**			**745**
Earnings from discontinued operations	1,233			1,233
Earnings	**1,978**	**-**	**-**	**1,978**
Of which				
Earnings attributable to Vivendi SA shareowners	**1,932**			**1,932**
Non-controlling interests	46			46

	Year ended December 31, 2014			
	Published	Income from equity affiliates	Other income and charges	Restated
Revenues	**10,089**			**10,089**
Cost of revenues	(6,121)			(6,121)
Selling, general and administrative expenses	(3,209)			(3,209)
Restructuring charges	(104)			(104)
Impairment losses on intangible assets acquired through business combinations	(92)			(92)
Other income	203		(203)	-
Other charges	(30)		30	-
Income from equity affiliates	na	(18)		(18)
Earnings before interest and income taxes (EBIT)	**736**	**(18)**	**(173)**	**545**
Income from equity affiliates	(18)	18		-
Interest	(96)			(96)
Income from investments	3			3
Other financial income	19		203	222
Other financial charges	(751)		(30)	(781)
	(825)	***-***	***173***	***(652)***
Earnings before provision for income taxes	**(107)**			**(107)**
Provision for income taxes	(130)			(130)
Earnings from continuing operations	**(237)**			**(237)**
Earnings from discontinued operations	5,262			5,262
Earnings	**5,025**	**-**	**-**	**5,025**
Of which				
Earnings attributable to Vivendi SA shareowners	**4,744**			**4,744**
Non-controlling interests	281			281

	Year ended December 31, 2013			
	Published	Income from equity affiliates	Other income and charges	Restated
Revenues	**10,252**			**10,252**
Cost of revenues	(6,097)			(6,097)
Selling, general and administrative expenses	(3,434)			(3,434)
Restructuring charges	(116)			(116)
Impairment losses on intangible assets acquired through business combinations	(6)			(6)
Other income	88		(88)	-
Other charges	(50)		50	-
Income from equity affiliates	na	(21)		(21)
Earnings before interest and income taxes (EBIT)	**637**	**(21)**	**(38)**	**578**
Income from equity affiliates	(21)	21		-
Interest	(266)			(266)
Income from investments	66			66
Other financial income	13		88	101
Other financial charges	(300)		(50)	(350)
	(487)	***-***	***38***	***(449)***
Earnings before provision for income taxes	**129**			**129**
Provision for income taxes	17			17
Earnings from continuing operations	**146**			**146**
Earnings from discontinued operations	2,633			2,633
Earnings	**2,779**	**-**	**-**	**2,779**
Of which				
Earnings attributable to Vivendi SA shareowners	**1,967**			**1,967**
Non-controlling interests	812			812

na: not applicable.