

## The Blockchain Group Reports First-Half 2024 Results: Return to Profitability in H1

Puteaux, October 28, 2024 – The Blockchain Group (ISIN code: FR0011053636, ticker: ALTBG) (the “Company”) announces its 2024 half-year results, confirming the success of its new strategic direction with a return to profitability as early as the first half of the year.

The Company’s Board of Directors approved the interim financial statements of The Blockchain Group on Friday, October 18, 2024.

The Company presents its consolidated interim financial statements for H1 2024, it being specified that they have neither been audited nor subject to a limited review by the statutory auditors.

The half-year financial report is available on the Company’s website: <https://www.theblockchain-group.com/investor/news-financial-information/>

| IN THOUSANDS OF EUROS                   | S1 2024<br>(6 months) | S1 2023<br>(6 months) | CHANGE | %    |
|---|-----------------------|-----------------------|--------|------|
| Revenue                                 | 7 348                 | 10 654                | -3 306 | -31% |
| Operating income (incl. R&D tax credit) | 2 047                 | 2 791                 | -744   | -27% |
| Total production (incl. R&D tax credit) | 9 395                 | 13 445                | -4 050 | -30% |
| Adjusted EBITDA                         | 495                   | -1 630                | 2 125  | 130% |
| Operating result                        | -1 328                | -4 330                | 3 002  | 69%  |
| Net income                              | 1 380                 | -6 515                | 7 895  | 121% |

Adjusted EBITDA = Operating result + Net depreciation, amortization and operating provisions + R&D tax credit (CIR)

**The Group will now report its EBITDA according to the method mentioned above.**

As of June 30, 2024, cash and cash equivalents stood at €521k. After taking into account current bank facilities of €391k, net cash amounted to €131k. Financial liabilities totaled €3,078k.

On July 18, 2024, the Company received the reimbursement of its 2023 Research Tax Credit (CIR 2023) in the amount of €2,325k, reducing net debt to €232k following receipt of the CIR.

---

<sup>1</sup> In the absence of impairment indicators, no impairment tests were carried out on the Company’s subsidiaries as of June 30, 2024. Accordingly, no amortization or impairment of goodwill was recorded for subsidiaries.

## Change in scope

H1 2023 data included the activity of ENIBLOCK, which was deconsolidated as of July 1, 2023.

As part of its refocusing strategy, the Company disposed of two operating subsidiaries in 2024 that were not part of its core business:

- ITAQUE: in accordance with the tolerance permitted by ANC Regulation 2020-01, the result as of April 30, 2024 (date of disposal), was recognized on a separate line in the income statement. It represented a loss of €(187)k. ITAQUE was excluded from the scope as of May 1, 2024.
- S2M: due to the absence of reliable financial information until June 13, 2024 (date of disposal), S2M was excluded from the scope as of January 1, 2024.

## Positive Half-Year result

The consolidated financial statements (unaudited and unreviewed) for the first half of 2024 reflect the validity of The Blockchain Group's new strategic direction:

- Positive adjusted EBITDA (improvement of over €2 million compared to H1 2023);
- Positive net income (improvement of over €7.5 million compared to H1 2023).

The decline in operating income is mainly due to the impact of business disposals (€2.9 million). Revenue at constant scope was down 5%, demonstrating the limited impact of the judicial reorganization proceedings on the operating subsidiaries. Furthermore, the refocus on service activities led to lower investment and thus a decrease in capitalized production to €868k, compared to €1,367k in H1 2023.

The Company also significantly reduced expenses in H1 2024, achieving €6.25 million in savings compared to H1 2023, including over €1 million in holding company cost savings.

Lionel RIGAUD, Chief Executive Officer of the Company, stated: *"These results are the result of the continued dedication of our teams and their trust in the Company, despite the challenging times during the first half. I would like to thank them, as well as the partners who supported us during this pivotal period. Together, we not only reversed the situation but also repositioned the Company on the path to growth. We now intend to capitalize on our sound foundations and return to profitability to implement an innovative and ambitious strategy."*

\* \* \*

#### About The Blockchain Group (ALTBG)

The Blockchain Group is the French leader in blockchain. From consulting to technology services, including R&D, the group helps companies seize all the opportunities offered by blockchain, web3, Data Science, and AI across their entire value chain.

EURONEXT Growth Paris

Ticker: ALTBG

ISIN: FR0011053636

Reuters: ALTBG.PA

Bloomberg: ALTBG.FP

Contact:

[communication@theblockchain-group.com](mailto:communication@theblockchain-group.com)

#### Disclaimer

*This press release does not constitute an offer to sell or a solicitation of an offer to buy securities in any jurisdiction and may not be deemed an offer, solicitation or sale in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under applicable local laws.*

*This press release may not be disseminated, published, or distributed, directly or indirectly, in or into the United States of America, Australia, Canada, or Japan. The distribution of this press release may be subject to specific regulations in certain countries. Persons in possession of this document or any other information referred to herein must inform themselves of and observe any such local restrictions. Any failure to comply with such restrictions may constitute a violation of the securities laws of the relevant jurisdiction.*