

**The  
Blockchain  
Group**  
Be part of the future

**Half-Year  
Report  
June 30, 2024**

THE BLOCKCHAIN GROUP

Public Limited Company with a Board of Directors and a share capital of €3,202,044.84

Registered office: Tour W, 102 Terrasse Boieldieu – 92800 Puteaux, France

504 914 094 R.C.S NANTERRE

# Activity Report as of June 30, 2024

## Going Concern

The Nanterre Commercial Court has approved the proposed continuation plan, following a favorable opinion from all parties involved (the supervising judge, the judicial administrator, the court-appointed representative and the public prosecutor).

This decision terminates the Company's judicial-restructuring proceedings and validates all measures undertaken over recent months, particularly the operational and financial restructuring of the Group comprising the Company and its subsidiaries.

During this hearing, the Company presented in detail its strategy, which focuses its activities on services in the deep-tech domains (data intelligence, data science, AI, Web2 and Web3). These activities are principally carried out by TRIMANE and IORGA GROUP, the Company's subsidiaries.

Beyond the exit from judicial restructuring, the continuation plan provides, in particular, for:

- the repayment of debts spread over ten years (or, for certain creditors who choose this option, repayment of 46 % of the debt due over four years, with the remaining 54 % being forgiven);
- the continuation of the cost-saving plan on overhead expenses;
- a simplification of the legal structure (in this regard, the Company's subsidiary S2M has been divested).

The Group has also initiated a refocusing of its operational subsidiaries on their areas of specialization, with initial encouraging results. Moreover, synergies among the teams have improved through joint projects for clients.

## 2024 Half-Year Results

The Blockchain Group publishes, on a consolidated basis, the Company's 2024 half-year financial statements, noting that these have not been subject to a limited review by the Statutory Auditors.

In the absence of any indicators of impairment, no impairment tests were carried out as of June 30, 2024 on the Company's subsidiaries.

## Presentation of the Income Statement

The key figures of the Group's consolidated income statement are as follows. This comparison includes the contribution of ENIBLOCK for six months in the 2023 fiscal year. That company was deconsolidated as of July 1, 2023 (see Note 2 – Scope of Consolidation).

*Going forward, the Group will report its EBITDA according to the formula set out below.*

IN € THOUSAND	H1 2024 (6 months)	H1 2023 (6 months)	CHANGE	%
Net revenue	7 348	10 654	-3 306	-31.0%
Research tax credit	1 048	1 120		N/A
Adjusted EBITDA (1)	495	(1 630)	2 125	130.4%
Operating result	(1 328)	(4 330)	3 002	69.3%
Financial result	308	(166)	474	285.4%
Result before tax	(1 020)	(4 496)	3 476	77.3%
Exceptional result	1 353	(3 138)	4 491	143.1%
Consolidated net result	1 380	(6 515)	7 895	121.2%

(1) **Adjusted EBITDA = Operating result + Net operating depreciation, amortization & provisions + Research tax credit (CIR)**

## Comparability of the Income Statement

The treatment of entities divested in 2024 is as follows:

- ITAQUE: In accordance with the relief permitted by ANC Regulation 2020-01, ITAQUE's result to April 30, 2024 has been reported on a separate line in the income statement. It amounts to a loss of € 187 k.
- S2M: Given the absence of reliable financial information up to the disposal date of June 13, 2024, S2M has been excluded from the scope of consolidation as of January 1, 2024.

For reference, ENIBLOCK's contribution as of June 30, 2023 was:

- Revenue: € 351 k;
- Operating result: € (1 030 k);
- Financial result: € 2 k
- Exceptional result: € 390 k
- Net result: € (2 199 k).

## The Blockchain Group – Consolidated Balance Sheet

ASSETS in € Thousand	Note	30/06/2024	31/12/2023	Variation	%
<b>Non-current assets</b>		<b>20 787</b>	<b>20 850</b>	<b>-63</b>	<b>0%</b>
Intangible assets	5,1	20 216	20 147	70	0%
<i>Including goodwill</i>	5,2	15 956	15 956		
Property, plant and equipment	5,3	219	289	-70	-24%
Financial assets	5,4	351	414	-62	-15%
<b>Current assets</b>		<b>10 860</b>	<b>12 734</b>	<b>-1 874</b>	<b>-15%</b>
Inventories and work in progress					
Trade receivables and related accounts	5,5	4 244	5 599	-1 356	-24%
Other receivables and accrual accounts	5,6	6 095	5 780	315	5%
Cash and cash equivalents	5,8	521	1 355	-833	-62%
<b>TOTAL ASSETS</b>		<b>31 647</b>	<b>33 584</b>	<b>-1 937</b>	<b>-6%</b>

EQUITY AND LIABILITIES in € Thousand	Note	30/06/2024	31/12/2023	Variation	%
<b>Equity (Group share)</b>	<b>5,9</b>	<b>8 715</b>	<b>7 420</b>	<b>1 294</b>	<b>17%</b>
Share capital		3 202	3 180	22	1%
Share premiums		32 485	32 510	-26	0%
Consolidated reserves and net income		-22 525	-23 876	1 351	-6%
Other equity items		-4 447	-4 394	-53	1%
<b>Non-controlling interests</b>	<b>5,9</b>		<b>-5</b>	<b>5</b>	<b>-100%</b>
<b>Provisions</b>	<b>5,12</b>	<b>3 787</b>	<b>4 187</b>	<b>-400</b>	<b>-10%</b>
<i>Including negative goodwill</i>					
<b>Liabilities</b>		<b>19 145</b>	<b>21 982</b>	<b>-2 837</b>	<b>-13%</b>
Borrowings and financial liabilities	5,13	3 084	3 659	-576	-16%
Trade payables and related accounts	5,14	3 732	4 132	-400	-10%
Other payables and accrued expenses	5,15	12 329	14 191	-1 862	-13%
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>31 647</b>	<b>33 584</b>	<b>-1 937</b>	<b>-6%</b>

## Income Statement

INCOME STATEMENT in € Thousands	Note	30/06/2024 12 MONTHS	30/06/2023 12 MONTHS	31/12/2023 12 MONTHS	Variation	%
<b>Revenue</b>	<b>5.16</b>	<b>7 346</b>	<b>10 654</b>	<b>20 408</b>	<b>-3 309</b>	<b>-31%</b>
Other operating income	5.17	999	1 671	2 793	-672	-40%
Consumed purchases	5.18	-1 494	-2 485	-4 589	996	-40%
Personal expenses	7	-6 040	-9 905	-17 605	3 865	-39%
Other operating expenses	5.18	-1 104	-2 489	-5 101	1 386	-56%
Taxes		-164	-177	-358	13	-7%
Depreciation, amortization and provisions		-871	-1 595	-3 208	724	-45%
<b>Operating Income before goodwill amortization and impairment</b>		<b>-1 328</b>	<b>-4 330</b>	<b>-7 659</b>	<b>3 002</b>	<b>69%</b>
Goodwill amortization and impairment				-8 671		
<b>Operating Income after goodwill amortization and impairment</b>		<b>-1 328</b>	<b>-4 330</b>	<b>-16 330</b>	<b>3 002</b>	<b>69%</b>
<b>Financial Income and expenses</b>	<b>5.19</b>	<b>308</b>	<b>-166</b>	<b>-171</b>	<b>474</b>	<b>285%</b>
<b>Non-Recurring items</b>	<b>5.20</b>	<b>1 541</b>	<b>-3 138</b>	<b>-7 733</b>	<b>4 679</b>	<b>149%</b>
Income tax	5.21	1 048	1 120	1 488	-71	-6%
<b>net income from consolidated entities</b>		<b>1 568</b>	<b>-6 515</b>	<b>-22 746</b>	<b>8 084</b>	<b>124%</b>
Result from divested companies						
<b>Net consolidated income</b>		<b>1 381</b>	<b>-6 515</b>	<b>-22 746</b>	<b>7 896</b>	<b>121%</b>
Minority interests		5	-1 120	-1 578	1 125	100%
<b>Net income (Group share)</b>		<b>1 375</b>	<b>-5 396</b>	<b>-21 168</b>	<b>6 771</b>	<b>125%</b>
<b>Earnings per share</b>		0,017	-0,093	-0,087		
<b>Earnings per diluted share</b>		0,017	0,093	0,087		

## Cash Flow Statements

In € Thousands	30/06/2023	31/12/2023
<b>OPERATING ACTIVITIES</b>		
Net income from consolidated companies	1 381	-22 746
Depreciation, amortization and provisions	870	16 464
Reprises aux amortissements et provisions	-200	0
Gains and losses on disposals, net of tax	-1 118	23
Change in deferred taxes		950
Augmentation des intérêts courus	6	0
Other non-cash income and expenses	-313	-796
Gross self-financing margin	626	-6 104
Change in trade receivables	366	1 345
Change in other receivables and prepaid expenses	-1 136	2 600
Change in trade payables	141	483
Change in other payables and accrued expenses	-665	4 304
Change in working capital requirement	-1 294	8 731
<b>Net cash flow from operating activities</b>	<b>-668</b>	<b>2 627</b>
<b>INVESTING ACTIVITIES</b>		
Acquisition of intangible assets	-868	-2 045
Acquisition of property, plant and equipment	-7	-57
Acquisition of financial assets	-11	-154
Change in payables on fixed assets		-165
Proceeds from grants received		5
<b>Cash Flows Related to the Acquisition of Fixed Assets</b>	<b>-886</b>	<b>-2 417</b>
Disposal and reduction of financial assets		35
<b>Cash flows from disposals of fixed assets</b>		<b>35</b>
Net cash from acquisitions and disposals of subsidiaries	1 078	315
<b>Net cash flow from investing activities</b>	<b>192</b>	<b>-2 067</b>
<b>FINANCING ACTIVITIES</b>		
Capital Increase		2 044
Change in current accounts	-187	-3
Proceeds from Borrowings	200	
Repayment of borrowings	-225	-548
<b>Net cash flow from financing activities</b>	<b>-213</b>	<b>1 493</b>
<b>Change in cash and cash equivalents</b>	<b>-689</b>	<b>2 053</b>
Effect of exchange rate fluctuations	-1	-1
<b>VARIATION IN CASH AND CASH EQUIVALENTS</b>	<b>19</b>	<b>-2 021</b>
Adjustment of opening cash		-12
Reclassification of promissory notes from bank overdrafts to borrowings	801	
<b>CASH AT END OF PERIOD</b>	<b>131</b>	<b>19</b>
Cash and cash equivalents	521	1 355
Bank overdrafts	-329	-1 336
<b>DETAILS OF CASH AT END OF PERIOD</b>	<b>131</b>	<b>19</b>
Sale Price of the Companies	1 025	
Cash at End of Period	53	495
Net Proceeds from Eniblock Capital Increase, Net of Fees		-180
<b>Details of changes in consolidation scope</b>	<b>1 078</b>	<b>315</b>






Focus on the Group’s Activities and Key Highlights at the Half-Year Close:

The Blockchain Group publishes its 2024 half-year results.

THE BLOCKCHAIN GROUP is a French public limited company with a Board of Directors and a share capital of € 3,202,044.84 (80,051,121 shares), whose registered office is located at Tour W – 102, Terrasses Boieldieu – 92800 Puteaux. It is registered with the Nanterre Trade and Companies Register under number 504 914 094. The Company was admitted to trading on 28 June 2011 and is listed on the Euronext Growth market (ALTBG; ISIN FR0011053636).

The management of The Blockchain Group is organized through an Executive Committee, which comprises the members listed on the Group’s website: (<https://www.theblockchain-group.com/blockchain-group/management-team>)

Lionel Rigaud CEO The Blockchain Group & Managing Director Trimane	Jean-Philippe Casadepax- SOULET COO The Blockchain Group & Managing Director IORGA	Simon Elbaz CFO The Blockchain Group
		

The Blockchain Group is primarily organized around the following business lines:

- Data, AI : Trimane, Diptek
- Web2, Web 3, Blockchain : Iorga

Founded in 2008 and listed on the Euronext Growth Paris market, The Blockchain Group specializes in providing services that support companies in leveraging so-called deep-tech technologies. The Group offers a wide range of services in these fields under time-and-materials contracts, fixed-price engagements, application-maintenance agreements or advisory mandates.

From a strategic standpoint, the Group has decided to build on the expertise and know-how of its services and consulting entities. This has led to a revitalization of the various teams and strong commercial momentum over the past few months.

## Key Events of the Fiscal Year

The Company announces the continuation of its legal-structure rationalization process. Accordingly:

- BF Europe was liquidated in April,
- Iorga Lyon merged at the end of April with Iorga,
- Trimane Sud Ouest merged at the end of April with Trimane,
- YFC was liquidated at the end of April,
- Itaque was divested at the end of April,
- S2M was divested at the end of June.

## Outlook and Medium-Term Strategy

The Group's strategy remains based on the following points:

- Generate operating cost savings by rationalizing expenses and simplifying its structure (legal, organizational, etc.),
- Leverage the expertise and reputations of its legacy companies to capture new markets
- Improve the Group's profitability over the 2024 fiscal year.

## Research and Development

The Company has consistently conducted research and development activities to remain at the forefront of technology in its areas of expertise. R&D efforts are particularly focused on artificial intelligence and Web3.

Development expenditures are recognized on the balance sheet when they relate to clearly identifiable projects for which technical feasibility and commercial viability are probable and whose costs can be measured reliably. These capitalized costs pertain to the development of software components and applications for our platforms

DataOps, CoachIQ, LegalSuite and Apy.3—that are either already marketed or in the process of commercialization.

The development costs activated in the first half of 2024 amount to €868 k and break down as follows:

- Dip Tek development: 528 k€
- Trimane development: 177 k€
- IORGA development: 163 k€

The anticipated amortization period is three years from each project's in-service date.

## Risk Management

Given the nature of its business, the Company is unlikely to give rise to any material environmental risk.

The Group relies in particular on the risk-management and internal-control frameworks published by the Autorité des Marchés Financiers (AMF) in 2010, as well as on the AMF's 2016 guide to periodic reporting for listed companies (Doc 2016-05).

### General Principles of Risk Management:

The risk factors identified to date by the Company are outlined in the "Risk Management" section of the management report.

To date, the Company has identified the following main categories of risk:

- Legal risks
- Customer and supplier risks
- Market risks
- Liquidity risks

An annual review of these risks will be conducted to update them with the involvement of the persons directly concerned. The objective of this review is to formalize the list of actions to be implemented to control these risks and to assess the effectiveness of the measures taken.

Risk management and internal control are overseen by different parties according to their respective scopes of responsibility. The various departments are tasked with ensuring, in particular, the relevance, reliability and implementation of internal-control procedures, as well as the processes designed to identify and manage the risks related to the Company's activities and to its accounting and financial information. In light of its growth objectives, the Group intends to strengthen its risk-management and internal-control procedures and systems.

## General Principles of Internal Control

The Company has adopted the definition of internal control proposed by the Autorité des Marchés Financiers, according to which internal control is a framework implemented by the Company to ensure:

- compliance with laws and regulations;
- the application of the policies and directives set by the Management Board;
- the proper functioning of the Company's internal processes;
- the reliability of financial information; and
- more broadly, to contribute to the management of its activities, the efficiency of its operations, and the efficient use of its resources.

During the fiscal year, the Company continued to implement an internal-control process designed to "ensure internally the relevance and reliability of the information used and disseminated in the Company's activities."

However, internal control cannot provide absolute assurance that the Company's objectives will be achieved or that the risks of error or fraud will be completely controlled or eliminated.

The accounting and finance function is managed in-house by a team of four people, with support from chartered-accounting firms—particularly for the preparation of statutory and consolidated financial statements, both in France and abroad.

This separation of duties between internal expertise and external assistance is a key element of the Group's internal-control framework.

Payroll processing is likewise entrusted to an external firm.

For each of the risks described below, the Company has proceeded as follows:

- Presentation of the gross risk as it exists in the context of the Company's activities;
- Presentation of the measures implemented by the Company to manage that risk.

The application of these measures to the gross risk enables the Company to determine a net risk. The Company has assessed the criticality of each net risk based on a combined analysis of two criteria: (i) the probability of the risk occurring and (ii) the estimated severity of its negative impact.

Probability of occurrence is assessed on three levels, according to the following qualitative scale:

- Low;
- Medium;
- High.

Magnitude of the risk represents the potential impact on the Company should the event occur. It is measured according to the following qualitative scale:

- Low;
- Medium;
- High.

Criticality level of each risk is presented below, using the following qualitative scale:

- Low;
- Medium;
- High.

## Summary Table

Risk title	Risk occurrence probability	Risk impact severity	Risk net criticality level
<b>Financial Risks</b>			
Risks related to additional financing needs	Low	High	Medium
Liquidity risk	High	High	High
Dilution risk	Medium	Medium	Medium
<b>Risks Related to the Company's Business Activities</b>			
Situation in Russia/Ukraine in the context of current geopolitical tensions	Low	Low	Low
Risks related to the business model based on blockchain technology	Low	Low	Low
Risks related to the services offered by the Company	Low	Low	Low
Risks related to the pace of technological change	Medium	Medium	Medium
Risks related to intellectual property protection	Low	Medium	Medium
Risks related to the competitive environment	Medium	Medium	Medium
Risks related to managing the Company's growth	Low	Low	Low
Risks related to data security	Medium	Medium	Medium
<b>Risks Related to the Company's Organization and Key Personnel</b>			
Risks related to management and key personnel	Medium	High	Medium
<b>Regulatory and Legal Risks</b>			
Regulatory risks	Medium	High	Medium

## Risks Related to the Company's Activities

### **Risk of Macroeconomic Slowdown Linked to the Geopolitical Situation**

The Group's consolidated financial statements have been prepared on a going-concern basis. The operations have not been affected by the geopolitical situation in Russia/Ukraine given the current context.

### **Risks Related to the Business Model Based on Blockchain Technology**

The Company's exposure to blockchain technology was significantly reduced following the strategic shifts implemented at the end of 2023 and the closure of Eniblock.

Consequently, the risk has decreased since last year. It has moved from High to Low.

### **Risks Related to the Services Offered by the Company and to the Rapid Pace of Technological Change**

The Group operates in a competitive sector characterized by rapid technological developments, frequent shifts in customer needs and the introduction of new products and features. The Group's future performance will therefore depend on its ability to remain at the cutting edge of technology. In the field of emerging technologies, commercial success depends on many factors, including its capacity for innovation, the growth of its new service offerings alongside an expanding existing customer base around more mature technologies, and the prevailing economic conditions in its clients' industrial and commercial sectors.

The Group's business model is based on providing "deep-tech" services to our clients.

Our client base has existed for over twenty years, and with growing demand in data intelligence, AI and Web3, the overall risk at Group level is significantly reduced.

In conclusion, Management believes that the impact of these risks on operations would be moderate.

### **Risks Related to the Protection of Intellectual Property**

This risk was primarily borne in 2023 by the Eniblock subsidiary.

The Group considers this net risk to be low.

## Other Risks

### **Risks Related to Managing the Company's Growth**

With its refocus on its legacy offerings (Data Intelligence, AI, Web2 and Web3), the Group anticipates a controlled expansion of its activity. This growth will necessarily create a need for additional resources.

The Group's ability to absorb such growth will depend in part on its capacity to anticipate and manage it effectively. To that end, the Group must, in particular:

- Stay abreast of technological and regulatory developments that will shape the various use cases of its technologies, mitigating the risk of a loss of competitiveness;
- Recruit and train qualified personnel capable of supporting the Company's growth ambitions;

The Group's internal research policy provides confidence in its ability to anticipate technological evolutions.

Moreover, the creation of The Blockchain Group's Developer Camp gives the Group significant flexibility and leeway to adapt to its rapidly changing needs.

In conclusion, the Group considers this net risk to be low.

### **Risks Related to Data Security**

Legislation and regulations concerning the confidentiality and security of personal data are constantly evolving, and if the Group and its subsidiaries fail to comply—or are perceived not to comply—their business could be adversely affected.

All Group companies are subject to European legislation on the confidentiality and security of personal data (GDPR) collected from their users and clients; these laws are in perpetual evolution and will continue to evolve for some time.

The Group may incur additional expenses—particularly by strengthening its internal-control policy and modifying its practices—to comply with these various obligations.

Management considers that the impact of these risks on operations would be low

### **Risks Related to Additional Financing Needs**

As of June 30, 2024, the Group's financial position does not allow it to obtain additional financing despite a return to profitability.

This risk is therefore considered low.

### **Liquidity Risks**

The divestiture of non-strategic assets has enabled the Group to increase its cash reserves.

The Government's ability to reimburse the Research Tax Credit (CIR) promptly (in excess of €2,000 k) will also help mitigate this risk from the second quarter of 2025 onward.

Pending the execution of the continuation plan and the realization of the two measures above, this risk is considered High.

Detailed information on this risk can be found in Note 2 – Going Concern of the consolidated financial statements' annex.

### **Risks Related to Dilution / Potential Share Capital**

Moreover, to the extent that the Company raises capital through the issuance of new shares or other financial instruments that may ultimately confer equity interests in the Company, its existing shareholders could be diluted.

It should be noted that no new free-share allocations (AGA) have been made since April 2023.

### **Foreign Exchange Risk**

Since almost all of its settlements and payments are made in euros, the Company is not exposed to foreign-exchange risk.

### **Insurance and Risk Coverage**

The Group has implemented an insurance policy covering its principal insurable risks, with coverage limits deemed appropriate for its operations. These policies and their alignment with the Company's needs are reviewed regularly.

To the Company's knowledge, there is no significant uninsured risk.



# 1. Consolidated Financial Statements

## A. CONSOLIDATED BALANCE SHEET

ASSETS in € Thousand	Note	30/06/2024	31/12/2023	Variation	%
<b>Non-current assets</b>		<b>20 787</b>	<b>20 850</b>	<b>-63</b>	<b>0%</b>
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## B. CONSOLIDATED INCOME STATEMENT

INCOME STATEMENT in € Thousands	Note	30/06/2024 12 MONTHS	30/06/2023 12 MONTHS	31/12/2023 12 MONTHS	Variation	%
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<b>net income from consolidated entities</b>		<b>1 568</b>	<b>-6 515</b>	<b>-22 746</b>	<b>8 084</b>	<b>124%</b>
Result from divested companies						
<b>Net consolidated income</b>		<b>1 381</b>	<b>-6 515</b>	<b>-22 746</b>	<b>7 896</b>	<b>121%</b>
Minority interests		5	-1 120	-1 578	1 125	100%
<b>Net income (Group share)</b>		<b>1 375</b>	<b>-5 396</b>	<b>-21 168</b>	<b>6 771</b>	<b>125%</b>
<b>Earnings per share</b>		0,017	-0,093	-0,087		
<b>Earnings per diluted share</b>		0,017	0,093	0,087		

## C. CASH FLOW STATEMENT

In € Thousands	30/06/2023	31/12/2023
<b>OPERATING ACTIVITIES</b>		
Net income from consolidated companies	1 381	-22 746
Depreciation, amortization and provisions	870	16 464
Reprises aux amortissements et provisions	-200	0
Gains and losses on disposals, net of tax	-1 118	23
Change in deferred taxes		950
Augmentation des intérêts courus	6	0
Other non-cash income and expenses	-313	-796
Gross self-financing margin	626	-6 104
Change in trade receivables	366	1 345
Change in other receivables and prepaid expenses	-1 136	2 600
Change in trade payables	141	483
Change in other payables and accrued expenses	-665	4 304
Change in working capital requirement	-1 294	8 731
<b>Net cash flow from operating activities</b>	<b>-668</b>	<b>2 627</b>
<b>INVESTING ACTIVITIES</b>		
Acquisition of intangible assets	-868	-2 045
Acquisition of property, plant and equipment	-7	-57
Acquisition of financial assets	-11	-154
Change in payables on fixed assets		-165
Proceeds from grants received		5
<b>Cash Flows Related to the Acquisition of Fixed Assets</b>	<b>-886</b>	<b>-2 417</b>
Disposal and reduction of financial assets		35
<b>Cash flows from disposals of fixed assets</b>		<b>35</b>
Net cash from acquisitions and disposals of subsidiaries	1 078	315
<b>Net cash flow from investing activities</b>	<b>192</b>	<b>-2 067</b>
<b>FINANCING ACTIVITIES</b>		
Capital Increase		2 044
Change in current accounts	-187	-3
Proceeds from Borrowings	200	
Repayment of borrowings	-225	-548
<b>Net cash flow from financing activities</b>	<b>-213</b>	<b>1 493</b>
<b>Change in cash and cash equivalents</b>	<b>-689</b>	<b>2 053</b>
Effect of exchange rate fluctuations	-1	-1
<b>VARIATION IN CASH AND CASH EQUIVALENTS</b>	<b>19</b>	<b>-2 021</b>
Adjustment of opening cash		-12
Reclassification of promissory notes from bank overdrafts to borrowings	801	
<b>CASH AT END OF PERIOD</b>	<b>131</b>	<b>19</b>
Cash and cash equivalents	521	1 355
Bank overdrafts	-329	-1 336
<b>DETAILS OF CASH AT END OF PERIOD</b>	<b>131</b>	<b>19</b>
Sale Price of the Companies	1 025	
Cash at End of Period	53	495
Net Proceeds from Eniblock Capital Increase, Net of Fees		-180
<b>Details of changes in consolidation scope</b>	<b>1 078</b>	<b>315</b>

# Annex to the Consolidated Financial Statements as of June 30, 2024

The reporting period covers six months, from January 1, 2024 to June 30, 2024.

The comparative balance-sheet information is as of December 31, 2023 (a 12-month period), and the comparative income-statement information is as of June 30, 2023 (a 6-month period).

The financial statements are presented in thousands of euros (k€).

The consolidated financial statements were approved by the Board of Directors on October 18, 2024, in accordance with the accounting methods and estimates described in the notes and schedules that follow, which are identical to those used in the preparation of the comparative statements.

We note that the half-year financial statements have not been subject to a limited review by the Statutory Auditors.

A. NOTE 1: PRESENTATION OF THE BUSINESS

THE BLOCKCHAIN GROUP is a French public limited company (Société anonyme) with a Board of Directors and a share capital of €3,202,044.84 (80,051,121 shares). Its registered office is located at Tour W – 102, Terrasses Boieldieu – 92800 Puteaux. It is registered with the Nanterre Trade and Companies Register under number 504 914 094. The Company was admitted to trading on 28 June 2011 and is listed on the Euronext Growth market (ALTBG; ISIN FR0011053636).

As of 30 June 2024, The Blockchain Group’s management is organized via an Executive Committee composed of the members listed on the Group’s website: <https://www.theblockchain-group.com/blockchain-group/management-team>.

Lionel Rigaud CEO The Blockchain Group & Managing Director Trimane	Jean-Philippe Casadepax- SOULET COO The Blockchain Group & Managing Director IORGA	Simon Elbaz CFO The Blockchain Group
		

The Blockchain Group is organized around the following business lines:

- Data, AI : Trimane, Diptek
- Web2, Web 3, Blockchain : Iorga

Founded in 2008 and listed on the Euronext Growth Paris market, The Blockchain Group specializes in providing services to support companies in leveraging so-called deep-tech technologies. The Group offers a wide range of services in these fields under time-and-materials contracts, fixed-price engagements, application-maintenance agreements or advisory mandates.

It should be noted that, at the end of 2023, the Group refocused its activities on its service offerings.

## B. NOTE 2 : SIGNIFICANT EVENTS OF THE FISCAL YEAR – FINANCIAL COMMUNICATION HIGHLIGHTS

### Capital Increase

Pursuant to resolutions of the Board of Directors dated January 15, 2024, February 1, 2024, February 14, 2024 and April 12, 2024 under the shareholders' authorization granted on June 30, 2023 the Board recorded the vesting of 543,000 free shares out of the 585,000 initially issued.

As of today, The Blockchain Group's share capital amounts to €3,202,044.84, divided into 80,051,121 shares with a nominal value of €0.04 each.

### Going Concern

The Company presented a continuation plan that was approved by the Nanterre Commercial Court by judgment dated July 24, 2024.

In parallel, the Company's operations and the Group's restructuring plan continue in line with management's forecasts (cost-saving measures on overhead and supplier expenses, organizational streamlining, etc.).

As of June 30, 2024, cash and cash equivalents totaled €521 k, including a €200 k promissory note. Financial debt amounted to €3 078 k,

Financial debt amounted to €3 078 k. On July 18, 2024, we received the 2023 Research Tax Credit (CIR) reimbursement of €2 325 k, reducing net debt to €232 k post-receipt.

The Group's consolidated financial statements for the six-month period ended June 30, 2024 have been prepared on a going-concern basis. The Board of Directors' cash-flow forecasts for the twelve months following the first-half 2024 close indicate a cash position compatible with the Group's liquidity needs over this period.

These forecasts taking into account the latest operating projections—are based in particular on a return to bank facilities commensurate with the Group's subsidiaries' activities and on securing new financing.

## C. NOTE 3 : CONSOLIDATED ACCOUNTING PRINCIPLES AND METHODS

### Accounting standards

The consolidated annual financial statements of The Blockchain Group are prepared in accordance with generally accepted French accounting principles, pursuant to ANC Regulation No. 2020-01 on consolidated financial statements of industrial and commercial companies for periods beginning on or after January 1, 2021.

The financial statements of consolidated foreign entities, prepared under the regulations in force in their respective countries, are restated to comply with the Group's accounting principles.

All Group companies close their accounts on December 31 and have also closed interim accounts on June 30.

The consolidated financial statements have been prepared based on the individual financial statements as of June 30, 2024.

Accounting rules have been applied in accordance with the principle of prudence and in compliance with the fundamental assumptions of going concern, accrual basis, and consistency of methods.

### Consolidation methods

Companies in which The Blockchain Group holds, directly or indirectly, a long-term interest exceeding 40% of the capital and over which the Group has exclusive control are fully consolidated, with recognition of minority interests in consolidated subsidiaries. Companies in which The Blockchain Group holds, directly or indirectly, at least 20% of the capital and exercises significant influence are consolidated using the equity method. Companies whose shares or interests are held solely for subsequent disposal are not consolidated. Companies are consolidated based on the financial statements prepared as of June 30, 2024.

### Scope of consolidation

The scope is detailed in Note 4. It should be noted that the consolidation methods of subsidiaries are also indicated in that note. During the fiscal year, the scope changed as follows:

- Disposal of ITAQUE effective May 1, 2024;
- Disposal of S2M on June 13, 2024;
- Judicial liquidation of YFC and consequently its subsidiaries SHOPBOT Australia and SHOPBOT Canada;
- Judicial liquidation of BF EUROPE.

These companies were excluded from the scope of consolidation as of January 1, 2024.

## Accounting Principles and Methods

The main accounting methods adopted by The Blockchain Group are as follows:

### Note 3.1 Development costs

The company capitalizes its development costs (excluding research costs) that meet the six capitalization criteria set out by the French General Chart of Accounts:

- Technical feasibility required to complete the intangible asset for use or sale;
- Intention to complete the intangible asset and use or sell it;
- Ability to use or sell the intangible asset;
- How the intangible asset will generate probable future economic benefits (existence of a market for the output or the intangible asset itself, or—if it is to be used internally—its utility);
- Availability of adequate resources (technical, financial, and other) to complete development and to use or sell the intangible asset;
- Ability to reliably measure the expenditure attributable to the intangible asset during its development.

Only costs (direct and indirect) that are directly attributable to the production of the asset may now be included in the production cost:

- Fees of service providers attributable to the asset's development;
- Direct production expenses, including salaries and other costs related to personnel directly involved in creating the asset, as well as patent filing costs.

Development costs are capitalized upon the public launch of our platforms by clients (i.e., generating recurring revenue through commissions billed for data flow exchanges) and amortized from the start of service over their actual useful life of 3 years, depending on the nature of the projects.

An analysis of the various developments is conducted at each closing, i.e., on June 30 and December 31 of each year. In case of project failure, insufficient commercial prospects, or observed obsolescence of developments (technical component no longer used in our products), a non-recurring amortization is recorded for the net book value, and the intangible asset is removed from the balance sheet. Otherwise, impairment testing is performed only in case of impairment indicators.

### Note 3.2 Other intangible assets

Other intangible assets consist mainly of email address databases and are recorded at historical acquisition cost. They are amortized from the commissioning date in proportion to the number of invalid addresses in the database at the reporting date.



### Note 3.3 Goodwill

Business combinations (acquisition of entities, etc.) are accounted for using the acquisition method. This method results in the recognition of acquired entities' assets and liabilities at their entry value, corresponding to the price the acquiring entity would have agreed to pay if the identifiable assets and liabilities had been acquired separately. The entry value of an asset reflects its intended use by the acquirer.

When acquiring a business, the difference between the acquisition cost of shares in newly consolidated companies (including transaction costs) and the fair value of identifiable assets and liabilities at the acquisition date constitutes goodwill.

In accordance with applicable regulations, the Group has until the end of the first fiscal year following the acquisition to perform necessary analyses and assessments to recognize and value identifiable assets and liabilities.

Positive goodwill is recognized as an asset on the consolidated balance sheet. The useful life is analyzed, and if deemed indefinite, goodwill is not amortized.

For goodwill already recorded in the balance sheet as of December 31, 2015, the Group chose to continue amortizing them over the previously determined useful lives, i.e., straight-line amortization over 10 years.

The value of goodwill is reviewed at each fiscal year-end based on the results of the relevant subsidiaries and whenever there is any indication that impairment may have occurred. Accelerated impairment of goodwill is recognized when the subsidiary's business outlook significantly diverges from the assumptions used at the time of acquisition or from the previous impairment tests.

Impairment testing primarily uses the discounted cash flow (DCF) method based on the following principles:

- Cash flows are based on five-year forecasts;
- The discount rate corresponds to the industry's weighted average cost of capital, adjusted, if applicable, for a specific risk premium;
- Terminal value is calculated as the perpetual sum of discounted cash flows based on normative cash flow and a perpetual growth rate.

These tests are performed by default on December 31, unless impairment indicators appear at another time during the year. Accordingly, as of the June 30, 2024 interim close, no impairment tests or additional amortization were performed on the subsidiaries.

### Note 3.4 Property, Plant and Equipment

Property, plant and equipment are recognized as assets at their acquisition cost, less depreciation calculated on a straight-line basis (SL) over their useful economic life. The applied useful lives are as follows:

- Fixtures and installations: 5 to 10 years (SL)
- Office equipment: 3 to 5 years (SL)
- Office furniture: 3 to 10 years (SL)

### Note 3.5 Financial Assets

Financial assets correspond to security deposits recorded on the balance sheet at the amount paid or to financial assets or loans whose initial liquidity horizon exceeds one year.

When the net realizable value of a financial asset is lower than its acquisition cost or carrying amount, a depreciation is recorded for the difference.

### Note 3.6 Trade Receivables and Related Accounts

Receivables are measured at their nominal value and a specific allowance is recorded on receivables identified as at risk of total or partial non-recovery.

Receivables showing risk or abnormal delays in collection are impaired based on their age, nature, and the level of identified risk.

### Note 3.7 Foreign Currency Transactions, Receivables and Payables

Transactions denominated in foreign currencies are recorded in the entity's functional currency at the exchange rate in effect on the transaction date. If such transactions occur, the related charges and income are recorded at their countervalue on the transaction date.

Monetary items denominated in foreign currencies are translated at each reporting date using the closing exchange rate. Payables, receivables, and cash denominated in foreign currencies appear on the balance sheet at their value based on the year-end exchange rate. The resulting difference from the translation of receivables and payables at the closing rate is recorded under “translation adjustments” on the balance sheet. Unrealized foreign exchange losses that are not offset are subject to a provision for exchange risk.

### Note 3.8 Marketable Securities

Marketable securities, consisting of money market mutual funds or term deposits, are measured at fair value.

A depreciation is recorded when their net realizable value becomes lower than their carrying amount.

### Note 3.9 Deferred Taxes

Some timing differences between tax and accounting recognition can create temporary differences between the tax base and carrying amounts of assets and liabilities.

These differences give rise to the recognition of deferred taxes using the liability method, i.e., using the last known tax rate as of the reporting date.

As of June 30, 2024, the tax rates used amount to 25%.

Deferred tax assets are recognized based on tax losses of operating companies to the extent that their utilization appears probable.

The related activations are measured based on future taxable income projections for each entity, limited to expected offsets over the two or three fiscal years following the reporting date.

Deferred tax assets and liabilities recognized by the same entity are offset in the balance sheet.

### Note 3.10 Grants

No investment grants were received during the fiscal year.

### Note 3.11 Revenue Recognition

Consolidated revenue is based on the different activities of the Group's entities, with each activity having its own revenue recognition methods.

For the activities of Iorga Group, Trimane Groupe, and S2M (sold in the first half of 2024), the following revenue recognition rules apply:

- For time-and-materials contracts, revenue from these services is recognized as the service is rendered. Revenue is measured based on the contractual sales price and billable time.
- Accrued income or deferred income is recorded when invoicing does not match the progress of work. For fixed-price contracts, revenue is recognized based on the progress of work using incurred and remaining costs. A provision for contract losses is recorded on a contract-by-contract basis as soon as a loss is anticipated. Accrued income or deferred income is recorded when invoicing does not match the progress of work.

Main recurring service contracts concern either subscription or license services providing access to technology tools or generation of qualified online leads.

In the case of tools, the fee includes a fixed monthly amount and a variable component.

Invoicing typically occurs on a monthly basis for amounts corresponding to the monthly subscription, license, or validated volumes delivered to clients for a given month.

Depending on the nature of the relevant service, revenue is recognized over the period corresponding to the use or availability of the technology tools for lead delivery, email dispatch, click execution, or validated sales.

For consulting and professional training services provided by Itaque (sold in the first half of 2024), revenue is recognized at the end of each training session.

### Note 3.12 Recognition of Non-Recurring Items in Profit or Loss

Non-recurring result includes, where applicable, extraordinary items corresponding to non-recurring transactions or events.

### Note 3.13 Earnings per Share

Earnings per share are calculated and presented in accordance with the principles set forth in Notice No. 27 issued by the French Order of Chartered Accountants. These calculations are based on:

- Net income – Group share for the period;
- Weighted average number of shares outstanding during the reporting period.

### Note 3.14 Retirement Indemnities

Retirement obligations concern only the Group's French employees (no such obligations apply in other countries where the Group operates) and are recorded as off-balance sheet commitments (see Note 5.23).

The assumptions used for their calculation are as follows (unchanged from December 31, 2023):

- Discount rate: 3.22%
- Employee turnover: 1%
- Salary increase rate: 2%
- Social contribution rate: 45%

### Note 3.15 Financial Instruments

As of June 30, 2024, The Blockchain Group holds no financial instruments.

### Note 3.16 Translation of Foreign Subsidiaries' Financial Statements

The balance sheets of non-autonomous foreign subsidiaries are translated into euros using the historical exchange rate method:

- Non-monetary items are translated at historical exchange rates, i.e., the rate at the date the related assets were entered into the company's accounts.
- Monetary items are translated at the closing exchange rate on the reporting date.
- Income statement items (except for non-cash expenses, which are translated at historical rates) and cash flows are translated using the average exchange rate for the reporting period..
- Translation differences arising from converting the accounts of non-autonomous foreign subsidiaries into euros are presented in the consolidated income statement under financial result.

This provision is not applicable within the Group as of June 30, 2024.

The balance sheets of autonomous foreign subsidiaries are translated into euros using the closing rate method, as follows:

- Assets and liabilities are translated at the closing exchange rate;
- Revenues and expenses in each income statement are translated at average exchange rates (unless the average is not representative of the cumulative effect of rates on transaction dates, in which case revenues and expenses are translated at transaction-date rates; this last point is not applicable as of 06/30/2024);
- All resulting translation differences are recognized as a separate component of equity under "Translation adjustments."

## D. NOTE 4 : SCOPE OF CONSOLIDATED FINANCIAL STATEMENTS

FC: “Full consolidation”

Companies held by The Blockchain Group							
Company	Country	% Ownership	Registration	Registered Office	Integration Method 2024	Integration Method 2023	
The Blockchain Group	France	Parent	504914094	102 terrasse Boieldieu, 92800 Puteaux	FC	FC	
IORGA GROUP	France	100%	844764183	102 terrasse Boieldieu, 92800 Puteaux	FC	FC	
YFC	France	100%	491728168	08, rue Barthélémy Danjou, 92100 Boulogne	In liquidation	FC	
TBG North America	Canada	100%	1176736198	2220-800 - boulevard René-Levesque O Montréal H3B 1X9	FC	FC	
The Blockchain Land	France	53,5%	844764183	102 terrasse Boieldieu, 92800 Puteaux	FC	FC	
S2M DATA SERVICES	Spain	100%	B66904004	Carrer de Provença, 339,08037 Barcelona	Disposed	FC	
The Blockchain CSF	France	94%	843951690	102 terrasse Boieldieu, 92800 Puteaux	FC	FC	
BF EUROPE	France	40%	847715398	08, rue Barthélémy Danjou, 92100 Boulogne	In liquidation	FC	
Blockchain Group Innov	France	100%	891643090	102 terrasse Boieldieu, 92800 Puteaux	FC	FC	
Subgroup owned by Iorga Group							
Company	Country	% Control	% Ownership	Registration	Registered Office	Integration Method 2024	Integration Method 2023
Iorga Lyon	France	100%	100%	844557520	5-9, rue Juliette récanier, 69006 Lyon	Merger IORGAG	FC
Itaque	France	100%	100%	844655712	60, chemin de Fontanille, 84916 Avignon	FC	FC
Subgroup owned by Block Chain Innovation							
Company	Country	% Control	% Ownership	Registration	Registered Office	Integration Method 2024	Integration Method 2023
Trimaesys	France	100%	100%	500665633	102 terrasse Boieldieu, 92800 Puteaux	FC	FC
DIP TEK	France	100%	100%	481552628	102 terrasse Boieldieu, 92800 Puteaux	FC	FC
Subgroup owned by Trimaesys							
Company	Country	% Control	% Ownership	Registration	Registered Office	Integration Method 2024	Integration Method 2023
Trimane	France	100%	100%	481552628	102 terrasse Boieldieu, 92800 Puteaux	FC	FC
Trimane Sud Ouest	France	100%	100%	802735779	2 avenue de l'Europe, 31520 Ramonville-Saint-Agne	Merged Trimane	FC
Subgroup owned by S2M Data							
Company	Country	% Control	% Ownership	Registration	Registered Office	Integration Method 2024	Integration Method 2023
Windmakers	Thailand	100%	100%	105560130639	1, Glas Haus Building P Floor, Room no, 01/Soi Sukhumvit 25, Sukhumvit road	Disposed	FC
Subgroup owned by YFC							
Company	Country	% Control	% Ownership	Registration	Registered Office	Integration Method 2024	Integration Method 2023
SHOPBOT PTY Ltd	Australia	100%	100%	ACN 120.561.033	Unit 1 575, Darling street Roelle, NSW 2039	In liquidation	FC
SHOPBOT Inc	Canada	100%	100%	1164145360	200-79, Bvd René-Levesque, G1R5N5 QUEBEC	In liquidation	FC
Subgroup owned by TBG North America							
Company	Country	% Control	% Ownership	Registration	Registered Office	Integration Method 2024	Integration Method 2023
Blockchain Lab	Canada	100%	100%		2220-800 - boulevard René-Levesque O Montréal H3B 1X9	FC	FC
TBGNA Consulting	Canada	100%	100%	721586105	2900-550 Burrard Street	FC	FC
TBG NA Consulting							
Company	Country	% Control	% Ownership	Registration	Registered Office	Integration Method 2024	Integration Method 2023
Bountysource	USA	100%	100%	46-1982433	427 N Tatnall Street #40189, Wilmington, DE 19801-2230	FC	FC

## E. NOTE 5: ADDITIONAL INFORMATION

### Note 5.1 Intangible assets

Changes in gross values and amortization are as follows:

Gross value	31/12/2023	Increases	Decreases	Changes in scope	Reclassifications	Exchange rate effect	30/06/2024
<b>Goodwill</b>	<b>30 728</b>		<b>-12152</b>				<b>18 576</b>
Development costs	4 965						4 965
Concessions patents similar rights	1 029		-27			-1	1 002
Other intangible assets	2 571	868	-268			11	3 181
<b>TOTAL INTANGIBLE ASSETS</b>	<b>39 293</b>	<b>868</b>	<b>-12447</b>			<b>10</b>	<b>27 724</b>

Gross value	31/12/2023	Increases	Decreases	Changes in scope	Reclassifications	Exchange rate effect	30/06/2024
<b>Goodwill</b>	<b>14 772</b>			<b>-12152</b>			<b>2 620</b>
Development costs	2 960	557					3 517
Concessions patents similar rights	303	111		-27		-1	386
Other intangible assets	1 111	141		-268			984
<b>TOTAL AMORTIZATION DEPRECIATION INTANGIBLE ASSETS</b>	<b>19 146</b>	<b>809</b>		<b>-12447</b>		<b>-1</b>	<b>7 508</b>
<b>NET INTANGIBLE ASSETS</b>	<b>20147</b>	<b>59</b>				<b>11</b>	<b>20216</b>

Other intangible assets include the allocation of a portion of TRIMANE's goodwill, with a gross value of €1,965K.

The increase in other intangible assets corresponds to capitalized production for the half-year, recorded under assets in progress.

Changes in the scope of fully impaired goodwill relate to the companies YFC, S2M, and ENIBLOCK.

### Note 5.2 Goodwill

The table below details the main components used to determine the goodwill recognized during historical entries into the consolidation scope.

Goodwill (In € THOUSAND)	IORGA	S2M	ENIBLOCK	BOUNTY	YFC	TRIMANE	TOTAL
Goodwill	2 983	4 319	1 730	120	6 102	15 564	30 728
Amortization of goodwill		-4 319	-1730	-120	-6102	-2500	-14771
<b>Total 31/12/2023</b>	<b>2 983</b>					<b>13 064</b>	<b>15 957</b>
Impairment in 2024							
<b>Total 30/06/2024</b>	<b>2 983</b>					<b>13 064</b>	<b>15 957</b>

For reference, an impairment of €8.7 million was recorded for fiscal year 2023 in relation to the companies S2M, BOUNTY, TRIMANE, and ENIBLOCK.

In the absence of any indication of impairment, no impairment test was performed as of June 30, 2024.

## Note 5.3 Property, Plant and Equipment

Changes in gross values and depreciation are analyzed as follows:

GROSS VALUES	31/12/2023	Increases	Decreases	Changes in scope	Reclassifications	Exchange rate effect	30/06/2024
Buildings	54						54
Other tangible fixed assets	750	7		-48		-	708
<b>Total tangible fixed assets</b>	<b>804</b>	<b>7</b>		<b>-48</b>		<b>0</b>	<b>762</b>

AMORT. & DEPRECIATION	31/12/2023	Increases	Decreases	Changes in scope	Reclassifications	Exchange rate effect	30/06/2024
Buildings	47		1				48
Other tangible fixed assets	467	61		-32		-	495
<b>Total depreciation and amortization of tangible fixed assets</b>	<b>514</b>	<b>61</b>		<b>-32</b>		<b>0</b>	<b>543</b>
Including leased assets							
<b>Net tangible fixed assets</b>	<b>289</b>	<b>-54</b>		<b>-16</b>		<b>0</b>	<b>219</b>

## Note 5.4 Financial Fixed Assets

Changes in gross values and impairments are analyzed as follows:

GROSS VALUES	31/12/2023	Increases	Decreases	Changes in scope	Reclassifications	Exchange rate effect	30/06/2024
Other equity investments	63		2			-2	63
Loans	50			-50		-	
Other financial fixed assets	301	8		-20		-	289
<b>Total financial fixed assets</b>	<b>414</b>	<b>9</b>		<b>-70</b>	<b>-2</b>	<b>0</b>	<b>351</b>
<b>Net financial fixed assets</b>	<b>414</b>	<b>9</b>		<b>-70</b>	<b>-2</b>	<b>0</b>	<b>351</b>

Following the "deconsolidation without disposal" of Eniblock shares in 2023, their value is zero in consolidation due to the existence of negative equity. This principle also applies to the 2024 deconsolidations of the companies YFC and BF EUROPE.

## Note 5.5 Trade Receivables and Related Accounts

Changes in gross values and impairments are analyzed as follows:

	30/06/2024			31/12/2023		
	Gross Value	Depreciation	Net value	Gross value	Depreciation	Net value
Trade receivables and related accounts	4 565	-857	3 707	2 938		2 938
Unbilled receivables	536		536	1 267		1 267
Doubtful trade receivables	1 517	-1 517		2 682	-1 288	1 394
<b>Total trade receivables</b>	<b>414</b>	<b>-2 375</b>	<b>4 244</b>	<b>6 887</b>	<b>-1 288</b>	<b>5 599</b>

	31/12/2023	VAR.	Changes in scope	Reclassifications	Exchange effect	30/06/2024
Other equity investments	2 938	1 006	621		0	4 565
Loans	1 267	-302	-429			536
Other financial fixed assets	2 682	-1 164				1 517
Impairment of trade receivables	-1 288	95	-1 098	-84		-2 375
<b>Total trade receivables</b>	<b>414</b>	<b>-366</b>		<b>-70</b>	<b>0</b>	<b>4 244</b>



Impairments of trade receivables amounting to €2,375 K as of 30/06/2024 include a scope variation during the fiscal year of €1,162 K relating to a receivable from the company YFC (in judicial liquidation) towards the parent company TBG.

## Note 5.6 Other Receivables and Prepaid Expenses

Other receivables are analyzed as follows:

	30/06/2024			31/12/2023		
	Gross Value	Depreciation	Net value	Gross value	Depreciation	Net value
Advances and down payments on orders	52		52	3		3
Personnel	-		0	1		1
Social security bodies	57		57	60		60
Tax receivables	-75		-75	196		196
Corporate income tax receivable	3488		3488	2442		2442
VAT receivable	1673		1673	2080		2080
Current accounts	2069	-1995	74	1282	-1243	39
Other receivables	72		72	20		20
Factoring receivables	376		376	584		584
Suppliers				25		25
Deferred tax assets	0		0	0		0
Prepaid expenses	284		284	259		259
Translation difference - assets	93		93	73		73
<b>Total other receivables and accruals</b>	<b>8090</b>	<b>-1995</b>	<b>4244</b>	<b>7024</b>	<b>-1243</b>	<b>5780</b>

Changes in other receivables resulting from changes in the consolidation scope are presented below:

	31/12/2023	VAR.	Changes in scope	Reclassifications	Exchange effect	30/06/2024
Advances and down payments on orders	3	50	-1		-	52
Personnel	1	0	0			0
Social security bodies	60	0	-2			57
Tax receivables	196	-128	-143		0	-75
Corporate income tax receivable	2442	1050	-4		0	3488
VAT receivable	2080	126	-531		-1	1673
Current accounts	1282	145	641		1	2069
Other receivables	20	68	-16		0	72
Factoring receivables	584	-208				376
Suppliers	25	-21	-4		0	
Deferred tax assets	259	35	-9		0	284
Translation difference - asset	73	20			0	93
Impairment of current accounts	-1243	0	-706	-45	-1	-1995
<b>Total other receivables and accruals</b>	<b>5780</b>	<b>1136</b>	<b>4244</b>	<b>7024</b>	<b>-2</b>	<b>6095</b>

Prepaid expenses correspond to standard adjustments of operating expenses.

Current accounts appearing due to changes in the consolidation scope mainly relate to the companies YFC, Blockchain Land, and Itaque.

## Note 5.7 Deferred tax assets

Tax losses held by The Blockchain Group are not recognized as assets.

## Note 5.8 Cash and cash equivalents

	30/06/2024	31/12/2023
Marketable securities		
Cash and cash equivalents	521	1355
<b>Cash assets</b>	<b>521</b>	<b>1355</b>
Reclassification of promissory notes frozen by the receivership into borrowings		-801
Bank overdrafts	-391	-534
<b>Cash liabilities</b>	<b>-391</b>	<b>-1336</b>
<b>Net cash position</b>	<b>131</b>	<b>19</b>

Bank overdrafts included €801k of promissory notes frozen by the judicial reorganization procedure and included in the continuation plan approved by the Commercial Court. These bank overdrafts were reclassified as financial debts. See Note 5.13 Borrowings and financial liabilities.

## Note 5.9 Equity

The statement of changes in consolidated equity (group share) is analyzed as follows:

	Share capital	Share premiums	Consolidated reserves - Group share	Treasury shares	Net income for the period	Cumulative translation adjustment - Group share	Total - Group share	Total non-controlling interests	Total equity
Position as of 31/12/2023	3180	32510	-2682	-26	-21168	-4394	7421	-5	7415
Appropriation of 2023 result			-21168		21168				
Consolidated result as of 06/24					1375		1375	5	1381
Change in scope of consolidation									
Translation differences						-53	-53		-53
Dividends									
Capital transactions	22	-26					-4		-4
Other movements			-25		0		-25		-25
<b>Position as of 30/06/2024</b>	<b>3202</b>	<b>32485</b>	<b>-23874</b>	<b>-26</b>	<b>1375</b>	<b>-4447</b>	<b>8715</b>		<b>8715</b>

Movements on the share capital item are analyzed as follows:

In €	Number of shares	Par value (€)	Amount (€)
<b>Position as of 31/12/2023</b>	<b>79 508 121</b>	<b>0,04</b>	<b>3 180 325</b>
Variation	543 000	0,04	21 720
<b>Position as of 30/06/2024</b>	<b>80 051 121</b>	<b>0,04</b>	<b>3 202 045</b>

As of June 30, 2024, the company's share capital consists of 80,051,121 shares with a nominal value of €0.04 each.

The Blockchain Group held 86,500 of its own shares as of December 31, 2023. These shares were acquired on the market as part of a share buyback program covering a maximum of 307,758 shares, initiated in July 2011 under the provisions of Article L.225-209-1 of the French Commercial Code.

In accordance with applicable regulations, these treasury shares are deprived of both pecuniary and non-pecuniary rights. Treasury shares and proceeds from sales made during the fiscal year are deducted from the Group's equity.

## Note 5.10 Minority Interests

In accordance with article 252-1 of the ANC, “when, following losses, the portion attributable to minority interests of an entity consolidated by full consolidation becomes negative, the excess and subsequent losses attributable to minority interests are deducted from majority interests, unless the minority shareholders have a formal obligation to cover these losses.

If subsequently the consolidated entity makes profits, the majority interests are credited with all profits until the portion of losses previously assumed on behalf of the minority interests is fully reversed.”

In the present case, and in accordance with applicable regulations, since the minorities in The Blockchain Group’s subsidiaries have not taken any formal commitment to cover losses, the portion of net income attributable to minorities was reclassified to Group result (for the part leading to negative minority interests).

## Note 5.11 Financial information reduced to one share

In €	2024	2023	2022	2021	2020
Weighted average number of shares	80 051 121	79 508 121	57 621 763	40 233 278	30 758 771
Net income per share -Group share	0,017	0,017	-0,087	-0,013	0,026
Weighted average number of shares (diluted)	80 051 121	79 508 121	57 621 763	40 132 168	30 657 661
Diluted earnings per share	0,017	0,017	-0,087	-0,013	0,024
Number of shares outstanding at period-end (excluding treasury shares)	80 051 121	79 508 121	57 621 763	49 707 784	30 657 661
Equity per share (€)	0,109	0,093	0,464	0,587	0,025

<sup>(1)</sup>When the basic earnings per share is negative, the diluted earnings per share is identical to the basic earnings per share (OEC Opinion No. 27 §3).

Including the net income – group share for the period

## Note 5.12 Provisions

The “Provisions” item is analyzed as follows:

Provisions for risks and charges	31/12/2023	Increases	Decreases	Changes in scope	Reclassifications	Exchange rate effect	30/06/2024
Provisions for risks	4 187		-200	-200			3 787
<b>Total provisions</b>	<b>4 187</b>		<b>-200</b>	<b>-200</b>			<b>3 787</b>

Provisions for risks correspond to:

- €1,500k to cover a claim recorded as a liability under the Judicial Recovery procedure, disputed by the Company;
- €1,197k provision to cover a social risk related to past operations;
- €500k provision for restructuring (notably the closure of foreign subsidiaries);
- €400k provisions for covering liabilities of companies in judicial liquidation (including €300k for ENIBLOCK);
- €100k to cover potential labor tribunal risks.

The variations correspond to:

- An amount of €200k was reversed following withdrawals by former employees no longer constituting a labor tribunal risk;
- €200k following the sale of the company ITAQUE on 01/05/2024 (perimeter variation).

To the Group’s knowledge, at the consolidated financial statement closing date, no exceptional facts or disputes other than those reported herein are likely to have a significant impact on its financial situation, assets, activity, or results.

## Note 5.13 Borrowings and financial debts

The “Borrowings and financial debts” item is analyzed as follows:

Financial liabilities	31/12/2023	Increases	Decreases	Changes in scope	Reclassifications	Exchange rate effect	30/06/2024
Current bank overdrafts	1 336	83	-78	-149	-801		391
Bond borrowings		200					200
Borrowings from credit institutions	2 140		-225	-337	-	-	1 578
Shareholder current account	183	50	-238	110		2	107
Accrued interest on borrowings	-	6		-	-		6
Promissory notes frozen under judicial recovery					801		801
<b>Total financial liabilities</b>	<b>3 659</b>	<b>340</b>	<b>-541</b>	<b>-376</b>		<b>2</b>	<b>3 084</b>

For the reclassification of promissory notes frozen by the judicial recovery procedure for an amount of €801k, see Note 5.8 Cash and cash equivalents.

Financial liabilities	Total	< 1 year	1 to 5	> 5 years
Current bank overdrafts	391	391		
Bond borrowings	200	200		
Borrowings from credit institutions	1 578	627	951	
Shareholder current account	107		107	
Accrued interest on borrowings	6	6		
Promissory notes frozen under judicial recovery	801			801
<b>Total financial liabilities</b>	<b>3 084</b>	<b>122'</b>	<b>1 058</b>	<b>801</b>

## Note 5.14 Trade payables and related accounts

Trade payables and related accounts are analyzed as follows:

	30/06/2024	31/12/2023
Trade payables	3 131	3 408
Accrued trade payables	602	724
<b>Total trade payables</b>	<b>3732</b>	<b>4132</b>

	31/12/2023	Variation	Changes in scope	Reclass.	Exchange rate effect	30/06/2024
Trade payables	3 408	241	-518		0	3 131
Accrued trade payables	724	-100	-23		0	602
<b>Total trade payables</b>	<b>4132</b>	<b>141</b>	<b>-540</b>		<b>0</b>	<b>3732</b>

## Note 5.15 Other liabilities and accruals

Other liabilities and accruals are analyzed as follows:

	30/06/2024	31/12/2023
Customers	7	8
Staff payables	1001	1249
Social security payables	2196	2792
VAT payables	5047	5237
Other tax payables	144	220
Other payables	861	1019
Factoring liabilities	2281	2128
Deferred income	599	1042
Translation adjustment - liabilities	192	496
<b>Total other payables</b>	<b>12329</b>	<b>14191</b>

	31/12/2023	Variation	Changes in scope	Reclass.	Exchange rate effect	30/06/2024
Customers	8					7
Staff payables	1249	-8	-240		0	1001
Social security payables	2792	-166	-430		0	2196
VAT payables	5237	19	-208		0	5047
Other tax payables	220	-39	-37		0	144
Other payables	1019	-118	-44		0	861
Factoring liabilities	2128	153			4	2281
Deferred income	1042	-202	-241			599
Translation adjustment - liabilities	496	-304			0	192
<b>Total other payables</b>	<b>14191</b>	<b>-665</b>	<b>-1200</b>		<b>4</b>	<b>12329</b>

## F. NOTES ON THE INCOME STATEMENT

### Note 5.16 Breakdown of revenue

The breakdown of revenue by activity is as follows:

In € Thousand	The Blockchain Group	Eniblock	YFC +	IORGA Group	Trimane, Trimaesys, TSO	Itaque	Bounty Source	S2M Group	Group June 24	%
Advisory										
IT advisory				2852	4336				7188	97,90%
Marketing										
Blockchain										
Ancillary activities	157								157	2,10%
<b>Total 30/06/2024</b>	<b>157</b>			<b>2852</b>	<b>4336</b>				<b>7346</b>	<b>100%</b>
<b>Total 30/06/2023</b>		351	4	3422	4325	1452	3	1098	10655	100%
<b>Total 31/12/23</b>	<b>30</b>	<b>351</b>	<b>4</b>	<b>6561</b>	<b>8412</b>	<b>2566</b>	<b>3</b>	<b>2481</b>	<b>20408</b>	<b>100%</b>

### Note 5.17 Other operating income

	30/06/2024	30/06/2023	31/12/2023	Var.	%
Inventory produced					
Capitalized production	868	1 367	2 081	-500	-37%
Operating grants	2	104	129	-101	-98%
Provision reversals	96	15	566	81	523%
Expense transfers	33	65		-32	-50%
Foreign exchange gains / trade receivables and payables		26	9	-26	-100%
Other income	-	93	9	-93	-100%
<b>Total other income</b>	<b>999</b>	<b>1 671</b>	<b>2 793</b>	<b>-672</b>	<b>-40%</b>

- (1) This item corresponds to the internal costs incurred by the group in the development of its software applications.

### Note 5.18 Operating expenses, purchases and external charges

	30/06/2024	30/06/2023	31/12/2023	Var.	%
Rebates to affiliates on sales of qualified leads, technologie and media purchases	1494	2489	4589	-996	-40%
<b>Total consumed purchases</b>	<b>1494</b>	<b>2489</b>	<b>4589</b>	<b>-996</b>	<b>-40%</b>
Rent and rental charges	446	685	1398	-239	-35%
Maintenance and repairs	38	51	99	-14	-27%
Insurance premiums	28	43	90	-15	-35%
Intermediary fees	228	715	1600	-487	-68%
Transport of goods and equipment		0	1	0	-100%
Travel/ business trips	48	149	295	-101	-68%
Communication / marketing / PR expenses	12	207	326	-195	-94%
Other external expenses	291	636	968	-345	-54%
Other day-to-day operating expenses	13	2	325	11	5,98
<b>Total other expenses</b>	<b>1104</b>	<b>2489</b>	<b>5101</b>	<b>-1386</b>	<b>-56%</b>

## Note 5.19 Financial result

	30/06/2024	30/06/2023	31/12/2023	Var.	%
From investment securities & non-current receivables	0	1	1	0	-40%
Other interest and similar income	0	34	41	-34	-100%
Foreign exchange gains	402	21	16	380	1786%
<b>Total Financial income</b>	<b>402</b>	<b>56</b>	<b>58</b>	<b>346</b>	<b>614%</b>
Interest and similar charges	80	73	178	7	10%
Foreign exchange losses	14	111	2	-97	-87%
Other financial expenses	0	38	49	-38	-100%
<b>Total Financial Expenses</b>	<b>94</b>	<b>222</b>	<b>229</b>	<b>-128</b>	<b>-58%</b>
<b>Net Financial Result</b>	<b>308</b>	<b>-166</b>	<b>-171</b>	<b>474</b>	<b>-285%</b>

The positive exchange difference is related to the cancellation of the debt owed to Shopbot Pty (Australia) for an amount of €1.6 million following the liquidation of this entity.

## Note 5.20 Non-recurring result

	30/06/2024	30/06/2023	31/12/2023	Var.	%
On operating transactions	87	69	247	18	26%
Disposal price of consolidated ITAQUE securities	1025			1025	
Reversals/depreciation, impairments, provisions & transfers of charges	200			200	
Impact of the deconsolidation of BF EUROPE	6			6	
Impact of the deconsolidation of YFC/SHOPBOT PTY/INC	237			2337	
Other non-recurring income	122	0	797	122	-30548678%
<b>Total non-recurring income</b>	<b>1677</b>	<b>69</b>	<b>1044</b>	<b>1608</b>	<b>2328%</b>
On operating transactions	367	1345	1630	-977	-73%
On capital transactions		1	23	-1	-100%
Net Book Value of disposed consolidated companies	-281	-448		167	-37%
Allocations to depreciation, impairments and provisions		2280	7089	-2280	-100%
Other non-recurring expenses	49	30	35	19	64%
<b>Total non-recurring expenses</b>	<b>136</b>	<b>3207</b>	<b>8777</b>	<b>-3071</b>	<b>-96%</b>
<b>Non-recurring result</b>	<b>1541</b>	<b>-3138</b>	<b>-7733</b>	<b>4679</b>	<b>-149%</b>

Non-recurring income mainly consists of:

- Disposal of the company ITAQUE for €1,025k;
- Reversals of impairment on provisions for labor-related risks amounting to €200k.

Non-recurring expenses on operating activities correspond to:

- Procedure costs (advisors, lawyers, judicial representatives, etc.) for €287k;
- Penalties/surcharges for €22k;
- Removal from net assets of entities ITAQUE and S2M for -€287k (net negative situation).

## Note 5.21 Income tax expenses

The Income tax expenses item is broken down as follows (a plus sign indicates an expense and a minus sign indicates income):

	30/06/2024	30/06/2023	31/12/2023	Var.	%
Income taxes payable					
Tax credit	-1048	-1120	-2438	71	-6%
Deferred taxes			950		
<b>Total income taxes</b>	<b>-1048</b>	<b>-1120</b>	<b>-1488</b>	<b>11/03/1900</b>	<b>-6%</b>

## G. OTHER INFORMATION

## Note 5.22 Workforce

The workforce as of June 30, 2024, amounts to 159 (compared to 202 as of December 31, 2023), distributed as follows:

Workforce					
Company	Executives	Intermediate professionals	Employees	Workers	Total
TBG	8				8
TRIMANE	96				96
IORGA	55				55
<b>TOTAL 2024</b>	<b>159</b>				<b>159</b>

## Note 5.23 Off-balance sheet commitments

As of December 31, 2022, the company carried out a projected calculation of retirement departure indemnities, taking into account the relatively young average age of its workforce. These calculations were not updated as of June 30, 2024.

In € Thousand	30/06/2024	31/12/2023
<b>Commitments given</b>	<b>676</b>	<b>676</b>
Endorsements guarantees and sureties - BPI		
Other commitments given		
Staff-end-of-career indemnities	676	676
<b>Commitments received</b>		
Endorsements guarantees and sureties		
Discounted notes not yet due		
Other commitments received		



## Note 5.27 Allocation of Assets and Results by Business Segment.

As of June 30, 2024, the allocation was made (based on entities most significant in their contribution to results) among:

- the financing holding company (parent company TBG),
- the Shopbot perimeter (YFC, SHOPBOT Inc., SHOPBOT Pty) (companies exited in the first half of 2024),
- Eniblock (company exited at the beginning of the second half of 2023),
- the Iorga group (Iorga-Lyon and Itaque, exited April 30, 2024), and the Trimane Group.

Rev.	30/06/2024	30/06/2023
France	7 346	9 549
Outside France		1 105
<b>Total</b>	<b>7 346</b>	<b>10 654</b>

As of June 30, 2023, revenue outside France was represented by the foreign companies Bounty Source, ShopBot Pty, and S2M for an amount of €1,105 K.

Operating result before goodwill amortization	30/06/2024	30/06/2023
Advisory		147
IT Advisory	-1 492	-1 563
Marketing		-451
Blockchain		-1 862
Ancillary activities	164	-601
<b>Total operating result before goodwill amortization</b>	<b>-1 328</b>	<b>-4 330</b>

## H. NOTE 6 - POST-CLOSING EVENTS OF THE CONSOLIDATED ACCOUNTS

Since the closing of the half-year accounts on June 30, 2024, major events have occurred within the Group.

### **Development of ESN activities**

The ESN (Service Company in Digital Technology) model is the Group's priority, supported by long-term contracts with major companies, providing sustainability. In this regard, the Group has won several significant contracts through its subsidiaries IORGA and TRIMANE.

<https://www.theblockchain-group.com/wp-content/uploads/2024/09/CP-nouveaux-projets.pdf>

### **Financial situation of the Holding Company The Blockchain Group**

The Blockchain Group (ISIN code: FR0011053636, ticker symbol: ALTBG) (the "Company") had its continuation plan approved by the Commercial Court of Nanterre on July 24, 2024, with favorable opinions from all involved bodies (supervisory judge, court-appointed administrator, judicial representative, and public prosecutor).

This decision ends the Company's judicial reorganization procedure and validates all actions taken over recent months, particularly regarding the operational and financial restructuring of the Group composed of the Company and its subsidiaries.

However, the Group's financial situation remains fragile and dependent on:

- Obtaining bank facilities compatible with the activity of the Group's subsidiaries;
- Obtaining new financing;
- Receiving reimbursement of the 2024 Research Tax Credit (CII/CIR) for an amount equivalent to the previous fiscal year.

## I. NOTE 7: REGULATED AGREEMENTS

Management has defined a procedure to ensure, at a minimum annually, that agreements previously qualified as entered into under "ordinary and normal" conditions, and thus excluded from the procedure applicable to so-called "regulated" agreements, continue to meet the criteria allowing them to retain this treatment.