

The Board of Directors of the Afone Group, under the direction of Philip FOURNIER, met on Wednesday 26 March 2008 in order to approve the 2007 accounts, as audited by the Statutory Auditors.

2007 summary consolidated income statement

In K€	31.12.07	31.12.06
Sales figure	62,131	90,331
Current operating income	(3,108)	116
Operating income	(4,001)	445
Group share of net earnings	(3,267)	990

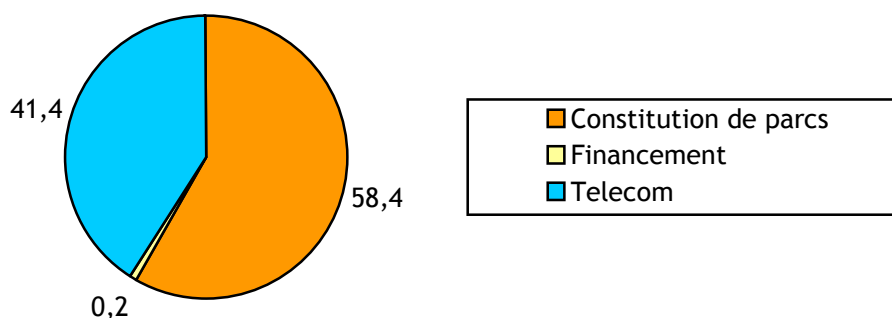
2007 activity

The audited consolidated sales figure amounted to €62,131,000, which is not comparable with the 2006 sales due to the deconsolidation of the TPV activity, that accounted for €23 million over the full year.

The main key events of the fiscal year were the following:

- the transformation of the sales organisation in order to optimise the Afonebox sales, by internalizing the sales forces (vs. a model based on bank recommendations),
- the investments, primarily technological, needed for the launch of the mobile offer in partnership with the Leclerc Group, an activity that promises to generate future profits.

Distribution of the sales figure by CGU



The financing activity is a marginal part of the sales figure at present, though its future is promising.

2007 results

The operating income can primarily be explained by the following non-recurring factors:

- lack of business volume related to the change of the marketing model,
- continual and structuring effort to adapt the sales force to the company's stakes,
- investments devoted to the feasibility of the mobile offer and launch of this activity that generated losses at the time of its start-up, through the acquisition of customers,
- payment (pending final appeal) for a dispute with a telecom operator



Distribution of the net income by CGU

<u>In K€</u>	
Telecom	(1,914)
Establishment of stocks	(1,687)
Financing	340

Cash

It is important to point out the net cash flows generated by the activity, amounting to €3.2 million versus (€1.8 million) at the end of 2006.

Prospects

The performance level in 2007 failed to meet the objectives. However, the signing of structuring contracts points to a steadily higher 2008 sales figure, and to significantly positive results in 2009, related to growth effects.

The route plan in the mobile activity is advancing as anticipated, and will provide fine medium-term earnings, in compliance with the Group's hopes.

Next time

1st quarter sales figure: 17 April 2008

CODES

Listed on the Euronext Paris Eurolist Compartment C
Trading symbol AFO
Bloomberg: AFO FP

YOUR CONTACT

Hélène ROCH
Tel.: +33 (0)6 09 78 13 62
ir@afone.com

ISIN: FR0000044612
Reuters: AFON.AP
www.afone.com