

9M 2020

**NINE-MONTH
FINANCIAL REPORT
VALNEVA SE**

November 3, 2020

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 **valneva**



VALNEVA SE CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT AS OF SEPTEMBER 30, 2020 (UNAUDITED)

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**CONDENSED CONSOLIDATED INTERIM INCOME STATEMENT**

€ in thousand (except per share amounts)	Nine months ended September 30,	
	2020	2019
Product sales	45,874	86,409
Revenues from collaboration, licensing and services	12,974	(5,015)
Revenues	58,848	81,394
Cost of goods and services	(35,141)	(33,407)
Research and development expenses	(51,715)	(23,190)
Marketing and distribution expenses	(13,772)	(17,064)
General and administrative expenses	(19,285)	(12,988)
Other income and expenses, net	10,733	4,165
Amortization and impairment of fixed assets/intangibles	(2,160)	(2,157)
OPERATING LOSS	(52,493)	(3,247)
Finance income	299	1,900
Finance expenses	(11,051)	(2,272)
Result from investments in associates	(16)	1,695
LOSS BEFORE INCOME TAX	(63,262)	(1,924)
Income tax	928	(510)
LOSS FOR THE PERIOD	(62,334)	(2,434)
Losses per share for profit/loss for the period attributable to the equity holders of the Company, expressed in € per share		
- basic	(0.69)	(0.03)
- diluted	(0.69)	(0.03)

**CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME**

€ in thousand	Nine months ended September 30,	
	2020	2019
Loss for the period	(62,334)	(2,434)
Other comprehensive income/(loss)		
Items that may be reclassified to profit or loss		
Currency translation differences	530	(855)
Items that will not be reclassified to profit or loss		
Defined benefit plan actuarial gains/(losses)	-	-
Other comprehensive income/(loss) for the period, net of tax	530	(855)
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD ATTRIBUTABLE TO THE OWNERS OF THE COMPANY	(61,805)	(3,289)

**CONDENSED CONSOLIDATED INTERIM BALANCE SHEET**

€ in thousand	September 30, 2020	December 31, 2019
ASSETS		
Non-current assets	138,912	135,561
Intangible assets	39,556	41,813
Right of use assets	47,482	49,334
Property, plant and equipment	24,246	20,003
Equity-accounted investees	2,246	2,263
Other non-current assets	19,386	17,161
Deferred tax assets	5,996	4,988
Current assets	311,273	129,162
Inventories	28,394	25,772
Trade receivables	109,203	24,030
Other current assets	17,497	14,921
Cash and cash equivalents	156,178	64,439
TOTAL ASSETS	450,185	264,723
EQUITY		
Capital and reserves attributable to the Company's equity holders	76,728	135,153
Share capital	13,643	13,642
Share premium and other regulated reserves	297,766	297,732
Retained earnings and other reserves	(172,347)	(174,476)
Loss for the period	(62,334)	(1,744)
LIABILITIES		
Non-current liabilities	171,521	88,269
Borrowings	46,503	24,317
Lease liabilities	54,716	56,592
Contract liabilities	223	732
Refund liabilities	65,260	6,105
Provisions	1,573	426
Other liabilities	3,245	97
Current liabilities	201,936	41,300
Borrowings	7,597	1,999
Trade payables and accruals	13,968	16,567
Income tax liability	2,600	2,458
Tax and employee-related liabilities	10,846	10,624
Lease liabilities	2,452	2,308
Contract liabilities	146,609	694
Refund liabilities	10,304	448
Provisions	2,632	2,315
Other liabilities	4,928	3,886
TOTAL LIABILITIES	373,457	129,569
TOTAL EQUITY AND LIABILITIES	450,185	264,723

**CONDENSED CONSOLIDATED INTERIM CASH FLOW STATEMENT**

€ in thousand	Nine months ended September 30,	
	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss for the period	(62,334)	(2,434)
Depreciation and amortization	7,134	6,201
Impairment	140	-
Share-based payments	4,660	1,240
Income tax	(928)	510
Other adjustments for reconciliation to cash used in operations	72,698	3,122
Changes in working capital	56,539	(2,631)
Cash generated from operations	77,909	6,008
Income tax paid	(278)	(965)
Net cash generated from operating activities	77,631	5,043
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property, plant and equipment	(7,648)	(7,982)
Purchases of intangible assets	(536)	(173)
Proceeds from sale of intangible assets	24	-
Interest received	87	168
Net cash used in investing activities	(8,072)	(7,986)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of common stock, net of costs of equity transactions	35	(2,500)
Disposal/(Purchase) of treasury shares	264	(21)
Proceeds from borrowings, net of transaction costs	48,773	11,382
Repayment of borrowings	(21,557)	(11,654)
Payment of lease liabilities	(1,633)	(2,740)
Interest paid	(3,459)	(1,309)
Net cash generated from/(used in) in financing activities	22,424	(6,841)
Net change in cash and cash equivalents	91,983	(9,784)
Cash at beginning of the period	64,439	77,084
Exchange gains/(losses) on cash	(286)	87
Cash at end of the period	156,136	67,387
Cash and cash equivalents at end of the period	156,178	67,387

**CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY**

€ in thousand	Share capital	Share premium and other regulated reserves	Retained earnings and other reserves	Net result	Total equity
Balance as of January 1, 2019	13,638	297,720	(171,435)	3,264	143,186
Changes in Accounting Policy – Initial Application of IFRS 16	-	-	(9,474)	-	(9,474)
Restated balance as of January 1, 2019	13,638	297,720	(180,909)	3,264	133,712
Total comprehensive loss	-	-	(855)	(2,434)	(3,289)
Income appropriation	-	-	3,264	(3,264)	-
Share-based payments					
- value of services	-	-	1,218	-	1,218
- exercises	3	5	-	-	8
Treasury shares	-	-	(21)	-	(21)
	3	5	3,606	(5,698)	(2,084)
Balance as of September 30, 2019	13,641	297,725	(177,304)	(2,434)	131,628
Balance as of January 1, 2020	13,642	297,732	(174,476)	(1,744)	135,153
Total comprehensive loss	-	-	530	(62,334)	(61,805)
Income appropriation	-	-	(1,744)	1,744	-
Share-based payments					
- value of services	-	-	3,079	-	3,079
- exercises	2	34	-	-	35
Treasury shares	-	-	264	-	264
	2	34	2,129	(60,590)	(58,426)
Balance as of September 30, 2020	13,643	297,766	(172,347)	(62,334)	76,728