PricewaterhouseCoopers Audit

ERNST & YOUNG et Autres

This is a free translation into English of the statutory auditors' report on the consolidated financial statements issued in French and it is provided solely for the convenience of English-speaking users.
The statutory auditors' report includes information specifically required by French law in such reports, whether modified or not. This information is presented below the audit opinion on the consolidated financial statements and includes an explanatory paragraph discussing the auditors' assessments of certain significant accounting and auditing matters. These assessments were considered for the purpose of issuing an audit opinion on the consolidated financial statements taken as a whole and not to provide separate assurance on individual account balances, transactions or disclosures.
This report also includes information relating to the specific verification of information given in the group's management report.
This report should be read in conjunction with and construed in accordance with French law and professional auditing standards applicable in France.

Technip

Year ended December 31, 2014

Statutory auditors' report
on the consolidated financial statements

PricewaterhouseCoopers Audit
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Membre de la compagnie
régionale de Versailles

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Commissaire aux Comptes
Membre de la compagnie
régionale de Versailles

Technip

Year ended December 31, 2014

Statutory auditors' report on the consolidated financial statements

To the Shareholders,

In compliance with the assignment entrusted to us by your annual general meeting, we hereby report to you, for the year ended December 31, 2014, on:

- the audit of the accompanying consolidated financial statements of Technip;
- the justification of our assessments;
- the specific verification required by law.

These consolidated financial statements have been approved by the board of directors. Our role is to express an opinion on these consolidated financial statements based on our audit.

I. Opinion on the consolidated financial statements

We conducted our audit in accordance with professional standards applicable in France; those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement. An audit involves performing procedures, using sampling techniques or other methods of selection, to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made, as well as the overall presentation of the consolidated financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

In our opinion, the consolidated financial statements give a true and fair view of the assets and liabilities and of the financial position of the group as at December 31, 2014 and of the results of its operations for the year then ended in accordance with International Financial Reporting Standards as adopted by the European Union.

Without qualifying our opinion, we draw your attention to note 1-A “Accounting principles” to the consolidated financial statements describing impacts related to the first application of IFRS 10 “Consolidated Financial Statements”, IFRS 11 “Joint Arrangements“ and IFRS 12 “Disclosure in Interests in Other Entities”.

II. Justification of our assessments

In accordance with the requirements of article L. 823-9 of the French commercial code *(Code de commerce)* relating to the justification of our assessments, we bring to your attention the following matters:

As indicated in note 1.C.(a) “Use of estimates” to the consolidated financial statements, your group uses significant accounting estimates:

- As indicated in note 1.C.(b) “Long-term contracts” to the consolidated financial statements, your group uses assumptions, in particular to determine the margin at completion for each long-term contract which is based on analyses of total costs and revenues at completion, that are reviewed periodically and regularly throughout the life of contract. We reviewed the processes set up by your group in this respect, assessed the data and assumptions used as a basis for these estimates, compared the accounting estimates of the previous periods with the corresponding actual figures and ensured that the note to the consolidated financial statements provides adequate information in this regard.

- As indicated in note 1.C.(d) “Business combinations” to the consolidated financial statements, your group annually carries impairment tests on goodwills on the basis of the estimates of cash flows generated by the activities on which these goodwills are allocated. The assumptions used are based on the business plans that have been performed by your group and approved by the board of directors. We examined the implementation of this impairment test, the assumptions made, and the calculations performed by your group, and we ensured that note 1.C.(d) and note 10 “Intangible assets” to the consolidated financial statements provide adequate information in this regard.

- Note 1.C.(v) “Deferred income tax” to the consolidated financial statements indicates that the recoverability of deferred income tax assets recognized as of December 31, 2014, and more specifically those arisen from unused tax losses carried-forward, have been evaluated by your group on the basis of the forecasts of future taxable results. We reviewed the recoverability analyses on those tax assets performed by your group and ensured that note 1.C.(v) provides adequate information in this regard.

We carried out an assessment of the reasonableness of these estimates. As described in note 1.C.(a) “Use of estimates” to the consolidated financial statements, these estimates may be revised if the circumstances and assumptions on which they are based change, if new information become available, or as a result of greater experience. Consequently, the actual result from these operations may differ from these estimates.

These assessments were made as part of our audit of the consolidated financial statements taken as a whole, and therefore contributed to the opinion we formed which is expressed in the first part of this report.

III. Specific verification

As required by law, we have also verified, in accordance with professional standards applicable in France, the information presented in the group's management report.

We have no matters to report as to its fair presentation and its consistency with the consolidated financial statements.

Neuilly-sur-Seine and Paris-La Défense, March 5, 2015

The statutory auditors
French original signed by

PricewaterhouseCoopers Audit		ERNST & YOUNG et Autres
Edouard Sattler	Edouard Demarcq	Nour-Eddine Zanouda

20.1.2 GROUP CONSOLIDATED FINANCIAL STATEMENTS

1. CONSOLIDATED STATEMENT OF INCOME

		12 months	
In millions of Euro	**Notes**	**2014**	**2013 restated (*)**
Revenues	4(a)	**10,073.9**	**8,847.7**
Cost of Sales	4(b)	(8,606.3)	(7,261.0)
Gross Margin		**1,467.6**	**1,586.7**
Research and Development Costs	4(c)	(82.6)	(75.5)
Selling Costs		(221.1)	(219.0)
Administrative Costs	4(d)	(423.6)	(494.7)
Other Operating Income	4(e)	31.0	33.9
Other Operating Expenses	4(f)	(11.4)	(14.4)
Operating Income/(Loss) from Recurring Activities		**759.9**	**817.0**
Share of Income/(Loss) of Equity Affiliates	11	40.3	35.2
Operating Income from Recurring Activities after Income/(Loss) of Equity Affiliates		**800.2**	**852.2**
Income/(Charges) from Disposals of Activities	4(g)	(5.5)	-
Income/(Charges) from Non-Current Activities	4(h)	(68.1)	-
Operating Income/(Loss)		**726.6**	**852.2**
Financial Income	5(a)	450.0	344.3
Financial Expenses	5(b)	(577.3)	(425.9)
Income/(Loss) before Tax		**599.3**	**770.6**
Income Tax Expense	6	(156.9)	(200.6)
Income/(Loss) from Continuing Operations		**442.4**	**570.0**
Income/(Loss) from Discontinued Operations	7	-	-
NET INCOME/(LOSS) FOR THE YEAR		**442.4**	**570.0**
Attributable to:			
Shareholders of the Parent Company		436.6	563.1
Non-Controlling Interests		5.8	6.9
Earnings per Share (in Euro)	8	3.89	5.06
Diluted Earnings per Share (in Euro)	8	3.65	4.68

(*) The restatement of the 2013 consolidated financial statements is described in Note 1 – Accounting principles.

2. CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

In millions of Euro	Notes	12 months 2014	 2013 restated (*)
Net Income/(Loss) for the Year		**442.4**	**570.0**
Other Comprehensive Income			
Other Comprehensive Income to be Reclassified to Statement of Income in Subsequent Periods:		*16.5*	*(197.5)*
Exchange Differences on Translating Entities Operating in Foreign Currency		239.6	(189.9)
Fair Value Adjustment on Available-for-Sale Financial Assets	20(d)	19.7	(52.1)
Income Tax Effect	20(d)	(0.7)	4.8
Cash Flow Hedging	20(d)	(348.1)	56.9
Income Tax Effect	20(d)	106.0	(17.2)
Other Comprehensive Income not being Reclassified to Statement of Income in Subsequent Periods:		*(71.3)*	*(11.6)*
Actuarial Gains/(Losses) on Defined Benefit Plans	20(d)	(89.0)	(15.9)
Income Tax Effect	20(d)	17.7	4.3
COMPREHENSIVE INCOME FOR THE YEAR		**387.6**	**360.9**
Attributable to:			
Shareholders of the Parent Company		381.4	356.7
Non-Controlling Interests		6.2	4.2

(*) The restatement of the 2013 consolidated financial statements is described in Note 1 – Accounting principles.

3. CONSOLIDATED STATEMENT OF FINANCIAL POSITION

ASSETS

In millions of Euro	Notes	As of December 31, 2014	As of December 31, 2013 restated (*)	As of January 1, 2013 restated (*)
Property, Plant and Equipment, Net	9	2,500.8	2,352.8	2,141.8
Intangible Assets, Net	10	3,496.5	3,332.6	3,379.0
Investments in Equity Affiliates	11	195.6	172.2	160.7
Other Financial Assets	12	202.6	75.2	75.3
Deferred Tax Assets	6(c)	366.0	246.6	318.9
Available-for-Sale Financial Assets	13	57.0	105.3	162.7
Total Non-Current Assets		**6,818.5**	**6,284.7**	**6,238.4**
Inventories	14	355.7	274.8	296.7
Construction Contracts - Amounts in Assets	15	755.1	383.2	452.7
Advances Paid to Suppliers		294.7	361.2	202.9
Derivative Financial Instruments	26	46.6	123.4	54.3
Trade Receivables	16	1,719.9	1,766.4	1,257.2
Current Income Tax Receivables		158.9	87.4	142.0
Other Current Receivables	17	581.6	463.0	494.0
Cash and Cash Equivalents	18	2,685.6	2,989.1	2,179.3
Total Current Assets		**6,598.1**	**6,448.5**	**5,079.1**
Assets Classified as Held for Sale	19	3.2	4.0	9.9
TOTAL ASSETS		**13,419.8**	**12,737.2**	**11,327.4**

(*) The restatement of the 2013 consolidated financial statements is described in Note 1 – Accounting principles.

EQUITY AND LIABILITIES

In millions of Euro	Notes	As of December 31, 2014	As of December 31, 2013 restated (*)	As of January 1, 2013 restated (*)
Share Capital	20(a)	86.9	86.7	86.2
Share Premium		1,934.8	1,923.3	1,898.2
Retained Earnings		2,260.1	1,972.1	1,619.7
Treasury Shares	20(c)	(96.9)	(133.6)	(148.8)
Foreign Currency Translation Reserves		(19.2)	(259.5)	(73.6)
Fair Value Reserves	20(d)	(238.9)	4.7	23.9
Net Income		436.6	563.1	543.3
Total Equity Attributable to Shareholders of the Parent Company		**4,363.4**	**4,156.8**	**3,948.9**
Non-Controlling Interests		11.8	17.3	13.2
Total Equity		**4,375.2**	**4,174.1**	**3,962.1**
Non-Current Financial Debts	21	2,356.6	2,214.3	1,542.5
Non-Current Provisions	23	231.6	260.2	227.5
Deferred Tax Liabilities	6(c)	196.2	183.8	208.8
Other Non-Current Liabilities	25	40.6	68.6	75.6
Total Non-Current Liabilities		**2,825.0**	**2,726.9**	**2,054.4**
Current Financial Debts	21	256.4	159.5	357.2
Trade Payables	24	2,312.9	2,435.4	2,072.0
Construction Contracts - Amounts in Liabilities	15	1,256.1	1,499.1	863.0
Derivative Financial Instruments	26	300.5	32.7	38.5
Current Provisions	23	326.3	216.2	354.6
Current Income Tax Payables		137.7	155.7	135.3
Other Current Liabilities	25	1,629.7	1,337.6	1,490.3
Total Current Liabilities		**6,219.6**	**5,836.2**	**5,310.9**
Total Liabilities		**9,044.6**	**8,563.1**	**7,365.3**
Liabilities Directly Associated with the Assets Classified as Held for Sale	19	-	-	-
TOTAL EQUITY AND LIABILITIES		**13,419.8**	**12,737.2**	**11,327.4**

(*) The restatement of the 2013 consolidated financial statements is described in Note 1 – Accounting principles.

4. CONSOLIDATED STATEMENT OF CASH FLOWS

In millions of Euro	Notes	12 months 2014	2013 restated (*)
Net Income/(Loss) for the Year (including Non-Controlling Interests)		442.4	570.0
Adjustments for:			
Amortization and Depreciation of Property, Plant and Equipment	9	263.8	201.3
Amortization and Depreciation of Intangible Assets	10	19.5	16.5
Non-Cash Convertible Bond Expense		29.2	28.2
Charge related to Share-based Payment and Employee Savings Plans *("Plans d'Epargne Entreprise")*	4(i)	40.0	46.0
Non-Current Provisions (including Pensions and other Long-Term Employee Benefit Plans)		(35.4)	22.7
Share of (Income)/Loss of Equity Affiliates (net of Distributed Dividends)		(31.9)	(30.9)
Net (Gains)/Losses on Disposal of Assets and Investments		(7.1)	(18.7)
Deferred Income Tax (Credit)/Expense	6(a)	1.8	23.4
		722.3	**858.5**
(Increase)/Decrease in Working Capital Requirement		(597.3)	282.7
Net Cash Generated from/(Used in) Operating Activities		**125.0**	**1,141.2**
Purchases of Property, Plant and Equipment	9	(359.6)	(551.3)
Proceeds from Disposal of Property, Plant and Equipment	4(e)	56.6	67.2
Purchases of Intangible Assets	10	(15.4)	(23.9)
Proceeds from Disposal of Intangible Assets	4(e)	4.7	-
Acquisitions of Financial Assets		(36.7)	-
Proceeds from Disposal of Financial Assets	4(g)	24.6	12.1
Acquisition Costs of Consolidated Companies, net of Cash Acquired	2	(58.8)	(8.2)
Net Cash Generated from/(Used in) Investing Activities		**(384.6)**	**(504.1)**
Increase in Borrowings		216.9	721.1
Decrease in Borrowings		(136.9)	(220.0)
Capital Increase		11.7	25.6
Share Buy-Back	20(c)	(41.8)	(40.0)
Dividends Paid	20(g)	(206.5)	(186.0)
Dividends Paid to Non-Controlling Interests		(2.8)	-
Net Cash Generated from/(Used in) Financing Activities		**(159.4)**	**300.7**
Net Effects of Foreign Exchange Rate Changes		117.0	(130.1)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		**(302.0)**	**807.7**
Cash and Cash Equivalents as of January 1	18	2,989.1	2,179.3
Bank Overdrafts as of January 1		(2.4)	(0.3)
Cash and Cash Equivalents as of December 31	18	2,685.6	2,989.1
Bank Overdrafts as of December 31		(0.9)	(2.4)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		**(302.0)**	**807.7**

(*) The restatement of the 2013 consolidated financial statements is described in Note 1 – Accounting principles.

Interest paid in 2014 amounted to €70.4 million compared to €60.1 million in 2013.

Interest received in 2014 amounted to €18.4 million compared to €37.7 million in 2013.

Income taxes in 2014 amounted to €216.4 million compared to €131.5 million in 2013.

5. CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS’ EQUITY

In millions of Euro	Share Capital	Share Premium	Retained Earnings	Treasury Shares	Foreign Currency Translation Reserves	Fair Value Reserves	Net Income - Parent Company	Shareholders' Equity - Parent Company	Shareholders' Equity - Non-Controlling Interests	Total Shareholders' Equity
As of January 1, 2013 restated (*)	**86.2**	**1,898.2**	**1,619.7**	**(148.8)**	**(73.6)**	**23.9**	**543.3**	**3,948.9**	**13.2**	**3,962.1**
Net Income 2013 restated (*)	-	-	-	-	-	-	563.1	563.1	6.9	570.0
Other Comprehensive Income	-	-	-	-	(187.2)	(19.2)	-	(206.4)	(2.7)	(209.1)
Comprehensive Income 2013 restated (*)	**-**	**-**	**-**	**-**	**(187.2)**	**(19.2)**	**563.1**	**356.7**	**4.2**	**360.9**
Capital Increase	0.5	25.1	-	-	-	-	-	25.6	-	25.6
Appropriation of Net Income 2012	-	-	543.3	-	-	-	(543.3)	-	-	-
Dividends	-	-	(186.0)	-	-	-	-	(186.0)	-	(186.0)
Treasury Shares	-	-	(53.8)	15.2	-	-	-	(38.6)	-	(38.6)
Valuation of Share-based Payment and Employee Savings Plans ("*Plans d'Epargne Entreprise*")	-	-	46.0	-	-	-	-	46.0	-	46.0
Other (**)	-	-	2.9	-	1.3	-	-	4.2	(0.1)	4.1
AS OF DECEMBER 31, 2013 RESTATED (*)	**86.7**	**1,923.3**	**1,972.1**	**(133.6)**	**(259.5)**	**4.7**	**563.1**	**4,156.8**	**17.3**	**4,174.1**
Net Income 2014	-	-	-	-	-	-	436.6	436.6	5.8	442.4
Other Comprehensive Income	-	-	-	-	239.2	(294.4)	-	(55.2)	0.4	(54.8)
Comprehensive Income 2014	**-**	**-**	**-**	**-**	**239.2**	**(294.4)**	**436.6**	**381.4**	**6.2**	**387.6**
Capital Increase	0.2	11.5	-	-	-	-	-	11.7	-	11.7
Appropriation of Net Income 2013 restated (*)	-	-	563.1	-	-	-	(563.1)	-	-	-
Dividends	-	-	(206.5)	-	-	-	-	(206.5)	-	(206.5)
Treasury Shares	-	-	(58.3)	36.7	-	-	-	(21.6)	-	(21.6)
Valuation of Share-based Payment and Employee Savings Plans ("*Plans d'Epargne Entreprise*")	-	-	40.0	-	-	-	-	40.0	-	40.0
Other (***)	-	-	(50.3)	-	1.1	50.8	-	1.6	(11.7)	(10.1)
AS OF DECEMBER 31, 2014	**86.9**	**1,934.8**	**2,260.1**	**(96.9)**	**(19.2)**	**(238.9)**	**436.6**	**4,363.4**	**11.8**	**4,375.2**

(*) The restatement of the 2013 consolidated financial statements is described in Note 1 – Accounting principles.
(**) Includes effects of purchases of non-controlling interests and reclassifications due to changes in the consolidation scope.
(***) Includes effects of changes in the consolidation scope.

6. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Technip's principal businesses are as follows:

- lump sum or cost-to-cost engineering service contracts performed over a short period;
- engineering, manufacturing, installation and commissioning service contracts lasting approximately 12 months; and
- turnkey projects related to complex industrial facilities with engineering, procurement, construction and start-up in accordance with industry standards and a contractual schedule. The average duration of these contracts is three years, but can vary depending on the contract.

The consolidated financial statements of the Group are presented in millions of Euros, and all values are rounded to the nearest hundreds of thousands, except when otherwise indicated. The consolidated financial statements of the Group for the financial year ended December 31, 2014 were approved by the Board of Directors on February 17, 2015.

Note 1 – Accounting Principles

A. Accounting Framework

In accordance with the European Union's regulation No. 1606/2002 of July 19, 2002, the consolidated financial statements of Technip ("the Group") for financial year 2014 were prepared as of December 31, 2014 in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standard Board (IASB) and endorsed by the European Union as of February 17, 2015, the date of the meeting of the Board of Directors that approved the consolidated financial statements. These standards are available on the website of the European Union (http://ec.europa.eu/internal_market/accounting/ias/index_fr.htm).

Effective standards, that apply to the Group

The adoption of new standards, amendments and interpretations that had mandatory application for periods starting after January 1, 2014, had no significant impact on the financial situation and performance of the Group.

IFRS 10 and IFRS 12 "Consolidated Financial Statements / Disclosure of Interests in other Entities"

These standards modify IAS 27 "Separate Financial Statements" and cancel SIC 12 "Consolidation – Special Purpose Entities". IFRS 10 presents a unique model of consolidation, identifying the concept of control as the determining factor in whether an entity should be consolidated.

The standard IFRS 12 specifies the information to be disclosed in the notes to the participations in subsidiaries, partnerships or non-consolidated entities.

IFRS 11 "Joint Arrangements"

This standard supersedes IAS 31 "Interests in Joint Ventures" and SIC 13 "Jointly Controlled Entities". The standard distinguishes two types of joint arrangements, joint ventures and joint operations, by assessing the rights and obligations of the entity in the partnership arrangement.

As of December 31, 2014, the Group is mainly involved in two types of joint arrangements: those set up for the purpose of fulfilling a defined construction contract and those set up to build and operate vessels, principally flexible pipeline installation vessels (PLSVs) in Brazil.

The International Financial Reporting Interpretations Committee (IFRIC) is currently conducting work on the practical implementation of IFRS 11 standard. The classification of joint arrangements has been the subject of further discussions in the second half of 2014 leading to a restrictive interpretation of IFRS 11 standard that results in the consolidation by equity method of any joint arrangement structured through an incorporated legal entity. Thus, projects entities organized as incorporated companies are now consolidated as equity affiliates in the Group's consolidated accounts.

An early application of IFRS 10 and 11 as of January 1, 2014 had on the whole an impact on the non-current assets decreasing by €126.6 million, of which an increase of €165.5 million of investment in equity affiliates, and current assets decreasing by €387.2 million as well a decrease by €192.4 million on non-current liabilities and by €321.4 on current liabilities.

This early application has no impact on Group net result and shareholder's equity as of December 31, 2013.

Pursuant to the transitional rules of retrospectively applicable IFRS 10, 11 and 12, the comparative periods as of December 31, 2013 and January 1, 2013 were restated in this reference document.

The whole share of income/(loss) of equity affiliates has been reclassified to operating income, these companies' operations being in the continuation of the Group activity.

IFRS 10 and 11 application impact on the Group consolidated statement of income

	12 months
In millions of Euro	**2013**
Revenues	**(488.4)**
Cost of Sales	457.7
Gross Margin	**(30.7)**
Research and Development Costs	-
Selling Costs	0.8
Administrative Costs	2.3
Other Operating Income	(0.4)
Other Operating Expenses	0.5
Operating Income/(Loss) from Recurring Activities	**(27.5)**
Share of Income/(Loss) of Equity Affiliates	34.1
Operating Income from Recurring Activities after Income/(Loss) of Equity Affiliates	**6.6**
Income/(Charges) from Disposals of Activities	-
Income/(Charges) from Non-Current Activities	-
Operating Income/(Loss)	**6.6**
Financial Income	(12.8)
Financial Expenses	15.5
Income/(Loss) before Tax	**9.3**
Income Tax Expense	(9.3)
Income/(Loss) from Continuing Operations	**-**
Income/(Loss) from Discontinued Operations	**-**
NET INCOME/(LOSS) FOR THE YEAR	**-**
Attributable to:	
Shareholders of the Parent Company	-
Non-Controlling Interests	-
Earnings per Share (in Euro)	-
Diluted Earnings per Share (in Euro)	-

IFRS 10 and 11 impact on the Group consolidated statement of financial position

Assets

In millions of Euro	As of December 31, 2013	As of January 1, 2013
Property, Plant and Equipment, Net	(266.6)	(268,7)
Intangible Assets, Net	(0.1)	(0,1)
Investments in Equity Affiliates	165.5	152.0
Other Financial Assets	2.8	2.5
Deferred Tax Assets	(28.2)	(14.1)
Available-for-Sale Financial Assets	-	-
Total Non-Current Assets	**(126.6)**	**(128.4)**
Inventories	(1.5)	(0,1)
Construction Contracts - Amounts in Assets	(21.8)	(1.6)
Advances Paid to Suppliers	(110.9)	(5.3)
Derivative Financial Instruments	-	-
Trade Receivables	21.2	(15.6)
Current Income Tax Receivables	(14.7)	(16.5)
Other Current Receivables	(7.6)	(19.5)
Cash and Cash Equivalents	(251.9)	(110.0)
Total Current Assets	**(387.2)**	**(168.6)**
Assets Classified as Held for Sale	-	-
TOTAL ASSETS	**(513.8)**	**(297.0)**

Equity and Liabilities

In millions of Euro	As of December 31, 2013	As of January 1, 2013
Net Income	-	-
Total Equity Attributable to Shareholders of the Parent Company	**-**	**-**
Non-Controlling Interests	-	-
Total Equity	**-**	**-**
Non-Current Financial Debts	(189.1)	(163.2)
Non-Current Provisions	(1.6)	(1.5)
Deferred Tax Liabilities	4.5	(0.8)
Other Non-Current Liabilities	(6.2)	(0.6)
Total Non-Current Liabilities	**(192.4)**	**(166.1)**
Current Financial Debts	(15.0)	(43.2)
Trade Payables	(45.6)	(22.5)
Construction Contracts - Amounts in Liabilities	(222.3)	(10.0)
Derivative Financial Instruments	-	-
Current Provisions	(4.7)	(6.4)
Current Income Tax Payables	(9.4)	(5.2)
Other Current Liabilities	(24.4)	(43.6)
Total Current Liabilities	**(321.4)**	**(130.9)**
Total Liabilities	**(513.8)**	**(297.0)**
Liabilities Directly Associated with the Assets Classified as Held for Sale	-	-
TOTAL EQUITY AND LIABILITIES	**(513.8)**	**(297.0)**

IFRS 10 and 11 impact on the Group consolidated statement of cash flow

In millions of Euro	**2013**
Net Income/(Loss) for the Year (including Non-Controlling Interests)	-
Adjustments for:	
Amortization and Depreciation of Property, Plant and Equipment	(15.7)
Amortization and Depreciation of Intangible Assets	-
Non-Cash Convertible Bond Expense	-
Charge related to Share-based Payment and Employee Savings Plans *("Plans d'Epargne Entreprise")*	-
Non-Current Provisions (including Pensions and other Long-Term Employee Benefit Plans)	(0.2)
Share of (Income)/Loss of Equity Affiliates (net of Distributed Dividends)	(32.5)
Net (Gains)/Losses on Disposal of Assets and Investments	-
Deferred Income Tax (Credit)/Expense	9.6
	(38.8)
(Increase)/Decrease in Working Capital Requirement	(138.6)
Net Cash Generated from/(Used in) Operating Activities	**(177.4)**
Purchases of Property, Plant and Equipment	47.7
Proceeds from Disposal of Property, Plant and Equipment	-
Purchases of Intangible Assets	0.1
Proceeds from Disposal of Intangible Assets	-
Acquisitions of Financial Assets	-
Proceeds from Disposal of Financial Assets	-
Acquisition Costs of Consolidated Companies, net of Cash Acquired	-
Net Cash Generated from/(Used in) Investing Activities	**47.8**
Increase in Borrowings	(34.5)
Decrease in Borrowings	10.6
Capital Increase	-
Share Buy-Back	-
Dividends Paid	-
Dividends Paid to Non-Controlling Interests	-
Net Cash Generated from/(Used in) Financing Activities	**(23.9)**
Net Effects of Foreign Exchange Rate Changes	11.6
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	**(141.9)**
Cash and Cash Equivalents as of January 1	(110.0)
Bank Overdrafts as of January 1	-
Cash and Cash Equivalents as of December 31	(251.9)
Bank Overdrafts as of December 31	-
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	**(141.9)**

Standards effective after December 31, 2014

Technip financial statements as of December 31, 2014 do not include the possible impact of standards published as of December 31, 2014 but which application is mandatory as per European Union as from financial years subsequent to the current year.

IFRIC 21 « Levies »

In accordance with the European Union's regulation No. 634/2014 released on June 13, 2014, IFRIC 21 "Levies" on operating tax recognition was adopted. IFRIC 21 is effective for annual periods beginning on or after June 17, 2014 and retrospectively applied for all prior periods

The Group should apply this interpretation as of January 1, 2015. No material impact on the Group consolidated statement of income and the consolidated shareholders' equity is expected at that stage.

B. Consolidation Principles

In accordance with IFRS 10 "Consolidated Financial Statements", are consolidated using the global integration method all the companies (including special purpose entities) for which the Group has all the following:

- the power over the company subject to the investment;
- an exposure or rights to the company's variable returns; and
- the ability to use its power over the entity to affect these returns.

Where holding more than 50% of voting rights in an entity, the control is presumed to exist where the relevant activities as well as the power to govern financial and operating policies are directed by the majority of the voting rights owned by the Group.

As per IFRS 11 "Joint Arrangements", joint arrangements to be classified as joint operations should be consolidated to the extent of their respective shares.

The equity method is used for joint ventures and for investments over which the Group exercises a significant influence on operational and financial policies. Unless otherwise indicated, such influence is deemed to exist for investments in companies in which the Group's ownership is between 20% and 50%.

Companies in which the Group's ownership is less than 20% or that do not represent significant investments (such as dormant companies) are recorded under the "Other Financial Assets (Non-Current)" or "Available-for-Sale Financial Assets" line items and only impact net income through dividends received or in case of impairment loss. Where no active market exists and where no other valuation method can be used, these financial assets are maintained at historical cost, net of possible depreciation.

The list of the main Group's consolidated companies and their respective method of consolidation is provided in Note 2 (c) – Scope of consolidation as of December 31, 2014.

The main affiliates of the Group close their accounts as of December 31 and all consolidated companies apply the Group accounting standards.

All intercompany balances and transactions, as well as internal income and expenses, are fully eliminated.

Subsidiaries are consolidated as of the date of acquisition, being the date on which the Group obtains control, and continue to be consolidated until the date control ceases.

C. Accounting Rules and Policies

The consolidated financial statements were prepared in accordance with the IFRS.

The distinction between current assets and liabilities, and non-current assets and liabilities is based on the operating cycle of contracts. If related to contracts, assets and liabilities are classified as "current"; if not related to contracts, assets and liabilities are classified as "current" if their maturity is less than 12 months or "non-current" if their maturity exceeds 12 months.

All assets are valued under the historical cost convention, except for financial assets and derivative financial instruments, which are measured at fair value.

The preparation of financial statements in compliance with IFRS requires the use of certain critical accounting estimates. Areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are material, are disclosed in the paragraphs below.

(a) Use of estimates

Preparation of the consolidated financial statements requires the use of estimates and assumptions to be made that may affect the assessment and disclosure of assets and liabilities at the date of the financial statements, as well as the income and the reported expenses regarding this financial year. Estimates may be revised if the circumstances and the assumptions on which they were based change, if new information becomes available, or as a result of greater experience. Consequently, the actual result from these operations may differ from these estimates.

The main assessments and accounting assumptions made in the financial statements of the Group relate to construction contracts, the valuation of Group exposure to litigation with third parties, the valuation of goodwill and the assessment of recoverable goodwill, the valuation of income tax assets resulting from tax losses carried forward (the latter is measured in compliance with accounting principles shown in Note 1-C (v) – Deferred income tax) as well as the valuation of defined benefit plans described in Note 1-C (u). Regarding construction contracts, the Group policy is described in Note 1-C (b) – Long-term contracts. In terms of legal proceedings and claims, the Group regularly establishes lists and performs analyses of significant ongoing litigations, so as to record the adequate provisions when necessary. Possible uncertainties related to ongoing litigations are described in Note 31 – Litigation and contingent liabilities.

Goodwill, valued pursuant to principles described in Note 1-C (d) – Business Combinations, is tested for impairment at least annually and whenever a trigger event is identified. This impairment test determines whether or not the carrying amount exceeds the recoverable amount. Goodwill is allocated to cash-generating units (CGU) for the purpose of impairment testing. These CGUs correspond to the Subsea/Onshore/Offshore activities, which represent the smallest identifiable group of assets that generates independent cash flows. The recoverable amount is the higher of either the selling price or values in use of the CGUs. The latter corresponds to the discounted future cash flows forecasted for these CGUs.

Technip also performs sensitivity analyses on key assumptions used for impairment tests, in order to make sure that no reasonable change of an assumption on which the Group has based its CGUs' recoverable value jeopardizes the conclusions of these impairment tests.

(b) Long-term contracts

Long-term contracts are recorded in accordance with IAS 11 ("Construction Contracts") where they include construction and delivery of a complex physical asset, or in accordance with IAS 18 ("Revenue") in all other cases.

Costs incurred on contracts include the following:

- the purchase of material, the subcontracting cost of engineering, the cost of markets, and all other costs directly linked to the contract;
- labor costs, related social charges and operating expenses that are directly connected. Selling costs of contracts, research and development costs and the potential charge of "overabsorption" are excluded from those evaluations; and
- other costs, if any, which could be reinvoiced to the client when specified in the contract clauses.

Costs on construction contracts do not include financial expenses.

Revenues on contracts at completion include:

- the initial selling price;
- every additional amendment, variation order and modification (together "changes") to the initial contract if it is probable that these changes could be reliably measured and that they are accepted by the client; and
- financial result on contracts when the corresponding cash management is completely separate from the central treasury and that contracts generate a significant net cash position.

Revenues on ongoing contracts are measured on the basis of costs incurred and of margin recognized at the percentage of completion. Margin is recognized only when the visibility of the riskiest stages of the contract is deemed sufficient and when estimates of costs and revenues are considered to be reliable.

The percentage of completion is calculated according to the nature and the specific risk of each contract in order to reflect the effective completion of the project. This percentage of completion can be based on technical milestones defined for the main deliverables under the contracts or based on the ratio between costs incurred to date and estimated total costs at completion.

As soon as the estimate of the final outcome of a contract indicates a loss, a provision is recorded for the entire loss.

The gross margin of a long-term contract at completion is based on an analysis of total costs and income at completion, which are reviewed periodically and regularly throughout the life of the contract.

In accordance with IAS 11, construction contracts are presented in the statement of financial position as follows: for each construction contract, the accumulated costs incurred, as well as the gross margin recognized at the contract's percentage of completion (plus accruals for foreseeable losses if needed), after deduction of the payments received from the clients, are shown on the asset side under the “Construction Contracts – Amounts in Assets” line item if the balance of those combined components is a debit; if the balance is a credit, these are shown on the liability side under the “Construction Contracts – Amounts in Liabilities” line item.

A construction contract is considered completed when the last technical milestone is achieved, which occurs upon contractual transfer of ownership of the asset or temporary delivery, even if conditional. Upon completion of the contract:

- the balance of “Construction Contracts – Amounts in Assets”, which at that time amounts to the total sale price of the contract, less accumulated payments received under this contract at the delivery date, is invoiced to the customer and recorded as current receivables on contracts (see Note 16 – Trade receivables).
- if necessary, a liability may be accrued and recorded in “Other Current Payables” in the statement of financial position in order to cover pending expenses to get the acceptance certificate from the client.

As per IAS 18, other long-term contracts are recorded as follows in the statement of financial position: invoicing in advance of revenue to be recognized is recorded as advances received in “Other Current Liabilities” (see Note 25 – Other current and non-current liabilities); invoicing that trails revenues to be recognized is recorded in “Trade Receivables” (see Note 16 – Trade receivables).

Costs incurred before contract signing (“bid costs”), when they can be directly linked to a future construction contract where the signature is almost certain, are recorded in “Construction Contracts – Amounts in Assets” (see Note 15 – Construction contracts), and then included in costs of ongoing contracts when the contract is obtained. From a practical point of view, costs effectively capitalized correspond to the bid costs incurred during the quarter of the contract’s award. Bid costs are directly recorded into consolidated income statement on the line “Selling Costs” when a contract is not secured.

(c) Foreign currency transactions and financial instruments

FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions are translated into the functional currency at the exchange rate applicable on the transaction date.

At the closing date, monetary assets and liabilities stated in foreign currencies are translated into the functional currency at the exchange rate prevailing on that date. Resulting exchange gains or losses are directly recorded in the income statement, except exchange gains or losses on cash accounts eligible for future cash flow hedging and for hedging on net foreign currency investments.

TRANSLATION OF FINANCIAL STATEMENTS OF SUBSIDIARIES IN FOREIGN CURRENCY

The income statements of foreign subsidiaries are translated into Euro at the average exchange rate prevailing during the year. Statements of financial position are translated at the exchange rate at the closing date. Differences arising in the translation of financial statements of foreign subsidiaries are recorded in other comprehensive income as foreign currency translation reserve. The functional currency of the foreign subsidiaries is most commonly the local currency.

DERIVATIVES AND HEDGING PROCESSING

Every derivative financial instrument held by the Group is aimed at hedging future inflows or outflows against exchange rate fluctuations during the period of contract performance. Derivative instruments and in particular forward exchange transactions are aimed at hedging future inflows or outflows against exchange rate fluctuations in relation with awarded commercial contracts.

Foreign currency treasury accounts designated for a contract and used to finance its future expenses in foreign currencies may qualify as a foreign currency cash flow hedge.

An economic hedging may occasionally be obtained by offsetting cash inflows and outflows on a single contract (“natural hedging”).

When implementing hedging transactions, each Group’s subsidiary enters into forward exchange contracts with banks or with Technip Eurocash SNC, the company that performs centralized treasury management for the Group. However, only instruments that involve a third party outside of the Group are designated as hedging instruments.

A derivative instrument qualifies for hedge accounting (fair value hedge or cash flow hedge) when there is a formal designation and documentation of the hedging relationship, and of the effectiveness of the hedge throughout the life of the contract. A fair value hedge aims at reducing risks incurred by changes in the market value of some assets, liabilities or firm commitments. A cash flow hedge aims at reducing risks incurred by variations in the value of future cash flows that may impact net income.

In order for a currency derivative to be eligible for hedge accounting treatment, the following conditions have to be met:

- its hedging role must be clearly defined and documented at the date of inception; and
- its efficiency should be proved at the date of inception and/or as long as it remains efficient. If the efficiency test results in a score between 80 and 125%, changes in fair value or in cash flows of the covered element must be almost entirely offset by the changes in fair value or in cash flows of the derivative instrument.

All derivative instruments are recorded and disclosed in the statement of financial position at fair value:

- derivative instruments considered as hedging are classified as current assets and liabilities, as they follow the operating cycle; and
- derivative instruments not considered as hedging are also classified as current assets and liabilities.

Changes in fair value are recognized as follows:

- regarding cash flow hedges, the portion of the gain or loss corresponding to the effectiveness of the hedging instrument is recorded directly in other comprehensive income, and the ineffective portion of the gain or loss on the hedging instrument is recorded in the income statement. The exchange gain or loss on derivative cash flow hedging instruments, which is deferred in equity, is reclassified in the net income of the period(s) in which the specified hedged transaction affects the income statement;
- the changes in fair value of derivative financial instruments that qualify as hedging are recorded as financial income or expenses. The ineffective portion of the gain or loss is immediately recorded in the income statement. The carrying amount of a hedged item is adjusted by the gain or loss on this hedged item which may be allocated to the hedged risk and is recorded in the income statement; and
- the changes in fair value of derivative financial instruments that do not qualify as hedging in accounting standards are directly recorded in the income statement.

The fair value of derivative financial instruments is estimated on the basis of valuations provided by bank counterparties or financial models commonly used in financial markets, using market data as of the statement of financial position date.

BID CONTRACTS IN FOREIGN CURRENCY

To hedge its exposure to exchange rate fluctuations during the bid-period of construction contracts, Technip occasionally enters into insurance contracts under which foreign currencies are exchanged at a specified rate and at a specified future date only if the new contract is awarded. The premium the Group pays to enter into such an insurance contract is charged to the income statement when paid. If the commercial bid is not successful, the insurance contract is automatically terminated without any additional cash settlements or penalties.

In some cases, Technip may enter into foreign currency options for some proposals during the bid-period. These options cannot be eligible for hedging.

(d) Business combinations

Assets, liabilities and contingent liabilities acquired within business combinations are recorded and valued at their fair value using the purchase method. Identifiable assets are depreciated over their estimated useful lives.

The goodwill, of which measurement results in difference between the acquisition price and the estimation of identifiable assets, liabilities and contingent liabilities at their fair value, is posted on the “Goodwill” line item when significant, under the “Intangible Assets” category. Goodwill is no longer amortized as per IFRS 3.

Adjustments recorded for a business combination on the provisional values of assets, liabilities and contingent liabilities are recognized as a retrospective change in goodwill when occurring within a 12-month period after the acquisition date. After this measurement period ends, any change in valuation of assets, liabilities and contingent liabilities should be accounted for in profit and loss statement, with no impact on goodwill.

The net value of intangible assets is subject to impairment tests performed on a regular basis, using the discounted cash flow method on the basis of the estimates of cash flows generated by the activities on which these goodwill are allocated, these estimates correspond to the most likely assumptions adopted by the Board of Directors. Impairment tests are based on estimates in terms of growth rates, operating margin rates, discount rates and corporate tax rates. The assumptions used are based on the three-year business plans for each activity that have been approved by the Board of Directors.

The goodwill and corresponding assets and liabilities are allocated to the appropriate activities (Onshore/Offshore/Subsea, corresponding to the Group CGUs).

Goodwill impairment analysis is performed during the fourth quarter of each financial year or whenever there is an indication that an asset may be impaired.

Actual figures may differ from projections. If calculations show that an asset shall be impaired, an impairment expense is recognized.

(e) Segment information

INFORMATION BY BUSINESS SEGMENT

As per IFRS 8, an operating segment is a component of an entity:

- that engages in business activities from which it may earn revenues and incur expenses;
- whose operating results are regularly reviewed by the entity's chief operating decision maker; and
- for which distinct financial information is available.

Effective as from January 1, 2012, the Group modified the reporting of its operating performances, by consolidating the former Onshore and Offshore segments.

Both activities have been pooled in 2011 under the authority of one of the two Executive Vice Presidents & Chief Operating Officers. They involve shared resources in terms of engineering, and have similar characteristics in terms of economic performances, as well as range of products, processes and markets.

The three business segments as reported to the main operating decision-maker, the Group Executive Committee, are therefore organized as following:

- the Subsea segment includes the design, manufacture, procurement and installation of subsea equipment;
- the Onshore/Offshore segment includes the entire engineering and construction business for petrochemical and refining plants as well as facilities for developing onshore oil and gas fields (including gas treatment units, liquefied natural gas (LNG) units and onshore pipelines). It also includes the renewable energies and the engineering and construction of non-petroleum facilities; as well as the design and construction of fixed or floating facilities and surface installations; and
- the Corporate segment includes holding company activities and central services rendered to Group subsidiaries, including IT services and reinsurance activities.

The items related to segment result disclosed by Technip in its business segment information are the "Operating Income/(Loss) from Recurring Activities" and the "Operating Income/(Loss)". As a result, the segment result does not include financial income and expenses (except financial result on contracts) or income tax expense (because of shared treasury and tax management). Segment assets do not include asset items related to the latter, such as current and deferred income tax assets. Similarly, segment liabilities do not include liability items that are not connected to segment result, such as current and deferred income tax liabilities.

Adjustment items relate to the proportionate integration of incorporated entities linked to construction contracts in joint arrangements.

Joint arrangements in which the Group hold investments could be classified in two categories: those set up for the purpose of fulfilling a defined construction contract and those set up to build and operate vessels, principally flexible pipeline installation vessels (PLSVs) in Brazil. The fulfillment of contracts in joint arrangement being the core business of Technip, the Group should continue to release its contracts in partnership using the proportionate method whatever the legal structuration of the joint arrangement and whether or not the constitution of an incorporated legal entity is scheduled to host partly or fully the contract. The objective is to disclose all relevant financial information to the Group management and to the different participants of the financial markets.

Entities holding pipeline installation vessels should remain consolidated as equity affiliates as their management and operational methods intrinsically corresponds to the concept of joint ventures as described in IFRS 11.

INFORMATION BY GEOGRAPHICAL AREA

From a geographical standpoint, operating activities and performances of Technip are reported on the basis of five areas, as follows:

- Europe, Russia and Central Asia;
- Africa;
- Middle East;
- Asia Pacific; and
- Americas.

The items related to segment result disclosed by Technip in its geographical segment information are the "Operating Income/(Loss) from Recurring Activities" and the "Operating Income/(Loss)".

Consequently, the segment result does not include financial income and expenses (except for the financial result on contracts), or income tax expense. Segment assets do not include asset items related to the latter, such as deferred and current tax assets.

Geographical areas are defined according to the following criteria: specific risks associated with activities performed in a given area, similarity of economic and political framework, regulation of exchange control, and underlying monetary risks.

The breakdown by geographical area is based on the contract delivery within the specific country.

(f) Operating income from recurring activities and operating income

The whole share of income/(loss) of equity affiliates has been reclassified to operating income, these companies' operations being in the continuation of the Group activity.

Income/(Charges) from disposals of consolidated companies (or group of assets and liabilities) disposed or to be disposed are identified in a separate item under operating income/(loss).

Income/(Charges) from non-current activities principally comprise restructuring costs, impairment losses on non-current tangible or intangible assets (or group of assets), as well as other operating income and charges such as provisions related to litigations.

As per IAS 1, these two last items only include impacts from operations and transactions that should be unusual in terms of nature and/or material in terms of amounts and that the Group deems necessary to disclose distinctly to ensure reliability and relevance of its financial information.

(g) Financial result on contracts

The financial result of cash management related to construction contracts is recorded together with the revenues when the corresponding treasury management is completely separate from the Central treasury and that contracts generate a significant net cash position.

(h) Income/(Loss) from discontinued operations

In compliance with IFRS 5, the result incurred by discontinued operations through sales or disposals is recorded under this line item. Discontinued operations consist of a whole line of business or geographical area.

(i) Earnings per share

As per IAS 33 "Earnings per Share", Earnings Per Share (EPS) are based on the average number of outstanding shares over the period, after deducting treasury shares.

Diluted earnings per share amounts are calculated by dividing the net profit of the period, restated if need be for the after-tax financial cost of dilutive financial instruments, by the sum of the weighted average number of outstanding shares, the weighted average number of share subscription options not yet exercised, the weighted average number of performance shares granted calculated using the share purchase method, and the weighted average number of shares of the convertible bonds and, if applicable, the effects of any other dilutive instrument.

In accordance with the share purchase method, only dilutive instruments are used in calculating EPS. Dilutive instruments are those for which the option exercise price plus the future IFRS 2 expense not yet recognized is lower than the average share price during the EPS calculation period.

(j) Property, plant and equipment (tangible assets)

In compliance with IAS 16 "Property, Plant and Equipment", an asset is recognized only if the cost can be measured reliably and if future economic benefits are expected from its use.

Property, plant and equipment are carried at their historical cost or at their fair value in case of business combinations.

As per IAS 16, Technip uses different depreciation periods for each of the significant components of a single property, plant and equipment asset where the useful life of the component differs from that of the main asset. Following are the useful lives most commonly applied by the Group:

- Buildings 10 to 50 years
- Vessels 10 to 30 years
- Machinery and Equipment 6 to 10 years

- Office Fixtures and Furniture 5 to 10 years
- Vehicles 3 to 7 years
- IT Equipment 3 to 5 years

If the residual value of an asset is material and can be measured, it is taken into account in calculating its depreciable amount.

On a regular basis, the Group reviews the useful lives of its assets. That review is based on the effective use of the assets.

As per IAS 17, assets at the Group's disposal through lease contracts are capitalized where almost all risks and benefits related to the asset property have been transferred to the Group. This standard was not applicable to the Technip Group's Consolidated Financial Statements.

As per IAS 16, dry-dock expenses are capitalized as a separate component of the principal asset. They are amortized over a period of three to five years.

Amortization costs are recorded in the income statement as a function of the fixed assets' use, split between the following line items: cost of sales, research and development costs, selling costs or general administrative costs.

In accordance with IAS 36, the carrying value of property, plant and equipment is reviewed for impairment whenever internal or external events indicate that there may be impairment, in which case, an impairment loss is recognized. As an example, indications of impairment loss used for vessels and analyzed together are mainly the asset workload scheduling, the change in its daily invoicing rate, its age as well as the frequency of its dry-docking.

In application of IAS 23, borrowing costs related to assets under construction are capitalized as part of the value of the asset.

(k) Intangible assets

RESEARCH AND DEVELOPMENT COSTS GENERATED INTERNALLY

Research costs are expensed when incurred. In compliance with IAS 38, development costs are capitalized if all of the following criteria are met:

- the projects are clearly identified;
- the Group is able to reliably measure expenditures incurred by each project during its development;
- the Group is able to demonstrate the technical and industrial feasibility of the project;
- the Group has the financial and technical resources available to achieve the project;
- the Group can demonstrate its intention to complete, to use or to commercialize products resulting from the project; and
- the Group is able to demonstrate the existence of a market for the output of the intangible asset, or, if it is used internally, the usefulness of the intangible asset.

Since not all of these conditions were met for the disclosed period on ongoing development projects, no development expenses were capitalized, except some expenses related to IT projects developed internally.

OTHER INTANGIBLE ASSETS

Patents are amortized over their useful life, generally on a straight line basis over ten years. Costs related to software rights are capitalized, as are those related to creating proprietary IT tools, such as the E-procurement platform, or Group management applications which are amortized over their useful life, generally five years.

In accordance with IAS 36, the carrying value of intangible assets is reviewed for impairment whenever internal or external events indicate that there may be impairment, in which case, an impairment loss is recognized.

(l) Other financial assets

Other financial assets are recorded at fair value or at historical cost, as of the transaction date, if they cannot be measured reliably. In the latter case, impairment is recorded if the recoverable value is lower than the historical cost. The estimated recoverable value is computed by type of financial asset based on the future profitability or the market value of the company considered, as well as its net equity if needed.

NON-CONSOLIDATED INVESTMENTS

On initial recognition, non-consolidated investments are recognized at their acquisition cost including directly attributable transaction costs.

At the closing date, these investments are measured at their fair value. As investments under this category relate to unlisted securities, fair value is determined on the basis of discounted cash flows or failing that, based on the Group's share in the Company's equity.

RECEIVABLES RELATED TO INVESTMENTS

This item comprises loans and advances through current accounts granted to non-consolidated or equity affiliates.

SECURITY DEPOSITS AND OTHERS

This item essentially includes guarantee security deposits and escrow accounts related to litigation or arbitration.

(m) Available-for-sale financial assets

Investments in listed companies which are not consolidated are recorded in this line item. They are initially and subsequently measured at fair value.

Variations in fair value are booked directly in other comprehensive income and unrealized gains or losses are recycled in the income statement upon disposal of the investment. An impairment loss is recorded through the income statement when the loss is sustained or significant.

(n) Inventories

Inventories are recognized at the lower of cost and market value with cost being principally determined on a weighted-average cost basis.

Provisions for depreciation are recorded when the net realizable value of inventories is lower than their net book value.

(o) Advances paid to suppliers

Advance payments made to suppliers under long-term contracts are shown under the “Advances to Suppliers” line item, on the asset side of the statement of financial position.

(p) Trade receivables

Trade receivables are measured at fair value. A provision for doubtful accounts is recorded when the Group assesses the recoverable value is lower than the fair value.

Trade receivables only relate to contracts accounted for as per IAS 18 (see Note 1-C (b) – Long-term contracts) and delivered contracts.

(q) Cash and cash equivalents

Cash and cash equivalents consist of cash in bank and in hand, as well as marketable securities fulfilling the following criteria: a maturity of usually less than three months, highly liquid, a fixed exchange value and an insignificant risk of loss of value. Marketable securities are measured at their market value at period-end. Any change in fair value is recorded in the income statement.

(r) Treasury shares

Treasury shares are recorded as a deduction to equity at their acquisition cost. Any gain or loss related to the sale of treasury shares is recognized directly in equity without affecting the income statement.

(s) Grants of share subscription options, share purchase options and performance shares

In accordance with IFRS 2, share subscription options, share purchase options and performance share grants constitute a benefit to the beneficiaries and represent additional compensation paid by the Group. This supplementary benefit is recognized as follows: the fair value of the granted options and shares which correspond to the services rendered by the employees against the options and shares received is determined at the grant date and recorded as an expense against the equity line item over the vesting period.

The fair value of the share subscription options, the share purchase options or the performance share grants is determined using the Cox Ross Rubinstein binomial model. The model takes into account the features of the option plan (exercise price, vesting period, exercise period) and the market data at the grant date (risk-free rate, volatility, dividends, share price).

All share subscription option, share purchase option and performance share plans are exclusively settled in shares.

IFRS 2 applies to share-based payment plans granted after November 7, 2002 and not vested before January 1, 2005.

(t) Capital increase reserved for employees

In compliance with IFRS 2, instruments awarded under employee share purchase plans are measured at fair value, estimated at the grant date based on the discount awarded to employees and the non-transferability period applicable to the shares subscribed.

The cost of employee share purchase plans is recognized in full in the statement of income and offset against consolidated equity, without any impact on total equity.

(u) Provisions (current and non-current)

Accrued liabilities are recognized if and only if the following criteria are simultaneously met:

- the Group has an ongoing obligation (legal or constructive) as a result of a past event;
- the settlement of the obligation will likely require an outflow of resources embodying economic benefits without expected counterpart; and
- the amount of the obligation can be reliably estimated: provisions are measured according to the risk assessment or the exposed charge, based upon best-known elements.

CURRENT PROVISIONS

Contingencies related to contracts: these provisions relate to litigation on contracts.

Restructuring: once a restructuring plan has been decided and the interested parties have been informed, the plan is scheduled and valued. Restructuring provisions are fully recognized in compliance with IAS 37.

NON-CURRENT PROVISIONS

Pensions and other long-term benefits: the Group is committed to various employee benefit plans. Those obligations are settled either at the date of employee departures or at subsequent date.

Depending on affiliates, the main defined benefit plans can be:

- end-of-career benefits, to be paid at the retirement date;
- deferred compensation, to be paid when an employee leaves the Company;
- retirement benefits to be paid in the form of a pension.

In accordance with IAS 19 revised in 2011, the obligations of providing benefits under defined benefit plans are determined by independent actuaries using the projected unit credit actuarial valuation method. The actuarial assumptions used to determine the obligations may vary depending on the country. The actuarial estimation is based on usual parameters such as future wage and salary increases, life expectancy, staff turnover rate and inflation rate.

The defined benefit liability equals the present value of the defined benefit obligation after deducting the plan assets. Present value of the defined benefit obligation is determined using present value of future cash disbursements based on interest rates of convertible bonds, in the currency used for benefit payment, and whose life is equal to the average expected life of the defined benefit plan.

According to amended IAS 19, the actuarial gains and losses resulting from adjustments related to experience and changes in actuarial assumptions are now recorded in other comprehensive income. (see Note 22 – Pensions and other long-term employee benefit plans)

(v) Deferred income tax

Deferred income taxes are recognized in accordance with IAS 12, using the liability method (use of the last forecast tax rate passed or almost passed into law at the closing date), on all temporary differences at the closing date, between the tax bases of assets and liabilities and their carrying amounts for each Group’s company.

Deferred income taxes are reviewed at each closing date to take into account the effect of any changes in tax law and in the prospects of recovery.

Deferred income tax assets are recognized for all deductible temporary differences, unused tax credits carry-forwards and unused tax losses carry-forwards, to the extent that it is probable that taxable profit will be available.

To properly estimate the existence of future taxable income on which deferred tax assets could be allocated, the following items are taken into account:

- existence of temporary differences which will cause taxation in the future;
- forecasts of taxable results;
- analysis of the past taxable results; and
- existence of significant and non-recurring income and expenses, included in the past tax results, which should not repeat in the future.

Deferred income tax liabilities are recognized for all taxable temporary differences, except restrictively enumerated circumstances, in accordance with the provisions of IAS 12.

When a tax consolidation mechanism is in place for companies in a given country, the deferred tax calculation takes into account the individual tax situation of each subsidiary located in that country as well as the overall situation of all subsidiaries included in the scope of tax consolidation.

Tax assets and liabilities are not discounted except those whose tax bases are discounted by nature (for instance, pensions).

(w) Financial debts (current and non-current)

Current and non-current financial debts include bond loans and other borrowings. Issuance fees and redemption premium on convertible bonds are included in the cost of debt on the liability side of the statement of financial position, as an adjustment to the nominal amount of the debt. The difference between the initial debt and redemption at maturity is amortized at the effective interest rate.

The convertible bonds with an option for conversion and/or exchangeable for new or existing shares (OCEANE) are recognized in two distinct components:

- a debt component is recognized at amortized cost, which was determined using the market interest rate for a non-convertible bond with similar features. The carrying amount is recognized net of its proportionate share of the debt issuance costs; and
- a conversion option component is recognized in equity for an amount equal to the difference between the issuing price of the OCEANE convertible bond and the value of the debt component. The carrying amount is recognized net of its proportionate share of the debt issuance costs and corresponding deferred taxes. This value is not remeasured but will be adjusted for all conversion of bonds.

(x) Assets and liabilities held for sale

The Group considers every non-current asset as an asset held for sale if it is very likely that its book value will be recovered principally by a sale transaction rather than by its continued use. Assets classified as held for sale are measured at the lower of either the carrying amount or the fair value less selling costs.

Note 2 – Scope of Consolidation

(a) Main variations

Year ended December 31, 2014

On April 30, 2014, Technip sold the totality of its fully owned subsidiary Technip TPS, specialized in engineering and construction for the industry, to the WSP Group (WSP is one of the world's leading professional services firms) for a total amount of €12.1 million as of December 31, 2014.

On June 3, 2014, September 26, 2014 then on December 4, 2014, Technip sold the totality of its 75% of investment in Seamec to HAL Offshore Limited, India at a consideration of 97 Indian rupees per share (translating to a total amount of €31.4 million as of December 31, 2014).

Seamec Limited and its 100% subsidiary Seamec International FZE are not anymore consolidated in Technip Group accounts as of December 31, 2014.

On December 30, 2014, Technip acquired the technology Zimmer®. Based in Frankfurt, Germany, Technip Zimmer Gmbh constitutes the new polymers technology business of Technip. This activity is integrated through Technip Stone & Webster Process Technology, the Onshore global business unit formed in 2012 to manage the company's expanding portfolio of downstream process technologies.

Technip Zimmer Gmbh's business includes technologies for the processing of polyesters and polyamides, research and development facilities, and a team of around forty skilled engineers, researchers and project teams.

The new polymers business will diversify and strengthen Technip's portfolio of downstream technologies in its Onshore segment.

The goodwill recognized in the consolidated financial statements as of December 31, 2014 for the acquisition of the technology Zimmer® amounts to €63.7 million.

Year ended December 31, 2013

On March 8, 2013, Technip announced the acquisition of Ingenium AS, a highly-experienced offshore engineering and services contractor located in Oslo, Norway. Ingenium AS designs and develops mechanical and electro-hydraulic tools and equipment, for the offshore oil and gas industry, and provides engineering services for sub-marine operations, such as the installation of pipes and cables. The company comprised over 20 highly-skilled engineers in the Subsea business.

The goodwill recognized in the consolidated financial statements as of June 30, 2013, for the acquisition of the company Ingenium AS amounted to €8.3 million.

The acquisition costs of this company, net of cash acquired, amounted to €8.2 million.

This company was merged with Technip Norge AS on August 29, 2013.

(b) Other acquisitions

The other changes in the scope of consolidation compared to December 31, 2013, are notably described here below.

On April 3, 2014, Technip purchased 49% of Kanfa AS, a company that delivers overall process solutions and services to the Offshore and Oil, Gas and LNG Industry with main focus on the worldwide FPSO market. This company is integrated by equity method in Group accounts.

On October 14, 2014, Technip purchased 51% of Inocean AS, a company that offers naval architect and engineering services in all phases of a project cycle and has activities primarily within the offshore oil and gas sector. Inocean AS has intellectual property rights to various floating installations and vessels. This company is fully consolidated in Group consolidated accounts.

c) Scope of consolidation as of December 31, 2014

As of December 31, 2014, the scope of consolidation consists of 209 entities, out of which 170 are fully consolidated and 39 are consolidated according the equity method.

The table below sets forth the main consolidated entities:

Fully Consolidated Companies	Country	As of December 31, 2014 % Interest	As of December 31, 2013 restated % Control
Technip	France	Consolidating Company	Consolidating Company
Technip France	France	100%	100%
Flexi France	France	100%	100%
Technip Corporate Services	France	100%	100%
Technip Eurocash SNC	France	100%	100%
Technip Offshore International	France	100%	100%
Technipnet	France	100%	100%
Angoflex Lda.	Angola	70%	100%
Technip Angola	Angola	60%	100%
Global Offshore Pty Ltd	Australia	100%	100%
Flexibras Tubos Flexiveis	Brazil	100%	100%
Global Brasil Oleodutos E Servicos LTDA.	Brazil	100%	100%
Technip Brasil Engenharia	Brazil	100%	100%
Technip Canada	Canada	100%	100%
Global Industries International, LP	Cayman Islands, British West-Indies	100%	100%
Technip Offshore Finland OY	Finland	100%	100%
Technip Zimmer Gmbh	Germany	100%	100%
Technip India	India	100%	100%
Technip Italy	Italy	100%	100%
Front End Re	Luxembourg	100%	100%
Global Asia Pacific Industries Sdn. Bhd.	Malaysia	100%	100%
Technip Far East	Malaysia	100%	100%
Technip Geoproduction (M)	Malaysia	100%	100%
Technip Marine (M) Sdn. Bhd.	Malaysia	100%	100%
Coflexip Stena Offshore (Mauritius)	Mauritius	100%	100%
Global Offshore Mexico S. de R.L. de C.V.	Mexico	100%	100%
Technip Benelux BV	Netherlands	100%	100%
Technip Ships (Netherlands) BV	Netherlands	100%	100%
Technip Offshore (Nigeria)	Nigeria	100%	100%
Technip Norge AS	Norway	100%	100%
Technip RUS	Russia	100%	100%
Technip Saudi Arabia	Saoudi Arabia	100%	100%
Technip Singapore	Singapore	100%	100%
Technip Middle East	United Arab Emirates	100%	100%
Genesis Oil & Gas Consultants Ltd	United Kingdom	100%	100%
Technip UK Ltd	United Kingdom	100%	100%
Technip E&C, Inc.	United States of America	100%	100%
Technip Stone & Webster Process Technology, Inc.	United States of America	100%	100%
Technip Umbilicals Inc.	United States of America	100%	100%
Technip USA Holdings Inc.	United States of America	100%	100%
Technip USA Inc.	United States of America	100%	100%

Consolidated companies under equity method	Country	As of December 31, 2014 % Interest	As of December 31, 2013 restated % Control
South Tambey LNG	France	50%	50%
Yamgaz	France	50%	50%

FSTP Brasil Ltda	Brazil	25%	25%
Dofcon Navegacao Ltda	Brazil	50%	50%
Ethylene XXI Contractors S.A.P.I. de C.V.	Mexico	40%	40%
Etileno XXI Services BV	Netherlands	40%	40%
Technip Odebrecht PLSV CV	Netherlands	50%	50%
FSTP Pte Ltd	Singapore	25%	25%
Badger Licensing LLC – JV	United States of America	50%	50%

All consolidated companies close their accounts as of December 31 except Technip India which closes their statutory accounts as of March 31, and Technip South Africa which closes its statutory accounts as of June 30. However, both entities perform an interim account closing as of December 31 for the purpose of Group consolidation.

Note 3 – Segment Information

The table below shows information on Technip's reportable business and geographical segments in accordance with IFRS 8 (see Note 1-C (e) – Segment information).

(a) Information by business segment

	2014								
In millions of Euro	**Subsea**	**Onshore/ Offshore**	**Corporate**	**Non Allocable and Eliminations**	**Total Continuing Operations**	**Discontinued Operations**	**Total Adjusted**	**Adjustments**	**Total Consolidated**
Revenues	4,880.4	5,844.1	-	-	10,724.5	-	10,724.5	(650.6)	10,073.9
Gross Margin	898.6	615.6	-	-	1,514.2	-	1,514.2	(46.6)	1,467.6
Operating Income/(Loss) from Recurring Activities	**624.2**	**268.9**	**(86.7)**	**-**	**806.4**	**-**	**806.4**	**(46.5)**	**759.9**
Share of Income/(Loss) of Equity Affiliates	10.9	7.3	-	-	18.2	-	18.2	22.1	40.3
Operating Income/(Loss) from Recurring Activities after Income/(Loss) of Equity Affiliates	**635.1**	**276.2**	**(86.7)**	**-**	**824.6**	**-**	**824.6**	**(24.4)**	**800.2**
Income/(Charges) from Disposals of Activities	-	-	-	(5.5)	(5.5)	-	(5.5)	-	(5.5)
Income/(Charges) from Non-Current Activities	(1.2)	(5.1)	-	(61.8)	(68.1)	-	(68.1)	-	(68.1)
Operating Income/(Loss)	**633.9**	**271.1**	**(86.7)**	**(67.3)**	**751.0**	**-**	**751.0**	**(24.4)**	**726.6**
Financial Income/(Expenses)	-	-	-	(128.5)	(128.5)	-	(128.5)	1.2	(127.3)
Income Tax Expense	-	-	-	(180.1)	(180.1)	-	(180.1)	23.2	(156.9)
Discontinued Operations	-	-	-	-	-	-	-	-	-
NET INCOME/(LOSS) FOR THE YEAR	**NA**	**NA**	**NA**	**NA**	**442.4**	**-**	**442.4**	**-**	**442.4**
Segment Assets	6,513.1	5,312.9	2,042.8	-	13,868.8	-	13,868.8	(1,182.2)	12,686.6
Investments in Equity Affiliates	118.5	38.3	-	-	156.8	-	156.8	38.8	195.6
Unallocated Assets	-	-	-	574.4	574.4	-	574.4	(36.8)	537.6

TOTAL ASSETS	**6,631.6**	**5,351.2**	**2,042.8**	**574.4**	**14,600.0**	**-**	**14,600.0**	**(1,180.2)**	**13,419.8**
Segment Liabilities (1)	3,059.8	4,603.5	2,205.7	-	9,869.0	-	9,869.0	(1,165.8)	8,703.2
Unallocated Liabilities (2)	-	-	-	4,731.0	4,731.0	-	4,731.0	(14.4)	4,716.6
TOTAL LIABILITIES	**3,059.8**	**4,603.5**	**2,205.7**	**4,731.0**	**14,600.0**	**-**	**14,600.0**	**(1,180.2)**	**13,419.8**
Other Segment Information									
Backlog (3)	9,727.8	11,208.4	-	-	20,936.2	-	20,936.2	(4,839.5)	16,096.7
Order Intake (4)	6,837.3	8,458.5	-	-	15,295.8	-	15,295.8	(4,653.3)	10,642.5
Capital Expenditures:									
Property, Plant and Equipment	330.7	29.5	-	-	360.2	-	360.2	(0.6)	359.6
Intangible Assets	6.9	8.5	-	-	15.4	-	15.4	-	15.4
Amortization:									
Property, Plant and Equipment	(219.0)	(22.0)	-	-	(241.0)	-	(241.0)	-	(241.0)
Intangible Assets	(8.8)	(10.7)	-	-	(19.5)	-	(19.5)	-	(19.5)
Impairment of Assets	(19.5)	(3.3)	-	-	(22.8)	-	(22.8)	-	(22.8)

(1) Segment liabilities allocated to the Corporate segment include financial debts such as bonds and other bank borrowings.
(2) Non allocable liabilities essentially include shareholders' equity.
(3) Corresponds to ongoing contracts to be delivered. The backlog is defined as the difference at a specified date between the aggregate contractual sale price of all contracts in force and the cumulative revenues recognized from these contracts as of that date.
(4) Corresponds to signed contracts which have come into force.

	2013 restated								
In millions of Euro	**Subsea**	**Onshore/ Offshore**	**Corporate**	**Non Allocable and Eliminations**	**Total Continuing Operations**	**Discontinued Operations**	**Total adjusted**	**Adjustments**	**Total Consolidated**
Revenues	4,065.0	5,220.1	-	-	9,285.1	-	9,285.1	(437.4)	8,847.7
Gross Margin	901.3	703.8	-	-	1,605.1	-	1,605.1	(18.4)	1,586.7
Operating Income/(Loss) from Recurring Activities	**582.1**	**344.7**	**(91.9)**	**-**	**834.9**	**-**	**834.9**	**(17.9)**	**817.0**
Share of Income/(Loss) of Equity Affiliates	(7.1)	6.7	-	-	(0.4)	-	(0.4)	35.6	35.2
Operating Income from Recurring Activities after Income/(Loss) of Equity Affiliates	**575.0**	**351.4**	**(91.9)**	**-**	**834.5**	**-**	**834.5**	**17.7**	**852.2**
Income/(Charges) from Disposals of Activities	-	-	-	-	-	-	-	-	-
Income/(Charges) from Non-Current Activities	-	-	-	-	-	-	-	-	-
Operating Income/(Loss)	**575.0**	**351.4**	**(91.9)**	**-**	**834.5**	**-**	**834.5**	**17.7**	**852.2**
Financial Income/(Expenses)	-	-	-	(78.6)	(78.6)	-	(78.6)	(3.0)	(81.6)
Income Tax Expense	-	-	-	(185.9)	(185.9)	-	(185.9)	(14.7)	(200.6)
Discontinued Operations	-	-	-	-	-	-	-	-	-
NET INCOME/(LOSS) FOR THE YEAR	**NA**	**NA**	**NA**	**NA**	**570.0**	**-**	**570.0**	**-**	**570.0**
Segment Assets	5,507.5	4,854.3	2,183.5	-	12,545.3	-	12,545.3	(320.2)	12,225.1
Investments in Equity Affiliates	84.6	33.4	-	-	118.0	-	118.0	54.2	172.2
Unallocated Assets	-	-	-	360.2	360.2	-	360.2	(20.3)	339.9

TOTAL ASSETS	**5,592.1**	**4,887.7**	**2,183.5**	**360.2**	**13,023.5**	**-**	**13,023.5**	**(286.3)**	**12,737.2**
Segment Liabilities [(1)]	2,590.7	3,771.5	2,145.6	-	8,507.8	-	8,507.8	(209.5)	8,298.3
Unallocated Liabilities [(2)]	-	-	-	4,515.7	4,515.7	-	4,515.7	(76.8)	4,438.9
TOTAL LIABILITIES	**2,590.7**	**3,771.5**	**2,145.6**	**4,515.7**	**13,023.5**	**-**	**13,023.5**	**(286.3)**	**12,737.2**
Other Segment Information									
Backlog [(3)]	7,542.7	7,932.7	-	-	15,475.4	-	15,475.4	(728.4)	14,747.0
Order Intake [(4)]	5,975.7	5,148.2	-	-	11,123.9	-	11,123.9	(204.6)	10,919.3
Capital Expenditures:									
Property, Plant and Equipment	503.9	47.4	-	-	551.3	-	551.3	-	551.3
Intangible Assets	10.8	13.1	-	-	23.9	-	23.9	-	23.9
Amortization:									
Property, Plant and Equipment	(166.4)	(34.9)	-	-	(201.3)	-	(201.3)	-	(201.3)
Intangible Assets	(13.7)	(2.8)	-	-	(16.5)	-	(16.5)	-	(16.5)
Impairment of Assets	-	-	-	-	-	-	-	-	-

(1) Segment liabilities allocated to the Corporate segment include financial debts such as bonds and other bank borrowings.
(2) Non allocable liabilities essentially include shareholders' equity.
(3) Corresponds to ongoing contracts to be delivered. The backlog is defined as the difference at a specified date between the aggregate contractual sale price of all contracts in force and the cumulative revenues recognized from these contracts as of that date.
(4) Corresponds to signed contracts which have come into force.

(b) Information by geographical area

	2014						
In millions of Euro	**Europe, Russia, Central Asia**	**Africa**	**Middle East**	**Asia Pacific**	**Americas**	**Non Allocable**	**Total Consoli-dated**
Revenues [(1)]	3,091.9	1,219.4	1,199.9	1,962.5	2,600.2	-	10,073.9
Operating Income/(Loss) from Recurring Activities after Income/(Loss) of Equity Affiliates	345.1	5.2	72.7	168.8	295.1	(86.7)	800.2
Operating Income/(Loss)	**345.1**	**5.2**	**72.7**	**168.8**	**295.1**	**(160.3)**	**726.6**
Intangible Assets (excluding Goodwill) [(2)]	59.5	0.6	-	1.0	46.7	-	107.8
Property, Plant and Equipment [(3)]	562.0	55.1	0.9	178.0	315.6	1,389.2	2,500.8
Financial Assets [(4)]	254.4	1.3	(4.7)	20.2	184.0	-	455.2

(1) Includes revenues earned in France: €90.7 million.
(2) Includes intangible assets in France: €57.5 million and in Brazil: €6.4 million.
(3) Includes tangible assets in France: € 161.9 million. The fleet of vessels (including vessels under construction) that operate in different geographical areas and therefore cannot be allocated to a specific area is reported under « Non allocable ».
(4) Includes financial assets in France: €93.1 million and in United States of America: €12.3 million.

	2013 restated						
In millions of Euro	**Europe, Russia, Central Asia**	**Africa**	**Middl e East**	**Asia Pacific**	**Americas**	**Non Allocable**	**Total Consoli - dated**
Revenues [(1)]	2,746.0	779.1	959.9	1,946.8	2,415.9	-	8,847.7
Operating Income/(Loss) from Recurring Activities after Income/(Loss) of Equity Affiliates	377.9	48.7	101.9	232.2	183.4	(91.9)	852.2
Operating Income/(Loss)	**377.9**	**48.7**	**101.9**	**232.2**	**183.4**	**(91.9)**	**852.2**
Intangible Assets (excluding Goodwill) [(2)]	58.9	0.7	-	1.1	45.8	-	106.5
Property, Plant and Equipment [(3)]	540.1	54.2	0.8	156.6	289.1	1,312.0	2,352.8
Financial Assets [(4)]	224.8	1.0	11.0	35.9	80.0	-	352.7

(1) Includes revenues earned in France: €117.8 million.
(2) Includes intangible assets in France: €57.7 million and in Brazil: €7.0 million.
(3) Includes tangible assets in France: € 157.3 million. The fleet of vessels (including vessels under construction) that operate in different geographical areas and therefore cannot be allocated to a specific area is reported under « Non allocable ».
(4) Includes financial assets in France: €123.1 million and in United States of America: €10.5 million.

(c) Reconciliation between adjusted and consolidated items

As specified in Note 1-C (e) – Segment Information, adjustments items on Group financial statements relate to the proportionate integration of incorporated entities linked to construction contracts in joint arrangements. Adjusted financial statements and their reconciliation with consolidated financial statements as per IFRS are disclosed as following.

	12 months		
In millions of Euro	**2014 Adjusted**	**Adjustments**	**2014 Consolidated**
Revenues	**10,724.5**	**(650.6)**	**10,073.9**
Cost of Sales	(9,210.3)	604.0	(8,606.3)
Gross Margin	**1,514.2**	**(46.6)**	**1,467.6**
Research and Development Costs	(82.6)	-	(82.6)
Selling Costs	(221.1)	-	(221.1)
Administrative Costs	(423.8)	0.2	(423.6)
Other Operating Income	31.1	(0.1)	31.0
Other Operating Expenses	(11.4)	-	(11.4)
Operating Income/(Loss) from Recurring Activities	**806.4**	**(46.5)**	**759.9**
Share of Income/(Loss) of Equity Affiliates	18.2	22.1	40.3
Operating Income from Recurring Activities after Income/(Loss) of Equity Affiliates	**824.6**	**(24.4)**	**800.2**
Income/(Charges) from Disposals of Activities	(5.5)	-	(5.5)
Income/(Charges) from Non-Current Activities	(68.1)	-	(68.1)
Operating Income/(Loss)	**751.0**	**(24.4)**	**726.6**
Financial Income	452.8	(2.8)	450.0
Financial Expenses	(581.3)	4.0	(577.3)
Income/(Loss) before Tax	**622.5**	**(23.2)**	**599.3**
Income Tax Expense	(180.1)	23.2	(156.9)
Income/(Loss) from Continuing Operations	**442.4**	**-**	**442.4**
Income/(Loss) from Discontinued Operations	-	-	-
NET INCOME/(LOSS) FOR THE YEAR	**442.4**	**-**	**442.4**
Attributable to:			
Shareholders of the Parent Company	436.6	-	436.6
Non-Controlling Interests	5.8	-	5.8
Earnings per Share (in Euro)	3.89	-	3.89
Diluted Earnings per Share (in Euro)	3.65	-	3.65

In millions of Euro	12 months 2013 Adjusted	Adjustments	2013 Consolidated
Revenues	**9,285.1**	**(437.4)**	**8,847.7**
Cost of Sales	(7,680.0)	419.0	(7,261.0)
Gross Margin	**1,605.1**	**(18.4)**	**1,586.7**
Research and Development Costs	(75.5)	-	(75.5)
Selling Costs	(219.0)	-	(219.0)
Administrative Costs	(495.2)	0.5	(494.7)
Other Operating Income	33.9	-	33.9
Other Operating Expenses	(14.4)	-	(14.4)
Operating Income/(Loss) from Recurring Activities	**834.9**	**(17.9)**	**817.0**
Share of Income/(Loss) of Equity Affiliates	(0.4)	35.6	35.2
Operating Income from Recurring Activities after Income/(Loss) of Equity Affiliates	**834.5**	**17.7**	**852.2**
Income/(Charges) from Disposals of Activities	-	-	-
Income/(Charges) from Non-Current Activities	-	-	-
Operating Income/(Loss)	**834.5**	**17.7**	**852.2**
Financial Income	353.5	(9.2)	344.3
Financial Expenses	(432.1)	6.2	(425.9)
Income/(Loss) before Tax	**755.9**	**14.7**	**770.6**
Income Tax Expense	(185.9)	(14.7)	(200.6)
Income/(Loss) from Continuing Operations	**570.0**	**-**	**570.0**
Income/(Loss) from Discontinued Operations	-	-	-
NET INCOME/(LOSS) FOR THE YEAR	**570.0**	**-**	**570.0**
Attributable to:			
Shareholders of the Parent Company	563.1	-	563.1
Non-Controlling Interests	6.9	-	6.9
Earnings per Share (in Euro)	5.06	-	5.06
Diluted Earnings per Share (in Euro)	4.68	-	4.68

ASSETS

In millions of Euro	As of December 31, 2014 Adjusted	Adjustments	As of December 31, 2014 Consolidated
Property, Plant and Equipment, Net	2,501.4	(0.6)	2,500.8
Intangible Assets, Net	3,496.5	-	3,496.5
Investments in Equity Affiliates	156.8	38.8	195.6
Other Financial Assets	202.5	0.1	202.6
Deferred Tax Assets	391.0	(25.0)	366.0
Available-for-Sale Financial Assets	57.0	-	57.0
Total Non-Current Assets	**6,805.2**	**13.3**	**6,818.5**
Inventories	357.4	(1.7)	355.7
Construction Contracts - Amounts in Assets	756.3	(1.2)	755.1
Advances Paid to Suppliers	553.6	(258.9)	294.7
Derivative Financial Instruments	46.6	-	46.6
Trade Receivables	1,577.2	142.7	1,719.9
Current Income Tax Receivables	171.4	(12.5)	158.9
Other Current Receivables	590.8	(9.2)	581.6
Cash and Cash Equivalents	3,738.3	(1,052.7)	2,685.6
Total Current Assets	**7,791.6**	**(1,193.5)**	**6,598.1**
Assets Classified as Held for Sale	3.2	-	3.2
TOTAL ASSETS	**14,600.0**	**(1,180.2)**	**13,419.8**

EQUITY AND LIABILITIES

In millions of Euro	2014 Adjusted	Adjustments	2014 Consolidated
Share Capital	86.9	-	86.9
Share Premium	1,934.8	-	1,934.8
Retained Earnings	2,260.1	-	2,260.1
Treasury Shares	(96.9)	-	(96.9)
Foreign Currency Translation Reserves	(19.2)	-	(19.2)
Fair Value Reserves	(238.9)	-	(238.9)
Net Income	436.6	-	436.6
Total Equity Attributable to Shareholders of the Parent Company	**4,363.4**	**-**	**4,363.4**
Non-Controlling Interests	11.8	-	11.8
Total Equity	**4,375.2**	**-**	**4,375.2**
Non-Current Financial Debts	2,356.6	-	2,356.6
Non-Current Provisions	232.9	(1.3)	231.6
Deferred Tax Liabilities	208.6	(12.4)	196.2
Other Non-Current Liabilities	40.5	0.1	40.6
Total Non-Current Liabilities	**2,838.6**	**(13.6)**	**2,825.0**
Current Financial Debts	256.4	-	256.4
Trade Payables	2,444.7	(131.8)	2,312.9
Construction Contracts - Amounts in Liabilities	2,258.2	(1,002.1)	1,256.1
Derivative Financial Instruments	300.5	-	300.5
Current Provisions	328.3	(2.0)	326.3
Current Income Tax Payables	139.6	(1.9)	137.7
Other Current Liabilities	1,658.5	(28.8)	1,629.7
Total Current Liabilities	**7,386.2**	**(1,166.6)**	**6,219.6**
Total Liabilities	**10,224.8**	**(1,180.2)**	**9,044.6**
Liabilities Directly Associated with the Assets Classified as Held for Sale	-	-	-
TOTAL EQUITY AND LIABILITIES	**14,600.0**	**(1,180.2)**	**13,419.8**

ASSETS

In millions of Euro	As of December 31, 2013 Adjusted	Adjustments	As of December 31, 2013 Consolidated
Property, Plant and Equipment, Net	2,346.0	6.8	2,352.8
Intangible Assets, Net	3,332.6	-	3,332.6
Investments in Equity Affiliates	118.0	54.2	172.2
Other Financial Assets	75.0	0.2	75.2
Deferred Tax Assets	260.1	(13.5)	246.6
Available-for-Sale Financial Assets	105.3	-	105.3
Total Non-Current Assets	**6,237.0**	**47.7**	**6,284.7**
Inventories	274.9	(0.1)	274.8
Construction Contracts - Amounts in Assets	405.0	(21.8)	383.2
Advances Paid to Suppliers	472.0	(110.8)	361.2
Derivative Financial Instruments	123.4	-	123.4
Trade Receivables	1,737.7	28.7	1,766.4
Current Income Tax Receivables	99.9	(12.5)	87.4
Other Current Receivables	464.2	(1.2)	463.0
Cash and Cash Equivalents	3,205.4	(216.3)	2,989.1
Total Current Assets	**6,782.5**	**(334.0)**	**6,448.5**
Assets Classified as Held for Sale	4.0	-	4.0
TOTAL ASSETS	**13,023.5**	**(286.3)**	**12,737.2**

EQUITY AND LIABILITIES

In millions of Euro	As of December 31, 2013 Adjusted	Adjustments	As of December 31, 2013 Consolidated
Share Capital	86.7	-	86.7
Share Premium	1,923.3	-	1,923.3
Retained Earnings	1,972.1	-	1,972.1
Treasury Shares	(133.6)	-	(133.6)
Foreign Currency Translation Reserves	(259.5)	-	(259.5)
Fair Value Reserves	4.7	-	4.7
Net Income	563.1	-	563.1
Total Equity Attributable to Shareholders of the Parent Company	**4,156.8**	**-**	**4,156.8**
Non-Controlling Interests	17.3	-	17.3
Total Equity	**4,174.1**	**-**	**4,174.1**
Non-Current Financial Debts	2,214.3	-	2,214.3
Non-Current Provisions	261.5	(1.3)	260.2
Deferred Tax Liabilities	179.1	4.7	183.8
Other Non-Current Liabilities	68.6	-	68.6
Total Non-Current Liabilities	**2,723.5**	**3.4**	**2,726.9**
Current Financial Debts	159.5	-	159.5
Trade Payables	2,476.9	(41.5)	2,435.4
Construction Contracts - Amounts in Liabilities	1,721.4	(222.3)	1,499.1
Derivative Financial Instruments	32.7	-	32.7
Current Provisions	218.2	(2.0)	216.2
Current Income Tax Payables	162.6	(6.9)	155.7
Other Current Liabilities	1,354.6	(17.0)	1,337.6
Total Current Liabilities	**6,125.9**	**(289.7)**	**5,836.2**
Total Liabilities	**8,849.4**	**(286.3)**	**8,563.1**
Liabilities Directly Associated with the Assets Classified as Held for Sale	-	-	-
TOTAL EQUITY AND LIABILITIES	**13,023.5**	**(286.3)**	**12,737.2**

	12 months		
In millions of Euro	2014 Adjusted	Adjustments	2014 Consolidated
Net Income/(Loss) for the Year (including Non-Controlling Interests)	442.4	-	442.4
Adjustments for:			
Amortization and Depreciation of Property, Plant and Equipment	263.8	-	263.8
Amortization and Depreciation of Intangible Assets	19.5	-	19.5
Non-Cash Convertible Bond Expenses	29.2	-	29.2
Charges related to Share-based Payment and Employee Savings Plans ("Plans d'Epargne Entreprise")	40.0	-	40.0
Non-Current Provisions (including Pensions and other Long-Term Employee Benefit Plans)	(35.4)	-	(35.4)
Share of (Income)/Loss of Equity Affiliates (net of Distributed Dividends)	(11.2)	(20.7)	(31.9)
Net (Gains)/Losses on Disposal of Assets and Investments	(7.1)	-	(7.1)
Deferred Income Tax (Credit)/Expense	21.4	(19.6)	1.8
	762.6	**(40.3)**	**722.3**
(Increase)/Decrease in Working Capital Requirement	104.9	(702.2)	(597.3)
Net Cash Generated from/(Used in) Operating Activities	**867.5**	**(742.5)**	**125.0**
Purchases of Property, Plant and Equipment	(360.2)	0.6	(359.6)
Proceeds from Disposal of Property, Plant and Equipment	56.7	(0.1)	56.6
Purchases of Intangible Assets	(15.4)	-	(15.4)
Proceeds from Disposal of Intangible Assets	4.7	-	4.7
Acquisitions of Financial Assets	(36.7)	-	(36.7)
Proceeds from Disposal of Financial Assets	24.6	-	24.6
Acquisition Costs of Consolidated Companies, net of Cash Acquired	(58.8)	-	(58.8)
Net Cash Generated from/(Used in) Investing Activities	**(385.1)**	**0.5**	**(384.6)**
Increase in Borrowings	216.9	-	216.9
Decrease in Borrowings	(136.9)	-	(136.9)
Capital Increase	11.7	-	11.7
Share Buy-Back	(41.8)	-	(41.8)
Dividends Paid	(206.5)	-	(206.5)
Dividends Paid to Non-Controlling Interests	(2.8)	-	(2.8)
Net Cash Generated from/(Used in) Financing Activities	**(159.4)**	**-**	**(159.4)**
Net Effects of Foreign Exchange Rate Changes	211.4	(94.4)	117.0
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	**534.4**	**(836.4)**	**(302.0)**
Cash and Cash Equivalents as of January 1	3,205.4	(216.3)	2,989.1
Bank Overdrafts as of January 1	(2.4)	-	(2.4)
Cash and Cash Equivalents as of December 31	3,738.3	(1,052.7)	2,685.6
Bank Overdrafts as of December 31	(0.9)	-	(0.9)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	**534.4**	**(836.4)**	**(302.0)**

	12 months		
In millions of Euro	**2013 Adjusted**	**Adjustments**	**2013 Consolidated**
Net Income/(Loss) for the Year (including Non-Controlling Interests)	570.0	-	570.0
Adjustments for:			
Amortization and Depreciation of Property, Plant and Equipment	201.3	-	201.3
Amortization and Depreciation of Intangible Assets	16.5	-	16.5
Non-Cash Convertible Bond Expenses	28.2	-	28.2
Charges related to Share-based Payment and Employee Savings Plans ("Plans d'Epargne Entreprise")	46.0	-	46.0
Non-Current Provisions (including Pensions and other Long-Term Employee Benefit Plans)	22.9	(0.2)	22.7
Share of (Income)/Loss of Equity Affiliates (net of Distributed Dividends)	8.1	(39.0)	(30.9)
Net (Gains)/Losses on Disposal of Assets and Investments	(18.7)	-	(18.7)
Deferred Income Tax (Credit)/Expense	12.1	11.3	23.4
	886.4	**(27.9)**	**858.5**
(Increase)/Decrease in Working Capital Requirement	419.2	(136.5)	282.7
Net Cash Generated from/(Used in) Operating Activities	**1,305.6**	**(164.4)**	**1,141.2**
Purchases of Property, Plant and Equipment	(551.3)	-	(551.3)
Proceeds from Disposal of Property, Plant and Equipment	67.2	-	67.2
Purchases of Intangible Assets	(23.9)	-	(23.9)
Proceeds from Disposal of Intangible Assets	-	-	-
Acquisitions of Financial Assets	-	-	-
Proceeds from Disposal of Financial Assets	12.1	-	12.1
Acquisition Costs of Consolidated Companies, net of Cash Acquired	(8.2)	-	(8.2)
Net Cash Generated from/(Used in) Investing Activities	**(504.1)**	**-**	**(504.1)**
Increase in Borrowings	721.1	-	721.1
Decrease in Borrowings	(220.0)	-	(220.0)
Capital Increase	25.6	-	25.6
Share Buy-Back	(40.0)	-	(40.0)
Dividends Paid	(186.0)	-	(186.0)
Net Cash Generated from/(Used in) Financing Activities	**300.7**	**-**	**300.7**
Net Effects of Foreign Exchange Rate Changes	(138.3)	8.2	(130.1)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	**963.9**	**(156.2)**	**807.7**
Cash and Cash Equivalents as of January 1	2,239.4	(60.1)	2,179.3
Bank Overdrafts as of January 1	(0.3)	-	(0.3)
Cash and Cash Equivalents as of December 31	3,205.4	(216.3)	2,989.1
Bank Overdrafts as of December 31	(2.4)	-	(2.4)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	**963.9**	**(156.2)**	**807.7**

Note 4 – Operating Income/(Loss)

The breakdown of the different items of Operating Income/(Loss) by nature is as follows:

(a) Revenues

Revenues breakdown as follows:

In millions of Euro	2014	2013 restated
Rendering of Services	9,931.0	8,767.5
Sales of Goods	142.9	80.2
TOTAL REVENUES	**10,073.9**	**8,847.7**

In 2014, no client represented more than 10% of Group consolidated revenues. In 2013, one single customer represented 12 % of Group consolidated revenues.

(b) Cost of sales by nature

Cost of sales comprises the following items:

In millions of Euro	2014	2013 restated
Employee Expenses	(1,897.2)	(1,812.4)
Operating Leases	(247.2)	(196.1)
Amortization and Depreciation of Property, Plant and Equipment	(262.1)	(200.5)
Amortization of Intangible Assets	(11.6)	(8.3)
Purchases, External Charges and Other Expenses	(6,188.2)	(5,043.7)
TOTAL COST OF SALES	**(8,606.3)**	**(7,261.0)**

(c) Research and development costs

Research and development costs amounted to €(82.6) million in 2014 compared to €(75.5) million in 2013. No development costs were capitalized during the two financial years disclosed as no project met the requirements for capitalization (see Note 1-C (k) – Intangible assets).

(d) Administrative costs by nature

Administrative costs by nature break down as follows:

In millions of Euro	2014	2013 restated
Employee Expenses (1)	(239.0)	(270.5)
Operating Leases	(41.4)	(44.1)
Amortization and Depreciation of Property, Plant and Equipment	(1.7)	(0.8)
Amortization of Intangible Assets	(7.9)	(8.2)
Purchases, External Charges and Other Expenses	(133.6)	(171.1)
TOTAL ADMINISTRATIVE COSTS	**(423.6)**	**(494.7)**

(1) Include charges for share subscription and performance share grants: €(40.0) million in 2014 compared to €(46.0) million in 2013.

(e) Other operating income

Other operating income break down as follows:

In millions of Euro	2014	2013 restated
Net Proceeds from Disposal of Property, Plant and Equipment [1]	7.9	12.4
Net Proceeds from Disposal of Intangible Assets	4.7	-
Reinsurance Income	11.5	13.2
Other	6.9	8.3
TOTAL OTHER OPERATING INCOME	**31.0**	**33.9**

(1) Include €56.6 million of proceeds of tangible assets as of December 31, 2014.

(f) Other operating expenses

Other operating expenses break down as follows:

In millions of Euro	2014	2013 restated
Reinsurance Costs	(7.2)	(10.6)
Other	(4.2)	(3.8)
Total Other Operating Expenses	**(11.4)**	**(14.4)**

(g) Income/(Charges) from disposals of activities

The result from sales of activities for a total amount of €(5.5) million in 2014 is exclusively composed of impacts of disposals of the following consolidated investments:

- Technip TPS, fully-owned French subsidiary totally disposed on April 30, 2014, and
- Seamec, which all of Group investment share of 75% was sold successively on June 3, September 26, and December 4, 2014.

The proceeds from these operations, net of cash disposal, amounted €24.6 million in 2014.

In 2013, the Group did not sell any activities entering in this category.

(h) Income/(Charges) from non-current activities

For the financial year ended December 31, 2014, non-current expenses for an aggregate amount of €(68.1) million were mainly recognized for the closure costs of the Group Offshore Wind activity, restructuring costs and a transaction paid within the framework of a negotiation concerning a claim on contracts dating more than five years.

In 2013, no non-current expenses has been recognized.

(i) Employee expenses

Employee expenses break down as follows:

In millions of Euro	2014	2013 restated
Wages and Salaries	(1,769.8)	(1,646.0)
Social Security Costs	(315.4)	(307.3)
Pension Costs – Defined Contribution Plans	(55.8)	(52.2)
Pension Costs – Defined Benefit Plans	(23.6)	(19.4)
Share Subscription or Purchase Options and Performance Shares	(40.0)	(46.0)
Cash Incentive Plans	(36.7)	(30.0)
Capital Increase Reserved for Employees	-	-
Other	(7.3)	(108.7)
TOTAL EMPLOYEE EXPENSES	**(2,248.6)**	**(2,209.6)**

Employee expenses only relate to Group employees. Subcontractors' costs are excluded.

Note 5 – Financial Income and Expenses

Net financial result as of December 31, 2014 amounted to €(127.3) million compared to €(81.6) million as of December 31, 2013. It breaks down as follows:

(a) Financial income

In millions of Euro	2014	2013 restated
Interest Income from Treasury Management (1)	37.8	48.1
Dividends from Non-Consolidated Investments	1.6	3.5
Financial Income related to Long-Term Employee Benefit Plans	7.7	5.6
Foreign Currency Translation Gains	395.4	277.2
Changes in Derivative Fair Value, Net	-	2.9
Inefficient Part of Derivative Instruments, Net (2)	7.5	-
Net Proceeds from Disposal of Financial Assets	-	7.0
Total Financial Income	**450.0**	**344.3**

(1) Mainly results from interest income from short-term security deposits.
(2) Mainly includes swap points on derivative financial instruments.

(b) Financial expenses

In millions of Euro	2014	2013 restated
Interest Expenses on Private Placements	(34.9)	(25.2)
Interest Expenses on Convertible Bonds	(33.2)	(32.2)
Fees Related to Credit Facilities	(2.5)	(3.2)
Financial Expenses related to Long-Term Employee Benefit Plans	(15.8)	(12.7)
Interest Expenses on Bank Borrowings and Overdrafts	(32.1)	(24.1)
Depreciation on Financial Assets, Net	(68.4)	(0.1)
Foreign Currency Translation Losses	(318.7)	(304.8)
Changes in Derivative Fair Value, Net	(58.3)	-
Inefficient Part of Derivative Instruments, Net	-	(9.2)
Other	(13.4)	(14.4)
Total Financial Expenses	**(577.3)**	**(425.9)**
NET FINANCIAL RESULT	**(127.3)**	**(81.6)**

Note 6 – Income Tax

(a) Income tax expense

The income tax expense booked in the statement of income for an amount of €(156.9) million in 2014 is explained as follows:

In millions of Euro	2014	2013 restated
Current Income Tax Credit/(Expense)	(155.1)	(177.2)
Deferred Income Tax Credit/(Expense)	(1.8)	(23.4)
INCOME TAX CREDIT/(EXPENSE) AS RECOGNIZED IN STATEMENT OF INCOME	**(156.9)**	**(200.6)**
Deferred Income Tax related to Items Booked Directly to Opening Equity	(50.2)	(33.2)
Deferred Income Tax related to Items Booked to Equity during the Year	110.5	(17.0)
INCOME TAX CREDIT/(EXPENSE) AS REPORTED IN EQUITY	**60.3**	**(50.2)**

(b) Income tax reconciliation

The reconciliation between the tax calculated using the standard tax rate applicable to Technip and the amount of tax effectively recognized in the accounts is detailed as follows:

In millions of Euro	2014	2013 restated
Net Income from Continuing Operations	442.4	570.0
Income Tax Credit/(Expense) on Continuing Operations	(156.9)	(200.6)
Income Before Tax	**599.3**	**770.6**
At Parent Company Statutory Income Tax Rate of 38%	(227.7)	(292.8)
Differences between Parent Company and Foreign Income Tax Rates	45.8	104.6
Share of Income/(Loss) of Equity Affiliates	15.3	16.7
Additional Local Income Tax and Foreign Tax	(25.8)	(22.6)
Gains/(Losses) Taxable at a Particular Rate	18.3	21.1
Other Non-Deductible Expenses	(26.2)	(20.3)
Deferred Tax Assets not Recognized on Tax Loss of the Year	(32.4)	(18.0)
Adjustments on Prior Year Current Taxes	3.1	19.8
Deferred Tax relating to Changes in Tax Rates	(0.6)	3.0
Adjustments on Prior Year Deferred Taxes	71.1	(4.2)
Consolidation Adjustments with no Tax Impact	5.4	(7.1)
Other	(3.2)	(0.8)
Effective Income Tax Credit/(Expense)	**(156.9)**	**(200.6)**
Tax Rate	*26.2%*	*26.0%*
INCOME TAX CREDIT/(EXPENSE) AS REPORTED IN THE CONSOLIDATED STATEMENT OF INCOME	**(156.9)**	**(200.6)**

The tax rate used for the purpose of the tax proof is 38% in 2014 as in 2013.

In 2014 and 2013, this rate corresponds to the global tax rate applicable to French entities, which splits as follows: 33.33% standard rate of income tax + 3.3% social contribution + 10.7% extraordinary contribution.

(c) Deferred income tax

The principles described in Note 1-C (v) – Deferred income tax are explained as follows:

In millions of Euro	As of December 31, 2014	As of December 31, 2013 restated
Tax Losses Carried Forward	79.5	51.6
Margin Recognition on Construction Contracts	13.7	42.4
Provisions for Pensions and other Long-Term Employee Benefits	74.5	72.4
Contingencies related to Contracts	115.7	114.3
Other Contingencies	(9.5)	(32.4)
Temporarily Non-Deductible Expenses	3.1	3.2
Fair Value Losses	90.1	24.7
Other Temporary Differences	(1.5)	(30.5)
Total Deferred Income Tax Assets	**365.6**	**245.7**
Differences between Taxable and Accounting Depreciation	100.9	99.3
Margin Recognition on Construction Contracts	88.2	54.5
Fair Value Gains	6.7	29.1
Total Deferred Income Tax Liabilities	**195.8**	**182.9**
NET DEFERRED INCOME TAX ASSETS/(LIABILITIES)	**169.8**	**62.8**

In order to disclose the details of deferred tax assets and liabilities by nature of temporary differences, it was necessary to split up deferred tax assets and liabilities for each subsidiary (each subsidiary reports in its statement of financial position a net amount of deferred tax liabilities and assets).

As of December 31, 2014, the net deferred tax asset of €169.8 million is broken down into a deferred tax asset of €366.0 million and a deferred tax liability of €196.2 million as recorded in the statement of financial position. As of December 31, 2013, the net deferred tax asset of €62.8 million is broken down into a deferred tax asset of €246.6 million and a deferred tax liability of €183.8 million as recorded in the statement of financial position.

(d) Tax loss carry-forwards and tax credits

Tax loss carry-forwards not yet recognized as source of deferred tax assets amounted to €401.2 million as of December 31, 2014, compared to €383.0 million as of December 31, 2013. The majority of these came from the ex-Global Industries US entities for €152.0 million, Brazilian entities for €133.7 million, a Saudi entity for €45.8 million and a Finnish entity for €37.4 million. As of December 31, 2014, the unrecorded deferred income tax assets corresponding to these tax loss carry-forwards amounted to €106.7 million. All of these tax loss carry-forwards are reportable over an unlimited period of time, except in Finland where there is only a 10-year time limit.

Note 7 – Income/(Loss) from Discontinued Operations

According to IFRS 5, income/(loss) from operations discontinued during the financial year is reported in this note.

In 2014 and 2013, no activity was closed or sold.

Note 8 – Earnings per Share

Diluted earnings per share are computed in accordance with Note 1-C (i) – Earnings per share. Reconciliation between earnings per share before dilution and diluted earnings per share is as follows:

In millions of Euro	**2014**	**2013 restated**
Net Income Attributable to Shareholders of the Parent Company	436.6	563.1
Financial Expense on Convertible Bonds, Net of Tax	20.6	20.6
ADJUSTED NET INCOME FOR DILUTED EARNINGS PER SHARE	**457.2**	**583.7**
In thousands		
Weighted Average Number of Outstanding Shares during the Financial Year (excluding Treasury Shares) used for Basic Earnings per Share	**112,174**	**111,292**
Effect of Dilution:		
Share Subscription Options	452	663
Performance Shares	848	1,025
Convertible Bond	11,797	11,797
WEIGHTED AVERAGE NUMBER OF OUTSTANDING SHARES DURING THE FINANCIAL YEAR (EXCLUDING TREASURY SHARES) ADJUSTED FOR DILUTED EARNINGS PER SHARE	**125,271**	**124,777**
In Euro		
Basic Earnings per Share	**3.89**	**5.06**
DILUTED EARNINGS PER SHARE	**3.65**	**4.68**

During the financial years 2014 and 2013, the Group granted performance shares and share subscription options subject to performance conditions, and in addition issued two convertible bonds on November 17, 2010 and December 15, 2011, which resulted in a dilution of earnings per share (see Note 21 (b) – Convertible bonds).

In 2014, the average annual share price amounted to €68.18 and the closing price to €49.42. As a result, eight share subscription option plans were anti-dilutive: the 2010 (Part 3) plan, as well as 2011, 2012 and 2013 plans.

In 2013, the average annual share price amounted to €82.05 and the closing price to €69.86. As a result, the 2012 share subscription option plan (Part 2) with an exercise price of €87.13 and the 2013 share subscription option plan with an exercise price of €85.73 were anti-dilutive.

Note 9 – Property, Plant and Equipment (Tangible Assets)

The following tables illustrate the costs, the accumulated amortization and depreciation by type of tangible assets:

In millions of Euro	Land	Buildings	Vessels	Machinery and Equipment	Office Fixtures and Furniture	Assets under Construction	Other	Total
Costs	29.3	286.5	2,004.2	894.6	242.3	287.2	216.3	3,960.4
Accumulated Amortization	-	(158.8)	(595.1)	(456.1)	(166.8)	-	(115.2)	(1,492.0)
Accumulated Impairment Losses	(0.8)	-	(97.1)	(16.6)	-	(1.1)	-	(115.6)
Net Book Value as of December 31, 2013 restated	**28.5**	**127.7**	**1,312.0**	**421.9**	**75.5**	**286.1**	**101.1**	**2,352.8**
Costs	34.7	497.2	2,145.2	1,076.7	255.0	51.5	222.1	4,282.4
Accumulated Amortization	-	(189.8)	(645.1)	(507.1)	(174.6)	-	(125.9)	(1,642.5)
Accumulated Impairment Losses	(0.8)	(3.3)	(107.7)	(19.1)	-	(8.2)	-	(139.1)
NET BOOK VALUE AS OF DECEMBER 31, 2014	**33.9**	**304.1**	**1,392.4**	**550.5**	**80.4**	**43.3**	**96.2**	**2,500.8**

Changes in net property, plant and equipment during the two previous financial years break down as follows:

In millions of Euro	Land	Buildings	Vessels	Machinery and Equipment	Office Fixtures and Furniture	Assets under Construction	Other	Total
Net Book Value as of January 1, 2013 restated	**29.9**	**138.5**	**695.0**	**572.2**	**59.5**	**539.9**	**106.8**	**2,141.8**
Additions – Acquisitions – Internal Developments	-	3.6	105.6	85.0	42.6	280.6	41.8	559.2
Additions – Business Combinations	-	-	-	-	-	-	-	-
Disposals – Write-off	-	(0.8)	(39.5)	(19.9)	(1.4)	-	(0.9)	(62.5)
Depreciation Expense for the Year	-	(13.0)	(84.0)	(61.9)	(24.3)	-	(16.3)	(199.5)
Impairment Losses	-	-	-	(0.7)	-	(1.1)	-	(1.8)
Net Foreign Exchange Differences	(1.4)	(3.0)	(21.9)	(22.3)	(3.4)	(29.1)	(13.0)	(94.1)
Other (1)	-	2.4	656.8	(130.5)	2.5	(504.2)	(17.3)	9.7
Net Book Value as of December 31, 2013 restated	**28.5**	**127.7**	**1,312.0**	**421.9**	**75.5**	**286.1**	**101.1**	**2,352.8**
Additions – Acquisitions – Internal Developments (2)	2.4	5.6	112.6	63.9	22.2	112.2	13.0	331.9
Additions – Business Combinations	-	-	-	-	-	-	0.3	0.3
Disposals – Write-off	-	(1.4)	(60.4)	(26.4)	(1.3)	(0.1)	(1.0)	(90.6)
Depreciation Expense for the Year	-	(22.4)	(104.7)	(71.9)	(25.9)	-	(16.1)	(241.0)
Impairment Losses	-	(3.3)	(10.6)	(2.5)	-	(6.4)	-	(22.8)
Net Foreign Exchange Differences	2.4	5.0	124.0	20.9	2.4	10.7	1.8	167.2
Other (1)	0.6	192.9	19.5	144.6	7.5	(359.2)	(2.9)	3.0
NET BOOK VALUE AS OF DECEMBER 31, 2014	**33.9**	**304.1**	**1,392.4**	**550.5**	**80.4**	**43.3**	**96.2**	**2,500.8**

(1) The line "Other" is mainly related to the reclassification of assets under construction into the corresponding line items upon their delivery.

(2) The variation of the tangible assets payables between December 31, 2013, and December 31, 2014, amounted €27.7 million. The cash flows associated with the acquisition of tangible assets equal to €(359.6) million.

Pledged fixed assets amounted to €57.1 million as of December 31, 2014. No assets are subject to a capital lease.

Note 10 – Intangible Assets

Costs, accumulated amortization and depreciation by type of intangible assets are as follows:

In millions of Euro	Goodwill	Licenses/ Patents/ Trademarks	Software	Other	Total
Costs	3,226.1	147.3	123.3	2.8	3,499.5
Accumulated Amortization	-	(100.7)	(64.1)	(2.1)	(166.9)
Accumulated Impairment Losses	-	-	-	-	-
Net Book Value as of December 31, 2013 restated	**3,226.1**	**46.6**	**59.2**	**0.7**	**3,332.6**
Costs	3,388.7	157.2	139.5	3.0	3,688.4
Accumulated Amortization	-	(108.3)	(81.2)	(2.4)	(191.9)
Accumulated Impairment Losses	-	-	-	-	-
NET BOOK VALUE AS OF DECEMBER 31, 2014	**3,388.7**	**48.9**	**58.3**	**0.6**	**3,496.5**

(a) Changes in net intangible assets

Changes in net intangible assets during the two previous financial years break down as follows:

In millions of Euro	Goodwill	Licenses/ Patents/ Trademarks	Software	Other	Total
Net Book Value as of January 1, 2013 restated	**3,273.0**	**54.8**	**50.3**	**0.9**	**3,379.0**
Additions – Acquisitions – Internal Developments	8.6	-	21.7	0.2	30.5
Additions – Business Combinations	-	-	-	-	-
Disposals – Write-off	-	-	(0.7)	-	(0.7)
Amortization Charge for the Year	-	(3.9)	(12.4)	(0.2)	(16.5)
Impairment Losses	-	-	-	-	-
Net Foreign Exchange Differences (1)	(55.5)	(4.3)	(0.4)	-	(60.3)
Other	-	-	0.7	(0.2)	0.6
Net Book Value as of December 31, 2013 restated	**3,226.1**	**46.6**	**59.2**	**0.7**	**3,332.6**
Additions – Acquisitions – Internal Developments	72.9	-	15.2	-	88.1
Additions – Business Combinations	-	1.0	-	-	1.0
Disposals – Write-off	-	-	-	-	-
Amortization Charge for the Year	-	(3.1)	(16.1)	(0.3)	(19.5)
Impairment Losses	-	-	-	-	-
Net Foreign Exchange Differences (1)	89.7	4.4	0.6	0.1	94.8
Other	-	-	(0.6)	0.1	(0.5)
NET BOOK VALUE AS OF DECEMBER 31, 2014	**3,388.7**	**48.9**	**58.3**	**0.6**	**3,496.5**

(1) Goodwill is mainly denominated in Euro.
(2) The variation of the intangible assets payables between December 31, 2013, and December 31, 2014, amounted €0.2 million. The cash flows associated with the acquisition of intangible assets equal to €(15.4) million.

(b) Goodwill

The goodwill recognized following an acquisition is measured at fair value as the excess of the purchase price over the share of identifiable assets and liabilities of the acquired entity. This goodwill is subject to an impairment test performed annually or upon occurrence of a meaningful event (see Note 1-C (d) – Business combinations).

The following table shows the detail of goodwill by business segment:

In millions of Euro	As of December 31, 2014	As of December 31, 2013 restated
Subsea	2,662.1	2,591.8
Onshore/Offshore	726.6	634.3
TOTAL GOODWILL	**3,388.7**	**3,226.1**

Impairment tests were performed on the goodwill, using the method described in Note 1-C (a) – Use of estimates.

By using the discounted cash flow method, the impairment tests performed by the Group were based on the most likely assumptions with respect to activity and result. Assumptions made in 2014 relied on the business plans covering years 2015 to 2017 for each Cash-Generating Units (Onshore/Offshore/Subsea).

As a general rule, these business plans are determined in accordance with the Group accounting methods to establish its consolidated historical statements. The backlog and backlog scheduling forecasts, the investments in production capabilities, fleet and other logistic capabilities, as well as the internal and external market studies are critical to the elaboration of Technip's business plans.

Beyond 2017, the growth rate taken into account was 3.0% (according to the rates of the World Bank distinguishing countries OECD and not OECD and that of the International Monetary Fund). Cash flows were discounted at a rate of 10.0% after tax. The tax rate used in the model was 30.0%. The assumptions of growth rate, discount rate and tax rate used in 2014 are unchanged compared to 2013.

As of December 31, 2014, impairment tests performed on the net book value of goodwill did not result in the accounting of an impairment loss. A 1.0% decrease in the 2017 operating margin ratio relative to the business plan estimates, the use of a 2.0% growth rate after 2017, or a plus or minus 1.0% variation in the discount rate would have no impact on the value of goodwill.

No impairment loss was recorded in 2013.

Note 11 – Investments in Equity Affiliates

Financial information (at 100%) of the Joint Ventures as of December 31, 2014, are as follows:

In millions of Euro	As of December 31, 2014	As of December 31, 2013 restated
Data at 100%		
Non-Current Assets	1,383.2	779.6
Current Assets	3,259.6	1,100.0
Total Assets	**4,642.8**	**1,879.6**
Total Equity	361.2	224.5
Non-Current Liabilities	817.1	406.4
Current Liabilities	3,464.5	1,248.7
Total Equity and Liabilities	**4,642.8**	**1,879.6**
Revenues	2,223.0	1,454.0
Net Income/(Loss)	77.1	140.4
Other Comprehensive Income	(43.0)	(13.5)
Comprehensive Income for the Year	22.4	126.9
Proportion of Equity method	**195.6**	**172.2**
Cash and Cash Equivalents	1,090.4	252.2
Depreciation and Amortization	19.4	15.6

Changes in investments in equity affiliates break down as follows:

In millions of Euro	2014	2013 restated
Carrying Amount of Investments as of January 1	172.2	160.7
Additions – Business Combinations	41.2	5.1
Disposals	0.6	-
Share of Income/(Loss) of Equity Affiliates	40.3	35.2
Distributed Dividends	(8.4)	(4.3)
Other Comprehensive Income	(43.5)	(13.4)
Net Foreign Exchange Differences	(6.8)	(11.1)
CARRYING AMOUNT OF INVESTMENTS AS OF DECEMBER 31	**195.6**	**172.2**

Note 12 – Other Financial Assets

As per Note 1-C (l) – Other financial assets, other financial assets are recorded at their fair value or at their historical cost if they cannot be measured reliably. In the latter case, depreciation is recorded if its recoverable amount is lower than its historical cost.

As of December 31, 2014, impairment tests performed on the net book value of other financial assets (non-current) did not result in any recognition of impairment loss on investments and related receivables.

The breakdown by nature of other financial assets, net is presented below:

	As of December 31, 2014		As of December 31, 2013 restated	
In millions of Euro	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Non-Consolidated Investments	7.9	7.9	7.5	7.5
Valuation Allowance	(1.1)	(1.1)	(0.9)	(0.9)
Net Value of Non-Consolidated Investments	**6.8**	**6.8**	**6.6**	**6.6**
Loans	44.4	44.4	19.3	19.3
Net Value of Loans	**44.4**	**44.4**	**19.3**	**19.3**
Liquidity Contract	0.4	0.4	0.8	0.8
Net Value of Liquidity Contract	**0.4**	**0.4**	**0.8**	**0.8**
Security Deposits and Other	152.9	152.9	50.4	50.4
Valuation Allowance	(1.9)	(1.9)	(1.9)	(1.9)
Net Value of Security Deposits and Other	**151.0**	**151.0**	**48.5**	**48.5**
TOTAL OTHER FINANCIAL ASSETS, NET	**202.6**	**202.6**	**75.2**	**75.2**

Note 13 – Available-for-Sale Financial Assets

In 2010, the Group acquired an 8% stake in Malaysia Marine and Heavy Engineering Holdings Berhad (MHB) for €114.5 million (i.e. 128,000,000 shares). Technip's stake in MHB increased by 0.35% in 2011 for €7.1 million (i.e. 5,555,000 supplementary shares), then additionally 0.15% in 2012 for €3.2 million (i.e. 2,445,000 supplementary shares), totaling 136 million shares. This company is listed in Malaysia (Bursa Malaysia Securities Berhad).

As of December 31, 2014, the MHB available-for-sale financial assets amounted to €57.0 million.

In the financial year ended 2014, a depreciation was booked in the statement of income for €68.0 million.

	As of December 31, 2014		As of December 31, 2013 restated	
In millions of Euro	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Share - Unlisted	-	-	-	-
Share - Listed	57.0	57.0	105.3	105.3
TOTAL AVAILABLE-FOR-SALE FINANCIAL ASSETS	**57.0**	**57.0**	**105.3**	**105.3**

Note 14 – Inventories

The breakdown of inventories is as follows:

In millions of Euro	As of December 31, 2014	As of December 31, 2013 restated
Raw Materials	284.1	218.1
Work in Progress	32.5	37.5
Finished Goods and Merchandise	61.3	40.7
Valuation Allowance	(22.2)	(21.5)
TOTAL NET INVENTORIES	**355.7**	**274.8**

As of December 31, 2014, inventories meant to be used in the next 12 months amounted to €355.7 million.

Note 15 – Construction Contracts

Long-term contracts are recorded in accordance with IAS 11 “Construction contracts” when they include construction and delivery of a complex physical asset and in accordance with IAS 18 “Revenues” in other cases (see Note 1-C (b) – Long-term contracts).

The breakdown of construction contracts is as follows:

In millions of Euro	As of December 31, 2014	As of December 31, 2013 restated
Construction Contracts – Amounts in Assets	755.1	383.2
Construction Contracts – Amounts in Liabilities	(1,256.1)	(1,499.1)
TOTAL NET CONSTRUCTION CONTRACTS	**(501.0)**	**(1,115.9)**
Costs and Margins Recognized at the Percentage of Completion	12,289.1	9,177.3
Payments Received from Clients	(12,657.6)	(10,121.2)
Accruals for Losses at Completion	(132.5)	(172.0)
TOTAL NET CONSTRUCTION CONTRACTS	**(501.0)**	**(1,115.9)**

Note 16 – Trade Receivables

Given the nature of Group operations, the Group’s clients are mainly major oil and gas, petrochemical or oil-related companies.

This line item represents receivables from completed contracts, invoices to be issued on long-term contracts other than construction contracts and miscellaneous invoices (e.g. trading, procurement services).

In millions of Euro	As of December 31, 2014	As of December 31, 2013 restated
Trade Receivables	1,149.6	1,308.5
Contracts – To Be Invoiced	569.2	457.3
Doubtful Accounts	36.5	36.7
Provisions for Doubtful Accounts	(35.4)	(36.1)
TOTAL NET TRADE RECEIVABLES	**1,719.9**	**1,766.4**

Trade receivables are non-interest bearing. Their maturities are linked to the operating cycle of contracts. As of December 31, 2014, the portion of trade receivables that had a maturity of less than 12 months amounted to €1,717.8 million.

Each customer's financial situation is periodically reviewed. Provisions for doubtful receivables, which have to-date been considered sufficient at the Group level, are recorded for all potential uncollectible receivables, and are as follows:

In millions of Euro	**2014**	**2013 restated**
Provisions for Doubtful Accounts as of January 1	**(36.1)**	**(35.3)**
Increase	(1.8)	(8.2)
Used Provision Reversals	1.1	4.7
Unused Provision Reversals	1.4	2.7
PROVISIONS FOR DOUBTFUL ACCOUNTS AS OF DECEMBER 31	**(35.4)**	**(36.1)**

Note 17 – Other Current Receivables

Other current receivables break down as follows:

In millions of Euro	**As of December 31, 2014**	**As of December 31, 2013 restated**
Value Added Tax Receivables	152.0	127.9
Other Tax Receivables	135.5	111.3
Receivables from Employees	7.5	6.9
Prepaid Expenses (1)	122.1	104.4
Insurance Indemnities to be Received	0.1	5.7
Other (2)	164.4	106.8
TOTAL NET OTHER CURRENT RECEIVABLES	**581.6**	**463.0**

(1) Prepaid expenses mainly correspond to insurance costs, as well as building and construction rental expenses.
(2) The line "Other" essentially includes partners' current accounts.

As of December 31, 2014, the portion of other current receivables with a maturity of less than 12 months amounted to €561.8 million. Other current receivables are non-interest bearing.

Note 18 – Cash and Cash Equivalents

Cash and cash equivalents break down as follows:

In millions of Euro	**As of December 31, 2014**	**As of December 31, 2013 restated**
Cash at Bank and in Hand	1,822.1	1,534.1
Cash Equivalents	863.5	1,455.0
TOTAL CASH AND CASH EQUIVALENTS	**2,685.6**	**2,989.1**
US Dollar	1,123.9	1,313.9
Euro	658.4	720.4
Pound Sterling	209.2	196.1
Brazilian Real	126.4	144.6
Malaysian Ringgit	95.6	61.8
Norwegian Krone	90.7	134.9
Australian Dollar	76.3	87.7
Japanese Yen	33.9	45.1
Other	271.2	284.6
TOTAL CASH AND CASH EQUIVALENTS BY CURRENCY	**2,685.6**	**2,989.1**
Certificates of Deposits	100.0	162.2
Fixed Term Deposits	645.6	1,234.2
Other	117.9	58.6
TOTAL CASH EQUIVALENTS BY NATURE	**863.5**	**1,455.0**

In accordance with Note 1-C (q) – Cash and cash equivalents, cash and cash equivalents consist of cash in bank and in hand, as well as marketable securities fulfilling the following criteria:

- a maturity usually less than three months;
- highly liquid;
- a fixed exchange value; and
- an insignificant risk of loss of value.

A substantial portion of cash and marketable securities are recorded or invested in either Euro or US dollar which are frequently used by the Group within the framework of its commercial relationships. Cash and marketable securities in other currencies correspond either to deposits retained by subsidiaries located in countries where such currencies are the national currencies in order to ensure their own liquidity, or to amounts received from customers prior to the payment of expenses in these same currencies or the payment of dividends. Short-term deposits are classified as cash equivalents along with the other marketable securities.

Note 19 – Assets and Liabilities Held for Sale

As of December 31, 2014, a set of ageing equipment was accounted for as assets held for sale for a total amount of €3.2 million.

As of December 31, 2013, two ageing vessels were accounted for as an asset held for sale for a total amount of €4.0 million.

Note 20 – Shareholder's Equity

(a) Changes in the parent Company's share capital

As of December 31, 2014, Technip's share capital consisted of 113,945,317 outstanding shares with a par value of €0.7625 each. Changes since January 1, 2013, break down as follows:

	Number of Shares	Share Capital (In millions of Euro)
Share Capital as of January 1, 2013 restated	**113,040,513**	**86.2**
Capital Increase due to Share Subscription Options Exercised	639,743	0.5
Share Capital as of December 31, 2013 restated	**113,680,256**	**86.7**
Capital Increase due to Share Subscription Options Exercised	265,061	0.2
SHARE CAPITAL AS OF DECEMBER 31, 2014	**113,945,317**	**86.9**

(b) Technip's shareholders as of December 31

As of December 31, 2014, to the Company's knowledge and based on notices and documents received by the Company, Technip's principal shareholders in percentage of share capital are as follows:

	As of December 31, 2014	As of December 31, 2013 restated
Franklin Resources Inc.	7.20%	0.00%
Causeway Capital Management	6.50%	3.70%
Banque Publique d'Investissement	5.20%	5.20%
Blackrock Inc.	4.90%	4.85%
The Capital Group Companies Inc.	4.40%	7.40%
Oppenheimer Funds Inc.	4.20%	4.00%
IFP Énergies nouvelles	2.50%	2.50%
Amundi Asset Management	2.35%	3.20%
Aviva Plc	2.05%	0.00%
Norges Bank Investment Management	2.00%	2.05%
MFS Investment Management	1.50%	0.90%
Natixis	0.90%	0.90%
BNP Paribas Asset Management	0.30%	2.85%
Group Employees	1.80%	1.85%
Treasury Shares	1.20%	1.55%
Other	53.00%	59.05%
TOTAL	**100.00%**	**100.00%**

(c) Treasury shares

Changes in treasury shares are as follows:

	Number of Shares	Treasury Shares (In millions of Euro)
Treasury Shares as of January 1, 2013 restated	**2,370,981**	**(148.8)**
Shares Acquired pursuant to Liquidity Contract	786,843	(63.8)
Shares Sold pursuant to Liquidity Contract	(649,343)	54.0
Shares Purchased for Employees	486,590	(40.0)
Shares Granted to Employees	(1,220,320)	65.0
Treasury Shares as of December 31, 2013 restated	**1,774,751**	**(133.6)**
Shares Acquired pursuant to Liquidity Contract	823,060	(57.9)
Shares Sold pursuant to Liquidity Contract	(793,560)	59.1
Shares Purchased for Employees	610,569	(41.8)
Shares Granted to Employees	(1,050,825)	77.3
TREASURY SHARES AS OF DECEMBER 31, 2014	**1,363,995**	**(96.9)**

Treasury shares are held in order to serve performance share plans that were granted to employees in 2010, 2011, 2012, 2013 and 2014.

(d) Fair value reserves

Fair value reserves are as follows:

In millions of Euro	Cash Flow Hedges (IAS 32/39) (1)	Fair Value on Available-For-Sale Financial Assets (IAS 39) (2)	Gains / (Losses) on Defined Benefit Pension Plans (IAS 19R) (3)	Other	Total
Fair Value Reserves as of January 1, 2013 restated	**4.5**	**28.3**	**(9.0)**	**0.1**	**23.9**
Gross Effect	56.9	(52.1)	(15.9)	-	(11.1)
Tax Effect	(17.2)	4.8	4.3	-	(8.1)
Fair Value Reserves as of December 31, 2013 restated	**44.2**	**(19.0)**	**(20.6)**	**0.1**	**4.7**
Gross Effect	(348.1)	19.7	(25.7)	-	(354.1)
Tax Effect	106.0	(0.7)	5.2	-	110.5
Other	0.1	-	-	(0.1)	-
FAIR VALUE RESERVES AS OF DECEMBER 31, 2014	**(197.8)**	**-**	**(41.1)**	**-**	**(238.9)**

(1) Recorded under this heading is the efficient portion of the change in fair value of the financial instruments qualified as cash flow hedging (see Note 1-C (c) – Foreign currency transactions and financial instruments).

(2) Amounts correspond to the revaluation of MHB and GIFI shares based on the share price as of December 31 (see Note 13 – Available-for-sale financial assets). MHB shares were depreciated in 2014 with the reversal of associated fair value reserves. GIFI shares were sold in 2013.

(3) Recorded under this heading the total amount of actuarial gains and losses on Defined Benefit Plans according to the amended IAS 19 applicable since January 1, 2013.

(e) Distributable retained earnings

As of December 31, 2014, distributable retained earnings of the parent company amounted to €2,879.2 million, including €2,042.0 million of share capital premiums.

(f) Statutory legal reserve

Under French Law, companies must allocate 5% of their statutory net profit to their legal reserve fund each year before dividends may be paid in respect of that year. Funds are allocated until the amount in the legal reserve is equal to 10% of the aggregate nominal value of the issued and outstanding share capital. The legal reserve may only be distributed to shareholders upon liquidation of the Company. As of December 31, 2014, the statutory legal reserve amounted to €9.8 million.

(g) Dividends

In 2014, the dividend paid for the financial year ended December 31, 2013, amounted to €206.5 million (i.e., €1.85 per share).

The recommended dividend in respect of 2014 is €2.0 per share and will be submitted for approval at the Shareholders' General Meeting to be held on April 23, 2015. Given that no decision was taken as of December 31, 2014, no impact was recorded in the 2014 financials.

In 2013, the dividend paid for the financial year ended December 31, 2012, amounted to €186.0 million (i.e., €1.68 per share).

(h) Share subscription option plans and share purchase option plans

Technip plans

The Board of Directors has granted certain employees, senior executives and Directors or Officers (*mandataires sociaux*) of the Group and its affiliates, share subscription option plans or share purchase option plans at an agreed unit price. The main features and changes in plans that are in place for 2014 and 2013 are as follows:

Number of Options	Plan 2005			Plan 2008	Plan 2009	Plan 2010			Plan 2011			Plan 2012		Plan 2013		Total
	Part 3 (1)	Parts 1 et 2 Re-granted (1)	Parts 1, 2 et 3 Re-granted (1)	Part 1 (2)	Part 1 (1)	Part 1 (1)	Part 2 (1)	Part 3 (1)	Part 1 (1)	Part 2 (1)	Part 3 (1)	Part 1 (1)	Part 2 (1)	Part 1 (1)	Part 1 Re-granted (1)	
Approval Date by Shareholders' General Meeting	Apr 29, 2005	Apr 29, 2005	Apr 29, 2005	May 06, 2008	Apr 30, 2009	Apr 29, 2010	Apr 29, 2010	Apr 29, 2010	Apr 28, 2011	Apr 28, 2011	Apr 28, 2011	Apr 26, 2012	Apr 26, 2012	Apr 25, 2013	Apr 25, 2013	
Grant Date by the Board of Directors	Mar 12, 2007	Dec 12, 2007	Jun 12, 2008	Jul 01, 2008	Jun 15, 2009	Jun 23, 2010	Dec 15, 2010	Mar 04, 2011	Jun 17, 2011	Dec 14, 2011	Mar 02, 2012	Jun 15, 2012	Dec 12, 2012	Jun 14, 2013	Jan 10, 2014	
Options Granted (Subscription)	987,192	-	-	-	-	-	-	-	-	-	-	-	-	-	-	987,192
Options Re-Granted (Subscription)	15,345	85,000	-	-	-	-	-	-	-	-	-	-	-	-	-	100,345
Options Cancelled (Subscription)	(15,345)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(15,345)
Options outstanding as of December 31, 2007	**987,192**	**85,000**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**1,072,192**
Options Granted (Purchase)	-	-	-	953,100	-	-	-	-	-	-	-	-	-	-	-	953,100
Options Granted (Subscription)	3,666	329	-	-	-	-	-	-	-	-	-	-	-	-	-	3,995
Options Re-Granted (Subscription)	-	-	106,858	-	-	-	-	-	-	-	-	-	-	-	-	106,858
Options exercised (Subscription)	(2,054)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(2,054)
Options Cancelled (Purchase/Subscription)	(58,404)	(5,019)	-	(11,040)	-	-	-	-	-	-	-	-	-	-	-	(74,463)
Options outstanding as of December 31, 2008	**930,400**	**80,310**	**106,858**	**942,060**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**2,059,628**
Options Granted (Subscription)	-	-	-	-	1,093,175	-	-	-	-	-	-	-	-	-	-	1,093,175
Options Cancelled (Purchase/Subscription)	(2,054)	-	(3,000)	(5,000)	(2,100)	-	-	-	-	-	-	-	-	-	-	(12,154)
Options outstanding as of December 31, 2009	**928,346**	**80,310**	**103,858**	**937,060**	**1,091,075**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**3,140,649**
Options Granted (Subscription)	-	-	-	-	-	1,102,300	19,400	-	-	-	-	-	-	-	-	1,121,700
Options exercised (Subscription)	(1,540)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,540)
Options Cancelled (Purchase/Subscription)	(10,783)	(2,008)	-	(32,000)	(24,300)	(11,000)	-	-	-	-	-	-	-	-	-	(80,091)
Options outstanding as of December 31, 2010	**916,023**	**78,302**	**103,858**	**905,060**	**1,066,775**	**1,091,300**	**19,400**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**4,180,718**
Options Granted (Subscription)	-	-	-	-	-	-	-	81,300	339,400	53,900	-	-	-	-	-	474,600
Options exercised (Subscription)	(323,970)	(16,058)	-	(150)	(525)	(300)	-	-	-	-	-	-	-	-	-	(341,003)
Options Cancelled (Purchase/Subscription)	(13,350)	-	(6,000)	(5,450)	(20,050)	(12,600)	-	(1,800)	-	-	-	-	-	-	-	(59,250)
Options outstanding as of December 31, 2011	**578,703**	**62,244**	**97,858**	**899,460**	**1,046,200**	**1,078,400**	**19,400**	**79,500**	**339,400**	**53,900**	**-**	**-**	**-**	**-**	**-**	**4,255,065**
Options Granted (Subscription)	-	-	-	-	-	-	-	-	-	-	49,007	284,700	35,350	-	-	369,057

Options exercised (Subscription)	(376,198)	(55,216)	(64,858)	(362,555)	-	-	-	-	-	-	-	-	-	-	-	(858,827)
Options Cancelled (Purchase/Subscription)	-	-	-	(12,900)	(17,000)	(22,500)	(2,000)	(2,600)	(1,000)	(4,900)	(300)	(600)	-	-	-	(63,800)
Options outstanding as of December 31, 2012	**202,505**	**7,028**	**33,000**	**524,005**	**1,029,200**	**1,055,900**	**17,400**	**76,900**	**338,400**	**49,000**	**48,707**	**284,100**	**35,350**	**-**	**-**	**3,701,495**
Options Granted (Subscription)	-	-	-	-	-	-	-	-	-	-	-	-	-	323,200	-	323,200
Options exercised (Subscription)	(198,651)	(7,028)	(17,000)	(193,130)	(416,064)	(1,000)	-	-	-	-	-	-	-	-	-	(832,873)
Options Cancelled (Purchase/Subscription)	(3,854)	-	-	(600)	(13,700)	(34,000)	-	(4,100)	(7,000)	(4,400)	(600)	(5,400)	(400)	(1,000)	-	(75,054)
Options outstanding as of December 31, 2013	**-**	**-**	**16,000**	**330,275**	**599,436**	**1,020,900**	**17,400**	**72,800**	**331,400**	**44,600**	**48,107**	**278,700**	**34,950**	**322,200**	**-**	**3,116,768**
Options Granted (Subscription)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	16,520	16,520
Options exercised (Subscription)	-	-	(16,000)	(334,695)	(121,744)	(127,167)	-	-	-	-	-	-	-	-	-	(599,606)
Options Cancelled (Purchase/Subscription)	-	-	-	4,420	(300)	(11,600)	-	(2,100)	(700)	(1,000)	(600)	(600)	-	(700)	-	(13,180)
OPTIONS OUTSTANDING AS OF DECEMBER 31, 2014	**-**	**-**	**-**	**-**	**477,392**	**882,133**	**17,400**	**70,700**	**330,700**	**43,600**	**47,507**	**278,100**	**34,950**	**321,500**	**16,520**	**2,520,502**
Maturity Date	Mar 12, 2013	Dec 12, 2013	Jun 12, 2014	Jul 01, 2014	Jun 15, 2015	Jun 23, 2016	Dec 15, 2016	Mar 04, 2017	Jun 17, 2018	Dec 14, 2018	Mar 02, 2019	Jun 15, 2019	Dec 12, 2019	Jun 14, 2021	Jan 10, 2022	

(1) Share Subscription option plans exercisable four years from the date of grant and provided certain targets are met.

(2) Share Purchase option plans exercisable four years from the date of grant and provided certain targets are met.

The main features described in the table above take into consideration the following adjustments to the rights of option beneficiaries:

- The Board of Directors resolved to adjust the rights of option beneficiaries as of May 14, 2007, in order to take into account the extraordinary dividend deducted from retained earnings and approved by the Combined Shareholders' Meeting held on April 27, 2007. Consequently exercise prices and option numbers were recalculated for all plans;
- The Board of Directors resolved to adjust the rights of option beneficiaries as of May 14, 2008, in order to take into account the extraordinary dividend deducted from retained earnings and approved by the Combined Shareholders' Meeting held on May 6, 2008. Consequently exercise prices and option numbers were recalculated for all plans.

These options were granted subject to certain targets. This means that the final number of options granted to employees is contingent upon Technip achieving satisfactory performance for its shareholders.

For the 2012, 2013 and 2013 re-granting plans, the performance will be respectively measured over the 2012-2014, 2013-2015 and 2014-2016 periods on the basis of several criteria: Group results in terms of Total Shareholder Return, operating income from recurring activities and return on capital employed.

IFRS 2 accounting charge

IFRS 2 applies to all share subscription and share purchase option plans granted after November 7, 2002, and whose rights were not vested as of January 1, 2005. Consequently, the Group recorded a charge of €6.7 million in 2014 compared to €9.9 million in 2013.

To evaluate these plans, and considering the lack of relevant historical information, the Group used the six general assumptions common to all options pricing models (exercise price, term, share price at grant date, expected volatility of share price, estimated dividends and risk-free interest rate for the option life). Regarding the assessment of volatility, historical measures performed on the share price show great discrepancies depending upon the periods and the maturity chosen. In order to achieve a reliable measure of the future volatility, Technip decided to use an approach that consists in comparing measures of historical volatility over periods of one year, two years, three years and five years on the one hand and the share's implied volatility on the other.

The following table illustrates the assumptions used to calculate the charge. The Group uses the Cox Ross Rubinstein binomial model.

	Plan 2005			Plan 2008	Plan 2009	Plan 2010			Plan 2011			Plan 2012		Plan 2013	
	Part 3	Parts 1 and 2 Re-granted	Parts 1, 2 and 3 Re-granted	Part 1	Part 1	Part 1	Part 2	Part 3	Part 1	Part 2	Part 3	Part 1	Part 2	Part 1	Part 1 Re-granted
Share Price at Grant Date (in Euro)	50.19	54.21	55.81	58.50	36.41	52.00	67.18	71.64	71.39	65.50	83.83	78.80	87.05	85.12	68.71
Exercise Price (in Euro)	49.17	55.67	59.96	58.15	34.70	51.45	63.23	72.19	72.69	66.94	78.39	74.54	87.13	85.73	68.47
Dividend Yield	2.0%	2.0%	2.0%	2.0%	3.5%	3.0%	3.0%	3.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%
Turnover Rate	5.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2,0% / 2,5%	2,0% / 2,5%
Volatility	30.3%	32.0%	34.4%	34.4%	32.9%	39.1%	39.1%	39.1%	32.0%	32.0%	32.0%	34.2%	33.5%	33.8%	33.8%
Annual Risk Free Interest Rate															
6 months	4.0%	4.9%	5.1%	5.2%	1.5%	0.4%	0.4%	0.4%	1.3%	1.3%	1.3%	0.3%	0.1%	0.1%	0.1%
1 year	4.1%	4.9%	5.4%	5.4%	1.7%	0.5%	0.5%	0.5%	1.5%	1.5%	1.5%	0.3%	0.1%	0.1%	0.1%
3 years	3.9%	4.1%	4.7%	4.7%	2.2%	1.2%	1.2%	1.2%	2.0%	2.0%	2.0%	0.8%	0.2%	0.5%	0.5%
5 years	4.0%	4.2%	4.8%	4.8%	2.9%	1.9%	1.9%	1.9%	2.6%	2.6%	2.6%	1.6%	0.8%	1.0%	1.0%
10 years	4.0%	4.4%	4.8%	4.8%	3.9%	3.1%	3.1%	3.1%	3.5%	3.5%	3.5%	2.8%	2.1%	2.2%	2.2%
Option Fair Value Set at Grant Date (in Euro)	12.75	13.74	14.90	17.30	8.45	13.61	13.61	13.61	14,35/ 15,05	14.35	14.35	17,58/ 18,40	21.02	18,59/ 18,87	13.99
Maturity Date	Mar 12, 2013	Dec 12, 2013	Jun 12, 2014	Jul 01, 2014	Jun 15, 2015	Jun 23, 2016	Dec 15, 2016	Mar 04, 2017	Jun 17, 2018	Dec 14, 2018	Mar 02, 2019	Jun 15, 2019	Dec 12, 2019	Jun 14, 2021	Jan 10, 2022

Average share price amounted to €68.18 in 2014 and €82.05 in 2013.

(i) Performance share plans

Since 2007, the Board of Directors has granted certain employees, senior executives and Directors or Officers (*mandataires sociaux*) of the Group and its affiliates, free shares subject to Technip achieving satisfactory performances, namely “performance shares”. Following are the main features and changes in the plans that were in place for 2014 and 2013:

	Plan 2008	Plan 2009			Plan 2010			Plan 2011			Plan 2012		Plan 2013		Plan 2014	Total
	Part 3	Part 1	Part 2	Part 3	Part 1	Part 2	Part 3	Part 1	Part 2	Part 3	Part 1	Part 2	Part 1	Part 2	Part 1	
Approval date by Shareholders' General Meeting	May 06, 2008	Apr 30, 2009	Apr 30, 2009	Apr 30, 2009	Apr 29, 2010	Apr 29, 2010	Apr 29, 2010	Apr 28, 2011	Apr 28, 2011	Apr 28, 2011	Apr 26, 2012	Apr 26, 2012	Apr 25, 2013	Apr 25, 2013	Apr 24, 2014	
Grant Date by the Board of Directors	Feb 18, 2009	Jun 15, 2009	Oct 25, 2009	Feb 16, 2010	Jun 23, 2010	Dec 15, 2010	Mar 04, 2011	Jun 17, 2011	Dec 14, 2011	Mar 02, 2012	Jun 15, 2012	Dec 12, 2012	Jun 14, 2013	Jan 10, 2014	Dec 10, 2014	
Shares Granted	191,542	981,175	12,000	-	-	-	-	-	-	-	-	-	-	-	-	1,184,717
Shares Cancelled	(1,100)	(2,100)	-	-	-	-	-	-	-	-	-	-	-	-	-	(3,200)
Outstanding Shares as of December 31, 2009	**190,442**	**979,075**	**12,000**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**1,181,517**
Shares Granted	-	-	-	100,000	883,900	13,800	-	-	-	-	-	-	-	-	-	997,700
Share Exercised	(16)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(16)
Shares Cancelled	(5,034)	(23,200)	-	(1,900)	(11,300)	-	-	-	-	-	-	-	-	-	-	(41,434)
Outstanding Shares as of December 31, 2010	**185,392**	**955,875**	**12,000**	**98,100**	**872,600**	**13,800**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**2,137,767**
Shares Granted	-	400	-	-	-	-	86,300	361,000	37,050	-	-	-	-	-	-	484,750
Share Exercised	-	(500)	-	(100)	(300)	-	-	-	-	-	-	-	-	-	-	(900)
Shares Cancelled	(4,350)	(15,275)	-	(450)	(12,500)	-	(1,800)	(7,650)	-	-	-	-	-	-	-	(42,025)
Outstanding Shares as of December 31, 2011	**181,042**	**940,500**	**12,000**	**97,550**	**859,800**	**13,800**	**84,500**	**353,350**	**37,050**	**-**	**-**	**-**	**-**	**-**	**-**	**2,579,592**
Shares Granted	-	-	-	-	-	-	-	-	-	49,357	430,150	126,892	-	-	-	606,399
Share Exercised	(58,842)	(338,000)	(12,000)	(900)	(600)	-	-	(100)	-	-	-	-	-	-	-	(410,442)

Shares Cancelled	(3,550)	(17,600)	-	(2,100)	(24,900)	(1,500)	(2,600)	(4,800)	(3,300)	(1,550)	(3,350)	-	-	-	-	(65,250)
Outstanding Shares as of December 31, 2012	**118,650**	**584,900**	**-**	**94,550**	**834,300**	**12,300**	**81,900**	**348,450**	**33,750**	**47,807**	**426,800**	**126,892**	**-**	**-**	**-**	**2,710,299**
Shares Granted	-	-	-	-	-	-	-	-	-	-	-	-	492,500	-	-	492,500
Share Exercised	(117,750)	(575,300)	-	(35,050)	(290,700)	(1,500)	-	-	-	-	-	-	-	-	-	(1,020,300)
Shares Cancelled	(900)	(9,600)	-	(6,400)	(32,000)	-	(6,400)	(10,400)	(3,700)	(1,650)	(13,700)	(4,700)	(3,350)	-	-	(92,800)
Outstanding Shares as of December 31, 2013	**-**	**-**	**-**	**53,100**	**511,600**	**10,800**	**75,500**	**338,050**	**30,050**	**46,157**	**413,100**	**122,192**	**489,150**	**-**	**-**	**2,089,699**
Shares Granted	-	-	-	-	-	-	-	-	-	-	-	-	-	73,700	50,400	124,100
Share Exercised	-	-	-	(51,300)	(505,800)	(10,800)	(22,600)	(124,200)	(6,400)	-	-	(550)	(150)	-	-	(721,800)
Shares Cancelled	-	-	-	(1,800)	(5,800)	-	(1,400)	(5,300)	(900)	(550)	(6,850)	(3,503)	(7,800)	(2,250)	-	(36,153)
OUSTANDING SHARES AS OF DECEMBER 31, 2014	**-**	**-**	**-**	**-**	**-**	**-**	**51,500**	**208,550**	**22,750**	**45,607**	**406,250**	**118,139**	**481,200**	**71,450**	**50,400**	**1,455,846**

From country to country, the vesting period of these plans is either three years from the date of grant (in which case the holding period is two years), or four years from the date of grant (in which case there is no holding period).

Performance shares were granted contingent upon the same performance conditions described in Note 20 (h) – Share subscription and share purchase option plans except for the 2011, 2012, 2013 and 2014 plans. For these latter plans, the performance is respectively measured over the 2011-2013, 2012-2014, 2013-2015 and 2014-2016 periods on the basis of several criteria: Group results in matter of Health/Safety/Environment, operating income from recurring activities and treasury generated from operating activities.

IFRS 2 accounting charge

IFRS 2 applies to the valuation of performance share grants. Consequently, the Group recorded a charge of €33.3 million in 2014 compared to €36.1 million in 2013.

Performance shares granted to employees will be served using treasury shares.

The fair value of performance share plans is determined according to the share price at grant date less discounted future dividends. The following table shows assumptions underlying the fair value computation of the plans:

	Plan 2008	Plan 2009			Plan 2010			Plan 2011			Plan 2012		Plan 2013		Plan 2014
	Part 3	Part 1	Part 2	Part 3	Part 1	Part 2	Part 3	Part 1	Part 2	Part 3	Part 1	Part 2	Part 1	Part 2	Part 1
Share Price at the Grant Date (in Euro)	23.76	36.41	36.41	36.41	52.00	67.18	71.64	71.39	65.50	83.83	78.80	87.05	85.12	68.71	47.00
Dividend Yield	3.0%	3.5%	3.5%	3.5%	3.0%	3.0%	3.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%
Turnover Rate (1)	2,0 %/ 6,0 %	2,0 %/ 6,0 %	2,0 %/ 6,0 %	2,0 %/ 6,0 %	2,0 %/ 6,0 %	2,0 %/ 6,0 %	2,0 %/ 6,0 %	2,0 %/ 6,0 %	2,0 %/ 6,0 %	2,0 %/ 6,0 %	2,0 %/ 6,0 %	2,0 %/ 6,0 %	2,0 %/ 6,0 %	2,0 %/ 6,0 %	2,0 %/ 6,0 %
Fair Value of Performance Shares Set at Grant Date (in Euro) (1)	21,72/ 21,07	32,78/ 31,65	32,78/ 31,65	32,78/ 31,65	47,52/ 46,12	47,52/ 46,12	47,52/ 46,12	67,23/ 65,90	67,23/ 65,90	67,23/ 65,90	74,21/ 72,74	81,98/ 80,36	70,33 / 78,58	53.37	36.50
Maturity Date	Feb 18, 2013/14	June 15, 2013/14	Oct 25, 2014	Feb 16, 2014/15	June 23, 2014/15	Dec 15, 2014/15	Mar 4, 2015/16	June 17, 2015/16	Dec 14, 2015/16	Mar 2, 2016/17	June 15, 2016/17	Dec 12, 2016/17	June 14, 2017/18	Jan 10, 2018/19	Dec 10, 2018

(1) The turnover rate and fair value of performance shares differ from country to country.

Average share price amounted to €68.18 in 2014 and €82.05 in 2013.

(j) Capital management

Shareholders' equity breaks down into portions attributable to non-controlling interests and to equity holders of the parent company. Equity attributable to equity holders of the parent is equal to the share capital of Technip, the Group's parent company, cumulated results and other reserves, less treasury shares.

Treasury shares are primarily held for the following purposes:

- To serve share option plans or other share plans that were granted to employees, directors or officers of the Company.

  During the financial year ended December 31, 2014, Technip continued its purchases of own shares under the program approved by the Shareholders' General Meeting held on April 25, 2013 and on April 24, 2014, for a period of 18 months and relating to a maximum number of shares not exceeding respectively 10% and 8% of the shares comprising the share capital, at a maximum share price of €115 and €95. In all, 610,569 shares were bought during the period at an average price of €68.4, for a total of €41.8 million.

- To promote share trading and, in particular, to ensure the liquidity of shares pursuant to a liquidity contract, by an investment service provider. Pursuant to a contract dated February 12, 2010, and for a duration of one year as from this date, tacitly renewable, the Company engaged *Kepler Cheuvreux* to execute a liquidity contract in compliance with the AMAFI Code of Conduct.

During the financial year ended December 31, 2014, 823,060 shares were purchased and 793,560 shares were sold pursuant to the terms and conditions of this liquidity contract.

(k) Non-controlling interests

Non-controlling interests amounting to €11.8 million as of December 31, 2014 did not represent a material component of the Group consolidated financial statements in the years ended December 31, 2014, and 2013.

Note 21 – Financial Debts (Current and Non-Current)

(a) Financial debts, breakdown by nature

Financial Debts break down as follows:

In millions of Euro	As of December 31, 2014	As of December 31, 2013 restated
Convertible Bonds	1,002.8	973.4
Private Placements	868.1	867.1
Bank Borrowings	485.7	373.8
Total Non-Current Financial Debts	**2,356.6**	**2,214.3**
Commercial Papers	156.0	134.0
Bank Borrowings	80.3	5.6
Accrued Interests Payables	20.1	19.9
Total Current Financial Debts	**256.4**	**159.5**
TOTAL FINANCIAL DEBTS	**2,613.0**	**2,373.8**

Convertible bonds include two bonds with an option for conversion and/or exchangeable for new or existing shares (OCEANE) issued on December 2011 and November 2010, along with the convertible debenture of Global Industries issued on July 2007:

- On December 15, 2011, Technip issued an OCEANE bond for a total amount of €497.6 million. In accordance with IAS 32, the OCEANE is recognized in two distinct components: a debt component is recognized at the amortized cost for an initial amount of €420.4 million and a conversion option component is recognized in equity for €73.1 million. As of December 31, 2014, the debt component amounted to €465.3 million (see b).

- On November 17, 2010, Technip issued an OCEANE bond for a total amount of €550 million. In accordance with IAS 32, the OCEANE is recognized in two distinct components: a debt component is recognized at the amortized cost for an initial amount of €480.9 million and a conversion option component is recognized in equity for €63.3 million. As of December 31, 2014, the debt component amounted to €535.6 million (see b).

- On July 27, 2007, Global Industries issued a convertible debenture for a total amount of USD325 million (recorded for €251.2 million as of December 31, 2011). This bond came along with an annual interest rate of 2.75% and a maturity date of August 1, 2027. On January 11, 2012, Global Industries reimbursed a principal amount of USD322.6 million (corresponding to 99.3% of outstanding bonds) and paid USD3.9 million in interests to the bondholders. As of December 31, 2014, the remaining amount is recorded for €1.9 million.

The following private placements are recorded in non-current financial debts:

- On July 27, 2010, Technip achieved a private placement for €200 million (recorded for €198.3 million as of December 31, 2014). The maturity is 10 years; the annual coupon rate is 5.0%.
- On June 14, 2012, Technip achieved a private placement for €150 million (recorded for €149.8 million as of December 31, 2014). The maturity is 10 years; the annual coupon rate is 3.4%.
- On June 14, 2012, Technip achieved a private placement for €100 million (recorded for €95.4 million as of December 31, 2014). The maturity is 20 years; the annual coupon rate is 4.0%.
- On June 15, 2012, Technip achieved a private placement for €75 million (recorded for €74.9 million as of December 31, 2014). The maturity is 15 years; the annual coupon rate is 4.0%.
- On October 7, 2013, Technip achieved a private placement for €100 million (recorded for €96.2 million as of December 31, 2014). The maturity is 20 years; the annual coupon rate is 3.75%.
- On October 16, 2013, Technip achieved a private placement for €130 million (recorded for €128.8 million as of December 31, 2014). The maturity is 10 years; the annual coupon rate is 3.15%.
- On October 18, 2013, Technip achieved a private placement for €125 million (recorded for €124.7 million as of December 31, 2014). The maturity is 10 years; the annual coupon rate is 3.15%.

Bank borrowings and credit facilities principally represent drawings on loans granted to one of the Brazilian subsidiaries for the purpose of pre-financing exports and re-financing investments.

(b) Convertible bonds

On December 15, 2011, Technip issued a bond with an option for conversion and/or exchangeable for new or existing shares (OCEANE) for €497.6 million, with a maturity date of January 1, 2017.

The OCEANE convertible bond, which was approved by the French Securities Regulator (AMF) on December 7, 2011, has the main following features:

- issued at a price of €96.09 (the number of bonds issued was 5,178,455);
- a coupon of 0.25% payable on January 31 of each year, which amounts to €0.24 per year and per bond. (The first coupon payment on January 31, 2012, amounted to €0.03 per bond);
- a redemption date was set on January 1, 2017, for bonds not converted into shares at such date;
- the option for bondholders to convert their bonds into shares at any time at the ratio of one share for one bond; and
- the option for the Group to call for early redemption of the bonds at any time on or after the third anniversary of the issue date for a price at par plus accrued interests if the quoted value of the share exceeds 130% of the par value of the bond.

As required by IAS 32, the OCEANE convertible bond is recognized in two distinct components:

- a debt component is recognized at amortized cost for an initial amount of €420.4 million, net from its share of issuing costs. The effective rate is 3.7%. As of December 31, 2014, the debt component amounted to €465.3 million; and
- a conversion option component is recognized in equity for an amount equal to the difference between the issuing price of the OCEANE convertible bond and the value of the debt component. The carrying amount is recognized net of its proportionate share of the debt issuance costs for an amount of €73.1 million and net of corresponding deferred taxes. This value is not revalued but will be adjusted to take into account the conversion of bonds.

On November 17, 2010, Technip issued a bond with an option for conversion and/or exchangeable for new or existing shares (OCEANE) for approximately €550.0 million, with a maturity date of January 1, 2016.

The OCEANE convertible bond, which was approved by the French Securities Regulator (AMF) on November 9, 2010, has the main following features:

- issued at a price of €83.10 (the number of bonds issued was 6,618,531);
- a coupon of 0.50% payable on January 31 of each year, which amounts to €0.42 per year and per bond. (The first coupon payment on January 31, 2011, amounted to €0.09 per bond);
- a redemption date was set on January 1, 2016, for bonds not converted into shares at such date;

- the option for bondholders to convert their bonds into shares at any time at the ratio of one share for one bond; and
- the option for the Group to call for early redemption of the bonds at any time on or after the third anniversary of the issue date for a price at par plus accrued interest if the quoted value of the share exceeds 130% of the par value of the bond.

As required by IAS 32, the OCEANE convertible bond is recognized in two distinct components:

- a debt component is recognized at amortized cost for an initial amount of €480.9 million, net from its share of issuing costs. The effective rate is 3.2%. As of December 31, 2014, the debt component amounted to €535.6 million; and
- a conversion option component is recognized in equity for an amount equal to the difference between the issuing price of the OCEANE convertible bond and the value of the debt component. The carrying amount is recognized net of its proportionate share of the debt issuance costs for an amount of €63.3 million and net of corresponding deferred taxes. This value is not revalued but will be adjusted to take into account the conversion of bonds.

(c) Comparison of carrying amount of fair value of current and non-current financial debts

Comparison of carrying amount and fair value of financial debts is as follows:

	As of December 31, 2014		As of December 31, 2013 restated	
In millions of Euro	**Carrying Amount**	**Fair Value**	**Carrying Amount**	**Fair Value**
Convertible Bonds	1,002.8	936.0	973.4	940.8
Private Placements	868.1	991.9	867.1	877.2
Bank Borrowings	485.7	485.7	373.8	373.8
Total Non-Current Financial Debts	**2,356.6**	**2,413.6**	**2,214.3**	**2,191.8**
Commercial Papers	156.0	156.0	134.0	134.0
Bank Borrowings	80.3	80.4	5.6	5.6
Accrued Interests Payables	20.1	20.1	19.9	19.9
Total Current Financial Debts	**256.4**	**256.5**	**159.5**	**159.5**
TOTAL FINANCIAL DEBTS	**2,613.0**	**2,670.1**	**2,373.8**	**2,351.3**

(d) Analysis by type of interest rate

Analysis by type of interest rate after yield management is as follows:

In millions of Euro	**As of December 31, 2014**	**As of December 31, 2013 restated**
Fixed Rate	2,419.7	2,318.5
Floating Rate	193.3	55.3
TOTAL FINANCIAL DEBTS	**2,613.0**	**2,373.8**

As of December 31, 2014, the debt was essentially issued at fixed rate. The fixed rate debt mainly comprised the two convertible bonds, private placements, drawings on subsidized export finance loans granted to one of the Brazilian subsidiaries for the purpose of pre-financing exports and refinancing investments, and finally the commercial paper issued by Technip.

Over the financial year 2014, the average rate of the fixed rate debt was 3.94% compared to 3.72% in 2013. Over the same period, the average rate of the Group's overall debt (fixed and floating rate) was 3.90% compared to 3.73% per year in 2013. The average rate of debt is calculated by dividing the amount of financial costs for the fiscal year (excluding bank fees not expressly related to the debt) and the average outstanding debt for the fiscal year.

(e) Analysis by currency

Analysis by currency is as follows:

In millions of Euro	As of December 31, 2014	As of December 31, 2013 restated
Euro	2,046.0	1,992.0
US Dollar	2.0	1.7
Brazilian Real	564.9	376.8
Other	0.1	3.3
TOTAL FINANCIAL DEBTS	**2,613.0**	**2,373.8**

(f) Schedule of financial debts

The schedule of financial debts is as follows:

In millions of Euro	2015	2016	2017	2018	2019	2020 and beyond	Total
Fixed Rate	243.8	718.9	562.9	5.4	4.1	884.6	2,419.7
Floating Rate	12.6	11.4	11.4	112.3	11.4	34.2	193.3
TOTAL FINANCIAL DEBTS AS OF DECEMBER 31, 2014	**256.4**	**730.3**	**574.3**	**117.7**	**15.5**	**918.8**	**2,613.0**

In millions of Euro	2014	2015	2016	2017	2018	2019 and beyond	Total
Fixed Rate	157.1	65.5	762.1	452.9	2.4	878.5	2,318.5
Floating Rate	2.4	6.6	6.7	6.6	6.6	26.4	55.3
TOTAL FINANCIAL DEBTS AS OF DECEMBER 31, 2013 RESTATED	**159.5**	**72.1**	**768.8**	**459.5**	**9.0**	**904.9**	**2,373.8**

(g) Secured financial debts

Secured financial debts are as follows:

	As of December 31, 2014			As of December 31, 2013 restated		
In millions of Euro	Guaran-tee	Without Guaran-tee	Total	Guaran-tee	Without Guaran-tee	Total
Bank Overdrafts, Current Facilities and Other	-	-	-	-	-	-
Short Term Part of Long-Term Debts	1.1	255.3	256.4	1.4	158.1	159.5
Total Current Financial Debts	**1.1**	**255.3**	**256.4**	**1.4**	**158.1**	**159.5**
Total Non-Current Financial Debts	**1.6**	**2,355.0**	**2,356.6**	**2.7**	**2,211.6**	**2,214.3**
TOTAL FINANCIAL DEBTS	**2.7**	**2,610.3**	**2,613.0**	**4.1**	**2,369.7**	**2,373.8**

Note 22 – Pensions and Other Long-Term Employee Benefit Plans

In accordance with the laws and practices of each country in which it operates, Technip manages retirement and similar benefit schemes on behalf of its employees.

In compliance with IAS 19, the Group has assessed its obligations in respect of employee pension plans and other long-term benefits such as “jubilee benefits”, post-retirement medical benefits, special termination benefits and cash incentive plans. The plan assets are recorded at fair value. Evaluations were coordinated so that liabilities could be measured using recognized and uniform actuarial methods, and were performed by an independent actuary.

On June 2011, the IASB published an amended IAS 19. This amended standard is applicable retrospectively to annual periods beginning on or after January 1, 2013. It introduces the following changes:

- It modifies the valuation method regarding the long-term return on plan assets, which will be based on the discount rate used to measure the present value of the obligation.
- It eliminates the option of deferring actuarial gains and losses using the “corridor” approach. All actuarial gains and losses must now be recognized directly in other comprehensive income.
- It suppresses the deferral of past service cost on unvested benefits: all costs arising from past service are instead recognized immediately in the net Income.

(a) Description of the Group’s current benefit plans

On all the Technip Group, five countries represent quite 90% of the Group obligations: the Netherlands, France, United Kingdom and Germany.

Brazil

A jubilee plan provides a lump sum payment of one month’s salary after 10, 15, 20 and 30 years of service. The plan also pays for a short trip to Brazil and Paris after 20 and 30 years of service.

France

The following plans are offered in France:

- a retirement benefit consisting of a capital payment based on years of service and salary at retirement date;
- a post-retirement medical benefit (this is closed to new entrants to the plan);
- a jubilee plan that provides a lump sum payment after 20, 30, 35 and 40 years of services at all companies (a minimum number of years spent at Technip is required);
- an additional defined contribution pension plan was set up on January 1, 2005 dedicated to a predetermined and uniform class of top managers. A contribution of 8.0% of gross annual salary within the legal limits is paid by the Company;
- a complementary defined benefit pension plan was set up on May 1, 2007 for members of the Group’s Executive Committee. It consists of a guaranteed retirement wage of 1.8% of income bracket 4 of annual gross compensation per year of service in the Executive Committee (up to a limit of 15 years of service).

Germany

The following plans are offered in Germany:

- two pension plans that offer a pension payable from age 65: (i) a deferred compensation plan and (ii) an early retirement plan (OAPT);
- a jubilee plan that provides a lump sum payment ranging from one to three months of salary when employees reach 25, 40 and 45 years of service.

Italy

A post-retirement benefit that provides a capital payment according to the wages and years of service in the Company is offered to the employees. Following the change of Italian law in 2007, this defined benefit plan has been changed into a defined contribution plan. Consequently, no future right is generated in respect of IAS 19. The amount remaining in the books relates to the rights generated before the change of plan.

Norway

A pension plan offers a guaranteed income from age 67 depending on final gross salary and years of service. In 2014, this scheme was terminated and accrued rights were transferred to a Defined Contribution plan, open on January 1, 2015, and where were transferred all rights accrued by the Defined Benefit plan participants. The impacts of this termination are identified in special events (curtailments/settlements).

The Netherlands

The Company has a defined benefit pension plan, which was closed to new entrants, with no future accrual, in 2014. The impacts of this termination are identified in special events (curtailments/settlements).

United Arab Emirates

A retirement benefit plan provides a payment according to the years of service in the Company (21 days of salary per year of service up to 5 years and 30 days of salary beyond 5 years) with a limit of 26 years.

United Kingdom

A pension plan offers an annuity payment (this plan is closed for new comers). There is also a multi-employer benefit plan providing employees of the mercantile marine with pensions on retirement and protection on death (this plan is also closed for newcomers).

Singapore

Multi-employer benefit plan providing employees of the mercantile marine (the same as United Kingdom's one) with pensions on retirement and protection on death (this plan is also closed for newcomers).

(b) Net benefit expense recognized in the statement of income

The net benefit expense recognized in the statement of income breaks down as follows:

In millions of Euro	2014	2013 restated
Current Service Cost	22.1	19.4
Financial Cost	14.9	12.2
Expected Return on Plan Assets	(7.6)	(6.3)
Net Actuarial Gain/(Loss) Recognized on Long-Term Benefits	0.4	(0.4)
Cash Incentive Plans	37.5	30.0
Special Events (Curtailment/Settlement)	(114.3)	-
Administration Costs and Taxes	1.1	0.1
NET BENEFIT EXPENSE AS RECORDED IN THE STATEMENT OF INCOME	**(45.9)**	**55.0**

In addition to the defined benefit pension plan expense shown in the above table, defined contribution plan expenses amounted to €55.8 million in 2014, compared to €52.2 million in 2013.

The expected defined benefit plan expense for 2015 calculated on an estimated basis amounts to €16.4 million.

Defined contribution plan expenses expected for 2015 amount to €3.1 million.

Benefits plan cash flows for 2015 amount to €17.0 million.

(c) Benefit asset/(liability) recognized in the statement of financial position

The liability as recorded in the statement of financial position breaks down as follows:

In millions of Euro	As of December 31, 2014	As of December 31, 2013 restated
Provisions	(273.8)	(264.1)
Asset/(Liability) as Recorded in the Statement of Financial Position	**(273.8)**	**(264.1)**
Defined Benefit Obligation	(424.6)	(413.5)
Fair Value of Plan Assets	208.0	195.6
Net Defined Benefit Obligation	**(216.6)**	**(217.9)**
Cash Incentive Plans	(57.2)	(46.2)
ASSET/(LIABILITY) AS RECORDED IN THE STATEMENT OF FINANCIAL POSITION	**(273.8)**	**(264.1)**

The discounted defined benefit obligation includes €256.2 million for funded plans and €168.5 million for unfunded plan assets.

Changes in the net benefit asset/(liability) of pension plans and other post-employment benefits are presented below:

In millions of Euro	2014	2013 restated
Net benefit Asset/(Liability) as of January 1	**(264.1)**	**(210.7)**
Exchange differences on Foreign Plans	(3.0)	5.2
Expenses Charged in the Income Statement	83.4	(25.1)
Contributions Paid	21.4	23.8
Actuarial Gains and Losses	(89.0)	(16.0)
Disposals of Subsidiaries/Changes in Scope of Consolidation	-	(0.8)
Cash Incentive Plans	(11.0)	(30.0)
Other	(11.5)	(10.5)
NET BENEFIT ASSET/(LIABILITY) AS OF DECEMBER 31	**(273.8)**	**(264.1)**

The change in the DBO (Defined Benefit Obligation) is as follows:

In millions of Euro	2014	2013 restated
Defined Benefit Obligation as of January 1	**(413.5)**	**(386.7)**
Current Service Cost	(22.1)	(19.4)
Contributions by Employee	(0.4)	(0.3)
Financial Cost	(14.9)	(12.2)
Benefits Paid	18.4	17.7
Actuarial Gains/(Losses)	(115.9)	(26.7)
Special Events (Settlement/Curtailment)	141.9	-
Cash Incentive Plans	(11.0)	(30.3)
Administrative costs and taxes	(1.1)	(0.1)
Exchange Difference	(9.2)	9.5
Other	3.2	35.0
DEFINED BENEFIT OBLIGATION AS OF DECEMBER 31	**(424.6)**	**(413.5)**

Changes in fair value of plan assets are as follows:

In millions of Euro	2014	2013 restated
Fair Value of Plan Assets as of January 1	**195.6**	**176.1**
Expected Return	7.6	6.3
Contributions by Employer	12.1	14.3
Contributions by Employee	0.4	0.3
Benefits Paid	(9.0)	(8.2)
Actuarial Gains/(Losses)	26.6	11.1
Exchange Differences on Foreign Plans	6.2	(4.3)
Reduction/Transfers	(31.0)	-
Other	(0.5)	-
FAIR VALUE OF PLAN ASSETS AS OF DECEMBER 31	**208.0**	**195.6**

Below are the details of the principal categories of pension plan by country in terms of percentage of their total fair value:

En %	Bonds	Shares	Real Estate	Cash	Other	Total
Euroland	2%	0%	0%	0%	98%	100%
United Kingdom	46%	30%	2%	-10%	32%	100%
Other	59%	8%	0%	-14%	47%	100%

(d) Actuarial assumptions

The main assumptions on the two zones that make up more than 90% at the end of 2014 of the benefit obligations are detailed in the following table:

	As of December 31, 2014			
	Discount Rate	**Future Salary Increase (above Inflation Rate)**	**Healthcare Cost Increase Rate**	**Inflation Rate**
Euroland	1.85%	De 1,00% à 5 %	3.00%	1.80%
United Kingdom	3.80%	1.50%	NA	3.25%

	As of December 31, 2013 restated			
	Discount Rate	**Future Salary Increase (above Inflation Rate)**	**Healthcare Cost Increase Rate**	**Inflation Rate**
Euroland	3.30%	De 0,40% à 3,00%	3.00%	2.00%
United Kingdom	4.40%	1.50%	NA	3.55%

The discount rates as of December 31, 2014 of the Euroland, United Kingdom and the United States zones (including United Arab Emirates) are determined by holding the benefit flows of services expected from the plans and by using a curve of yield built from a wide basket of bonds of companies of high quality (noted AA). The Norway one refers to the marked of covered bonds. Finally, in the countries where the market bonds of companies of high quality is insufficiently deep, the discount rates are measured in reference to governmental rates.

The references used to determine the discount rates in December 31, 2014 remain unchanged compared to 2013.

A 0.25% decrease in the discount rate would increase the defined benefit obligation by approximately 2.4%.

A 0.25% increase in the inflation rate would increase the defined benefit obligation by approximately 1.6%.

Note 23 – Provisions (Current and Non-Current)

The principles used to evaluate the amounts and types of provisions for liabilities and charges are described in Note 1-C (u) – Provisions.

(a) Changes in provisions

Changes in provisions over financial year 2014 break down as follows:

In millions of Euro	As of January 1, 2014 restated	Increase	Used Reversals	Unused Reversals	Foreign Exchange Adjustments	Other	As of December 31, 2014
Pensions and other Long-Term Employee Benefits (1)	234.2	116.5	(22.1)	(99.0)	2.6	(15.7)	216.5
Tax	6.7	-	(0.2)	(6.2)	0.5	-	0.8
Litigation	2.3	-	-	-	-	-	2.3
Provisions for Claims Incurred but not Reported (2)	6.2	1.7	-	-	0.1	-	8.0
Other Non-Current Provisions	10.8	0.3	(4.4)	(0.8)	0.3	(2.2)	4.0
Total Non-Current Provisions	260.2	118.5	(26.7)	(106.0)	3.5	(17.9)	231.6
Pensions and other Long-Term Employee Benefits (1)	29.9	25.4	(17.8)	(0.1)	1.3	18.6	57.3
Contingencies related to Contracts (3)	106.6	183.3	(37.6)	(46.7)	4.9	(14.3)	196.2
Tax	26.5	5.1	(9.7)	(2.0)	0.4	-	20.3
Litigation (4)	2.7	8.8	(0.2)	(1.0)	0.1	-	10.4
Provisions for Claims (2)	1.6	1.4	-	-	-	-	3.0
Other Current Provisions	48.9	11.9	(8.8)	(16.6)	0.3	3.4	39.1
Total Current Provisions	216.2	235.9	(74.1)	(66.4)	7.0	7.7	326.3
TOTAL PROVISIONS	476.4	354.4	(100.8)	(172.4)	10.5	(10.2)	557.9

(1) See Note 22 – Pensions and other long-term employee benefit plans.
(2) Provisions for Reinsurance are recorded at the level of the Group's captive reinsurance companies.
(3) Provisions recognized on contingencies on contracts are related to claims on contracts.
(4) See Note 31 – Litigation and contingent liabilities.

(b) Schedule of Provisions

The following table shows the maturity of provisions forecast as of December 31, 2014:

In millions of Euro	As of 31 December, 2014	2015	2016	2017	2018	2019	2020	2021 and beyond
Pensions and other Long-Term Employee Benefits	216.5	-	53.4	16.3	11.5	11.5	13.4	110.4
Tax	0.8	-	0.8	-	-	-	-	-
Litigation	2.3	-	2.3	-	-	-	-	-
Provisions for Claims Incurred but not Reported	8.0	-	-	-	-	-	-	8.0
Other Non-Current Provisions	4.0	-	1.7	0.2	0.1	1.6	-	0.4
Total Non-Current Provisions	**231.6**	**-**	**58.2**	**16.5**	**11.6**	**13.1**	**13.4**	**118.8**
Pensions and other Long-Term Employee Benefits	57.3	57.3	-	-	-	-	-	-
Contingencies related to Contracts (1)	196.2	181.2	14.7	-	-	-	-	0.3
Tax	20.3	20.3	-	-	-	-	-	-
Litigation	10.4	10.4	-	-	-	-	-	-
Provisions for Claims	3.0	3.0	-	-	-	-	-	-
Other Current Provisions	39.1	39.1	-	-	-	-	-	-
Total Current Provisions	**326.3**	**311.3**	**14.7**	**-**	**-**	**-**	**-**	**0.3**
TOTAL PROVISIONS	**557.9**	**311.3**	**72.9**	**16.5**	**11.6**	**13.1**	**13.4**	**119.1**

(1) Provisions for contingencies related to contracts which maturity cannot be precisely determined are usually presented in the less than one year category.

The criteria for classifying an asset/liability as “current” or “non-current” in the statement of financial position are described in Note 1-C Accounting rules and policies.

Note 24 – Trade Payables

Trade payables amounted to €2,312.9 million as of December 31, 2014 as compared to €2,435.4 million as of December 31, 2013.

Trade payables are non-interest bearing liabilities. Their maturities are linked to the operating cycle of contracts. As of December 31, 2014, trade payables with a maturity of less than 12 months amounted to €2,287.0 million.

Note 25 – Other Liabilities (Current and Non-Current)

Other current and non-current liabilities are as follows:

In millions of Euro	As of December 31, 2014	As of December 31, 2013 restated
Wages and Salaries	322.8	277.4
Social Security Costs	73.9	68.1
Other Tax Payables	104.6	120.4
Deferred Income	27.8	36.7
Accruals on Completed Contracts (1)	161.4	164.1
Current Accounts on Contracts under Joint Arrangements	20.7	34.3
Advances Received (2)	857.8	576.2
Other	60.7	60.4
Total Other Current Liabilities	**1,629.7**	**1,337.6**
Payables on Fixed Assets	29.6	55.3
Subsidies	9.4	11.4
Other	1.6	1.9
Total Other Non-Current Liabilities	**40.6**	**68.6**
TOTAL OTHER LIABILITIES	**1,670.3**	**1,406.2**

(1) When the contract is completed, accrued liabilities are recorded to cover pending expenses until the client signs the final acceptance (see Note 1-C (b) – Long-term contracts).

(2) Corresponds to advances received and deferred income on contracts recorded in accordance with IAS 18, not identified as construction contracts.

The breakdown between current and non-current liabilities is detailed in Note 1-C Accounting rules and estimates. The portion of current liabilities with a maturity of less than 12 months amounted to €1,587.1 million as of December 31, 2014.

Note 26 – Financial Instruments

In compliance with IFRS 7, information disclosed on financial instruments is as follows:

(a) Financial assets and liabilities by category

Financial assets and liabilities break down as follows:

	As of December 31, 2014						
	Analysis by Category of Financial Instruments						
In millions of Euro	**Carrying Amount**	**At Fair Value through Profit or Loss**	**Loans and Recei-vables**	**Available-for-Sale Financial Assets**	**Liabilities at Amortized Cost**	**Derivative Instruments**	**Fair Value**
Investments in Non-Consolidated Companies	6.8	6.8	-	-	-	-	6.8
Other Financial Assets	195.8	-	195.8	-	-	-	195.8
Available-for-Sale Financial Assets	57.0	-	-	57.0	-	-	57.0
Derivative Financial Instruments	46.6	-	-	-	-	46.6	46.6
Trade Receivables	1,719.9	-	1,719.9	-	-	-	1,719.9
Current Income Tax Receivables	158.9	-	158.9	-	-	-	158.9
Other Current Receivables	581.6	-	581.6	-	-	-	581.6
Cash and Cash Equivalents	2,685.6	2,685.6	-	-	-	-	2,685.6
TOTAL ASSETS	**5,452.2**	**2,692.4**	**2,656.2**	**57.0**	**-**	**46.6**	**5,452.2**
Non-Current Financial Debts	2,356.6	-	-	-	2,356.6	-	2,413.6
Other Non-Current Liabilities	40.6	-	-	-	40.6	-	40.6
Current Financial Debts	256.4	-	-	-	256.4	-	256.5
Trade Payables	2,312.9	-	2,312.9	-	-	-	2,312.9
Derivative Financial Instruments	300.5	-	-	-	-	300.5	300.5
Current Income Tax Payables	137.7	-	137.7	-	-	-	137.7
Other Current Liabilities	1,629.7	-	1,629.7	-	-	-	1,629.7
TOTAL LIABILITIES	**7,034.4**	**-**	**4,080.3**	**-**	**2,653.6**	**300.5**	**7,091.5**

In millions of Euro	As of December 31, 2013 restated						
	Analysis by Category of Financial Instruments						
	Carrying Amount	At Fair Value through Profit or Loss	Loans and Recei-vables	Available-for-Sale Financial Assets	Liabilities at Amortized Cost	Derivative Instruments	Fair Value
Investments in Non-Consolidated Companies	6.6	6.6	-	-	-	-	6.6
Other Financial Assets	68.6	-	68.6	-	-	-	68.6
Available-for-Sale Financial Assets	105.3	-	-	105.3	-	-	105.3
Derivative Financial Instruments	123.4	-	-	-	-	123.4	123.4
Trade Receivables	1,766.4	-	1,766.4	-	-	-	1,766.4
Current Income Tax Receivables	87.4	-	87.4	-	-	-	87.4
Other Current Receivables	463.0	-	463.0	-	-	-	463.0
Cash and Cash Equivalents	2,989.1	2,989.1	-	-	-	-	2,989.1
TOTAL ASSETS	**5,609.8**	**2,995.7**	**2,385.4**	**105.3**	**-**	**123.4**	**5,609.8**
Non-Current Financial Debts	2,214.3	-	-	-	2,214.3	-	2,191.8
Other Non-Current Liabilities	68.6	-	-	-	68.6	-	68.6
Current Financial Debts	159.5	-	-	-	159.5	-	159.5
Trade Payables	2,435.4	-	2,435.4	-	-	-	2,435.4
Derivative Financial Instruments	32.7	-	-	-	-	32.7	32.7
Current Income Tax Payables	155.7	-	155.7	-	-	-	155.7
Other Current Liabilities	1,337.6	-	1,337.6	-	-	-	1,337.6
TOTAL LIABILITIES	**6,403.8**	**-**	**3,928.7**	**-**	**2,442.4**	**32.7**	**6,381.3**

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments depending on the valuation methods:

- Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly;
- Level 3: inputs which have a significant effect on the recorded fair value and that are not based on observable market data.

Due to their short maturities, the fair value of cash, cash equivalents, trade receivables and trade payables is considered as being equivalent to carrying value.

The following table shows a breakdown of financial assets and liabilities valued at fair value by hierarchy:

	As of December 31, 2014			
In millions of Euro	Level 1	Level 2	Level 3	Total
Financial Assets at Fair Value through Profit or Loss	-	6.8	-	6.8
Derivative Financial Instruments	-	46.6	-	46.6
Available-for-Sale Financial Assets	57.0	-	-	57.0
ASSETS	**57.0**	**53.4**	**-**	**110.4**
Financial Liabilities at Fair Value through Profit or Loss	-	-	-	-
Derivative Financial Instruments	-	300.5	-	300.5
LIABILITIES	**-**	**300.5**	**-**	**300.5**

In millions of Euro	As of December 31, 2013 restated Level 1	Level 2	Level 3	Total
Financial Assets at Fair Value through Profit or Loss	-	6.6	-	6.6
Derivative Financial Instruments	-	123.4	-	123.4
Available-for-Sale Financial Assets	105.3	-	-	105.3
ASSETS	**105.3**	**130.0**	**-**	**235.3**
Financial Liabilities at Fair Value through Profit or Loss	-	-	-	-
Derivative Financial Instruments	-	32.7	-	32.7
LIABILITIES	**-**	**32.7**	**-**	**32.7**

During the financial year 2014, there were no transfer between Level 1 and Level 2 fair value measurements, and no transfers into or out of Level 3 fair value measurements.

(b) Gains and losses by category of financial instruments

Gains and losses recorded into income statement by category of financial instruments break down as follows:

	2014					
		From Subsequent Valuation				
In millions of Euro	**Interest**	**At Fair Value**	**Currency Translation**	**Impairment /Reversal of Impairment**	**Dereco-gnition**	**Net Gains/ (Losses)**
Categories of Financial Instruments						
At Fair Value through Profit or Loss	37.8	-	-	-	-	37.8
Liabilities at Amortized Cost	(102.7)	-	-	-	-	(102.7)
Derivative Financial Instruments	-	(58.3)	-	7.5	-	(50.8)
TOTAL NET GAINS/(LOSSES)	**(64.9)**	**(58.3)**	**-**	**7.5**	**-**	**(115.7)**

	2013 restated					
		From Subsequent Valuation				
In millions of Euro	**Interest**	**At Fair Value**	**Currency Translation**	**Impairment /Reversal of Impairment**	**Dereco-gnition**	**Net Gains/ (Losses)**
Categories of Financial Instruments						
At Fair Value through Profit or Loss	48.1	-	-	-	-	48.1
Liabilities at Amortized Cost	(84.7)	-	-	-	-	(84.7)
Derivative Financial Instruments	-	2.9	-	(9.2)	-	(6.3)
TOTAL NET GAINS/(LOSSES)	**(36.6)**	**2.9**	**-**	**(9.2)**	**-**	**(42.9)**

(c) Derivative financial instruments

The breakdown by category of derivative financial instruments is as follows:

In millions of Euro	As of December 31, 2014		As of December 31, 2013 restated	
	Asset	Liability	Asset	Liability
Forward Foreign Exchange Contracts – Fair Value Hedge	1.5	53.1	7.9	7.8
Forward Foreign Exchange Contracts – Cash Flow Hedge	45.1	247.0	115.5	24.7
Forward Foreign Exchange Contracts – not Designated as Hedges for Accounting Purposes	-	0.4	-	0.2
TOTAL DERIVATIVE FINANCIAL INSTRUMENTS	**46.6**	**300.5**	**123.4**	**32.7**

The breakdown of gains and losses on derivative financial instruments that affect shareholders' equity in fair value reserves is as follows:

In millions of Euro	2014	2013 restated
Total Gains/(Losses) on Derivative Financial Instruments as Reported in Equity as of January 1	**63.1**	**6.2**
Fair Value Gains/(Expenses) on Derivative Financial Instruments – Cash Flow Hedge	(348.1)	56.9
TOTAL GAINS/(LOSSES) ON DERIVATIVE FINANCIAL INSTRUMENTS AS REPORTED IN EQUITY AS OF DECEMBER 31	**(285.0)**	**63.1**

Analysis of gains and losses on derivative financial instruments that affect the statement of income is as follows:

In millions of Euro	2014	2013 restated
Effectiveness Gains/(Losses) on Fair Value Hedge (*)	(49.7)	(7.1)
Ineffectiveness Gains/(Losses) on Fair Value Hedge	(2.0)	4.4
Ineffectiveness Gains/(Losses) on Cash Flow Hedge	9.5	(13.6)
Gains/(Losses) on Economic Hedge not Designated as Hedges for Accounting Purposes	(0.2)	0.1
TOTAL GAINS/(LOSSES) ON DERIVATIVE INSTRUMENTS AS RECOGNIZED IN STATEMENT OF INCOME	**(42.4)**	**(16.2)**

(*) Excluding the revaluation of related current receivables and payables.

(d) Offsetting financial assets and financial liabilities

The analysis of the offsetting financial assets and financial liabilities, exclusively composed of derivative financial instruments, is as follows:

In millions of Euro	As of December 31, 2014					
Financial Assets (by Type of Financial Instruments)	a	b	c	d		e
	Gross Amount (before Offsetting)	Gross Amounts Set off in the Financial Statements (according to IAS 32)	Net Amounts Presented in the Financial Statements (a-b)	Related Amounts not Set off in the Statement of Financial Position (not Meeting Offsetting Criteria IAS 32)		Net Amount (c-d)
				Financial Instruments	Fair Value of Financial Collaterals	
TOTAL DERIVATIVE FINANCIAL INSTRUMENTS	**46.6**	**-**	**46.6**	**46.6**	**-**	**-**

In millions of Euro	As of December 31, 2014					
Financial Liabilities (by Type of Financial Instruments)	a	b	c	d		e
	Gross Amount (before Offsetting)	Gross Amounts Set off in the Financial Statements (according to IAS 32)	Net Amounts Presented in the Financial Statements (a-b)	Related Amounts not Set off in the Statement of Financial Position (not Meeting Offsetting Criteria IAS 32)		Net Amount (c-d)
				Financial Instruments	Fair Value of Financial Collaterals	
TOTAL DERIVATIVE FINANCIAL INSTRUMENTS	**300.5**	**-**	**300.5**	**46.6**	**-**	**253.9**

In millions of Euro	As of December 31, 2013 restated					
Financial Assets (by Type of Financial Instruments)	a	b	c	d		e
	Gross Amount (before Offsetting)	Gross Amounts Set off in the Financial Statements (according to IAS 32)	Net Amounts Presented in the Financial Statements (a-b)	Related Amounts not Set off in the Statement of Financial Position (not Meeting Offsetting Criteria IAS 32)		Net Amount (c-d)
				Financial Instruments	Fair Value of Financial Collaterals	
TOTAL DERIVATIVE FINANCIAL INSTRUMENTS	**123.4**	**-**	**123.4**	**22.9**	**-**	**100.5**

In millions of Euro	As of December 31, 2013 restated					
Financial Liabilities (by Type of Financial Instruments)	a	b	c	d		e
	Gross Amount (before Offsetting)	Gross Amounts Set off in the Financial Statements (according to IAS 32)	Net Amounts Presented in the Financial Statements (a-b)	Related Amounts not Set off in the Statement of Financial Position (not Meeting Offsetting Criteria IAS 32)		Net Amount (c-d)
				Financial Instruments	Fair Value of Financial Collaterals	
TOTAL DERIVATIVE FINANCIAL INSTRUMENTS	**32.7**	**-**	**32.7**	**22.9**	**-**	**9.8**

Note 27 – Payroll Staff

Technip has a workforce of 38,000 people, in 48 countries, including an average of 6,400 contracted workforce integrated in operating teams.

Note 28 – Related Parties Disclosures

(a) Transactions with related parties

IFP Énergies nouvelles (IFP) is represented on Technip's Board of Directors. Its percentage of ownership amounted to 2.50% as of December 31, 2014 and 2.50% as of December 31, 2013.

Technip paid IFP a royalty in respect of an agreement for research cooperation on offshore deepwaters. This royalty is determined under arm's length conditions and amounted to €3.2 million in 2014 and €3.3 million in 2013. The amount paid to IFP was €3.2 million in 2014 and €3.8 million in 2013.

(b) Receivables and payables, income and expenses with respect to associates in joint arrangements

Receivables and payables towards associates in joint arrangements are as follows:

In millions of Euro	As of December 31, 2014	As of December 31, 2013 restated
Trade Receivables	1.2	3.1
Trade Payables	-	2.5
NET TRADE RECEIVABLES/(PAYABLES)	**1.2**	**0.6**

Income and expenses generated with associates in joint arrangements are as follows:

In millions of Euro	2014	2013 restated
Income	6.5	3.5
Expenses	(2.6)	(5.7)

(c) Compensation of the Chairman and Chief Executive Officer

The compensation of the Company's Chairman and Chief Executive Officer is determined by the Board of Directors, upon the recommendation of the Nominations and Remunerations Committee (article 23.1 of the AFEP-MEDEF Code).

Every year, Technip retains external and independent consultants (Hay and Towers Watson), who are chosen by the Nominations and Remunerations Committee, to analyze the following market practices:

1. CAC 40 companies excluding financial companies (34 companies in 2014);
2. Industrial and engineering companies belonging to CAC 40 and SBF 80 (33 companies in 2014);
3. European oil companies (nine companies in 2014); and
4. US oil companies based in Texas (20 companies in 2014).

The compensation of the Chairman and Chief Executive Officer is composed of both a fixed and a variable portion.

For 2014, the aggregate amount of compensation paid by the Company to Thierry Pilenko amounted to €1,988,919.

In accordance with Article 23.2.2 of the AFEP-MEDEF Code, the fixed portion is reviewed at relatively long intervals since the base gross compensation (fixed portion) of Thierry Pilenko has remained unchanged since 2011.

The variable portion of compensation is based on the fixed compensation for the previous year. For 2014, the target variable portion is equal to 100% of the annual base compensation. In accordance with Article 23.2.3 of the AFEP-MEDEF Code, the variable portion of the compensation is subject to precise and predetermined objectives. 70% of the target variable portion is linked to the financial performance of the Group (quantitative criteria) and 30% is linked to the achievement of individual objectives (qualitative criteria). These objectives are in part directly linked to Technip's strategy and cannot be detailed for confidentiality reasons.

The share of the variable portion is linked with a financial target (70% of the total) and broken down into two objectives:

- up to 50% on the Group operating income budgeted for 2014: the share of the variable portion is (i) nil if real performance is below 80% of the budgeted amount (minimum level), (ii) between 0% and 100% for a performance equal to 80% to 100% of the budgeted amount, (iii) between 100% and 140% for a performance equal to 100% to 110% of the budgeted amount, (iv) between 140% and 160% for a performance equal to 110% to 120% of the budgeted amount and (v) between 160% and 200% for a performance equal to 120% to 125% of the budgeted amount (maximum level); and
- up to 20% on the percentage of gross margin on order intake: the share will be: (i) nil if real performance is below 80% of the budgeted amount (minimum level), and (ii) between 0% and 100% for a performance equal to 80% to 100% of the budgeted amount (maximum level).

The share of the variable portion corresponding to the individual objectives is composed as follows:

- Strategic criteria linked to the strategic development of the Group and to Quality;
- HSE (Health/Security/Environment) criteria which is key to the Group;
- Criteria linked to human resources such as diversity including gender diversity, management and talents development, succession plan.

If the Group current operating income achieved is superior to the budgeted objective, a multiplier rate is calculated, up to a maximum of 2. It is then applied to the other variable portion criteria to calculate the final variable share for 2014, which is capped at 200% of the target variable portion.

Based on the actual rate of achievement of objectives set for 2014 the variable compensation of Thierry Pilenko as mentioned hereabove has been calculated as follows. It was considered by the Nominations and Remunerations Committee on February 16, 2015 and set by the Board of Directors on February 17, 2015:

Weight	**Nature**	**Scale**	**Effective realization**	**Weighted realization**	**Actual amounts**
70%	**Financial objectives:** (OIFRA, gross margin on order intake)	0 to 200%	100-110%	73.3%	€659,610
30%	**Individual objectives**	0 to 200%	90.7%	27.2%	€244,998
100%				100.5%	€904,608

The variable portion due to Thierry Pilenko for financial year 2014 is thus €904,608 and will be paid in 2015.

Furthermore, on December 10, 2014, the Board of Directors resolved, for long-term considerations, that Thierry Pilenko may benefit from a deferred compensation equal to, at a maximum, 20% of his gross annual fixed compensation. This deferred compensation may be paid to him in 2017 and 2018 at the double condition (i) that he is still in the Group and (ii) that performance conditions of the Group are achieved. The performance will be measured by the progression and achievement by Technip, over the financial years 2014, 2015 and 2016, of satisfactory performance in relation to Health/Security/Environment (HSE), Operating Income From Recurring Activities (OIFRA) and Order Intake.

Thierry Pilenko does not receive any directors' fees for the positions he holds as a director of the Company or in the Group companies.

In compliance with Article 23.2.6 of the AFEP-MEDEF Code, there is no specific retirement plan for Thierry Pilenko as the Chairman and Chief Executive Officer. The Chairman and Chief Executive Officer is a beneficiary of the supplementary retirement plan for Group executives, with fixed contributions of 8% of gross annual compensation paid up to the 3rd tranche, *i.e.,* eight times the annual French Social Security ceiling. The contribution for 2014 amounted to €24,030.

The Chairman and Chief Executive Officer also benefits from the Company's existing supplementary retirement plan for Executive Committee (Excom) members: a retirement income guarantee of 1.8% per year of service, on the 4th tranche of gross annual compensation paid, *i.e.,* exceeding eight times the French Social Security ceiling, which is compliant with the conditions established by Article 23.2.6 of the AFEP-MEDEF Code. In order to be eligible for the retirement plan, the minimum seniority to be taken into account is five years as Excom members, up to a limit of 15 years. The amount of gross compensation to which this retirement income guarantee applies corresponds to the average of the gross compensation, paid over the five financial years preceding the date of departure from the Company. The retirement income guarantee will only be due in the following events: a departure from the Company after his 60th birthday; a departure from the Company as a result of a 2nd or 3rd category disability (as defined under French law); a departure from the Company after his 55th birthday provided that such departure is not the result of gross misconduct or negligence *(faute grave* or *faute lourde)* on his part and that no professional activity is resumed between leaving the Company and receiving a pension under the general French Social Security scheme.

In compliance with Article 23.2.6 of the AFEP-MEDEF Code, the annual replacement ratio at retirement should not be higher that 45% of the reference income ie 21.4%. The ratio for Thierry Pilenko complies with this condition.

No share subscription or purchase options nor performance shares were granted to Thierry Pilenko over financial year 2014.

In financial year 2014, Thierry Pilenko exercised 80,000 share purchase options. It should be noted that the compensation policy for the Chairman and Chief Executive Officer, who is the only executive director *(dirigeant mandataire social),* is at risk: 100% of the granted performance shares, options and differed compensation is subject to performance conditions.

In addition, the Board of Directors fixed for the Chairman and Chief Executive Officer a holding rule for performance shares and stock options which have been granted since 2007 corresponding to 25% of the realized net gain, thus complying with Article 23.2.1 of the AFEP-MEDEF Code.

Furthermore, complying with recommendations of the AFEP-MEDEF Code, the Board of Directors decided that, on acquisition of performance shares, Thierry Pilenko will be required to purchase a number of shares of the Company corresponding to 5% of the acquired performance shares. This requirement will not apply to Thierry Pilenko as long as he owns Technip shares for a value equal to at least 100% of his net base compensation (the said compensation being that of the year preceding the acquisition of the performance shares, and the value of Technip share being that of the close of market of the day before the performance shares were acquired).

Thierry Pilenko is not a beneficiary of any share subscription warrants issued by the Company or any other company of the Group.

At the time of the renewal of Thierry Pilenko as Chairman of the Board of Directors during the meeting of the Board of Directors of April 28, 2011, it was decided to maintain the preexisting principles in the Company relating to a worldwide non-compete agreement for a 24-month period. According to this agreement, Thierry Pilenko could receive an amount corresponding to two years of gross fixed annual compensation paid (gross fixed compensation plus variable compensation). The basis of calculation is the best gross annual compensation paid over the last three years.

In view of the proposal to renew the mandate of Thierry Pilenko, the Board of Directors, upon recommendation of the Nominations and Remunerations Committee, propose a worldwide non-compete agreement for a 24-month period. According to this agreement, Thierry Pilenko could receive an amount corresponding to two years of gross fixed annual compensation paid (gross fixed compensation plus variable compensation). The basis of calculation would be the average of the gross annual compensation paid over the last three years, the payment of which would be paid on a monthly basis.

(d) Compensation and retirement commitments of the Group's principal executives

In 2014, the total amount of all direct and indirect compensation paid by the Group's French and foreign companies to all of the Group's principal executives on payroll during the whole year 2014 (*i.e.,* the seven members of the Excom of the Group) amounted to €5,025,449. The variable portion represented 29.5% of the overall amount.

The charges relating to share purchase and share subscription options, as well as performance shares, granted to the Company's executive officers, and accounted for in 2014, amounted to €6.2 million.

In 2014, payment made by Group companies under supplementary retirement plans applicable to the principal executives discussed above amounted to €0.1 million. The recorded expense related to the retirement income guarantee plan for Executive Committee members amounted to €1.3 million in 2014.

As of December 31, 2014, the amount for retirement commitments for Executive Committee members amounted to €9.2 million.

Note 29 – Board of Directors compensation

The Shareholders' Meeting of April 25, 2013 set the amount of directors' fees allocated to members of the Board of Directors at €800,000 for each of financial years 2013, 2014 and 2015. The amount actually paid in 2014 was €795,960. In accordance with the recommendations of the AFEP-MEDEF Code, directors' fees include a variable portion to be paid depending on the attendance rate at meetings of the Board and its Committees (Article 21.1 of the AFEP-MEDEF Code).

The Board of Directors of December 10, 2014 approved the following distribution of directors' fees for 2014:

- a fixed amount of €366,960 distributed equally among Board members (with the exception of the Chairman and Chief Executive Officer (CEO) who does not receive directors' fees from the Company and its subsidiaries) *i.e.* €33,360 per director, adjusted, if needed, on a prorata basis;
- an additional amount of €2,000 per Board meeting distributed among directors (other than the Chairman and CEO), depending on the attendance rate of the Board members for 2014, plus €500 when the attendance to the meeting requires travel within a continent or plus €2,000 when the attendance to the meeting requires transoceanic or transcontinental travel;
- an additional amount, for 2014, distributed among directors, depending on the attendance rate of the directors to the meetings of the Committees (other than the Chairman and CEO) as follows:
    - €1,500 per meeting of the Strategic Committee, the Nominations and Remunerations Committee, the Ethics and Governance Committee, with a supplementary amount of €8,000 for each of the Chairmen of these three Committees, adjusted, if needed, on a prorata basis,
    - €2,000 per meeting of the Audit Committee with a supplementary amount of €12,000 for the Chairman of this Committee, adjusted, if needed, on a prorata basis,
    - €10,000 for the Senior Independent Director, adjusted, if needed, on a prorata basis.

During 2014, the gross amount of compensation and benefits of all kinds paid by Technip to the members of the Board of Directors was €1,988,919.

Note 30 – Off-Balance Sheet Commitments

(a) Off-balance sheet commitments related to Group operating activities

The following table illustrates the breakdown of off-balance sheet commitments per maturity:

In millions of Euro	As of December 31, 2014				As of December 31, 2013 restated
	Amounts of Commitments by Maturity Date			Total	Total
	Less than 1 year	1 to 5 years	More than 5 years		
Operating Leases	332.9	848.4	632.9	1,814.2	1,585.2
TOTAL CONTRACTUAL COMMITMENTS	**332.9**	**848.4**	**632.9**	**1,814.2**	**1,585.2**
Of which commitments given relating to Joint Operations	-	-	-	-	-

In millions of Euro	As of December 31, 2014				As of December 31, 2013 restated
	Amounts of Commitments by Maturity Date			Total	Total
	Less than 1 year	1 to 5 years	More than 5 years		
Commitments Given related to the Execution of Operating Contracts	367.4	3,724.1	560.8	4,652.3	5,509.6
Parent Company Guarantees	27,706.2	17,309.1	24,959.4	69,974.7	46,693.6
TOTAL COMMITMENTS GIVEN RELATED TO OPERATING ACTIVITIES	**28,073.6**	**21,033.2**	**25,520.2**	**74,627.0**	**52,203.2**
Of which commitments given relating to Joint Operations	*4,874.8*	*1,343.5*	*15,259.4*	*21,477.7*	*4,271.4*

In millions of Euro	As of December 31, 2014				As of December 31, 2013 restated
	Amounts of Commitments by Maturity Date			Total	Total
	Less than 1 year	1 to 5 years	More than 5 years		
Other Commitments Received related to Operating Activities	354.3	403.4	73.9	831.6	732.5
TOTAL COMMITMENTS RECEIVED RELATED TO OPERATING ACTIVITIES	**354.3**	**403.4**	**73.9**	**831.6**	**732.5**
Of which commitments given relating to Joint Operations	-	-	-	-	-

Operating leases and capital leases

The Group leases various equipment, vessels and buildings, mainly under lease contracts that will end within the next ten years. It is likely that the Group will have to renew or to replace them. The Group does not have any assets subject to a capital lease.

At year-end 2014, the rental expense amounted to €288.6 million compared to €240.3 million in 2013.

Guarantees related to operating activities

Commitments given relate mainly to guarantees or counter-guarantees given by banks and insurance companies to various customers in connection with ongoing contracts in order to secure due and proper performance of the contracts or following the payment of retention guarantees and advance billings (€4,652.3 million as of December 31, 2014).

Furthermore, parent company guarantees given by Technip or its affiliates to clients cover the due and proper performance of the specified construction contracts for which the average expiration period until the release of the commitment guarantees is approximately five years. The amounts disclosed under the parent company guarantees, which stand at €69,974.7 million as of December 31, 2014, include the portion of contract allocated to the Group's joint arrangements partners. The latter amounts are neither decreased according to project percentage of completion, nor reduced by the amount of parent company guarantees received from Technip's partners in these joint arrangements, same partners for which Technip issues parent company guarantees.

As of December 31, 2014, the parent company guarantees issued by Technip for contracts outside the scope of a joint arrangement amount to €25,960.9 million.

The following table illustrates the breakdown of €44,013.8 million of parent company guarantees issued by Technip as of December 31, 2014, in respect of joint arrangement contracts, according to the Group's percentage of ownership in these joint arrangements.

	As of December 31, 2014				As of December 31, 2013 restated
	Allocation as per % of Technip's Ownership in Joint Arrangements				
In millions of Euro	**Less or equal to 25%**	**Greater than 25% and less or equal to 40%**	**Greater than 40%**	**Total**	**Total**
Parent Company Guarantees Given within Joint Arrangements	4,257.3	17,759.6	21,996.9	44,013.8	27,444.5
Of which commitments given relating to Joint Operations	*2,318.4*	*2,059.2*	*16,373.9*	*20,751.5*	*4,486.2*

Commitments received relate mainly to similar guarantees obtained from suppliers or subcontractors in connection with ongoing contracts.

(b) Off-balance sheet commitments related to Group financing

The following table illustrates the breakdown of off-balance sheet commitments related to Group financing:

	As of December 31, 2014				As of December 31, 2013 restated
	Amounts of Commitments per Period				
In millions of Euro	**Less than 1 year**	**1 to 5 years**	**More than 5 years**	**Total**	**Total**
Other Commitments Given related to Financing	-	215.5	1,073.0	1,288.5	1,020.0
TOTAL COMMITMENTS GIVEN RELATED TO FINANCING	**-**	**215.5**	**1,073.0**	**1,288.5**	**1,020.0**

(c) Off-balance sheet commitments related to Group scope of consolidation

There is no significant commitment related to the Group scope of consolidation.

Note 31 – Litigation and contingent liabilities

(a) Litigation

As of the date hereof, there have been no governmental, legal or arbitral proceedings (including any such proceedings that are pending or threatened of which the Company is aware) over the past 12 months, which may have, or have had a significant impact on the Group's financial position or profitability.

(b) Contingent liabilities

As of the date hereof, there have been no contingent liabilities.

Note 32 – Market Related Exposure

(a) Liquidity risk

As of December 31, 2014, Standard & Poor's corporate credit rating for Technip was BBB+/Stable/A-2.

Technip's business generates negative working capital requirements. The contractual terms and conditions for payment are negotiated between the Group's entities and their clients, suppliers or subcontractors for the realization of projects. These terms and conditions provide the Group's entities with cash resources and are reflected in the accounts, in particular the consolidated accounts, by a negative working capital requirement.

- Technip's financing needs are met pursuant to a Group policy implemented by the Finance and Control Division.
- Cash management is centralized at the head office and coordinated through finance departments located in the Group's main operating subsidiaries.

  Technip Eurocash SNC, a French general partnership *(société en nom collectif),* acts to centralize cash pooling for the Group's main entities, in compliance with applicable laws and regulations in each of the relevant countries. Technip Eurocash SNC has entered into cash pooling agreements with most of the Group's subsidiaries in order to consolidate surplus cash and to meet their needs, except where local economic and financial considerations have required recourse to external local debt.
- As of December 31, 2014, the Group had multiple financing sources for financing its general corporate needs, or for financing new assets or certain operations.

2010-2016 CONVERTIBLE BOND

On November 17, 2010, Technip issued 6,618,531 bonds convertible into and/or exchangeable for new or existing shares (OCEANE) for approximately €550 million. The bonds will be redeemed at par on January 1, 2016 except in the event of an early conversion, exchange or redemption. Bondholders have the option to convert their bonds into shares at any time at the ratio of one share for one bond. In addition, the Group has the option to call for the early redemption of all outstanding bonds at any time on or after the third anniversary of the issue date for a price at par plus accrued interest if the quoted value of the share exceeds 130% of the par value of the bond.

The nominal value of each bond was set at €83.10. The bonds are listed on the Euronext Paris market.

The bonds bear interest at an annual rate of 0.50% payable annually in arrears on January 31 of each year, *i.e.,* €0.42 per year and per bond.

The main purpose of the convertible bond issue was to partially refinance the 2004-2011 bond issue, as well as to secure long-term financing to cover the Group's investments.

The bonds will be convertible into or exchangeable for new/existing Technip shares at the ratio of one share per bond, subject to future anti-dilution adjustments as described in the documentation, *i.e.,* the *Note d'opération* approved by the AMF on November 9, 2010 under No. 10-392.

The bond issue was rated BBB+ by Standard & Poor's. The *Note d'opération* includes covenants and default clauses standard for this type of bond issue, and does not include any financial ratios. The issue provides that in the event of a change of control of Technip, any bondholder may, at its sole option, request the early redemption in cash of all or part of the bonds it owns.

As of the date of the issue of the bonds, the debt booked as non-current financial debt in the statement of financial position amounted to the fair value of the debt component. The fair value of the debt component is decreased by a proportion of the expenses related to the issue. The difference between the nominal value of the OCEANE and the fair value of its debt component is recorded as shareholders' equity. As of December 31, 2014, the amount of the bond booked as non-current financial debt in the statement of financial position amounted to €535.6million and the amount booked as shareholders' equity amounted to €63.3 million.

2011-2017 CONVERTIBLE BOND

On December 15, 2011, Technip issued 5,178,455 bonds convertible into and/or exchangeable for new or existing shares (OCEANE) for approximately €497.6 million. The bonds will be redeemed at par on January 1, 2017 except in the event of an early conversion, exchange or redemption. Bondholders have the option to convert their bonds into shares at any time at the ratio of one share for one bond. In addition, the Group has the option to call for the early redemption of all outstanding bonds at any time on or after the third anniversary of the issue date for a price at par plus accrued interest if the quoted value of the share exceeds 130% of the par value of the bond.

The nominal value of each bond was set at €96.09. The bonds are listed on the Euronext Paris market.

The bonds bear interest at an annual rate of 0.25% payable annually in arrears on January 31 of each year, *i.e.* approximately €0.24 per year and per bond. The first coupon payment on January 31, 2013 amounted to approximately €0.03 per bond.

The main purpose of the convertible bond issue was to partially replenish the Group's cash balances following the payment of Global Industries, Ltd shares for USD936.4 million in December 2011.

The bonds will be convertible into or exchangeable for new/existing Technip shares at the ratio of one share per bond, subject to future anti-dilution adjustments as described in the documentation, *i.e.,* the *"Note d'opération"* approved by the AMF on December 7, 2011 under No. 11-562.

The bond issue was rated BBB+ by Standard & Poor's. The *"Note d'opération"* includes standard covenants and default clauses for this type of bond issue and does not include any financial ratios. The issue provides that in the event of a change of control of Technip, any bondholder may, at its sole option, request the early redemption in cash of all or part of the bonds it owns.

As of the date of the issue of the bonds, the debt booked as non-current financial debt in the statement of financial position amounted to the fair value of the debt component. The fair value of the debt component is decreased by a proportion of the expenses related to the issue. The difference between the nominal value of the OCEANE and the fair value of its debt component is recorded as shareholders' equity. As of December 31, 2014, the amount of the bond booked as non-current financial debt in the statement of financial position amounted to €465.3 million and the amount booked as shareholders' equity amounted to €73.1 million.

2010 PRIVATE PLACEMENT NOTES

On July 27, 2010, Technip received the proceeds of the €200 million private placement notes in accordance with contractual terms and conditions agreed on November 19, 2009. The purpose of this private placement was a partial refinancing of the 2004-2011 bond issue, which was repaid at its maturity May 26, 2011. The notes have a 10-year term from July 27, 2010 and an annual coupon of 5%. This placement includes the usual covenants and default provisions that are standard for this type of bond issue and does not include any financial ratios. These notes are listed on the Luxembourg Stock Exchange.

2012 PRIVATE PLACEMENT NOTES

In June 2012, Technip concluded three long-term private placements, each subscribed by a different investor, for an aggregate amount of €325 million. These bond issues consist of:

- €150 million 10-year private placement notes concluded on June 14, 2012, with a maturity date on June 14, 2022, with an annual coupon of 3.40% payable annually in arrears on June 14 of each year. These private notes have been rated BBB+ by Standard & Poor's and are listed on the market NYSE Euronext Paris;
- €75 million 15-year private placement notes concluded on June 15, 2012, with a maturity date on June 15, 2027,carrying an annual coupon of 4.0% payable annually in arrears on June 15 of each year. These private

notes have been rated BBB+ by Standard & Poor's and are listed on the market NYSE Euronext Paris; and

- €100 million 20-year private placement notes concluded on June 14, 2012, with a maturity date on June 14, 2032, with an annual coupon of 4.0% payable annually in arrears on June 14 of each year. These private notes are listed on the Frankfurt Stock Exchange.

These private placements are part of the general management of the Group's cash and liabilities and raise funds for general corporate purposes.

The *Notes d'opération* of these private placement notes include standard covenants and default clauses for these types of bond issues, and does not include any financial ratios. The issues provide that in the event of a change of control of Technip and a rating downgrade of the notes below BBB- deemed to have occurred in respect of that change of control, any bondholder may, at its sole option, request the early redemption of all the bonds it owns.

2013 PRIVATE PLACEMENT NOTES

In October 2013, Technip concluded three long-term private placements, each subscribed by different investors, for an aggregate amount of €355 million. These bond issues consist of:

- €100 million 20-year private placement notes concluded on October 7, 2013, with a maturity date on October 7, 2033, with an annual coupon of 3.75% payable annually in arrears on October 7 of each year.
- €130 million 10-year private placement notes concluded on October, 16 2013, with a maturity date on October 16, 2023, with an annual coupon of 3.15% payable annually in arrears on October 16 of each year. These private notes have been rated BBB+ by Standard & Poor's and are listed on the Luxembourg Stock Exchange.
- €125 million 10-year private placement notes concluded on October 18, 2013, with a maturity date on October 18, 2023, carrying an annual coupon of 3.15% payable annually in arrears on October 18 of each year. These private notes are listed on the Luxembourg Stock Exchange.

These private placements are part of the general management of the Group's cash and liabilities and raise funds for general corporate purposes.

The *Notes d'opération* of these private placement notes include standard covenants and default clauses for these types of bond issues, and does not include any financial ratios. The issues provide that in the event of a change of control of Technip and a rating downgrade of the notes below BBB- deemed to have occurred in respect of that change of control, any bondholder may, at its sole option, request the early redemption of all the bonds it owns.

ACUFLEX PLANT FINANCING

Flexibras Tubos Flexiveis, one of the Group's Brazilian subsidiaries, entered on December 18, 2012 into a loan agreement with BNDES (*Banco Nacional de Desenvolvimento Econômico e Social*) for a total amount of BRL485 million, dedicated to the financing of the construction of the new Açuflex flexible pipes plant located in the Açu harbor (Brazil). The loan is partly granted at a floating interest rate, while 37% of the total amount is granted at a fixed rate of 2.5%.

The loan will be reimbursed in 96 monthly installments from January 15, 2015 until December 15, 2022.

The loan agreement includes covenants and default provisions that are standard for such facilities with BNDES excluding any financial ratio. The loan is secured by a guarantee from Technip and not secured by any asset.

As of December 31, 2014, the outstanding amount of the loan was BRL397 million.

BNDES *(BANCO NACIONAL DE DESENVOLVIMENTO ECONÔMICO E SOCIAL)* FACILITIES

As of December 31, 2014, Flexibras Tubos Flexiveis, had 9 separate loans entered into between August 2012 and October 2014 for a total amount of BRL500 million to sustain the pre-financing of its export operations.

Each facility was entered into on behalf of BNDES in connection with BNDES financing. The 9 loans agreements include the standard default provisions for such facilities with BNDES and do not include any financial ratio.

As of December 31, 2014, these fixed rate loans are fully drawn and consist in:

- two separate loan agreements for a total amount of BRL85 million entered into in August 2012, each with different commercial banks (each facility of respectively BRL50 million and BRL35 million). Both facilities have a single redemption date of September 15, 2015;
- three separate loan agreements for a total amount of BRL115 million concluded each with different commercial banks in November 2012. Two facilities of BRL32.5 million each have a single redemption date

of November 15, 2015. The facility of BRL50 million has a redemption date of December 15, 2015;

- two separate loan agreements for a total amount of BRL200 million entered into in April 2013, each with a different commercial bank for BRL100 million. Both facilities have a single redemption date of April 15, 2016; and
- two separate loan agreements for an aggregate amount of BRL100 million entered into in June and October 2014 respectively, each with a different commercial bank for BRL50 million. The facilities have respectively a redemption date of July 15, 2017 and October 31, 2017.

EXPORT CREDIT NOTES (NCE - *NOTA DE CRÉDITO À EXPORTAÇÃO*)

As of December 31, 2014, Flexibras Tubos Flexiveis, had 6 separate NCE loans entered into between February and March 2013 for a total amount of BRL572 million to sustain the pre-financing of its export operations.

The loans were entered into with 5 different commercial banks. The 6 loan agreements include the standard default provisions for such facilities and do not include any financial ratio.

As of December 31, 2014, these fixed interest rate loans are fully drawn and consist in:

- two separate loan agreements for a total amount of BRL200 million concluded each with different commercial banks in February 2013, each for BRL100 million. These loans have respective redemption dates of January 15, 2016 and February 15, 2016;
- three separate loan agreements for a total amount of BRL272 million concluded in March 2013, each with different commercial banks. The BRL92 million loan has a redemption date of February 15, 2016, the BRL80 million loan matures in March 7, 2016 and the BRL100 million loan matures on December 11, 2017 further to the extension of its maturity date on January 5, 2015.
- a loan agreement for a total amount of BRL100 million concluded with a commercial bank in February 2013 which was extended before its expiry date pursuant to an agreement entered into on December 30, 2014. This loan has now a redemption date of December 15, 2017.

LOANS UNDER INNOVA PETRO PROGRAM

As of December 31, 2014, these two loans which purpose is to sustain the financing of the development of innovative processes and products by Flexibras Tubos Flexiveis consist in:

- A BRL11.4 million credit facility entered into by Flexibras Tubos Flexiveis on June 13, 2014 with FINEP (*Financiadora de Estudos e Projetos*) the Brazilian Innovation Agency. The loan granted at a floating interest rate, will be reimbursed in 61 equal monthly installments from June 15, 2017 until June 15, 2022. The loan agreement includes covenants and default provisions that are standard for such facilities with FINEP excluding any financial ratio. The loan is not secured by any asset. As of December 31, 2014, the outstanding amount of the loan was BRL8.1 million.
- A BRL13.7 million credit facility entered into by Flexibras Tubos Flexiveis on July 28, 2014 with BNDES (*Banco Nacional de Desenvolvimento Econômico e Social*). The loan is partly granted at a floating interest rate, while 82% of the total amount is granted at a fixed rate of 4%. It will be reimbursed in 72 equal monthly installments from September 15, 2016 until August 15, 2022. The loan agreement includes covenants and default provisions that are standard for such facilities BNDES excluding any financial ratio. The loan is not secured by any asset. As of December 31, 2014 the loan was undrawn.

GLOBAL INDUSTRIES BOND

On January 11, 2012, following the acquisition of Global Industries, Ltd by Technip and its delisting from the NASDAQ (New York), Global Industries Ltd reimbursed, to comply with the conditions set out in the original offering memorandum of the 2.75% USD325 million Senior Convertible Debentures, due August 1, 2027, issued on July 27, 2007, a principal amount of USD322.6 million (corresponding to 99.3% of the outstanding debentures) and paid accrued interest of approximately USD3.9 million to the bondholders. As of December 31, 2014, the non-tendered bonds amounted to USD2.4 million.

SYNDICATED CREDIT FACILITY AND BILATERAL FACILITIES

As of December 31, 2014, the Group had various unutilized financing sources for an aggregate amount of €1,347.5 million that allow it to meet its general financing needs. These facilities are not secured by any of the Group's assets. They contain covenant and default provisions that are standard for such financing, from Technip and some of its affiliates, and do not include any financial ratio. These credit agreements do not include early payment provisions in case of deterioration of the borrower's credit rating.

1. The credit facility in the amount of €1 billion put in place on July 21, 2011 and which may be drawn in Euros, in US dollars or in British pounds, has been amended and extended on July 30, 2014. Subsequent to this amendment and extension, the final maturity date of the facility is July 30, 2019, with two one-year extensions on the first and second anniversary of the signing date at the borrowers' option, subject to the lenders' approval.

   The facility, in the event it is utilized, includes a floating interest rate and an applicable margin which varies according to a schedule of Technip's credit rating.

2. In 2014, four separate credit facilities in a total amount of €340 million which may be drawn in Euros were granted to Technip and replaced before their respective expiry dates the existing facilities. The facilities have each two one-year extensions on the first and second respective anniversaries of the signing dates at the borrowers' option, subject to the lenders' approval. Following bilateral negotiations, the amounts and maturity dates are as follows:

   - two facilities of €80 million each that mature on May 16, 2017;
   - a €80 million facility that matures on June 10, 2017;
   - a €100 million facility that matures on May 16, 2019.

   On September 3, 2014, Technip cancelled before its expiry date a €80 million bilateral facility. This facility was unused.

3. An unutilized credit facility amounting to €7.5 million was granted to a Technip subsidiary. This credit agreement includes a floating interest rate in the event that it is utilized as well as standard default provisions.

As of December 31, 2014, the credit facilities confirmed and available to the Group amounted to €1,374.1 million, of which €1,340.0 million is available after December 31, 2015. Out of this total of €1,374.1 million, €34.1 million is reserved for the financing of certain assets or for certain subsidiaries, such as €26.6 million related to the financing of the Açuflex plant.

In 2014, Technip issued again on the commercial paper market in light of favorable market conditions. As of December 31, 2014, the outstanding commercial paper amounted to €156 million. The Group has an authorization from the *Banque de France* for a maximum amount of € 1 billion.

As of December 31, 2014, debt falling due in 2015 and 2016 amounted to €986.7 million including €20.1 million of accrued interest and fees and €966.6 million of principal.

Schedule of contractual outstanding cash flows related to financial liabilities

	As of December 31, 2014				
In millions of Euro	**Less than 1 year**	**Between 1 and 2 years**	**Between 2 and 5 years**	**Over 5 years**	**Total**
Convertible Bonds	-	550.0	497.6	2.0	1,049.6
Private Placements	-	-	-	880.0	880.0
Bank Borrowings	-	194.7	240.9	48.8	484.4
Accrued Interest Payables on Bond Loans	-	4.0	1.2	-	5.2
Other Accrued Interest Payables	-	67.5	149.5	177.0	394.0
TOTAL NON-CURRENT FINANCIAL LIABILITIES	**-**	**816.2**	**889.2**	**1,107.8**	**2,813.2**
Commercial Papers	156.0	-	-	-	156.0
Bank Overdrafts	0.9	-	-	-	0.9
Accrued Interest Payables on Bond Loans	4.0	-	-	-	4.0
Other Accrued Interest Payables	71.2	-	-	-	71.2
Other Bank Borrowings	79.4	-	-	-	79.4
Derivative Financial Instruments	161.6	119.1	19.8	-	300.5
TOTAL CURRENT FINANCIAL LIABILITIES	**473.1**	**119.1**	**19.8**	**-**	**612.0**

Payment due dates related to debts include projected interest payments, even if they are not accrued on the closing date. Floating rates used to calculate projected interest payments are the rates in force as of December 31, 2014.

	As of December 31, 2013 restated

In millions of Euro	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years	Total
Convertible Bonds	-	-	1,047.6	1.7	1,049.3
Private Placements	-	-	-	880.0	880.0
Bank Borrowings	-	72.1	265.6	36.1	373.8
Accrued Interest Payables on Bond Loans	-	4.0	5.3	-	9.3
Other Accrued Interest Payables	-	55.8	123.4	224.4	403.6
TOTAL NON-CURRENT FINANCIAL LIABILITIES	**-**	**131.9**	**1,441.9**	**1,142.2**	**2,716.0**
Commercial Papers	134.0	-	-	-	134.0
Bank Overdrafts	2.4	-	-	-	2.4
Accrued Interest Payables on Bond Loans	4.0	-	-	-	4.0
Other Accrued Interest Payables	56.1	-	-	-	56.1
Other Bank Borrowings	3.2	-	-	-	3.2
Derivative Financial Instruments	26.1	6.6	-	-	32.7
TOTAL CURRENT FINANCIAL LIABILITIES	**225.8**	**6.6**	**-**	**-**	**232.4**

Contractual amounts as stated in the analysis of maturities relate to undiscounted contractual cash flows. These undiscounted cash flows may differ from the amounts as recognized in the statement of financial position which are based on discounted cash flows.

(b) Currency risk

As indicated in Note 1-C (c) – Foreign currency transactions and financial instruments, Technip uses financial instruments to protect itself against currency risks incurred in the normal course of its business. The Group does not use financial instruments for trading or speculative purposes. The exchange hedging contracts are divided across several counterparties who have been selected after due consideration.

The primary hedging instruments used to manage Technip's exposure to currency risks are as follows:

	As of December 31			
	2014			2013 restated
	Maturity		Nominal Value	Nominal Value
In millions of Euro	2015	2016 and beyond		
Buy Foreign Currencies/Sell Euros	184.6	59.2	243.8	152.5
Sell Foreign Currencies/Buy Euros	1,797.5	779.9	2,577.4	2,785.8
Buy/Sell Foreign Currencies	1,029.9	869.3	1,899.2	1,355.8
TOTAL HEDGING INSTRUMENTS	**3,012.0**	**1,708.4**	**4,720.4**	**4,294.1**

Exchange risk is mainly related to the US dollar and the Pound Sterling.

A change in the US dollar spot price by plus or minus 10% at closing date, calculated on the entire portfolio of Euro/US dollar derivatives, would generate a change of plus or minus €58 million in the result before tax and plus or minus €261 million in fair value reserves in equity.

A change in the Pound Sterling spot price by plus or minus 10% at closing date, calculated on the entire portfolio of Euro/Pound Sterling derivatives, would generate a change of plus or minus €28 million in the result before tax and plus or minus €19 million in fair value reserves in equity.

(c) Interest rate risk

Analysis of the sensitivity of the situation

Technip's floating rate debt amounted to €193.3 million compared to an aggregate total debt of €2,613.0 million.

Cash is invested short-term to ensure liquidity. Financial products are subject to fluctuations in currency interest rates.

As of December 31, 2014, the net short-term cash position of the Group (cash and cash equivalents, less short-term financial debts) amounted to €2,429.2 million.

As of December 31, 2014, a 1% (100 basis points) increase in interest rates would lower the fair value of the fixed rate convertible bonds (OCEANE) and private placements by €93.2 million before tax. A 1% (100 basis points) decrease in interest rates would raise the fair value by €102.4 million before tax.

A 1% (100 basis points) increase in interest rates would generate an additional profit of €22.4 million before tax in the net cash position. A 1% (100 basis points) decrease in interest rates would generate a loss of the same amount.

Interest rate risk monitoring method

Technip regularly analyses its exposure to interest rate risk. This activity is the responsibility of the Treasury Department, which reports directly to the Deputy Chief Financial Officer.

The Group does not use financial instruments for speculative purposes.

(d) Credit Risk

A significant portion of the Group's activity is concentrated with a limited number of clients because the worldwide market is dominated by a small number of major oil and gas companies. Consequently, the Group regularly performs credit risk analysis before entering into contracts and has set up procedures for monitoring payments made by customers.

The schedule of past due but not impaired trade receivables is the following:

	As of December 31, 2014				
	Not impaired on the Reporting Date and Past Due in the Following Periods				
In millions of Euro	**Less than 3 months**	**3 to 12 months**	**Over 1 year**	**Total**	**Total Trade Receivables**
Trade Receivables	406.9	150.4	107.5	664.8	1,719.9

	As of December 31, 2013 restated				
	Not impaired on the Reporting Date and Past Due in the Following Periods				
In millions of Euro	**Less than 3 months**	**3 to 12 months**	**Over 1 year**	**Total**	**Total Trade Receivables**
Trade Receivables	390.8	288.5	33.4	712.7	1,766.4

As of December 31, 2014, the main counterparty for cash and cash equivalents represents 17.0% of total net cash position. The principal counterparty for derivative financial instruments represents 18.9% of the Group's total derivative financial instruments. The set of counterparties for the Group's operations was limited to bank institutions that were considered as the safest, mostly noted AA and A.

Note 33 – Auditor's Fees and Services

Auditors' fees and services break down as follows:

In thousands of Euro	Ernst & Young				PricewaterhouseCoopers			
	2014		2013		2014		2013	
	Amount	%	Amount	%	Amount	%	Amount	%
Audit								
Auditing, certification of financial statements, examination of statutory and consolidated financial statements:								
■ Technip	846	19%	761	16%	750	17%	639	16%
■ Subsidiaries	2,116	48%	2,104	43%	2,232	50%	2,260	58%
Other work and services directly related to the responsibilities of Statutory Auditors:								
■ Technip	572	13%	364	8%	375	8%	440	11%
■ Subsidiaries	22	1%	262	5%	377	8%	405	10%
Sub-total	**3,556**	**81%**	**3,491**	**72%**	**3,734**	**83%**	**3,744**	**96%**
Other services								
Legal and tax:								
■ Subsidiaries	818	19%	1,253	26%	761	17%	137	4%
Other:								
■ Subsidiaries	-	-	106	2%	-	-	-	-
Sub-total	**818**	**19%**	**1,359**	**28%**	**761**	**17%**	**137**	**4%**
TOTAL	**4,374**	**100%**	**4,850**	**100%**	**4,495**	**100%**	**3,881**	**100%**

Note 34 – Subsequent Events

There has been no significant subsequent event which occurred since the closing date of the financial year ended December 31, 2014.

This is a free translation into English of a report issued in French and it is provided solely for the convenience of English-speaking users.
This report should be read in conjunction with and construed in accordance with French law and professional standards applicable in France.

Technip

Year ended December 31, 2014

Statutory auditors' report, prepared in accordance with article L. 225-235 of the French commercial code (*Code de commerce*), on the report prepared by the chairman of the board of directors of Technip

PricewaterhouseCoopers Audit
63, rue de Villiers
92208 Neuilly-sur-Seine Cedex

Commissaire aux Comptes
Membre de la compagnie
régionale de Versailles

ERNST & YOUNG et Autres
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92400 Courbevoie - Paris-La Défense 1
S.A.S. à capital variable

Commissaire aux Comptes
Membre de la compagnie
régionale de Versailles

Technip

Year ended December 31, 2014

Statutory auditors' report, prepared in accordance with article L. 225-235 of the French commercial code (*Code de commerce*), on the report prepared by the chairman of the board of directors of Technip

To the Shareholders,

In our capacity as statutory auditors of Technip, and in accordance with article L. 225-235 of the French Commercial Code (*Code de commerce*), we hereby report on the report prepared by the chairman of your company in accordance with article L. 225-37 of the French commercial code (*Code de commerce*) for the year ended December 31, 2014.

It is the chairman's responsibility to prepare and submit for the board of directors' approval a report on internal control and risk management procedures implemented by the company and to provide the other information required by article L. 225-37 of the French commercial code (*Code de commerce*) relating to matters such as corporate governance.

Our role is to:

- report on any matters as to the information contained in the chairman's report in respect of the internal control and risk management procedures relating to the preparation and processing of the accounting and financial information; and

- confirm that the report also includes the other information required by article L. 225-37 of the French commercial code (*Code de commerce*). It should be noted that our role is not to verify the fairness of this other information.

We conducted our work in accordance with professional standards applicable in France.

Information on the internal control and risk management procedures relating to the preparation and processing of the accounting and financial information

The professional standards require that we perform the necessary procedures to assess the fairness of the information provided in the chairman's report in respect of the internal control and risk management procedures relating to the preparation and processing of the accounting and financial information. These procedures consist mainly in:

- obtaining an understanding of the internal control and risk management procedures relating to the preparation and processing of the accounting and financial information on which the information presented in the chairman's report is based and of the existing documentation;

- obtaining an understanding of the work involved in the preparation of this information and of the existing documentation;

- determining if any material weaknesses in the internal control procedures relating to the preparation and processing of the accounting and financial information that we would have noted in the course of our work are properly disclosed in the chairman's report.

On the basis of our work, we have no matters to report on the information relating to the company's internal control and risk management procedures relating to the preparation and processing of the accounting and financial information contained in the report prepared by the chairman of the board of directors in accordance with article L. 225-37 of the French commercial code (*Code de commerce*).

Other information

We confirm that the report prepared by the chairman of the board of directors also contains the other information required by article L. 225-37 of the French commercial code (*Code de commerce*).

Neuilly-sur-Seine and Paris-La Défense, March 5, 2015

The statutory auditors
French original signed by

PricewaterhouseCoopers Audit — ERNST & YOUNG et Autres

Edouard Sattler — Edouard Demarcq — Nour-Eddine Zanouda