



LES EAUX MINÉRALES D'OULMÈS S.A.

SUMMARY PROSPECTUS

ANNUAL UPDATE PERTAINING TO FISCAL YEAR 2014 COMMERCIAL PAPER ISSUANCE PROGRAMME

**Issuance programme ceiling: 200,000,000 MAD
Par Value: 100,000MAD**

**RESERVED TO THE INVESTORS LISTED IN THE PROSPECTUS
(SUBSCRIPTION METHODS SECTION)**

FINANCIAL ADVISOR AND OVERALL COORDINATOR



UNDERWRITING BODY



APPROVAL BY THE CONSEIL DEONTOLOGIQUE DES VALEURS MOBILIERES

In accordance with article 18 of Dahir 1-95-3 of 24 Sha'aban 1415 (26 January 1995) promulgating Law 35 94 on certain negotiable debt securities, as amended and supplemented, the original of the present prospectus was submitted for assessment by the Conseil Déontologique des Valeurs Mobilières, which approved it on the 17th September 2015 under its reference number **VI/EM/026/2015**.

WARNING

On the 17TH September 2015, the Conseil Déontologique des Valeurs Mobilières (CDVM) approved a prospectus for the annual and occasional updating of the programme of issuance of commercial paper by Les Eaux Minérales d'Oulmès.

The prospectus approved by CDVM may be consulted at any time at the registered headquarters of Les Eaux Minérales d'Oulmès and at its financial advisor, BMCI. It will also be made available at the establishment for the collection of orders.

The prospectus is also available on the CDVM website www.cdvm.gov.ma.

PART I : PRESENTATION OF THE OPERATION

I. OBJECTIVES OF THE ISSUE

The main goals of the issuance of Treasury Bonds, purpose of this summary prospectus, are:

- To optimize its short-term financing costs;
- To meet the additional working capital requirements generated by the company's activities;
- To meet specific needs for cash resulting from changes in its working capital requirement over the year (driven by fluctuations in the times taken to pay by the Company's counterparties in the high season);
- To diversify its sources of finance in order to enhance its negotiating position with its financial partners;
- To consolidate its image among institutional investors by enhancing its profile on the capital markets.

II. INFORMATION ON THE SECURITIES TO BE ISSUED

Nature of securities	Negotiable debt securities, dematerialized by registration with the Central Depository (Maroclear) and registered in an account with authorized affiliates.
Legal form	Bearer
Issuance programme ceiling	MAD 200,000,000
Par value	MAD 100,000.
Maturity	From 10 days to 12 months. To be determined for each issue.
Vesting date	Date of settlement
Interest rate	Determined for each issue depending on market conditions
Interest	Paid on maturity
Coupon payment	Bullet repayment, i.e., on the maturity of each security.
Repayment of principal	Bullet repayment, i.e., on the maturity of each security.
Consolidation clause	There is no consolidation of the securities to be issued with securities in any previous issue.
Negotiability	There are no restrictions on the free negotiability of this commercial paper imposed by the conditions of issuance. The securities are tradable over the counter.
Guarantee	The issue is not the subject of any guarantee.
Ranking	The Treasury Bonds issued by the company Les Eaux Minérales d'Oulmès constitute direct, general, unconditionnal and unsubordinated obligations by the Issuer, and will rank equally with each other and with all of the Issuer's other fixed term, present or future unsecured and non-preferred debts.

III. UNDERWRITING SYNDICATE – FINANCIAL INTERMEDIARIES

Type of financial intermediary	Title	Address
Financial Advisor & Overall Coordinator	BMCI	26 Place des Nations Unies,20 000 Casablanca
Body responsible for underwriting	BMCI	26 Place des Nations Unies,20 000 Casablanca
Domiciliation agent, providing the Issuer's financial service	BMCI	26 Place des Nations Unies,20 000 Casablanca

**PART II: OVERALL VIEW OF LES EAUX MINÉRALES
D'OULMÈS COMPANY**

I. GENERAL INFORMATION

Company name	<i>Les Eaux Minérales d'Oulmès</i>
Registered headquarters	Zone Industrielle de Bouskoura, 20180 Casablanca – Maroc
Telephone	(212) 5 22 33 47 42
Fax	(212) 5 22 33 47 52 / 33 49 07
Website	www.oulmes.ma
Legal form	Moroccan limited company (Société Anonyme) with a Board of Directors
Date of creation	7 March 1934 under the company name Société des Eaux Minérales d'Oulmès
Lifetime	99 years
Register of Companies	No. 2215, Casablanca
Company financial year	1 January–31 December
Statutory objective (Extract from article 3 of the articles of association)	<p>“ The Company’s objective is:</p> <ul style="list-style-type: none"> - The sourcing and utilization, import, export, industry and trade, in all their forms, of all mineral waters and all waters termed “spring waters” from Morocco and elsewhere, together with all products derived therefrom, natural gas, etc.; - The production, purchase and sale of sparkling beverages, table waters, beers, lemonades, soft drinks and derivatives; - The acquisition, creation, leasing, and direct or indirect operation of any and all workshops, factories or warehouses destined for the above objectives; - The production, purchase, sale, import, export, leasing of any and all materiel relating to its industry or business; - The creation, acquisition, operation of any and all establishments, spas, hotels, casinos, theatres, bars, refreshment stalls etc., playing fields, sports grounds etc., that may be directly or indirectly useful towards the Company’s development, towards the sale or exploitation of mineral waters; - Any and all real estate transactions, in particular the purchase, subdivision, sale, exchange of any and all buildings of any kind whether constructed or not yet constructed, the construction of all building projects, the conduct of all works and installation of facilities on behalf of the Company; - The direct or indirect operation of said buildings, taking leasehold of any and all buildings; - Obtaining any and all concessions, authorizations to exploit water sources, etc., from the competent authorities; - Obtaining, purchasing, selling, exploiting any and all patents, licences, brands and procedures relating to its industry or its business; - And, more generally, any and all transactions of a

commercial, industrial, financial, real estate or other property nature relating directly or indirectly to the Company's objective or to any and all similar or auxiliary objectives;

- The Company's participation by any and all means in any and all operations, transactions, enterprises and companies that may relate directly or indirectly to the Company's objective, in particular through the creation of new companies, contributions, sponsorship, subscription to or purchase of Company shares or Company rights, mergers, alliance, joint ventures or otherwise. »
- The transport and distribution throughout Morocco of all kinds of merchandise, on its own behalf and on behalf of third parties;
- The acquisition and/or leasing of all vehicles, new or second-hand, for the requirements of its transport and distribution activities.

**Registered capital
(As of 31 December 2014)**

MAD 198,000,000 comprising 1,980,000 shares of face value MAD 100 each.

Legal documents

The Company accounting and legal documents that must be made public under the law and also pursuant to the Company's articles of association may be consulted at the Company's registered office.

Legislation applicable to the issuer

By reason of its legal form, Les Eaux Minérales d'Oulmès is governed by Law 17-95 promulgated by Dahir 1-96-124 of 30 August 1996 on limited companies as amended and supplemented the Dahir enacting Law 1-08-18 of 23 May 2008 promulgating Law 20-05.

By reason of its activity, the Company is subject to the provisions of Law 10-95 on water as supplemented and amended by Law 19-98 promulgated by Dahir 1-99-174 of 16 Rabi' I 1420 (30 June 1999).

By reason of its listing on the Casablanca Stock Exchange, it is subject to all the legal and regulatory provisions relating to the financial markets, and in particular:

- The Dahir promulgating Law 1-93-211 of 21 September 1993 on the Casablanca Stock Exchange, amended and supplemented by laws 34-96, 29-00, 52-01 and 54-06;
- The General Regulations of the Casablanca Stock Exchange approved by Decree of the Minister of the Economy and Finance no. 499-98 of 27 July 1998 and amended by order of the Minister of the Economy, Finance, Privatization and Tourism no. 1960-01 of 30 October 2001. The latter order was amended in the draft amendment of June 2004 that entered into force in November 2004 and by order 1268-08 of 7 July 2008;
- The Dahir promulgating Law 1-93-212 of 21 September 1993 on the Conseil Déontologique des Valeurs Mobilières and the information required from legal persons whose shares are publicly traded, as amended and supplemented by laws 23-01, 36-05 and 44-06;
- Dahir 1-96-246 of 9 January 1997 promulgating Law 35-96 on the creation of a central depository and the establishment of a general procedure for registering

certain securities in accounts (amended and supplemented by Law 43-02);

- The General Regulations of the central depository approved by order of the Ministry of the Economy, Finance, Privatization and Tourism no. 1961-01 of 30 October 2001;

- Dahir 1-04-21 of 21 April 2004 promulgating Law 26 03 on public offerings on the Moroccan Stock Market as amended by Law 46-06;

- The General Regulations of the Conseil Déontologique des Valeurs Mobilières approved by order of the Minister of the Economy and Finance no. 822-08 of 14 April 2008.

Through its Treasury Bonds issuance programme, the company *Les Eaux Minérales d'Oulmès* is subject to the provisions of Law 35-94 on certain negotiable debt securities.

Tax regime

The company is subject to a number of taxes and duties:

- VAT at 20% (payment regime: since 2008);
 - Corporation Tax of 30%;
 - Domestic consumption tax:
 - MAD 8 per hectolitre for waters
 - MAD 30 per hectolitre for flavoured waters containing less than 6% juice.
 - Social contributions at (2013 Finance Act):
 - 0.5% on net accounting income from MAD 15 million and up to MAD 25 million exclusive;
 - 1% on net accounting income from MAD 25 million and up to MAD 50 million exclusive;
 - 1.5% on net accounting income from MAD 50 million up to MAD 100 million exclusive;
 - 2% on net accounting income of MAD 100 million and above.
 - Municipal tax at a maximum rate of 10 centimes per litre of fraction of a litre of mineral or table waters to be delivered for consumption in bottled form;
 - Fiscal marker of 1 MAD cent per bottle of water.
- Sales for export are exempted from VAT, domestic consumption tax and recovery of the subsidy on sugar.

Competent court in the event of dispute

Casablanca Commercial Court.

II. CHANGE IN REGISTERED CAPITAL OF LES EAUX MINÉRALES D'OULMÈS

1. Shareholding structure:

Between 2011 and 2014, the shareholding structure of Les Eaux Minérales d'Oulmès remained unchanged, as shown in the following table.

Shareholders	12/2011	2011 share*	12/2012	2012 share*	12/2013	2013 share*	12/2014	2014 share*
HOLMARCOM	478,451	24.16%	478,451	24.16%	478,451	24.16%	478,451	24.16%
OMI	421,959	21.31%	421,959	21.31%	421,959	21.31%	421,959	21.31%
ATLANTA	379,082	19.15%	379,082	19.15%	379,082	19.15%	379,082	19.15%
SOCHEPAR	222,087	11.22%	222,087	11.22%	222,087	11.22%	222,087	11.22%

SANAD	198,000	10.00%	198,000	10.00%	198,000	10.00%	198,000	10.00%
BENSALAH Estate and Children	85,258	4.31%	85,258	4.31%	85,258	4.31%	85,258	4.31%
Various members of the public	195,163	9.86%	195,163	9.86%	195,163	9.86%	195,163	9.86%
TOTAL	1,980,000	100.00%	1,980,000	100.00%	1,980,000	100.00%	1,980,000	100.00%

Each share held carries one voting right.

Source : Les Eaux Minérale d'Oulmès

III. EXECUTIVE BODIES

The composition of the Board of Directors of *Les Eaux Minérales d'Oulmès* Company as of 27 May 2014 is shown in the following table.

Name	Position	Date of most recent nomination	Expiry of term of office	Relationship
Mr. Mohamed Hassan BENSALAH	Chairman and CEO, shareholder	OGM of 24/05/2011	OGM convened to approve the accounts for the year to 31/12/2016	Himself
Mrs. Latifa BENSALAH née EL MOUTARAJJI *	Director, shareholder	OGM of 27/05/2014	OGM convened to approve the accounts for the year to 31/12/2019	Mother
Ms. Miriem BENSALAH CHAQRON	Director, Deputy CEO, shareholder, salaried employee	OGM of 20/05/2010	OGM convened to approve the accounts for the year to 31/12/2015	Sister
Mr. Moulay Amine EL ALAOUI	Independent Director	OGM of 20/05/2010	OGM convened to approve the accounts for the year to 31/12/2015	-
Mr. Mustapha FARIS	Independent Director	OGM of 27/05/2013	OGM convened to approve the accounts for the year to 31/12/2018	-
Mr. Abdeltif TAHIRI	Independent Director	OGM of 20/05/2010	OGM convened to approve the accounts for the year to 31/12/2015	-
HOLMARCOM, represented by Mr. Mohamed Hassan BENSALAH- CEO	Director, shareholder	OGM of 24/05/2012	OGM convened to approve the accounts for the year to 31/12/2017	-
SANAD, represented by Mr. Abdelilah LAAMARTI (Deputy CEO)*	Director, shareholder	OGM of 24/05/2012	OGM convened to approve the accounts for the year to 31/12/2017	Mr Mohamed Hassan Bensalahis himself CEO of SANAD
ATLANTA, represented by Mr. Jalal Benchekroun (Deputy CEO)	Director, shareholder	OGM of 24/05/2012	OGM convened to approve the accounts for the year to 31/12/2017	Mr Mohamed Hassan Bensalahis himself CEO of ATLANTA
OMI, represented by Mr. Karim CHIOUAR	Director, shareholder	OGM of 24/05/2012	OGM convened to approve the accounts for the	Mr. Mohamed Hassan Bensalah himself CEO of

(Deputy CEO–Group)			year to 31/12/2017	OMI
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Source : Les Eaux Minérales d'Oulmès
*DCEO Deputy CEO

IV. MANAGEMENT BODIES

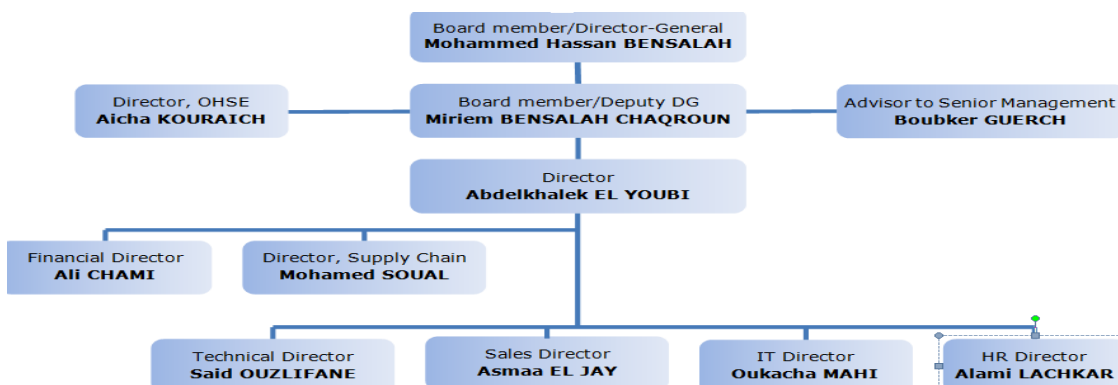
1. Directors/Executive Officers

The principal executive officers of *Les Eaux Minérales d'Oulmès* as of 31 May 2013 are:

Name	Date of entry into post	Position
Mr. Mohamed Hassan Bensalah	1993	Chairman/Director-General (CEO)
Ms.Miriem Bensalah Chaqroun	November 1989	Deputy CEO
Mr. Abdelkhalek El Youbi	1995	Director
Mr. Ali Chami	January 2007	Administrative and Financial Director
Mr. Boubker Guerch	1971	Advisor to Senior Management
Mr. Mohamed Soual	2000	Director, Supply Chain
Mr. Kamal Dalil	April 2002	Director, Sales
Ms. Asmaa Eljay	May 2007	Director, Marketing
Mr. Oukacha Mahi	July 2001	Director, Systems and IT
Mr. Alami Lachkar	November 2009	Director, Human Resources
Mr. Said Ouzlifane	February 2002	Technical Director
Ms. Aicha Kouraich	November 2009	Director, Occupational Health, Safety and Environment

Source : Les Eaux Minérales d'Oulmès

2. Organizational chart of Les Eaux Minérales d'Oulmès Company



Source : Les Eaux Minérales d'Oulmès

As of 31st December 2014

**PART III: ACTIVITIES OF LES EAUX MINÉRALES
D'OULMES COMPANY**

I. ACTIVITIES OF *LES EAUX MINÉRALES D'OULMÈS* COMPANY

1. Strategic activities

Les Eaux Minérales d'Oulmès Company's activities include the following:

- The sourcing, utilization and marketing of natural still mineral water, natural sparkling mineral water, and any and all products derived therefrom, such as carbon dioxide, etc.;
- The production and marketing of purified still water;
- The production of preforms to meet the needs of the Oulmès company.

It should be noted that until 31 December 2010, the company used to make and market soft drinks.

2. Commercial and geographic positioning of *Les Eaux Minérales d'Oulmès*

Breakdown of gross sales before reductions, discounts and rebates by volume and value per product type (in thousand MAD)

Activity/Brand	2012		2013		2014		Change 2013-2012		Change 2013-2014		Mean annual rate of growth	
	Volume	Net Sales	Volume	Net Sales	Volume	Net Sales	Volume	Net Sales	Volume	Net Sales	Volume	Net Sales
Natural Mineral Water	325,316	831,952	371,894	933,695	413,633	1,033,586	14.30%	12.20%	11.22%	10.70%	12.76%	11.46%
Share	67.20%	73.40%	70.00%	75.50%	70.70%	76.00%	2,77 pts	2,12 pts	0,70 pts	0,50 pts		
Sparkling Mineral Water	34,732	146,755	36,314	149,764	39,581	165,820	4.60%	2.10%	9.00%	10.72%	6.75%	6.30%
Share	7.20%	12.90%	6.80%	12.10%	6.77%	12.19%	-0,34 pts	-0,83 pts	-0,03 pts	0,09 pts		
Table Water	123,710	154,639	122,970	152,781	131,846	160,643	-0.60%	-1.20%	7.22%	5.15%	3.24%	1.92%
Share	25.60%	13.60%	23.20%	12.40%	22.54%	11.81%	-2,42 pts	-1,29 pts	-0,66 pts	-0,59 pts		
Overall total	483,758	1,133,347	531,178	1,236,241	585,059	1,360,049	9.80%	9.10%	10.14%	10.01%	9.97%	9.55%

Source : *Les Eaux Minérales d'Oulmès*

**PART IV. FINANCIAL SITUATION OF LES EAUX
MINÉRALES D'OULMÈS COMPANY - ANNUAL
COMPANY ACCOUNTS -**

I. INTRODUCTION :

1. 1. Income and Expenses account of "Les Eaux Minérales d'Oulmès" Company

The table below sets forth in detail the changes in the Income and Expenses account of Les Eaux Minérales d'Oulmès Company for the financial years ending 31 December 2012, 2013 and 2014.

In KMAD	2012	2013	2014	Change 2012-2013	Change 2013-2014	Mean annual rate of growth
Operating income						
Sale of merchandise (as is)	74,180	40.0	20	-99.9%	-50.0%	-98.4%
Sale of goods and services produced	1,026,200	1,129,250	1,350,340	10.0%	19.6%	14.7%
Turnover	1,100,380	1,129,289	1,350,361	2.6%	19.6%	10.8%
Change in product inventory (+ or -)	-8,174	-1,250	1,981	-84.7%	<-100,0%	
Assets manufactured by the company for itself	8,887	0	17,972	-100.0%		42.2%
Operating subsidies	0	0	0			
Operating reversals: transfer of charges	25,962	13,605	11,986	-47.6%	-11.9%	-32.1%
Total	1,127,054	1,141,645	1,382,300	1.3%	21.1%	10.7%
Operating charges						
Costs of goods sold	67,481	6,318	86	-90.6%	-98.6%	-96.4%
Costs of supplies and consumables	420,562	397,756	429,068	-5.4%	7.9%	1.0%
Other external charges	286,318	297,609	369,908	3.9%	24.3%	13.7%
Taxes and duties	86,986	94,505	121,155	8.6%	28.2%	18.0%
Personnel charges	108,115	126,998	146,086	17.5%	15.0%	16.2%
Other operating charges	1,406	1,375	1,375	-2.2%	0.0%	-1.1%
Operating charges to provisions	104,335	101,674	122,965	-2.6%	20.9%	8.6%
Total	1,075,203	1,026,236	1,190,644	-4.6%	16.0%	5.2%
Operating income	51,852	115,410	191,655	>100,0%	66.1%	92.3%
Financial income						
Exchange gains	1,327	827	493	-37.7%	-40.4%	-39.0%
Interest and other financial income	0	95	326	-	>100,0%	
Financial reversals: transfer of charges	186	59	75	-68.4%	27.5%	-36.5%
Total	1,514	980	894	-35.2%	-8.8%	-23.2%
Financial charges						
Interest charges	21,936	20764	19,921	-5.3%	-4.1%	-4.7%
Exchange losses	1,218	1231	2018	1.1%	63.9%	28.7%
Financial provisions	59	90	97	53.1%	7.4%	28.2%
Total	23,213	22,085	22,035	-4.9%	-0.2%	-2.6%
Financial result	-21,699	-21,105	-21,141	-2.7%	0.2%	-1.3%
Recurrent income	30,154	94,305	170,514	>100,0%	80.8%	>100,0%
Non-recurrent income						
Income from disposal of assets	318	235	1,183	-26.2%	403.8%	92.9%
Other non-recurrent income	3,179	4,803	7,190	51.1%	49.7%	50.4%
Non-recurrent reversals: transfer of charges			8000			
Total	3,497	5,037	16,372	44.1%	225.0%	>100,0%
Non-recurrent charges						
Net amortization values of assets disposed of	104	234	70	124.6%	-70.0%	-18.0%
Other non-recurrent charges	400	1,631	33,107	307.7%	1930.1%	>100,0%

Non-recurrent depreciation and provisions	0	966	0		-100.0%	
Total	505	2830	33176	>100,0%	>100,0%	>100,0%
Non-operating income	2,992	2,207	-16,804	-26.2%	<-100,0%	-
Profit before tax	33,146	96,512	153,710	>100,0%	59.3%	>100,0%
Tax on profit	8,655	31,517	48,677	>100,0%	54.4%	>100,0%
Net result	24,491	64,995	105,033	>100,0%	61.6%	>100,0%

Source : Les Eaux Minérales d'Oulmès

2. BALANCE SHEET ANALYSIS

The following table sets forth the historical balance sheet data for Les Eaux Minérales d'Oulmès for the financial years ending 31 December 2012, 2013 and 2014.

In KMAD	2012 S	2013 S	2014 S	Change 2012-2013 S	Change 2013-2014 S	Mean annual rate of growth
Nil-value assets	15,938	17,717	12,234	11.2%	-30.9%	-12.4%
Intangible assets	5,755	6,637	7,569	15.3%	14.0%	14.7%
Tangible assets	748,453	774,016	778,097	3.4%	0.5%	2.0%
Financial assets	1,413	1,533	2,054	8.5%	34.0%	20.5%
Translation adjustments	0	0	0	-	-	-
Fixed assets	771,560	799,903	799,954	3.7%	0.0%	1.8%
Stocks	107,674	96,182	103,846	-10.7%	8.0%	-1.8%
Operating receivables	275,019	274,104	361,456	-0.3%	31.9%	14.6%
Marketable securities	58	58	58	0.0%	0.0%	0.0%
Translation adjustments	90	75	97	-16.6%	28.2%	3.4%
Current assets	382,841	370,420	465,457	-3.2%	25.7%	10.3%
Cash assets	29,063	68,358	39,928	>100,0%	-41.6%	17.2%
Total assets	1,183,463	1,238,680	1,305,339	4.7%	5.4%	5.0%
Own capital	487,302	517,177	552,910	6.1%	6.9%	6.5%
Shareholders' or staff equity	0	0	0			
Financing debts	50,738	303,986	240,101	499.1%	-21.0%	117.5%
Long-term provisions for contingent liabilities and charges	0	0	0			
Translation adjustments	0	0	0			
Long-term financing	538,041	821,163	793,011	52.6%	-3.4%	21.4%
Debts on current liabilities	317,053	329,380	339,069	3.9%	2.9%	3.4%
Other provisions for contingent liabilities and charges	1,786	8,075	97	352.1%	-98.8%	-76.7%
Translation adjustments	49	53	176	9.9%	229.2%	90.2%
Current liabilities	318,888	337,509	339,341	5.8%	0.5%	3.2%
Cash liabilities	326,535	80,009	172,986	-75.5%	116.2%	-27.2%
Total liabilities	1,183,463	1,238,680	1,305,339	4.7%	5.4%	5.0%

Source : Les Eaux Minérales d'Oulmès

PART V - RISK FACTORS

1- Risk from competition

The current operators in the mineral water sector do confront a risk of the entry onto the market of new local products. However, given the scale of the financial, human and operational investment involved in such an operation, the chances of it succeeding are negligible.

The fall in customs duty is favouring imports of foreign mineral waters. However, the effect of such imports should be limited, given the significant barriers resulting from the lack of a distribution network and the significant transport costs.

Given its low market value relative to its volume, "Water" cannot be profitably marketed as a product unless it follows the proximity principle. That said, customs duties can be as much as 25% before VAT.

In 2014, imported mineral waters represented less than 0.9% of total sales volume.

2- Regulatory risk

In addition to the risks faced by the sector as a whole, the company also faces the following risks:

- The risk that its concession will not be renewed: in this regard, however, the State has undertaken not to grant any similar concession for the use of mineral waters for bottling within 30 km of the Oulmès triangulation point without a prior invitation to Les Eaux Minérales d'Oulmès Company to submit a concession application that will, all things being equal, have priority over all other analogous applications. Currently, the Company has two concessions that are being operated: the Sidi Ali/Oulmès application that was signed in 2010 for the following 25 years, and the Ain Atlas concession that was signed in 2009 for the next 30 years.
- The risk of the concession's being bought back: the State can buy the concession back at any time. In the event that the State takes advantage of this provision, it would be obliged to warn the concession-holder at least two years in advance.
- The risk of the Company losing its authorization: Law 10-95 sets forth conditions and prerequisites for exploiting natural resources. Only non-compliance with those regulatory conditions can provide cause to modify the concession contract unless the public interest is threatened (which would be in the event of force majeure), in which case such modification, reduction or revocation may give rise to a right to compensation to the holder of the authorization, if the holder is directly prejudiced thereby.

Since 1933, when the first concession was granted, Les Eaux Minérales d'Oulmès has always taken care to abide scrupulously by the conditions set in the concession contracts: The Company has organised in such a way as to always guarantee that the spring waters are exploited in accordance with the concession contract:

- Creation of an R&D department which works in close cooperation with the Basin Agency in order to keep the Company in a state of constant alert to ensure that its operations are progressing properly. The Agency coordinates sampling, water capture and transmission of all information to the State's oversight bodies;
- Creation of a "Quality Directorate" that can intervene at any time anywhere along the production chain in order to verify that the water that has been conceded is in constant compliance with the State's obligations in health matters. That is why samples are taken every half hour to be sent for chemical, sanitary and mineralogical analysis.

Most recently, Les Eaux Minérales d'Oulmès Company has diversified its activities by launching a table water, so that the Company's dependence on natural mineral water is reduced.

3- Exchange rate risk

The exchange rate risk affects imported packaging products (PET, preforms and caps). However, this risk is very small since the principal import currencies, i.e., the euro and the US dollar, have a correlation coefficient that is very strongly negative (close to -1).

4- Risk from client default

The risk from default among Les Eaux Minérales d'Oulmès Company's clients is very low because sales are spread over a whole set of distribution channels, each of which has several tens if not hundreds of clients. This fact means that the Company's dependence on any one client and the impact of any one client's default is very slight given the size of the Company.

5- Health hazard risk

By reason of its activity in the industrial processing of all waters termed "spring waters", the Les Eaux Minérales d'Oulmès Company is exposed to a health hazard risk in the process of producing bottled waters. To counter it, the Company has put in place a whole process aimed at improving the quality of the products it markets.

6- Environmental risk

In the production of natural and sparkling mineral waters, and table water, water use is the principal input to the production process, and on the other hand is also used to clean the glass containers and bottle crates that will hold the final product. To achieve this, some sites dispose of waste water into the urban sewerage systems of the cities where the plants are located, which could have a possible negative environmental impact.

In an awareness of the issue, in 2011 the Company engaged in a process toward certification in environmental management under ISO 14000, which it successfully obtained in 2012.

In that context, Les Eaux Minérales d'Oulmès Company has taken the following specific actions:

- ✓ Designing lightweight, environmentally friendly packaging;
- ✓ Putting in place and environmental protection charter;
- ✓ Protecting the Oulmès forest surrounding the Tarmilate plant and raising awareness among the local farmers about the dangers of pesticides;
- ✓ Preserving the springs by means of three protective cordons (sanitary, close in, further out);
- ✓ Planting trees around the water sources it uses.

7- Risk from changes in taxation

It is to be noted that the company has contingent liabilities, non-recorded in the company's books, relating to the tax authorities' request, received by the company on 4 September 2014, and inviting it to submit supporting payment documentation regarding the stamp duties, as stipulated by articles 249 and 252 I-B of the CGI for the period between 2004 and 2013.

Given the absence of notification by the *Direction Générale des Impôts* prior to the approval of this Summary Prospectus, the possible impact of this risk remains unknown.

Warning

The above information represents only part of the prospectus approved by the Conseil Déontologique des Valeurs Mobilières (CDVM) under reference no VI/EM/026/2015 on 17TH September 2015.

The CDVM advises reading the entire prospectus available to the public in French.