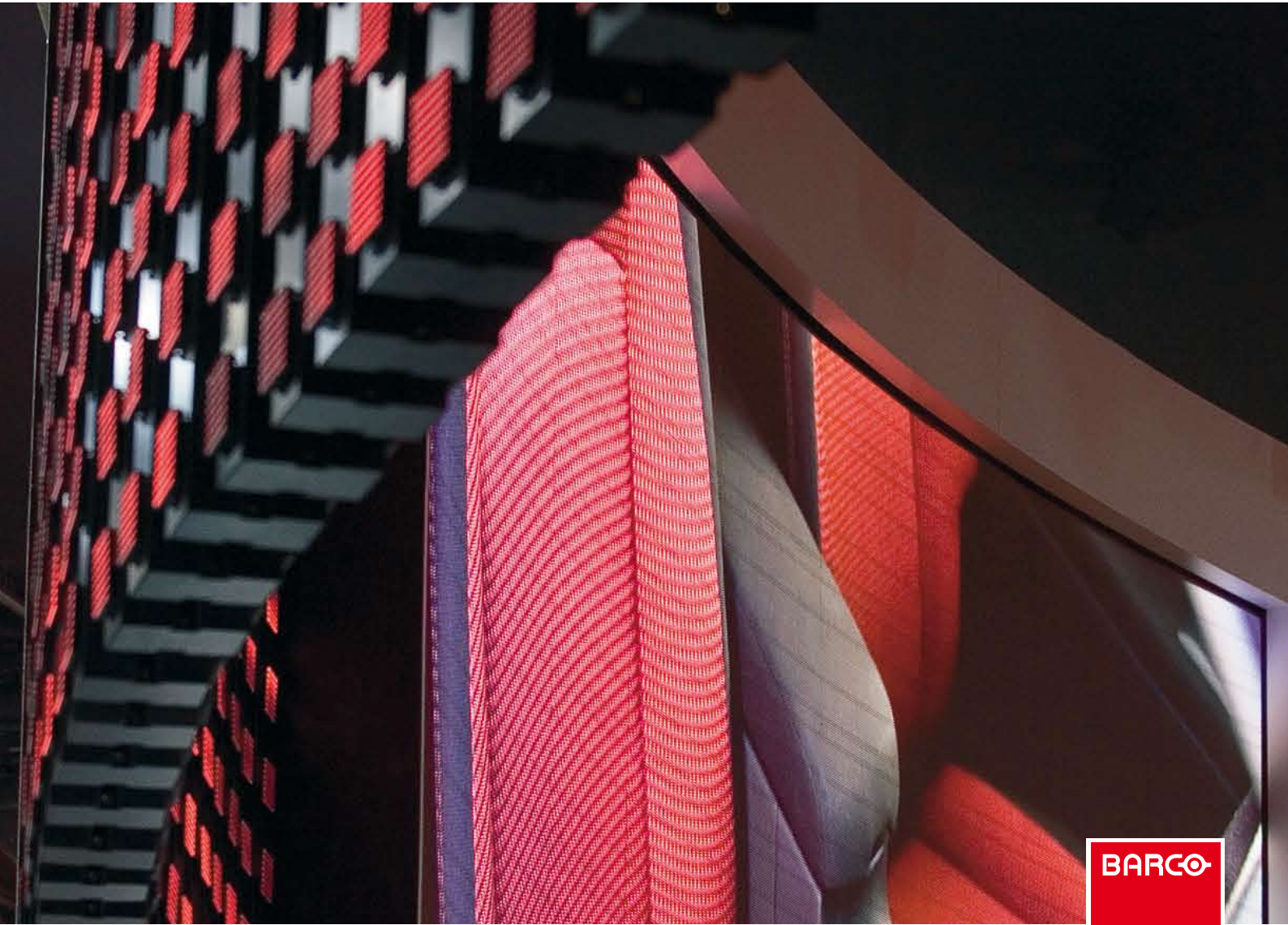


# Barco 6 months ended

30 June 2007



**BARCO**

Visibly yours

# Key figures as reported\*

	2007	2006	2007	2006
[ in thousands of euro* ]	2 <sup>nd</sup> quarter	2 <sup>nd</sup> quarter	1 <sup>st</sup> half	1 <sup>st</sup> half
Net sales	208,245	186,003	380,739	358,060
Gross profit	82,209	79,235	152,095	149,972
EBIT	17,817	16,105	27,515	25,402
Current result before taxes	17,656	15,920	26,929	25,252
Current result after taxes	14,309	12,743	21,857	20,117
Current result after taxes per share*	1.19	1.05	1.81	1.66
Net income attributable to the equityholder	14,309	11,288	21,857	18,790
Earnings per share*	1.19	0.93	1.81	1.55
Diluted earnings per share*	1.12	0.88	1.71	1.46
Current cash-flow	29,095	27,084	50,784	48,880
Current cash-flow per share*	2.41	2.23	4.20	4.03
[ *in euro ]				

\* as reported, i.e. for 2006: including the parts of Barco Manufacturing Services divested in 2006 and including BarcoVision  
for 2007: including BarcoVision and the remaining part of Barco Manufacturing Services

## Key figures on the basis of continuing operations\*\*

	2007	2006	2007	2006
[ in thousands of euro* ]	2 <sup>nd</sup> quarter	2 <sup>nd</sup> quarter	1 <sup>st</sup> half	1 <sup>st</sup> half
Net sales	192,275	166,298	348,734	322,247
Gross profit	74,944	69,618	136,469	132,761
EBIT	15,718	12,977	22,240	21,030
Current result before taxes	15,557	12,791	21,655	20,879
Current result after taxes	12,676	10,318	17,805	16,738
Current result after taxes per share*	1.05	0.85	1.47	1.38
Net income attributable to the equityholder	14,309	11,288	21,857	18,790
Earnings per share*	1.19	0.93	1.81	1.55
Diluted earnings per share*	1.12	0.88	1.71	1.46
Current cash flow	25,726	22,145	43,216	40,396
Current cash flow per share*	2.14	1.83	3.58	3.33
[ *in euro ]				

\*\* on the basis of continuing operations:

Following IFRS rules comparison must be made on the basis of "continuing operations". This means that the results of the divisions Barco Manufacturing Services and BarcoVision are shown as a separate line ("results from discontinued operations") and added to the net results of the continuing operations. All financial data appearing further in this announcement will be based on "continuing operations" for 2Q06 as well as for 2Q07, unless otherwise indicated.

# Number of employees

Total

3,860

4,215

## Capital & ownership of the company's shares

On 30 June 2007, the capital amounted to euro 54,039,158.04, represented by 12,639,578 shares.

Ownership of the company's shares was as follows:

Gimv: 9.29% (1,174,921 shares)

Allianz SE: 3.94% (497,475 shares)

Franklin Resources, Inc: 6.08% (768,832 shares)

M&G Investment Management Ltd: 3.70% (467,179 shares)

Public: 72.12% (9,116,108 shares)

Barco: 4.87% (615,063 shares)

### fully diluted

Gimv: 8.84% (1,174,921 shares)

Allianz SE: 3.74% (497,475 shares)

Franklin Resources, Inc: 5.79% (768,832 shares)

M&G Investment Management Ltd: 3.52% (467,179 shares)

Public: 73.48% (9,764,451 shares)

Barco: 4.63% (615,063 shares)

# Management discussion and analysis of the results

## Strong Q2 growth and profit confirm successful strategic reorientation of Barco

### Second Quarter 2007 financial highlights<sup>1</sup> on the basis of continuing operations<sup>2</sup>:

- Orders totalled euro 183 million, a rise of 7.3% compared to the same period in 2006.
- Sales amounted to euro 192.3 million, an increase of 15.6%.
- Gross profit rose by 7.7% to euro 74.9 million from euro 69.6 million the year before.
- EBIT increased by 21.1% to euro 15.7 million, while EBIT margin rose to 8.2% from 7.8% in 2Q06.
- Current earnings per share were euro 1.05 compared with euro 0.85 the year before: an increase of 23.5%.
- Net income was euro 14.3 million, a rise of 26.8% from euro 11.3 million in 2Q06.
- Net earnings per share were euro 1.19; in the same period the year before they were euro 0.93.

Referring to the 2Q07 results on the basis of “continuing operations”, Barco CEO, Martin De Prycker, commented: “Comparing sales year-on-year shows a strong increase of 15.6%, despite the decline of the USD versus the euro of 7.4% year-on-year. This growth is supported by almost every division with the Media & Entertainment Division doing particularly well.”

“Order intake remains on a growth path with an increase of 7.3%, with an important contribution of the Security & Monitoring division.”

“Gross profit increased by 7.7% to euro 74.9 million, despite a significant negative impact of the declining USD versus the euro. Growth in EBIT was 21.1% up to euro 15.7 million and EBIT margin was 8.2% versus 7.8% the year before. Net income increased by 26.8% from euro 11.3 million to euro 14.3 million.”

“The good evolution in orders and sales in the second quarter of 2007 strengthens our confidence in reaching the full year target of sales growth between 6 and 9%, supporting the expected growth in profit compared to 2006.”

Referring to the upcoming sale of BarcoVision to the Itema Group for euro 72 million, Herman Daems, Chairman of the Board of Directors, added: “The board will carefully evaluate ways to enhance shareholder value by examining the appropriate structure of the current and future balance sheet, taking into account the proceeds of the sale. The anticipated net gain on this transaction is between euro 43 and 45 million.” He added that the Board will communicate further on this process by the end of 2007.

<sup>1</sup> Unless otherwise indicated, all financial and operating data discussed in this announcement are in accordance with IFRS and in million of Euro. Tables state figures in thousands of Euro, unless otherwise noted. Unless otherwise stated, all comparisons are between the three-month period ended June 30, 2007, and the equivalent three-month period ended June 30, 2006.

<sup>2</sup> Following IFRS rules comparison must be made on the basis of “continuing operations”. This means that the results of the divisions Barco Manufacturing Services and BarcoVision are shown as a separate line (“results from discontinued operations”) and added to the net results of the continuing operations. All financial data appearing further in this announcement will be based on “continuing operations” for 2Q06 as well as for 2Q07, unless otherwise indicated.

## CONSOLIDATED RESULTS FOR THE QUARTER

### Sales & Orders

Sales for the quarter increased by 15.6% year-on-year to euro 192.3 million, despite the decline of the USD versus the euro of 7.4% year-on-year. With a growth in sales of nearly 45% the Media & Entertainment Division was the largest contributor to total sales growth of Barco in 2Q07. Overall orders increased by 7.3%, pushed by a growth of close to 19% in the Security & Monitoring Division.

Sales to Europe, Middle East and Africa represented 47.2% of consolidated sales, while 32.9% of sales was realized in the Americas and 19.9% in Asia Pacific.

The book-to-bill ratio was 0.95 compared with 1.03 for 2Q06.

### Gross Profit & Margin

Gross profit increased 7.7% to euro 74.9 million from euro 69.6 million in 2Q06, despite the negative impact of the decline of the USD versus the euro. Gross profit margin was 39.0% versus 41.9% in 2Q06, as the Media & Entertainment Division represented a larger proportion of total sales of Barco in 2Q07 than the year before. This division typically has lower gross profit margins than the other divisions of the group but also the operating expenses of this division are lower. For 2Q07 the EBIT margin of the Media & Entertainment Division was more than 10%.

### Operating Results (EBIT)

EBIT increased by 21.1%, to euro 15.7 million, or 8.2% of sales. This compares to euro 13.0 million and 7.8% of sales for 2Q06.

As a percentage of sales research & development expenses decreased year-on-year from 9.4% to 8.6% of sales. Sales & marketing costs decreased from 17.1% to 15.3% of sales. General & administration costs also showed a relative decrease, from 6.9% of sales to 6.5%.

Other operating results were euro minus 0.8 million compared to euro minus 1.0 million in 2Q06.

### Income Taxes

Income taxes increased from euro 2.4 million to euro 2.9 million year-on-year on higher earnings.

### Current earnings per share

Current earnings per share for the quarter were at euro 1.05 versus euro 0.85 the year before.

### Net Income

Net income for the quarter improved by 26.8% from euro 11.3 million in 2Q06 to euro 14.3 million in 2Q07. The net margin in 2Q07 was 7.4% versus 6.8% the year before.

Net earnings per ordinary share (EPS) for the quarter were euro 1.19, up from euro 0.93 in 2Q06. Fully diluted net earnings per share were euro 1.12, compared to euro 0.88 in the same period the year before.

### Book-to-Bill Ratio: last year rolling forward

	2Q07	1Q07	4Q06	3Q06	2Q06
Book-to-bill ratio	1.13	1.16	1.10	1.12	1.03

## DIVISIONAL RESULTS FOR THE QUARTER

### Media & Entertainment Division

Sales at the Media & Entertainment Division rose 44.9% year-on-year, driven by strong growth in the events and media markets. Orders grew by 10% year-on-year with double digit growth in events. The media market showed a flat order intake in 2Q07 and the digital cinema market had lower orders than the year before. However, indications in the digital cinema market remain positive for market growth in 2H07 and in 2008.

The book-to-bill ratio for the division was at 0.81.

Gross profit increased by 34.9%. EBIT margin was 10.7% versus 2.9% the year before, with a good contribution from the media market.

### Security & Monitoring Division

Sales declined by 4.7% as some big projects for control rooms shifted to 2H07. On the other hand sales showed first, be it still moderate, growth again in the defense market. Orders grew double digit, mainly thanks to growth in the defense and control room markets.

The book-to-bill ratio was high at 1.23.

Gross profit decreased by 9.6%. EBIT margin was 0.1% versus 6.1% in 2Q06. Reasons for the decline are the lower sales volume and the strong negative impact of the decline of the USD versus the euro.

### Medical Imaging Division

Orders and sales were weaker in the PACS market, due to lower sales in the USA. In the modality market orders were flat compared to 2Q06, but sales were higher.

The book-to-bill ratio was at 0.89.

Gross profit rose 13.4%. EBIT margin was 13.4%. This is lower than the 16.7% margin of 2Q06, due to higher investments in new products and sales teams.

### Other markets

The simulation market had higher orders and sales in 2Q07, while the opposite was the case in the presentation market. In the avionics market orders were higher than the year before but sales were lower.

Gross profit remained stable. EBIT margin was 7.3%, down from 8.9% in 2Q06. Presentation & Simulation did a lot better than the year before, but this could not compensate for the decline in gross profit and EBIT in Avionics. The decline in EBIT for Avionics was due to large investments in new products.

## CONSOLIDATED RESULTS FOR THE SIX MONTHS (based on continuing operations)

### Sales & Orders

Sales increased with 8.2% year-on-year to euro 348.7 million, a growth coming mainly from the Media & Entertainment Division. Orders grew by 15.4% with the biggest contributions from the Security & Monitoring and Media & Entertainment divisions.

The book-to-bill ratio was 1.16 compared to 1.09 the year before.

### Gross Profit & Margin

Gross profit increased with 2.8% year-on-year from euro 132.8 million to euro 136.5 million, despite the negative impact of the decline of the USD versus the euro. Gross profit margin decreased from 41.2% to 39.1%, an evolution which is due to the larger proportion of total sales of Barco in 2Q07 of the Media & Entertainment Division, which typically has lower gross profit margins than the other divisions of the group. But operating expenses are also lower in this division.

### Operating Results (EBIT)

EBIT increased by 5.8% year-on-year to euro 22.2 million. EBIT margin remained fairly stable at 6.4% versus 6.5% the year before.

As a percentage of sales expenses for research & development decreased from 9.4% to 9.2%. A similar evolution was seen in costs for sales & marketing and general & administration expenses,

which respectively decreased from 17.5% to 16.3% and from 7.3% to 7.0% of sales.

Other operating expense decreased from euro minus 1.6 million to euro minus 0.8 million.

#### Income Taxes

Income taxes decreased year-on-year to euro 3.8 million from euro 4.1 million.

#### Current earnings per share

Current earnings per share for 1H07 increased to euro 1.47 versus euro 1.38 for 1H06.

#### Net Income

Net income increased year-on-year by 16.3% to euro 21.9 million. In 1H06 it was euro 18.8 million. Net earnings per ordinary share (EPS) rose to euro 1.81 from euro 1.55 for the first half of 2006. Fully diluted net earnings per share for the first half of the year were euro 1.71 compared with euro 1.46 in the year ago period.

#### Balance Sheet

At the end of 1H07 Barco had a net debt position of euro 24.0 million, compared to a net debt position of euro 12.4 million at 31 December 2006. In 1H07 a euro 18,3 million dividend payment was made and euro 6,1 million was spent on the share buy-back program<sup>3</sup>. On 30 June 2007 accounts receivable were at euro 194.2 million, compared to euro 175.2 million at the end of June 2006 and euro 218.6 million at 31 December 2006. Inventory was at euro 173.4 million versus euro 167.0 million

on 30 June 2006 and euro 146.7 at 31 December 2006. Capex for the first half of 2006 was euro 7.1 million.

#### OUTLOOK FOR FULL YEAR 2007

*The following statements are forward looking and actual results may differ materially.*

The growth of sales of 8.2% and of orders of 15.4% in 1H07 supports the sales growth target for full year 2007 between 6 and 9% and the expected EBIT growth compared to full year 2006.

<sup>3</sup> The company now owns 615,063 of its own shares or 4.87% before dilution. The buy-back program started in 2003.

# Income statement as reported\*

	2007	2006	2007	2006
[ in thousands of euro ]	2 <sup>nd</sup> quarter	2 <sup>nd</sup> quarter	1 <sup>st</sup> half	1 <sup>st</sup> half
Net sales	208,245	186,003	380,739	358,060
Cost of goods sold	-126,037	-106,768	-228,644	-208,087
<b>Gross profit</b>	<b>82,209</b>	<b>79,235</b>	<b>152,095</b>	<b>149,972</b>
Research and development expenses	-18,602	-17,769	-36,048	-34,552
Sales and marketing	-31,043	-30,579	-60,385	-60,407
General and administration expenses	-138,590	-13,601	-27,044	-27,758
Other operating income (expense) - net	-888	-1,180	-1,103	-1,853
<b>Operating result before goodwill impairment (EBIT)</b>	<b>17,817</b>	<b>16,105</b>	<b>27,515</b>	<b>25,402</b>
Goodwill impairment	0	-1,601	0	-1,601
<b>Operating result</b>	<b>17,817</b>	<b>14,504</b>	<b>27,515</b>	<b>23,802</b>
Interest income (expense) - net	-161	-186	-586	-151
Other non-operating income (expense) - net	0	0	0	0
<b>Income before taxes</b>	<b>17,656</b>	<b>14,319</b>	<b>26,929</b>	<b>23,651</b>
Income taxes	-3,346	-3,177	-5,072	-5,134
<b>Net income</b>	<b>14,309</b>	<b>11,142</b>	<b>21,857</b>	<b>18,517</b>
Minority interest	0	146	0	273
<b>Net income attributable to the equityholder of the parent</b>	<b>14,309</b>	<b>11,288</b>	<b>21,857</b>	<b>18,790</b>
Earnings per share (in euro)	1.19	0.93	1.81	1.55
Diluted earnings per share (in euro)	1.12	0.88	1.71	1.46

\* as reported, i.e. including BarcoVision and Barco Manufacturing Services

# Income statement on the basis of "continuing operations"\*\*\*

	2007	2006	2007	2006
[ in thousands of euro ]	2 <sup>nd</sup> quarter	2 <sup>nd</sup> quarter	1 <sup>st</sup> half	1 <sup>st</sup> half
Net sales	192,275	166,298	348,734	322,247
Cost of goods sold	-117,331	-96,680	-212,266	-189,486
<b>Gross profit</b>	<b>74,944</b>	<b>69,618</b>	<b>136,469</b>	<b>132,761</b>
Research and development expenses	-16,549	-15,568	-31,976	-30,244
Sales and marketing	-29,343	-28,507	-56,975	-56,327
General and administration expenses	-12,557	-11,520	-24,492	-23,517
Other operating income (expense) - net	-776	-1,047	-786	-1,643
<b>Operating result before goodwill impairment (EBIT)</b>	<b>15,718</b>	<b>12,977</b>	<b>22,240</b>	<b>21,030</b>
Goodwill impairment	0	-1,601	0	-1,601
<b>Operating result</b>	<b>15,718</b>	<b>11,376</b>	<b>22,240</b>	<b>19,429</b>
Interest income (expense) - net	-161	-186	-586	-151
Other non-operating income (expense) - net	0	0	0	0
<b>Income before taxes</b>	<b>15,557</b>	<b>11,191</b>	<b>21,655</b>	<b>19,278</b>
Income taxes	-2,881	-2,473	-3,850	-4,142
<b>Net income from continuing operations</b>	<b>12,676</b>	<b>8,718</b>	<b>17,805</b>	<b>15,137</b>
Net income from discontinued operations	1,633	2,425	4,052	3,380
<b>Net income</b>	<b>14,309</b>	<b>11,142</b>	<b>21,857</b>	<b>18,517</b>
Minority interest	0	146	0	273
<b>Net income attributable to the equityholder of the parent</b>	<b>14,309</b>	<b>11,288</b>	<b>21,857</b>	<b>18,790</b>
Earnings per share (in euro)	1.19	0.93	1.81	1.55
Diluted earnings per share (in euro)	1.12	0.88	1.71	1.46

\*\*\* on the basis of "continuing operations", i.e. excluding BarcoVision and Barco Manufacturing Services

# Balance sheet as reported\*

[ in thousands of euro ]	30 June 2007	31 Dec 2006
<b>ASSETS</b>		
Goodwill	48,477	48,458
Capitalized development cost	81,646	74,368
Other intangible assets	1,697	1,743
Land and buildings	52,002	54,133
Assets under construction	4,361	1,962
Other tangible assets	30,582	32,037
Investments	356,841	357,801
Deferred tax assets	15,796	15,719
Other non-current assets	3,530	3,599
<b>Non-current assets</b>	<b>238,446</b>	<b>232,376</b>
Inventory	184,169	146,672
Trade debtors	207,496	218,591
Other amounts receivable	36,262	42,683
Deposits and cash at bank and in hand	89,131	81,418
Prepaid expenses and accrued income	7,982	5,811
<b>Current assets</b>	<b>525,040</b>	<b>495,175</b>
<b>Total assets</b>	<b>763,486</b>	<b>727,551</b>
<b>EQUITY AND LIABILITIES</b>		
Equity attributable to equityholders of the parent	400,685	412,876
Minority interest	2	4
<b>Equity</b>	<b>400,686</b>	<b>412,879</b>
Long-term debts	17,000	16,977
Deferred tax liabilities	4,486	4,615
Other long-term liabilities	3,161	492
<b>Non-current liabilities</b>	<b>24,905</b>	<b>22,085</b>
Current portion of long-term debts	904	2,669
Short-term debts	94,930	74,201
Trade payables	92,799	69,378
Advances received on contracts in progress	19,413	21,339
Tax payables	17,394	21,195
Employee benefits	40,496	41,611
Other current liabilities	12,785	4,462
Accrued charges and deferred income	16,051	15,165
Provisions for liabilities and charges	43,123	42,565
<b>Current liabilities</b>	<b>337,894</b>	<b>292,587</b>
<b>Total equity and liabilities</b>	<b>763,486</b>	<b>727,551</b>

\* as reported, i.e. including BarcoVision and Barco Manufacturing Services

# Balance sheet on the basis of "continuing operations"\*\*\*

[ in thousands of euro ]	30 June 2007	31 Dec 2006
<b>ASSETS</b>		
Goodwill	48,222	48,458
Capitalized development cost	75,757	74,368
Other intangible assets	1,686	1,743
Land and buildings	38,106	54,133
Assets under construction	4,347	1,962
Other tangible assets	25,399	32,037
Investments	329	358
Deferred tax assets	15,789	15,719
Other non-current assets	3,530	3,599
<b>Non-current assets</b>	<b>213,163</b>	<b>232,376</b>
Inventory	173,398	146,672
Trade debtors	194,156	218,591
Other amounts receivable	33,321	42,683
Deposits and cash at bank and in hand	89,131	81,418
Prepaid expenses and accrued income	7,744	5,811
Assets from discontinued operations	52,573	
<b>Current assets</b>	<b>550,323</b>	<b>495,175</b>
<b>Total assets</b>	<b>763,486</b>	<b>727,551</b>
<b>EQUITY AND LIABILITIES</b>		
Equity attributable to equityholders of the parent	400,685	412,876
Minority interest	2	4
<b>Equity</b>	<b>400,686</b>	<b>412,879</b>
Long-term debts	17,259	16,977
Deferred tax liabilities	1,713	4,615
Other long-term liabilities	3,161	492
<b>Non-current liabilities</b>	<b>22,132</b>	<b>22,085</b>
Current portion of long-term debts	904	2,669
Short-term debts	94,930	74,201
Trade payables	84,878	69,378
Advances received on contracts in progress	17,717	21,339
Tax payables	15,998	21,195
Employee benefits	36,610	41,612
Other current liabilities	12,782	4,462
Accrued charges and deferred income	15,648	15,165
Provisions for liabilities and charges	37,607	42,565
Liabilities from discontinued operations	23,595	
<b>Current liabilities</b>	<b>340,667</b>	<b>292,587</b>
<b>Total equity and liabilities</b>	<b>763,486</b>	<b>727,551</b>

\*\*\* on the basis of "continuing operations", i.e. excluding BarcoVision and Manufacturing Services

# Comments

IAS 34 was applied to the quarterly financial report. The same accounting policies and methods of computation are followed in the interim financial statements as were followed in the annual financial statements of 2006.

In December 2006, Barco sold two parts of the Manufacturing Services division: the Prints activity and the Electronic Manufacturing activity. In July 2007 discussions with a potential partner for the mechanical part continue, to be concluded in 2H07.

In July 2007 the divestiture of the BarcoVision division was signed with Itema. Closing is expected end 2007.

According to IFRS 5, the divisions Manufacturing Services and BarcoVision are considered as discontinued operations. This means that the results, cash-flows, assets and liabilities of the divisions are shown as a separate line "discontinued operations".

Following acquisitions and disposals of activities have an influence on the comparison of 1H07 with 1H06:

- In September 2006, Barco acquired the remaining 20% of the shares in the joint venture "Beijing Barco Leyard Electric Technology Co Ltd".

When looking at the quarterly results of Barco, it should be noted that the first and third quarter of the year normally generate lower sales than the second and fourth quarter.

## Changes in equity attributable to equityholders of the parent

	2007		2006	
[ in thousands of euro ]	2 <sup>nd</sup> quarter	2 <sup>nd</sup> quarter	1 <sup>st</sup> half	1 <sup>st</sup> half
Equity attributable to equityholders of the parent 31 March	417,862	423,829	412,876	418,083
Net income attributable to equityholders of the parent	14,309	11,288	21,857	18,790
Dividend	-27,772	-26,067	-27,772	-26,067
Translation adjustment	384	-5,429	-236	-7,720
Cash-flow hedge	-124	314	-266	702
Capital increase	0	0	0	0
Acquisition of own shares	-4,157	-6,535	-6,137	-6,535
Share-based payment	181	147	363	295
Equity attributable to equityholders of the parent 30 June	400,685	397,547	400,685	397,547

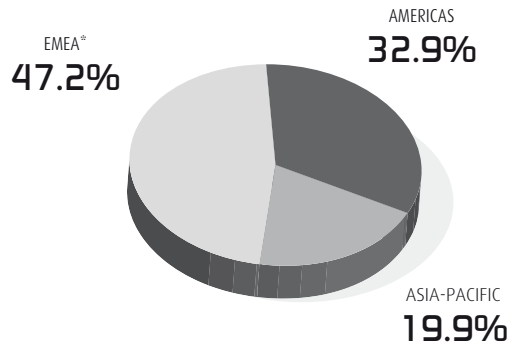
# Cash-flow statement on the basis of "continuing operations"\*

	2007	2006	2007	2006
[ in thousands of euro ]	2 <sup>nd</sup> quarter	2 <sup>nd</sup> quarter	1 <sup>st</sup> half	1 <sup>st</sup> half
<b>Cash-flow from operating activities</b>				
Operating result before goodwill impairment (EBIT)	17,817	16,105	27,515	25,402
Amortization capitalized development cost	11,017	10,226	21,350	20,169
Depreciation of tangible and intangible fixed assets	3,768	4,116	7,577	8,594
Gains and losses on tangible fixed assets	-39	-13	-83	-16
Share options recognized as cost	181	147	363	295
<b>Gross operating cash-flow</b>	<b>32,744</b>	<b>30,581</b>	<b>56,721</b>	<b>54,445</b>
Changes in trade receivables	-18,666	-3,227	11,399	11,388
Changes in inventory	-11,262	-13,970	-37,193	-26,884
Changes in trade payables	8,511	-2,547	23,420	10,516
Other changes in net working capital	1,524	-395	222	-5,296
<b>Change in net working capital</b>	<b>-19,893</b>	<b>-20,139</b>	<b>-2,151</b>	<b>-10,276</b>
<b>Net operating cash-flow</b>	<b>12,851</b>	<b>10,442</b>	<b>54,570</b>	<b>44,168</b>
Interest income/expense	-161	-186	-586	-151
Income taxes	-4,056	-1,870	-9,370	-6,813
<b>Cash-flow from operating activities</b>	<b>8,634</b>	<b>8,386</b>	<b>44,615</b>	<b>37,205</b>
<b>Cash-flow from investing activities</b>				
Expenditure on product development	-13,846	-11,860	-28,886	-22,399
Purchases of tangible and intangible fixed assets	-2,935	-3,167	-7,064	-6,271
Proceeds on disposals of tangible and intangible fixed assets	48	1,417	217	4,239
Acquisition of Group companies, net of acquired cash	0	0	0	0
Disposal of Group companies, net of disposed cash	4,773	0	13,494	0
Other investing activities	1	0	1	0
<b>Cash-flow from investing activities</b>	<b>-11,958</b>	<b>-13,610</b>	<b>-22,238</b>	<b>-24,431</b>
<b>Cash-flow from financing activities</b>				
Dividends paid	-27,772	-26,067	-27,772	-26,067
Share issue	0	0	0	0
Acquisition of own shares	-4,157	-6,535	-6,137	-6,535
Proceeds from (+), payments of (-) long-term liabilities	594	-2,056	282	-2,820
Proceeds from (+), payments of (-) short-term liabilities	42,703	16,948	18,963	-172
<b>Cash-flow from financing activities</b>	<b>11,368</b>	<b>-17,710</b>	<b>-14,663</b>	<b>-35,593</b>
<b>Net decrease/increase in cash and cash equivalents</b>	<b>8,044</b>	<b>-22,934</b>	<b>7,713</b>	<b>-22,820</b>
Cash and cash equivalents at beginning of period	81,087	106,370	81,418	106,256
Cash and cash equivalents at end of period	89,131	83,436	89,131	83,436

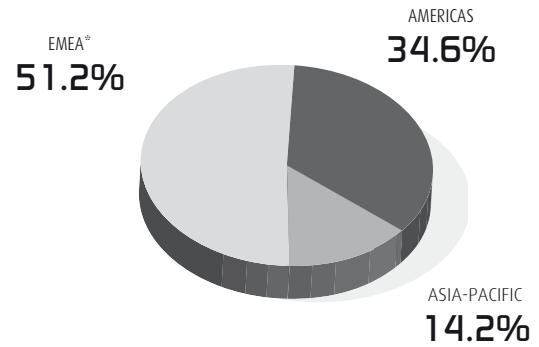
\*on the basis of "continuing operations", i.e. excluding BarcoVision and Barco Manufacturing Services

# Geographical breakdown of sales

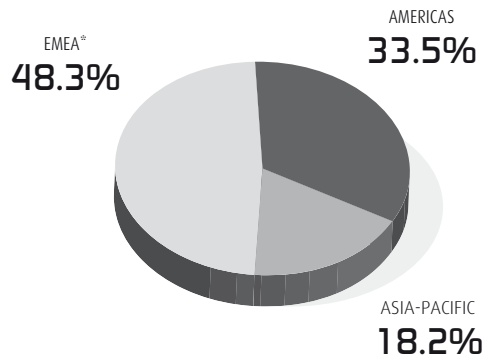
2<sup>nd</sup> quarter 2007



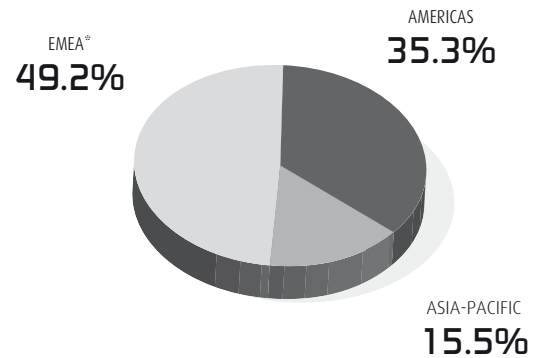
2<sup>nd</sup> quarter 2006



1<sup>st</sup> half 2007



1<sup>st</sup> half 2006



\* Europe, Middle East, Africa

# Results per division on the basis of “continuing operations”\*

Sales in '000 euro and current EBIT

	2007			2006		
	2 <sup>nd</sup> quarter			2 <sup>nd</sup> quarter		
	Sales	EBIT	%EBIT	Sales	EBIT	%EBIT
Media & Entertainment	81,333	8,711	10.7%	56,140	1,627	2.9%
Security & Monitoring	50,399	35	0.1%	52,910	3,248	6.1%
Medical Imaging	32,719	4,393	13.4%	30,511	5,107	16.7%
Other markets	35,422	2,578	7.3%	33,485	2,995	8.9%
Eliminations	-7,600	0		-6,748	0	
<b>Totaal</b>	<b>192,274</b>	<b>15,717</b>	<b>8.2%</b>	<b>166,298</b>	<b>12,977</b>	<b>7.8%</b>

	2007			2006		
	1 <sup>st</sup> half			1 <sup>st</sup> half		
	Sales	EBIT	%EBIT	Sales	EBIT	%EBIT
Media & Entertainment	138,287	11,312	8.2%	110,750	4,047	3.7%
Security & Monitoring	96,698	1,061	1.1%	98,235	2,144	2.2%
Medical Imaging	64,628	7,728	12.0%	63,541	12,208	19.2%
Other markets	63,299	2,139	3.4%	64,121	2,632	4.1%
Eliminations	-14,178	0		-14,400	0	
<b>Totaal</b>	<b>348,734</b>	<b>22,240</b>	<b>6.4%</b>	<b>322,247</b>	<b>21,030</b>	<b>6.5%</b>

\* on the basis of “continuing operations” i.e. excluding BarcoVision and Barco Manufacturing Services

# Auditor's report

Report of the statutory auditor to the shareholders of Barco nv on the review of the interim condensed consolidated financial statements as of June 30, 2007 and for the six months then ended

## Introduction

We have reviewed the accompanying interim condensed consolidated balance sheet of Barco (the "Company") as at June 30, 2007 and the related interim condensed consolidated statements of income, changes in equity and cash flows for the six-month period then ended, and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Financial Reporting Standard IAS 34 Interim Financial Reporting ("IAS 34") as adopted for use in the European Union.

Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

## Scope of Review

We conducted our review ("revue limitée/bepert nazicht" as defined by the "Institut des Reviseurs d'Entreprises/Instituut der Bedrijfsrevisoren") in accordance with the recommendation of the "Institut des Reviseurs d'Entreprises/Instituut der Bedrijfsrevisoren" applicable to review engagements. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the auditing standards of the "Institut des Reviseurs d'Entreprises/Instituut der Bedrijfsrevisoren" and,

consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

## Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34 as adopted for use in the European Union.

Brussels July 24, 2007

Ernst & Young Bedrijfsrevisoren BCVBA  
Statutory auditor  
represented by  
Marc Van Hoecke Partner

#### **Registered office**

Pres. Kennedypark 35  
BE-8500 Kortrijk  
Tel.: +32 (0)56 23 32 11  
Fax: +32 (0)56 26 22 62

#### **Group management**

Pres. Kennedypark 35  
BE-8500 Kortrijk  
Tel.: +32 (0)56 23 32 11  
Fax: +32 (0)56 26 22 62

#### **Stock exchange**

Euronext Brussels

#### **Financial information**

More information can be obtained from the  
Investor Relations Department of the group  
management:

JP Tanghe,  
Vice President Barco  
President Corp. Comm. and Investor Relations  
Tel.: +32 (0)56 26 23 22  
Fax: +32 (0)56 26 22 62  
E-mail: [jp.tanghe@barco.com](mailto:jp.tanghe@barco.com)

Sigrid Desanghere,  
Corp. Comm. and Investor Relations Executive  
Tel.: +32 (0)56 26 23 21  
Fax: +32 (0)56 26 22 62  
E-mail: [sigrid.desanghere@barco.com](mailto:sigrid.desanghere@barco.com)

#### **Report**

This report "6 months ended 30 June 2007"  
is also available in Dutch and can be  
consulted on [www.barco.com](http://www.barco.com)

