Publication on September 4, 2008, before market opening
Regulated information – Interim Management Report

EVS REPORTS RECORD SECOND QUARTER AND SUMMER ORDER BOOK
REVENUE +48%, NET PROFIT +59%, ORDER BOOK +33%

- **Record 2Q08 revenue of EUR 34.4 million, +47.7% vs. 2Q07 (+52.2% at constant exchange rate), thanks to strong traction from big sporting events, and a major contract signed with Presteigne Charter for EUR 5 million**
- **Europe up 127.9%, Asia & Pacific up 56.3%, America down 27.1% (16.1% at constant exchange rate) compared to 2Q07**
- **Stable EBIT margin of 64.0%**
- **Summer order book of EUR 38.5 million, +32.9%**
- **Studio represents 47.1% of that order book**
- **Acquisition of Dwesab BVBA, small Belgian company specialized in service and software R&D for operating workflows and management of TV stations**
- **2008 guidance: good double-digit growth, driven by big sport events and studio acceleration**

Liège (Belgium), September 4, 2008, EVS Broadcast Equipment S.A. (Euronext Brussels: EVS.BR, Bloomberg: EVS BB, Reuters: EVSB.BR) (Pinksheets: EVBEF), the leader in Professional Digital Video applications for Live, Near-Live and Studio TV Production, today reported its results for the second quarter ("2Q08") and the first half ("1H08") of 2008.

Key highlights

Pierre L'Hoest, CEO of EVS said: "We are proud about our teams. What they have achieved this summer for the UEFA EURO2008™ and for the Olympics in Beijing is fantastic. In Beijing, our industry had never seen such a deployment of technologies and workflows for one single event. Our teams, in close cooperation with our clients have successfully taken up this challenge. Everything went well and we have received great feedback from the broadcasters at both events. We are now ready to capitalize on the momentum and we will make sure that our successes in Beijing are only the beginning of a new era for EVS, with further penetration in the studio market."

Commenting on the results and perspectives, Jacques Galloy, CFO added: "In this second quarter, despite the US dollar weakness, both sales and profit were again at a record level. Note that the EUR 6.9 million rental agreements for the Olympics are being booked on 3Q08. We are continuing to reinforce the EVS team in a way to expand our business in our new niches and increase our overall service skills. The summer order intake has been good and the feed-back from our operations in Beijing leads us to confirm our revised guidance of Mid-July: a good double digit growth year. This summer's big sporting events have catalyzed our business over the last 12 months but we feel that this good business trend should continue. For instance, diversified studio segment sales are expected to exceed 40% growth this year."

(unaudited)			IFRS - EUR millions, except earnings per share expressed in EUR	(reviewed)		
2Q08	2Q07	2Q08/2Q07		1H08	1H07	1H08/1H07
34.4	23.3	+47.7%	Revenue	59.8	43.2	+38.6%
22.0	14.8	+49.0%	Operating profit – EBIT	39.1	27.7	+41.0%
64.0%	63.5%	+0.5pp	Operating margin – EBIT %	65.4%	64.2%	+1.2pp
-0.6	-0.6	+2.6%	Contribution from 47% XDC affiliate	-1.4	-1.0	-43.9%
15.2	9.6	+59.4%	Net profit – Group share	26.9	18.1	+48.6%
16.4	10.6	+55.0%	Net profit from operations, excl. XDC – Group share (1)	29.0	19.9	+45.7%
1.12	0.70	+59.5%	Basic earnings per share	1.98	1.33	+48.3%
1.21	0.78	+55.1%	Basic earnings per share from operations, excl. XDC (1)	2.13	1.46	+45.4%

(1) The net profit from operations, excl. XDC, is the net profit (share of the group) excluding non operating items (net of tax) and the XDC contribution. Refer to Annex 6.3: use of non-gaap financial measures.

Revenue

EVS Broadcast revenue reached **EUR 34.4 million** in 2Q08, an increase of 47.7% at actual exchange rates (+52.2% at constant exchange rate). In the outside broadcast segment, sales grew by 13.6% to EUR 21.1 million. The studio sales jumped by 181.6% to EUR 13.3 million, which represented 38.7% of total 2Q08 sales, compared to 20.3% in 2Q07.

2Q08	2Q07	% 2Q08 / 2Q07	Revenue – EUR millions (1)	1H08	1H07	% 1H08 / 1H07
34.4	23.3	+47.7%	Total reported	59.8	43.2	+38.6%
35.5	23.3	+52.2%	Total at constant exchange rate	61.9	43.2	+43.3%
33.4	23.3	**+43.5%**	**Total at constant exchange rate excluding big events rentals**	59.9	43.2	**+38.7%**

(1) Refer to the geographical segmentation in annex.

Europe, Middle-East and Africa ("**EMEA**") revenue **increased by 127.9%** in 2Q08 to EUR 18.9 million. This confirms the steady developments of the European market, including Eastern Europe. This strong performance of 2Q08 has benefited from the momentum around this summer's big events, especially the EUR 2 million rental agreement for the UEFA EURO2008™ soccer cup. Feedback from the broadcasters present at the UEFA EURO2008™ was very positive, and the EVS solutions have played a key role in the success of the tournament broadcast operations through the UEFA's LIVEX™ concept. The second quarter has also benefited from the large equipment sale agreement with Presteigne Charter, which was split between the EMEA and the APAC regions. Studio sales grew significantly for various applications like drama production, live entertainment shows and near-live programming. Sales in EMEA are clearly supported by a lot of HDTV initiatives that have been launched by various broadcasters, IPTV, cable, or satellite players across Europe, around the European Soccer Finals and Beijing 2008. Fabelaktiv, one of Norway's biggest production companies that produces among others daily lottery programs, documentaries and children's programs has chosen to invest in EVS technology (XT[2] servers, IPDirector and XStore[2]) as it moves into a fully tapeless production set-up. EVS' equipment and software will be easily integrated with Fabelaktiv's existing Avid system.

America's revenue ("**NALA**") decreased by 27.1% (**-16.1% at constant exchange rate**) to EUR 6.9 million, representing 20.2% of group sales in 2Q08. The replacement cycle of outside broadcast trucks migrating to HDTV remains a key sales driver, together with important studio project wins with premium customers. For instance, a major network bought additional EVS solutions to expand their studio broadcast center and add more HD equipment for the next football season. Full year 2008 sales in NALA expressed in USD are expected to remain stable compared to 2007.

EVS revenue **increased by 56.3%** in Asia & Pacific ("**APAC**") to EUR 8.6 million, partially due to the major contract signed with Presteigne Charter in June. APAC represents 24.9% of group revenue in 2Q08. EVS teams supported successfully the Beijing Olympics with more than 700 XT servers and hundreds of applications like Live Slow Motion, IPDirector or CleanEdit, in China but also overseas in the home facilities of many broadcasters that have to manage significant time zone shifts and produce so much content in a quick process. China Central Television (CCTV), the sole provider of Olympics coverage to China during this year's Summer Games in Beijing, used EVS' XT[2] server and related software and hardware to manage the live and near-live production of the Games in HD.

Mid September, EVS will be present at the IBC in Amsterdam, the biggest European tradeshow in the broadcast industry. New developments that will be showcased during the exhibition include multi-formats media sharing solutions (including the native support of post-production codecs and EVS Media Importer), a new version of the IPDirector (including the IPEdit, live timeline editor for real-time rough cut editing), the new features in the CleanEdit [Suite] and the XT2web, a combined web and broadcast solution that offers fast, easy, and intuitive access to clips and associated metadata (for example located in outside broadcast vans) combined with a series of production and rough cut editing functionalities.

Operating results

Consolidated gross margin was 85.9% for 2Q08 and 86.8% for 1H08 (88.3% in 2Q07 and 87.7% in 1H07). The expected lower margin on the rental contracts relating to the European Soccer Championship were partially offset by a better product mix and cheaper electronic components sourced in US Dollar. Despite higher operating expenses (+32.4% in 2Q08), partially relating to the operations reinforcement and higher expenses related to the annual NAB tradeshow in April, the **operating (EBIT) margin increased to 64.0% of revenue**, compared to 63.5% in 2Q07. This is the consequence of both operating leverage and favorable product mix, despite the negative USD impact on sales. At the end of June 2008, EVS employed 226 people (FTE). This represents a strong increase since the end of June 2007 (+27%), underlying once again the deliberate commitment of EVS to further strengthen and expand its organization to support its future growth.

During the second quarter of 2008, the average US dollar exchange rate against the Euro decreased by 15.1%. It had a negative impact of EUR 1.1 million (3.1%) on revenue and of EUR 0.5 million (2.3%) on the EBIT. This was offset by the natural hedge (both on operating expenses and foreign taxes) and by the financial hedge.

XDC, the EVS 47.2% affiliate pioneer in digital cinema, is leveraging on the agreements signed in May and June with the 6 major American studios. Last June agreement with the Austrian exhibitor Cineplexx to deploy 193 digital screens kick-starts the European digital cinema roll-out. XDC teams are offering the VPF proposal to many exhibitors in Europe, while the management is structuring the financing of this deployment. In 2Q08, XDC contributed an operating loss of EUR 0.6 million at equity to EVS results.

Net profit amounted to EUR 15.2 million in 2Q08 (EUR 26.9 million in 1H08), or 59.4% higher than 2Q07 (+48.6% compared to 1H07), while net profit from operations, excluding XDC, was EUR 16.4 million in 2Q08 (EUR 29.0 million in 1H08). **Basic net profit per share amounted to a record EUR 1.12** in 2Q08, up 59.5% compared to EUR 0.70 for 2Q07 (EUR 1.98 in 1H08 compared to EUR 1.33 in 1H07).

Net cash and capital

The net cash from operating activities amounted to EUR 32.1 million in 1H08. On June 30, 2008, the group balance sheet shows EUR 43.1 million in cash and cash equivalents, and EUR 2.1 million in long-term financial debts. At the end of June, there were 13,621,812 EVS outstanding shares, i.e. 13,875,000 subscribed shares out of which 253,188 were owned by the company. During 1H08, EVS repurchased 63,278 shares for a total value of EUR 4.1 million. At June 30, 2008, 62,350 warrants were outstanding.

Acquisition of Dwesab BVBA

On September 3, 2008, EVS acquired 100% of Dwesab BVBA for an amount of EUR 2.0 million, including EUR 0.9 million cash in the company. Dwesab is a small profitable Belgian company that is specialized in service and software R&D for operating workflows, reality-TV and management of TV stations. Based in Brussels and active in Benelux it has been founded by Michel De Wolf in 1987 who will join EVS with his 3 fellow software engineers and product managers. EVS and Dwesab have already worked together in the past on various TV workflow integrations. Upon EVS request, Dwesab has also developed a Tape Library Management System that has been provided to and used by the Beijing Olympic Broadcast. This partnership shall reinforce EVS presence inside TV stations while setting up a new R&D & service center based in Brussels that shall recruit engineers in the short term. The Dwesab team shall continue to strongly support its existing customer base (Talpa, Ericson, RTL, Technicolor/NOB, Vitaya, SBS6, VRT, Alfacam, Canal+ etc) and to further develop current products, like TOM® applications.

Outlook 2008

Executing its **“Speed to Air” strategy**, EVS serves hundreds of TV stations worldwide with its high-end digital video and audio applications, especially in the field of live sports and near-live studio production where the company has developed leadership positions in various niche markets. The worldwide migration from tape-based operations to integrated tapeless workflows is underway and will certainly gain momentum the next decade. This process is accelerated by the transition from standard definition (SD) to high definition (HD) television, because new equipment needs to interoperate with digital solutions, which are increasingly high definition.

Hence, EVS directly benefits from the following **long term growth drivers**: the increasing number of video distribution channels like IPTV, the transition to tapeless workflows (from 65% tape-based penetration today), the replacement market due to HD format conversion, the launch of new products to address near-live studio production needs, the demand for new “speedclipping” tools to fragment the content to multimedia environments, and an increased focus of broadcasters/IPTV and advertisers on large popular sport broadcasts to gain new viewers. The EVS Board and teams believe that the underlying demand for EVS products will continue to be supported by the transition to HDTV, which will impact the business over a long period of time and will follow usual equipment acquisition wave patterns.

The global **summer order book** (to be invoiced in 2008) reaches **EUR 38.5 million**, incl EUR 6.9 million for big event rentals, which is +32.9% compared to EUR 29.0 million on the same date one year ago (hence to be invoiced in 2007).The summer order book is made of:

- the open order book as of July 1, 2008: EUR 23.2 million (vs. EUR 16.5 million as of July 1, 2007)
- orders intake between July 1, 2008 and August 31, 2008: EUR 15.3 million (vs. EUR 12.5 million last year).

Studio orders represent 47.1% of the total EUR 38.5 million order book while they represent 36.8% of the total order intake over the first 8 months of 2008.

The rental contracts relating to the Olympics (EUR 6.9 million) are included in the open order book as of July 1, 2008 and will be invoiced in 3Q08, and mainly relate to studio operations.

In addition to the EUR 38.5 million of order book to be invoiced in 2008, EVS has already orders for EUR 2.4 million that will be invoiced after 2008.

Even if the visibility remains limited as usual and the weak dollar is not a favorable factor, and taking into account the usual risks relating to the company (see annex 6.13), based on current market conditions, the Board remains impressed by both the Beijing 2008 achievement and the overall business drive and expects **2008 to be a good double digit sales and earnings growth year, driven in particular by the Euro 2008 in Q2, the Olympics in Q3 and studio segment acceleration**. The launch of HDTV in Europe, the growing presence of EVS inside TV studios, the worldwide globalization of sporting events and the simulcast and catch up of live events on new media are the main growth drivers for the future.

EVS will hold today the following events:

- Press conference in French in Liège at 9:00 AM CET
- Financial analysts & investors meeting in French/Dutch in Liège at 10:30 AM CET
- A conference call in English will be held at 4:00 PM CET (Please contact corpcom@evs.tv to receive the dial-in number and the presentation).

It shall be attended by Pierre L'Hoest, CEO, Jacques Galloy, CFO and Geoffroy d'Oultremont, IRO.

Corporate Calendar:

12-16 September 2008:	IBC TradeFair in Amsterdam (NL)
Thursday 13 November 2008:	3Q08 revenue & earnings
Thursday 19 February 2009:	FY2008 revenue & earnings
Thursday 14 May 2009:	1Q09 revenue & earnings
Tuesday 19 May 2009:	Ordinary Shareholders Meeting

For more information, please contact:

Jacques GALLOY, Director & CFO
Geoffroy d'OULTREMONT, Investor Relations & Corporate Communications Manager
EVS Broadcast Equipment S.A., Liege Science Park, 16 rue du Bois Saint-Jean, B-4102 Ougrée (Liège), Belgium
Tel: +32 4 361 70 14. E-mail: corpcom@evs.tv; www.evs-global.com

About EVS Group

EVS Group designs, develops and markets professional digital equipment for Television (EVS Broadcast) and Cinema (XDC). The Group employs over 220 persons for broadcast equipment in 12 countries and sells its products to professionals of the video and audio sectors in more than 90 countries. EVS is a public company traded on Euronext Brussels: EVS, ISIN: BE0003820371. For more information, refer to [***www.evs-global.com***](http://www.evs-global.com)

EVS Broadcast is the world leader for Live TV Production Digital Disk Recorders and Related Software Applications, especially in the field of sports. The company's dedicated hardware and software suite offer a complete production platform: live slow motion (LSM), high speed slow motion, replay only, clips generation, quick clips editing, real-time SD/HD video files transfer, time delay, multi-camera recording, metadata association, graphics storage and play-out, digital transmission, multi-format ingest and play-back, audio record & edit, webcasting, mobile phone clipping. Main software applications like the "IP Director®" are running on the dedicated robust and flexible hardware the "XT[2]® Platform". The world's leading broadcasters, such as NBC, BSkyB, FOX, RTL, NHK, CANAL+, ABC, ESPN, TF1, CCTV, PBS, CBS, BBC, ZDF, TVE and many others use EVS' solutions.

EVS 47,20% affiliate XDC is pioneering Digital Cinema Logistics and Play-out and operates between the movies distributors and exhibitors. XDC has installed more than 280 digital screens throughout the world in China, Germany, Sweden, Brazil, the United States, France, Belgium, etc.

Interim condensed financial statements

ANNEX 1: EVS GROUP – IFRS CONSOLIDATED INCOME STATEMENT

(EUR thousands)	Annex	2Q08 Unaudited	2Q07 Unaudited	1H08 Reviewed	1H07 Reviewed
Revenue	2	34,403	23,291	59,806	43,164
Costs of sales		-4,859	-2,719	-7,882	-5,294
Gross Profit		**29,543**	**20,571**	**51,924**	**37,869**
Gross Margin %		**85.9%**	**88.3%**	**86.8%**	**87.7%**
Selling and administrative expenses		-4,514	-3,674	-7,673	-6,492
Research and development expenses		-2,394	-1,543	-4,504	-2,997
Other revenue		57	103	104	183
Other expenses		-45	-25	-79	-54
Stock based compensation and ESOP plan		-552	-566	-516	-613
Depreciation on Tax Shelter rights assets		-75	-84	-150	-168
EBITDA		**23,085**	**15,519**	**40,686**	**28,799**
Operating Profit (EBIT)		**22,022**	**14,783**	**39,106**	**27,730**
Operating Margin (EBIT) %		**64.0%**	**63.5%**	**65.4%**	**64.2%**
Net interest		366	283	693	525
Other net financial income / (expenses)		-30	-222	603	-355
Share in the result of the enterprises accounted for using the equity method	6.8	-541	-498	-1,318	-854
Profit before taxes (PBT)		**21,816**	**14,346**	**39,084**	**27,046**
Income taxes	6.7	-6,576	-4,782	-12,161	-8,926
Net profit from continuing operations		**15,240**	**9,564**	**26,923**	**18,120**
Net profit		**15,240**	**9,564**	**26,923**	**18,120**
Attributable to :					
Minority interests	6.8	-	-	-1	-
Equity holders of the parent company		**15,240**	**9,564**	**26,922**	**18,120**
Net profit from operations, excl. XDC – share of the group [(1)]	6.3	**16,439**	**10,601**	**28,991**	**19,897**

RESULT PER SHARE	6.6	2Q08 Unaudited	2Q07 Unaudited	1H08 Reviewed	1H07 Reviewed
(in number of shares and in EUR)					
Weighted average number of subscribed shares for the period less treasury shares		13,580,265	13,588,852	13,621,812	13,593,936
Weighted average number of fully diluted number of shares		13,751,067	13,760,365	13,684,162	13,765,145
Basic earnings – share of the group		**1.12**	**0.70**	**1.98**	**1.33**
Fully diluted earnings – share of the group		**1.11**	**0.70**	**1.97**	**1.32**
Basic net profit from operations, excl. XDC – share of the group [(1)]		**1.21**	**0.78**	**2.13**	**1.46**

(1) The net profit from operations, excl. XDC, is the net profit (share of the group) excluding non operating items (net of tax) and the XDC contribution. Refer to Annex 6.3: use of noon-gaap financial measures.

ANNEX 2: EVS GROUP – SEGMENT REPORTING

2.1. General information

The company already applies IFRS 8 ("Operating segments") since the fiscal year ended on 31 December 2007.

From an operational point of view, the company is vertically integrated with the majority of its staff in the headquarters in Belgium, including the R&D, production, marketing and administration departments. This explains why the majority of the investments and costs are located at the level of the Belgian parent company. The foreign subsidiaries are primarily sales and representative offices. Sales relate to products of the same nature and are realized by commercial polyvalent teams.
The company internal reporting is the reflection of the abovementioned operational organization, and is characterized by the strong integration of the activities of the company; only sales are identified by geographical market in which they are realized.

By consequence, the company is composed of one segment according to the IFRS 8 definition, and the consolidated income statement of the group reflects this unique segment. However, it does not exclude a future evolution of the segmentation according to the development of the company, of its products and of its internal performance indicators.

2.2. Additional information

2.2.1. Information on products and services

Revenue can be presented by destination: the outside broadcast vans and the TV production studios. Maintenance and after sale service are included in the complete solution proposed to the clients.

2Q08	2Q07	% 2Q08 /2Q07	Revenue (EUR thousands)	1H08	1H07	% 1H08/ 1H07
21,090	18,563	+13.6%	Outside Broadcast Vans	39,589	33,308	+18.9%
13,313	4,728	+181.6%	TV Production Studios	20,217	9,856	+105.1%
34,403	**23,291**	**+47.7%**	**Total Revenue**	**59,806**	**43,164**	**+38.6%**

2.2.2. Geographical information

Activities are divided in three regions: Asia-Pacific ("APAC"), Europe, Middle East and Africa ("EMEA") and America ("NALA").

2.2.2.1. Revenue

Revenue for the 6-months period (EUR thousands)	APAC	EMEA	NALA	TOTAL
1H08 revenue	**12,847**	**33,274**	**13,685**	**59,806**
Evolution versus 1H07 (%)	+21.7%	+119.7%	-21.6%	**+38.6%**
Segment revenue at constant exchange rate	12,847	33,274	15,755	**61,876**
Variation versus 1H07 (%) at constant exchange rate	+21.7%	+119.7%	-9.8%	**+43.3%**
Variation versus 1H07 (%) at constant exchange rate and excluding big event rentals	+21.7%	+106.3%	-9.8%	**+38.7%**
1H07 revenue	**10,555**	**15,145**	**17,464**	**43,164**

Revenue for the quarter (EUR thousands)	APAC	EMEA	NALA	TOTAL
2Q08 revenue	**8,574**	**18,889**	**6,940**	**34,403**
Evolution versus 2Q07 (%)	+56.3%	+127.9%	-27.1%	**+47.7%**
Segment revenue at constant exchange rate	8,574	18,889	7,990	**35,453**
Variation versus 2Q07 (%) at constant exchange rate	+56.3%	+127.9%	-16.1%	**+52.2%**
Variation versus 2Q07 (%) at constant exchange rate and excluding big event rentals	+56.3%	+103.5%	-16.1%	**+43.5%**
2Q07 revenue	**5,485**	**8,288**	**9,518**	**23,291**

Sales from external clients in Belgium (the country of origin of the company) represent less than 10% of the total annual sales. In 1H08, the group realized significant sales to external clients (according to the definition of IFRS 8) in one country: the United States of America (included in NALA in the above table). Sales in the United States of America were EUR 12.0 million in 1H08, compared to EUR 15.3 million in 1H07.

2.2.2.2. Long term assets
Considering the explanations given in 2.1, all long term assets are located in the parent company EVS Broadcast Equipment S.A. in Belgium.

2.2.3. Information on important clients
No external client of the company represents more than 10% of the year-to-date sales.

ANNEX 3: EVS GROUP – IFRS CONSOLIDATED BALANCE SHEET

ASSETS **(EUR thousands)**	**Annex**	**30.06.08** **Reviewed**	**31.12.07** **Audited**
Non-current assets :			
Intangible assets		696	830
Lands and buildings		8,924	7,493
Other tangible assets		1,991	2,118
Investment accounted for using equity method	6.8	3,497	4,815
Subordinated bond	6.8	2,850	2,850
Other financial assets		235	307
Deferred tax assets		71	94
Total non-current assets		**18,264**	**18,507**
Current assets :			
Inventories		9,583	5,594
Trade receivables		20,526	14,354
Other amounts receivable, deferred charges and accrued income		1,821	1,006
Cash and cash equivalents	4	43,103	35,515
Total current assets		**75,032**	**56,468**
Total assets		**93,296**	**74,976**

EQUITY AND LIABILITIES **(EUR thousands)**	**Annex**	**30.06.08** **Reviewed**	**31.12.07** **Audited**
Equity :			
Capital		**8,342**	**8,342**
Reserves		66,462	73,013
Interim dividend	6.4	-	-10,867
Treasury shares		-8,681	-8,090
Total consolidated reserves		**57,781**	**54,056**
Translation differences		-369	-257
Equity attributable to equity holders of the parent company		**65,754**	**62,141**
Minority interests		**6**	**5**
Total equity	**5**	**65,760**	**62,146**
Long term provisions		961	761
Deferred taxes liabilities		1,219	975
Financial long term debts		1,844	1,989
Government recoverable loans		546	546
Non-current liabilities		**4,570**	**4,271**
Short term portion of long term financial debts		297	309
Trade payables		8,393	2,679
Amounts payable regarding remuneration and social security		3,515	3,268
Income tax payable		7,096	1,335
Other amounts payable, advances received, accrued charges and deferred income		3,664	967
Current liabilities		**22,965**	**8,558**
Total equity and liabilities		**93,296**	**74,976**

ANNEX 4: EVS GROUP – IFRS CONSOLIDATED CASH FLOW STATEMENT

(EUR thousands)	**1H08 Reviewed**	**1H07 Reviewed**
Cash flows from operating activities		
Operating profit (EBIT)	39,106	27,730
Adjustment for non cash items :		
- Depreciation on fixed assets	668	629
- Foreign exchange result	641	-293
- Stock based compensation and ESOP	516	347
- Provisions and deferred taxes increase/(decrease)	467	131
	41,399	**28,544**
Increase (+)/decrease (-)		
- Amounts receivable	-6,673	-3,516
- Accruals	768	118
- Trade debts and prepayments	5,960	1,056
- Taxes, remuneration and social security debts	6,008	1,927
- Other amounts payable	16	-839
- Inventories	-3,989	-182
Cash generated from operations	43,489	27,107
Interest received	790	618
Income taxes	-12,161	-8,926
Net cash from operating activities	**32,118**	**18,800**
Cash flows from investing activities		
Purchase (-)/disposal (+) of intangible assets (including Tax Shelter investments)	-64	-63
Purchase (-)/disposal (+) of property, plant and equipment	-1,775	-488
Purchase (-)/disposal (+) of leasing equipment	-	-
Purchase (-)/disposal (+) of other financial assets	72	-575
Net cash used in investing activities	**-1,766**	**-1,127**
Cash flows from financing activities		
Operations with treasury shares	-3,365	-1,106
Other net equity variations	-265	-49
Interest paid	-97	-93
Proceeds from long-term borrowings	-158	-158
Dividend paid	-18,879	-3,003
Net cash used in financing activities	**-22,764**	**-4,410**
Net increase in cash and cash equivalents	**7,588**	**13,264**
Cash and cash equivalents at beginning of period	**35,515**	**28,935**
Cash and cash equivalents at end of period	**43,103**	**42,198**

ANNEX 5: EVS GROUP – IFRS CONSOLIDATED STATEMENT OF CHANGES IN NET EQUITY

(in thousands EUR) - Audited	Issued capital	Available reserves	Treasury shares	Currency translation differences	Equity attributable to shareholders of the parent company	Minority interest	Total Net Equity
Balance as per 31 December 2006	**8,342**	**47,884**	**-5,985**	**-112**	**50,129**	**4**	**50,133**
Increase (decrease) of equity capital resulting from company regrouping					-	1	1
Net profit of the year attributable to the shareholders of the parent company		18,120			18,120		18,120
Operations with treasury shares		347	-1,106		-759		-759
Dividends		-16,323			-16,323		-16,323
Currency translation differences				-18	-18		-18
Other increase (decrease)		-32			-32		-32
Balance as per 30 June 2007	**8,342**	**49,996**	**-7,091**	**-130**	**51,117**	**5**	**51,122**

(EUR thousands) - Reviewed	Issued capital	Other reserves	Treasury shares	Currency translation differences	Equity attributable to shareholders of the parent company	Minority interest	Total Net Equity
Balance as per 31 December 2007	**8,342**	**62,146**	**-8,090**	**-257**	**62,141**	**5**	**62,146**
Increase (decrease) of equity capital resulting from company regrouping					-	1	1
Net profit of the year attributable to the shareholders of the parent company		26,922			26,922		26,922
Operations with treasury shares		-2,260	-591		-2,851		-2,851
Dividend		-20,195			-20,195		-20,195
Currency translation differences				-111	-111		-111
Other increase (decrease)		-152			-152		-152
Balance as per 30 June 2008	**8,342**	**66,461**	**-8,681**	**-368**	**65,754**	**6**	**65,760**

ANNEX 6: EVS GROUP – NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF JUNE 30, 2008

NOTE 1: BASIS OF PREPARATION

The consolidated financial statements of EVS Group for the 6 months period ended 30 June 2008 are established under International Financial Reporting Standards (IFRS), as adopted for use in the European Union. These financial statements are presented in accordance with International Accounting Standards (IAS) 34 *Interim Financial Reporting*.

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES AND METHODS

The accounting policies and methods adopted for the preparation of the Company's IFRS consolidated financial statements are consistent with those applied in the 31 December 2007 consolidated financial statements. The Company's IFRS accounting policies and methods are available in the 2007 annual report on www.evs-global.com

NOTE 3: USE OF NON-GAAP FINANCIAL MEASURES

EVS uses certain non-GAAP measures in its financial communication. EVS does not represent these measures as alternative measures to net profit or other financial measures determined in accordance with IFRS. These measures as reported by EVS might differ from similar titled measures used by other companies. We believe that these measures are important indicators of our business and are widely used by investors, analysts and other parties. In the press release, the non-GAAP measures are reconciled to financial measures determined in accordance with IFRS.

The reconciliation between the net profit for the period and the net profit from operations, excl. XDC is as follows:

(EUR thousands)	**1H08**	**1H07**
Net profit for the period - IFRS	26,922	18,120
Allocation to Employees Profit Sharing Plan	409	529
Stock Option Plan	107	84
Depreciation on Tax Shelter rights assets	150	168
Contribution of XDC	1,403	975
Net profit from operations, excl. XDC	**28,991**	**19,876**

NOTE 4: DIVIDENDS

The Ordinary General Meeting of May 20, 2008 has approved the payment of a total gross dividend of EUR 2.28 per share, including the interim dividend of EUR 0.80 per share.

(EUR thousands)	**1H08**	**2007**
- Final dividend for 2006 (EUR 1.20 per share less treasury shares)	-	16,323
- Interim dividend for 2007 (EUR 0.80 per share less treasury shares)	-	10,867
- Final dividend for 2007 (EUR 1.48 per share less treasury shares)	20,195	-
Total dividends paid	**20,195**	**27,190**

NOTE 5: EQUITY SECURITIES

The number of treasury shares has changed as follows during the period:

	2008	2007
Number of own shares at 1 January	**305,871**	**272,209**
Acquisition of own shares on the market	63,278	24,775
Sale of own shares on the market	-	-
Allocation to Employees Profit Sharing Plan	-4,961	-5,113
Sales related to Employee Stock Option Plan (ESOP)	-111,000	-
Own shares cancellation	-	-
Number of own shares at 30 June	**253,188**	**291,871**
Outstanding warrants at 30 June	**62,350**	**171,650**

Over the first half of 2008, the Board has decided to repurchase 63,278 own shares on the stock market for a global value of EUR 4.1 million, representing an average acquisition price of EUR 65.47 per share. The Ordinary General Meeting of shareholders of May 20, 2008 approved the allocation of 4,961 shares to the EVS employees (20 to 40 shares) as a reward for their contribution to the group successes.

As of June 30, 2008, 62,350 warrants are outstanding with an average strike price of EUR 37.78 and an average maturity of 2.2 years.

NOTE 6: EARNINGS PER SHARE (EPS)

The group calculates both the basic earnings per share and the diluted earnings per share in accordance with IAS 33. The basic earnings per share are calculated on the basis of the weighted average number of ordinary shares in circulation during the period less treasury shares. The diluted earnings per share are calculated on the basis of the average number of ordinary shares in circulation during the period plus the potential dilutive effect of the warrants and stock options in circulation during the period less treasury shares.

NOTE 7: INCOME TAX

Reconciliation of the tax charge

The effective tax charge of the group obtained by applying the effective tax rate to the pre-tax profit of the group, has been reconciled for the first half of 2007 and 2008 with the theoretical tax charge obtained by applying the theoretical tax rate:

(EUR thousands)	**1H08**	**1H07**
Reconciliation between the effective tax rate and the theoretical tax rate		
Reported profit before taxes and share in the result of the enterprise accounted for using the equity method	39,084	27,046
Reported tax charge based on the effective tax rate	-12,161	-8,926
Effective tax rate	**31.1%**	**33.0%**
Reconciliation items for the theoretical tax charge		
Tax effect of Tax Shelter	-128	-128
Tax effect of deduction for notional interests	-204	-86
Tax effect of non deductible expenditures	95	91
Tax effect of overvaluations and undervaluations related to prior years	-9	-
Other increase (decrease)	290	394
Total tax charge of the group entities computed on the basis of the respective local nominal rates	-12,116	-8,654
Theoretical tax rate (relating to EVS operations, excl. XDC)	**31.0%**	**32.0%**

NOTE 8: INVESTMENTS IN ASSOCIATES - XDC S.A.

Since June 27, 2006, EVS owns 47.20% of XDC S.A. that is therefore accounted for according to the net equity method. As of June 30, 2008, XDC shares accounted for using equity method amounted to EUR 3.0 million, or 47.20% of XDC S.A.'s equity at the same date. In addition, EVS holds a subordinated bond associated with warrants exercisable in 2010 for a value of EUR 2.9 million.

The XDC accounts and its contribution into EVS consolidated accounts break down as follows:

(EUR thousands)	1H08	1H07
Revenue	1,920	1,523
EBITDA	-382	-547
Net result for the period	**-2,973**	**-2,066**
Part of XDC capital held by EVS	47.2%	47.2%
Net result – share of EVS	**-1,403**	**-975**

The cumulated Tax Loss Carry Forward of XDC S.A. amounts to EUR 21.2 million on June 30, 2008. Deferred tax assets are being progressively recognized as the business plan materializes. As at June 30, 2008, 23% of deferred tax assets relating to these losses have been recognized, increasing XDC net equity by EUR 1.6 million.

NOTE 9: HEADCOUNT

(in full time equivalents)	EVS - TV
As at June 30, 2007	178
As at June 30, 2008	226
Variation	+27.0%

The group has recruited additional staff to reinforce R&D, Sales & Marketing, Training and Field Engineers to pursue its growth.

NOTE 10: EXCHANGE RATES

The main exchange rate that influences the consolidated financial accounts is USD / EUR which has been taken into account as follows:

Average exchange rate over 1H08	1.5303
Average exchange rate over 1H07	1.3293
Variation	*-15.1%*
At June 30, 2008	1.5764
At June 30, 2007	1.3505
Variation	*-16.7%*

NOTE 11: FINANCIAL INSTRUMENTS

Periodically, EVS measures the group's anticipated exposure to transactional exchange risk over one year, mainly relating to the EUR/USD risk. Given the group has a "long" position in USD and based on sales forecasts, EVS hedges future USD net in-flows by forward foreign exchange contracts. The relevant hedging results are booked as financial results.

On June 30, 2008, the group held USD 10.0 million in forward exchange contracts earmarked to hedge 50% of the net future cash-flows in dollars with an average maturity date of March 10, 2009 and with an average exchange rate EUR/USD of 1.4785.

NOTE 12: SUBSEQUENT EVENTS

Since the end of June, the Company has bought back 40,000 own shares. As of September 4, 2008, the Company owns 293,188 own shares. On July 24, 2008, the EVS Board has granted warrants to some of its employees, for acceptance within 60 days.

On September 3, 2008, EVS acquired Dwesab BVBA for an amount of EUR 2.0 million. Dwesab is a Belgian company specializing in the development of end-to-end solutions for the management of TV stations.

NOTE 13: RISK AND UNCERTAINTIES

Investing in the stock of EVS involves risks and uncertainties. The risks and uncertainties relating to the remainder of the year 2008 and similar to the risks and uncertainties that have been identified by the management of the company and that are listed in the management report of the annual report (available at www.evs-global.com).

NOTE 14: RELATED PARTIES TRANSACTIONS

There were no significant related parties transactions during the first half of 2008.

Statutory Auditor's report

Report of the Statutory Auditor on the limited review of the interim condensed consolidated financial statements as of 30 June 2008 and for the six months then ended

Introduction

We have reviewed the accompanying interim condensed consolidated balance sheet of EVS Broadcast Equipment SA/NV (the "Company") as at 30 June 2008 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/beperkt nazicht" as defined by the "Institut des Réviseurs d'Entreprises/Instituut der Bedrijfsrevisoren") in accordance with the recommendation of the "Institut des Réviseurs 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 Réviseurs 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.

We have not performed a limited review of the quarterly information shown in the interim condensed consolidated financial statements, therefore this is outside the scope of this report.

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.

Liège, September 4, 2008
BDO Atrio Réviseurs d'Entreprises Soc. Civ. SCRL
Statutory auditor
Represented by
Félix FANK, Partner

Certification of responsible persons

Pierre L'Hoest, Managing Director and CEO
Michel Counson, Managing Director and CTO
and Jacques Galloy, Director and CFO

Certify that, based on their knowledge,

a) the interim condensed financial statements, prepared in accordance with the International Financial Reporting Standards (IFRS) adopted by the European Union, fairly present in all material respects the financial condition and results of operations of the issuer and the companies included in the consolidation,
b) the Directors' report fairly presents the important events and related parties transactions of the first six months of 2008, including their impact on the interim condensed financial statements, and a description of the existing risks and uncertainties.