

PROSEGUR COMPAÑÍA DE SEGURIDAD, S.A. AND SUBSIDIARIES

INTERIM QUARTERLY FINANCIAL INFORMATION
Interim Financial Statements for the Third Quarter of 2011



RESULTS FROM JANUARY TO SEPTEMBER 2011

Million Euros

CONSOLIDATED RESULTS	Q3 2011	Q3 2010	Var.
Turnover	2,029.7	1,875.7	8.2%
EBITDA	255.4	251.1	1.7%
<i>Margin</i>	12.6%	13.4%	
Amortization	(43.8)	(41.6)	
Depreciation of intangibles	(14.8)	(15.4)	
Changes in goodwill	-	-	
EBIT	196.8	194.1	1.4%
<i>Margin</i>	9.7%	10.3%	
Financial results	(22.1)	(28.3)	
Profit before taxes	174.7	165.8	5.4%
<i>Margin</i>	8.6%	8.8%	
Taxes	(58.6)	(54.0)	
Net profit	116.1	111.8	3.9%
Minority interests	(0.2)	(0.3)	
Net consolidated profit	116.3	112.1	3.8%
<i>Margin</i>	5.7%	6.0%	
Earnings per share	1.9	1.8	

PERFORMANCE IN THE PERIOD

- Sales rose by 8.2% year-on-year, with 8.2% pure organic growth, 1.6% inorganic growth and a negative exchange rate impact of 1.6%.
- EBIT increased by 1.4% year-on-year to €196.8 million, and the EBIT margin was 9.7%.
- Consolidated net profit grew by 3.8% with respect to 2010 to reach €116.3 million.
- During the period, a number of companies were acquired in various regions:
 - Prosec Services Pte. Ltd., in Singapore.
 - Distribuidora Federal, S.A.C., in Peru.
 - Seguridad Vigilada, S.A. and related companies, in Spain.
 - Sazias, S.A. and related companies, in France.

- Prover Eletro Eletrônica, Ltda., in Brazil.
- GSM Telecom, S.A., in Uruguay.
- Inversiones BIV, S.A.S. and related companies, and Beloura Investments, S.L.U. and related companies, in Colombia.

INTERIM FINANCIAL STATEMENTS (JANUARY – SEPTEMBER 2011)

(Million Euros)

1. BUSINESS PERFORMANCE

Details of the main income statement items for January-September of 2011 and 2010 were as follows:

a) Turnover

Prosegur's sales from January to September 2011 totalled €2,029.7 million, compared with €1,875.7 million in the same period of 2010, implying 8.2% growth. Of total sales growth, 8.2% was pure organic growth, 1.6% was inorganic growth through acquisitions in 2010 and 2011, and there was a negative exchange rate effect of 1.6%.

The following changes in Prosegur's consolidation scope had an impact on sales growth:

- In Uruguay, Genper, S.A. was consolidated from May 2010. It contributed €0.3 million in revenue from January to April 2011.
- In Argentina, Tellex, S.A. was consolidated from August 2010. It contributed €3.7 million in revenue from January to July 2011.
- In Peru, Teleemergencia, S.A.C. was consolidated from September 2010 and Distribuidora Federal, S.A.C., acquired in 2011, was consolidated from July 2011. These two companies reported revenue of €2.4 million from January to September 2011.
- In Brazil, Martom Segurança Eletrônica Ltda was consolidated from December 2010. It reported revenue of €7.2 million from January to September 2011.
- Prosec Pte. Ltd., acquired in Singapore, was consolidated from March 2011. It reported revenue of €6.4 million from January to September 2011.

- Grupo Seguridad Vigilada companies acquired in Spain were consolidated from July 2011. The companies reported revenue of €3 million from January to September 2011.
- Grupo Inversiones BIV companies acquired in Colombia were consolidated from August 2011. The companies reported revenue of €7.2 million from January to September 2011.

The table below shows the breakdown of Prosegur's sales by geographical area and business line:

Million Euros

SALES	Europe&Asia			LatAm			Total Prosegur		
	Q3 2011	Q3 2010	Var.	Q3 2011	Q3 2010	Var.	Q3 2011	Q3 2010	Var.
Guarding	654.4	655.1	-0.1%	342.3	292.0	17.2%	996.7	947.1	5.2%
% over sales	68.2%	67.9%		32.0%	32.0%		49.1%	50.5%	
CIT	156.1	157.8	-1.1%	634.8	547.3	16.0%	790.9	705.1	12.2%
% over sales	16.3%	16.4%		59.3%	60.1%		39.0%	37.6%	
Electronic Security	148.4	151.7	-2.2%	93.7	71.8	30.5%	242.1	223.5	8.3%
% over sales	15.5%	15.7%		8.7%	7.9%		11.9%	11.9%	
Total	958.9	964.6	-0.6%	1,070.8	911.1	17.5%	2,029.7	1,875.7	8.2%

As for the geographical breakdown, sales in the Europe-Asia region totalled €958.9 million, down 0.6% compared with the previous year. Sales in LatAm increased by 17.5% to €1,070.8 million. In this region, the exchange rate effect had a negative impact of 3.3% on sales.

With regard to the breakdown of turnover by business line, in January to September 2011, Surveillance revenue totalled €996.7 million, i.e. up 5.2% on the same period one year previously. Cash in Transit (CIT) sales increased by 12.2% to €790.9 million, and sales in Electronic Security grew by 8.3% to €242.1 million.

The table below shows sales growth by country, including the impact of changes in the consolidation scope and in exchange rates:

Million Euros

SALES	Total Prosegur			Organic Q3 2011	Inorganic Q3 2010	Exchange rates Var.
	Q3 2011	Q3 2010	Var.			
Spain	713.4	725.2	-1.6%	-2.0%	0.4%	0.0%
France	119.6	114.8	4.2%	4.2%	0.0%	0.0%
Portugal	113.7	117.4	-3.1%	-3.1%	0.0%	0.0%
Romania	5.8	7.2	-19.4%	-17.9%	0.0%	-1.0%
Singapore	6.4	0.0	100.0%	0.0%	100.0%	0.0%
Argentina Area*	350.4	268.4	30.6%	42.2%	1.8%	-13.6%
Brazil	490.7	441.5	11.1%	7.2%	2.0%	2.0%
Chile	86.3	76.2	13.3%	10.3%	0.0%	3.0%
Colombia	36.2	29.8	21.5%	1.6%	23.0%	-3.0%
Peru	88.8	81.0	9.6%	11.7%	3.0%	-5.0%
Mexico	18.4	14.2	29.6%	31.7%	0.0%	-2.0%
Total	2,029.7	1,875.7	8.2%	8.2%	1.6%	-1.6%

(*) Including Uruguay and Paraguay.

b) EBIT

Operating earnings (EBIT) in the period from January to September 2011 was €196.8 million, while in the same period in 2010 it totalled €194.1 million, implying 1.4% growth. The EBIT margin in January-September 2011 was 9.7%, compared with 10.3% one year previously.

The following table shows the breakdown of EBIT by geographical area:

Million Euros									
EBIT	Europe&Asia			LatAm			Total Prosegur		
	Q3 2011	Q3 2010	Var.	Q3 2011	Q3 2010	Var.	Q3 2011	Q3 2010	Var.
Turnover	958.9	964.6	-0.6%	1,070.8	911.1	17.5%	2,029.7	1,875.7	8.2%
EBIT	43.0	64.3	-33.1%	153.8	129.8	18.5%	196.8	194.1	1.4%
Margin	4.5%	6.7%		14.4%	14.2%		9.7%	10.3%	

EBIT in Europe&Asia in January-September 2011 amounted to €43 million, compared with €64.3 million for the same period in 2010, implying a 33.1% fall due mainly to the tough economic environment in the region. EBIT in LatAm increased by 18.5% to €153.8 million in January through September 2011, compared with €129.8 million in the same period of 2010.

c) Financial results

Prosegur's net financial expenses in the period from January to September 2011 totalled €22.1 million, vs. €28.3 million in the same period of 2010, implying a reduction of €6.2 million. The main changes in financial expenses were as follows:

- Net financial expenses from interest payments in January to September 2011 totalled €15.1 million, compared with €10.4 million in 2010, implying an increase of €4.7 million due mainly to higher debt levels and the increased average cost of funding.
- Net financial expenses due to exchange rate differences and differences in the measurement of derivative instruments were down €3.5 million to €1 million in January-September 2011 (compared with 4.5 million in 2010).
- Lastly, in the period from January to September 2011 the company recorded impairment losses on financial investments totalling €6 million, whereas in the same period of 2010 it recorded impairment losses of €3 million. Furthermore, in 9M 2010, it had posted extraordinary financial expenses due to legal interest payments on the principal claimed in the complaint filed by the Bankruptcy Trusteeship of Esabe Express, S.A. totalling €10.5 million.

d) Net profit

Consolidated net profit in January-September 2011 totalled €116.3 million, compared with €112.1 million in the same period of 2010, implying 3.8% growth.

The effective tax rate was 33.5% in the period from January to September 2011, compared with 32.6% in the same period of 2010, due mainly to the generation of earnings in countries with higher average tax rates.

2. SIGNIFICANT EVENTS AND TRANSACTIONS

The following significant events and transactions took place in the first nine months of 2011:

Acquisition of subsidiaries

On 18 February 2011, Prosegur acquired 100% of Prosec Pte. Ltd., a Singapore company focusing on guarding services and with an annual turnover of some €10 million and a workforce of 700. The total acquisition price was €5.3 million.

On 30 June 2011, Prosegur acquired 100% of Distribuidora Federal S.A.C., in Peru. This company provides electronic security services and has an annual turnover of around €4.1 million and a workforce of 100. The total acquisition price was €5.3 million.

On 14 July 2011, Prosegur acquired a 95% stake in Seguridad Vigilada, S.A. and related companies in Spain. These security companies provide guarding services, security escorts, ATM maintenance and ancillary services. This group of companies has an annual turnover of around €12.5 million and a workforce of 400. The agreement involved an investment of €4 million.

On 2 August 2011, in Colombia, Prosegur acquired 100% of Inversiones BIV, S.A.S. and related companies. These companies offer security services and have a joint annual turnover of around €55 million and a workforce of some 6,000. The agreement involved an investment of €17.5 million.

On 16 September 2011, in Brazil Prosegur acquired 100% of Prover Eletro Eletrônica, Ltda., a company offering electronic security services with annual turnover of around €4 million and a workforce of some 100. The total acquisition price was €3.2 million.

On 16 September 2011, in Uruguay Prosegur acquired 100% of GSM Telecom S.A., a company operating in the electronic security business with 500 home alarm systems connected. The total acquisition price was €0.2 million.

On 27 September 2011, in France, Prosegur acquired 100% of Sazias, S.A. and related companies, which provide Cash in Transit (CIT) services. This group of companies has an annual turnover of around €21 million and a workforce of 200. The total acquisition price was €14.1 million.

On 28 September 2011, in Colombia Prosegur acquired 100% of Beloura Investments, S.L.U. and related companies, which offer electronic security services and have a joint annual turnover of around €13 million. The total acquisition price was €21.3million.

Other significant events

The transactional agreement signed on 17 February 2011 between Prosegur, Esabe Express S.A. and the Esabe Express, S.A. Bankruptcy Trusteeship in regard to the final court ruling on the latter's complaint, issued on 19 July 2011. Prosegur has paid Esabe Express €17 million to cover the amounts claimed.

3. CONSOLIDATED FINANCIAL DATA

The consolidated financial data was prepared in accordance with International Financial Reporting Standards (IFRS) applicable at 30 September 2011. Said standards were applied to both 2011 and 2010 data.

Million euros		
CONSOLIDATED BALANCE SHEET	30/09/2011	31/12/2010
Non Current Assets	1,004.5	961.3
Tangible fixed assets	371.0	360.7
Goodwill	367.9	318.7
Intangible assets	141.1	147.9
Non current financial assets	31.8	33.3
Other non current assets	92.7	100.7
Current Assets	998.1	1,014.9
Inventories	54.1	42.7
Customers and other receivables	804.3	672.7
Other current assets	0.5	0.5
Derivative financial instruments	-	-
Cash equivalents and other financial assets	139.2	299.0
ASSETS	2,002.6	1,976.2
Net Equity	617.3	666.6
Share capital	37.0	37.0
Treasury share	(112.8)	(40.7)
Accumulated difference and other reserves	693.1	670.3
Non Current Liabilities	640.7	436.5
Bank borrowings	405.2	174.4
Other financial liabilities	21.2	14.6
Derivative financial instruments	3.2	3.1
Other non current liabilities	211.1	244.4
Current Liabilities	744.6	873.1
Bank borrowings	49.6	295.7
Other financial liabilities	79.4	64.7
Derivative financial instruments	-	0.2
Trade and other payables	586.2	487.6
Other current liabilities	29.4	24.9
TOTAL NET EQUITY AND LIABILITIES	2,002.6	1,976.2

The main variations in the amounts on the consolidated balance sheet at 30 September 2011 with respect to the closing balances of 2010 were as follows:

a) Tangible fixed assets

Investment in tangible fixed assets in the first nine months of 2011 totalled €69.8 million.

b) Goodwill

Goodwill increased by €49.2 million, due mainly to the inclusion in the consolidation scope of the subsidiaries acquired in the period from January to September 2011. During the same period of 2011, no goodwill impairment was recorded.

c) Net equity

The changes in net equity in the first nine months of 2011 arose mainly under net profit in the period and the reserve for cumulative exchange differences.

d) Net debt

Prosegur calculates net debt as total bank borrowings (current and non-current) plus/minus net derivative financial instruments, minus cash and cash equivalents, and minus other current financial assets.

Net debt at 30 September 2011 amounted to €318.8 million, up €144.4 million with respect to the figure at 31 December 2010 (€174.4 million).

At 30 September 2011, the net debt/EBITDA ratio was 0.9 and the net debt/equity ratio was 0.5.

At 30 September 2011, liabilities arising from bank borrowings related mainly with the syndicated loan agreement signed in 2010 totalled €400 million in two tranches, one in loan format and another in credit format, totalling €150 million and €250 million, respectively.

The total net cash flow generated in the first nine months of 2011 was as follows:

Million euros	
CONSOLIDATED CASH FLOW STATEMENT	30/09/2011
Profit/(loss)	174.7
Adjustments to profit/(loss)	80.7
Tax on profit	(58.6)
Changes in working capital	(79.7)
Interest payments	(12.4)
OPERATING CASH FLOW	104.7
Acquisition of property, plant and equipment	(69.8)
Payments for acquisition of subsidiaries	(57.4)
Dividend payment	(42.6)
Other flows from investment/financing activities	(79.3)
CASH FLOW FROM INVESTMENT/FINANCING	(249.1)
TOTAL NET CASH FLOW	(144.4)
INITIAL NET DEBT (31/12/2010)	(174.4)
Net increase/(decrease) in cash	(144.4)
FINAL NET DEBT (31/09/2011)	(318.8)