

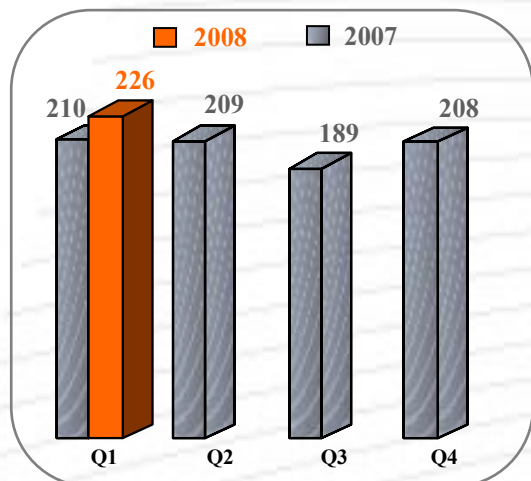
**LISI ENJOYS ORGANIC GROWTH OF 11.4%
OVER Q1 2008**

QUARTERLY REPORT



Quarterly Consolidated sales

In million euros



Sales revenue up by 7.8% to reach €226.1 million for Q1 2008.

Sales revenue in million euros	March 31		Changes	
	2008	2007	2008/2007	2008/2007 on a like-for-like and constant exchange rate basis
Q1	226.1	209.8	+ 7.8 %	+ 11.4 %

It should be noted that during this period, the Euro/Dollar exchange rate stood at 1.53 compared with 1.32 for Q1 2007.

HIGHLIGHTS OF Q1 2008

LISI AEROSPACE: + 15,4 %

- Dynamics and visibility confirmed
- High demand from the aeronautical industry, especially in the United States
- Good start for LISI MEDICAL

LISI AUTOMOTIVE: + 3,0 %

- Continued price tension for raw materials used in the automotive sector
- Positive effect of growth of the Group's customers' sales
- LISI AUTOMOTIVE founded in Shanghai

LISI COSMETICS: - 5,2 %

- Production level still high in the metal activity
- Slowdown for plastics projects

COMMENTS PER AREA OF ACTIVITY

LISI AEROSPACE (44 % of consolidated total)

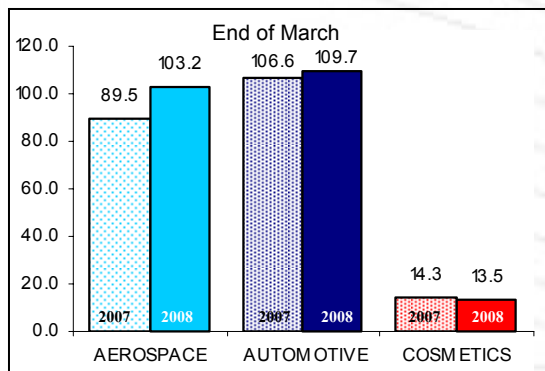
- Dynamics and visibility confirmed
- High demand from the aeronautical industry, especially in the United States
- Good start for LISI MEDICAL

Sales revenue in million euros	March 31		Changes	
	2008	2007	2008/2007	2008/2007 on a like-for-like and constant exchange rate basis
Q1	103.2	89.5	+ 15.4 %	+ 24.4 %

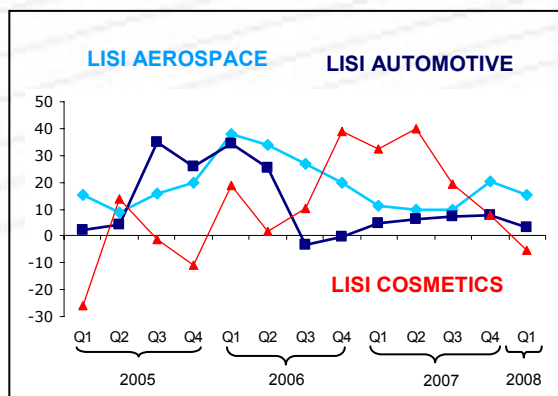
The aeronautical sector still enjoys sound short and medium terms prospects, in spite of a more difficult context. The latest fall in the dollar, the continued rise in fuel prices, the difficulties experienced by certain airlines (for example Skybus or Aloha), along with the latest delay expected for the B787 have all put something of a damper on the mood in the aeronautical sector.



Sales in million euros



% Sales Variation per division / N-1



Over the first quarter, Airbus delivered 123 aircraft and took 420 orders while Boeing achieved excellent performance with 115 aircraft delivered and 289 orders. At the same time, business and regional aircraft are still enjoying a highly favourable economic climate, encouraging manufacturers to revise their production upwards.

Although the effect of the basis of comparison is ever higher, LISI AEROSPACE has achieved remarkable results with rises of 15.4% and 24.4% after reprocessing for the dollar effect. Alongside demand from Boeing, which remains strong (+50.3% in dollars), and despite the delays in the B787 programme, Airbus is supporting high growth in Europe (up 1.6% and 13.7% reprocessed for the disposal of Eurofast).

The Racing activity, which is usually seasonal, remains stable (in dollars) over the first quarter.

The sales revenue of €6.1 million for the LISI MEDICAL division is in line with forecasts. The companies Seignol and Intermed Application were integrated in excellent conditions, as the first synergies with Hugueny were implemented.

LISI AUTOMOTIVE (49 % of the consolidated total)

- Continued price tension for raw materials used in the automotive sector
- Positive effect of growth of the Group's customers' sales
- LISI AUTOMOTIVE founded in Shanghai

Sales revenue in million euros	March 31		Changes	
	2008	2007	2008/2007	2008/2007 on a like-for-like and constant exchange rate basis
Q1	109.7	106.6	+ 3.0 %	+ 3.0 %

Over the first quarter of 2008, the European market fell back by 1.7% when compared with 2007. Confirming the trends of previous months, sales fell mostly in Western Europe (-10.2%) but grew in the new member states (up 3.5% in March and up 14.7% over the quarter). The fall was less marked in France (-0.5%) but considerable in Germany with a fall of -14.4% in March 2008 alone.

Market trends for LISI AUTOMOTIVE's activity show a certain decline in European production in March (as fewer days were worked). The quarter's production for the Group's customers nonetheless went up by 0.4% (source JD POWER).

World sales for Renault increased by 6.5% over the first three months of this year, buoyed by the success of the Logan. Volkswagen, boosted by China, enjoyed growth of 7%. As such, in this well-focused context, LISI AUTOMOTIVE enjoyed another quarter of growth (+3.0%).

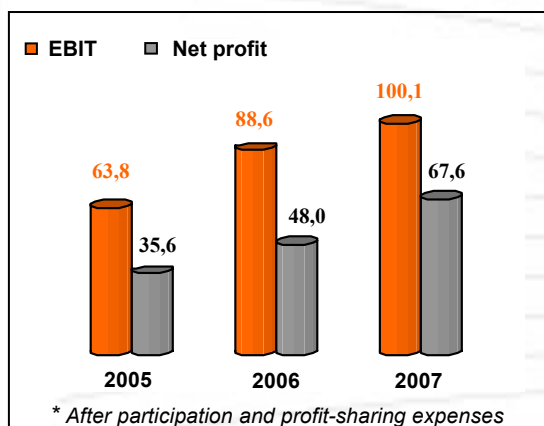
However, it should be noted that during this period, sales revenue was hit by the disposal of the Monistrol plant (not reprocessed in the constant consolidation scope) and by fewer working days (62 days in 2008 compared with 64 days in 2007), giving a negative impact of 3%.

Sales to French car manufacturers remained stable overall, thanks to Renault (effect of the Logan and new models). In Germany, demand from VW Audi and BMW was sustained with a growth rate of 3.9%. Sales to equipment manufacturers are the most dynamic, up 7.1% thanks to TRW, Faurecia, Bosch and TI.

It should also be noted that the Group has developed its presence in China, founding LISI AUTOMOTIVE Shanghai, following the take-over of the company Yizhong Fasteners Co. Specialised in threaded fasteners for the Chinese market, this company employs around one hundred people and should achieve sales of €3 million this year.



EBIT* & Net Profit in €M



LISI COSMETICS (6 % of the consolidated total)

- Production level still high in the metal activity
- Slowdown for plastics projects

Sales revenue in million euros	March 31		Changes	
	2008	2007	2008/2007	2008/2007 on a like-for-like and constant exchange rate basis
Q1	13.5	14.3	- 5.2 %	- 5.2 %

The first quarter was something of a transitional period for the perfumery and cosmetics market, with delayed launches, a fall in the number of quotes and some caution with regard to delivery requests for recurrent lines. The workload for the different factories is therefore quite varied. The metal activity, speciality of the Saint-Saturnin plant, is still enjoying a significant workload, thanks to the different 212 Men lines for PUIG. In contrast, the two plastic production sites are affected by low reorder demand for certain recurring lines. When compared with the very high level attained in 2007, when there were a large number of new launches, 2008 sales revenue therefore shows a considerable fall.

Concerning operations, work for the launch of the new injection-assembly workshop has begun at Nogent-le-Phaye, while a new automated varnishing line should be fully operational within the next few months.

OUTLOOK AND COMMENTS ON THE FINANCIAL IMPACT OF ACTIVITY

Confidence maintained for the 2008 outlook

At consolidated level, the Group maintains its confidence in the outlook published on 21st February of this year, when it published its 2007 results, even if the respective contributions of each division may change. The debt situation is stable despite the seasonal rise in the working capital requirements.

LISI AEROSPACE

The impact of the delays with the B787 will not have any short-term effect on LISI AEROSPACE's accounts, and there should not be any cancellations in the order book. It should nonetheless be specified that fastener orders for the first B787 models required for the certification programme have not yet been delivered. We can expect growth for 2009 and 2010 to be carried over into 2011 and 2012. For information, the parts ordered and specifically identified for the B787 programme only represent 15% of the total order book worth €250 million in the United States. There has been a steady rise in the number of orders taken in Europe, but at a slower rate since the start of this year. Subsequently, the division's sound performance is still driven by the strength of demand in the United States. Regarding the income statement, the division's contribution should still be excellent.



LISI AUTOMOTIVE

After a good start to the year, the prospects are somewhat contradictory, reflecting the seasonal aspect of European production and in particular in France. This cautious position is related to the future results for new models launched by Renault and PSA at the end of 2007 and start of 2008. In Germany, the forecasts appear quite sound, but with a more modest growth rate than that of the previous period. Demand from equipment manufacturers remains high. Regarding results, the first quarter was affected by the rise in raw material and components prices. An improvement in margins for 2008 remains dependent on whether LISI AUTOMOTIVE will be able to pass these rises on. Negotiations are underway, and may be concluded by the end of the first half of 2008.



LISI COSMETICS

The start of the year reflects different factors which have affected profitability on a one-off basis - fall in volumes, the new finishing equipment (varnishing line) at the Nogent-le-Phaye plant becoming fully operational, and temporary under-capacity at the Aurillac plant.



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The next announcements will appear after close of trading on Paris Euronext

📅 2008 half-year results: July 28th 2008

📅 2008 Q3 financial situation: October 21st 2008