

Third Quarter 2010 Revenues

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Safe Harbor Statement

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Q3 2010 Group Highlights

Key Group Highlights from Q3 2010

**Each of the three businesses recorded double digit growth in Q3 2010
Positive momentum expected to continue into Q4 2010**

Top-line

Revenues from continuing activities up 7.2% in Q3 2010 vs. Q3 2009 at constant currency. Excluding the retail telephony business*, Q3 2010 revenues grew by 8.9% at constant currency, driven by:

- New contract wins in Entertainment Services and Digital Delivery
- Improved market environment in most of our activities

Outlook

Taking into account the upcoming Disposal Proceeds Notes redemption and Q3 trends, the company is providing further guidance on the year end outlook:

- Expected YoY revenue growth for Q4 2010 at constant currency
- Adjusted** EBITDA as a percentage of revenues expected to increase slightly in H2 2010 vs. H2 2009

Divestments & closures

- Sale of the majority of the stake in Screenvision US completed and announced on 15 October 2010. \$60m cash received and to be applied to the Disposal Proceeds Notes
- Consultations of workers representatives for Grass Valley restructuring finalized, including in France

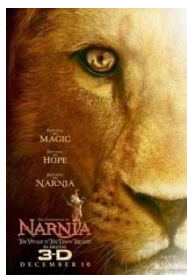
* From which the Group completed its exit at the end of 2009

** Excluding impairment charges, restructuring and other income/(loss)

Key Business Highlights

Entertainment Services

Creation Services



Emmy® Award for outstanding sound mixing on Glee

DVD Services



Innovation and Technology



Collaboration with Intel for next generation set-top boxes



Innovation partner to YouView (formerly known as Project Canvas)



Contract with Topspin for the distribution of their music catalog in mp3HD format

Digital Delivery – Contract wins




THE WEINSTEIN COMPANY
New MediAffinity™ service providing a fully automated digital library management system

Q3 2010 Revenues by Division

(€ million)	Q3 2009	Q3 2010	Δ % Current Currency	Δ % Constant Currency
Technology	98	125	+27.6%	+31.4%
Entertainment Services	374	419	+12.0%	+4.2%
Digital Delivery	314	360	+14.6%	+8.1%
Other	16	2	(90.2)%	(90.7)%
Total from continuing operations	803	906	+12.9%	+7.2%
Total excl. retail telephony*	789	905	+14.7%	+8.9%

* At constant currency and excluding the retail telephony business, from which the Group completed its exit at the end of 2009

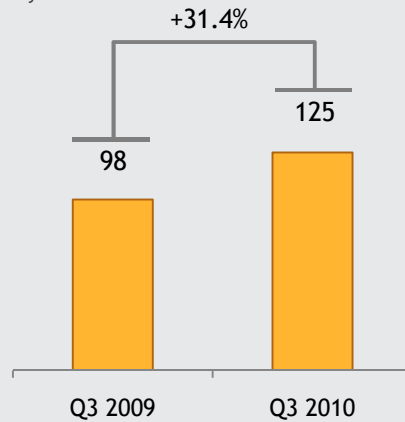
Key points - Q3 2010

- **Technology** activities benefited from a strong increase in revenues from MPEG LA, driven by growth in consumer electronic products and by the outcome of audits of past product volumes for certain licensees
- **Entertainment Services:** Increased revenues across all activities except photochemical film, with higher level of activity in Creation Services and improved volumes in DVD Services
- **Digital Delivery:** Strong volume growth in Connect and slight increase in revenues from Media Services

Q3 2010 Divisional Review

Q3 revenues

In €m as reported
Change at constant currency



Corporate Research

Successful launch of technologies for:

- High performance 3D encoding
- Visual effects (automatic creation tool)

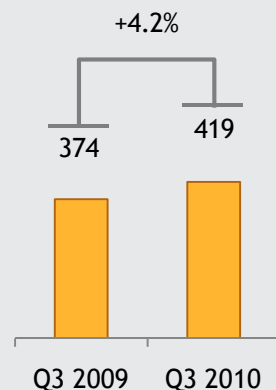
Licensing: Solid performance of MPEG LA

- Licensing activities benefited from a strong increase in revenues from MPEG LA, driven by strong growth in consumer electronic products and by the outcome of audits of past product volumes for certain licensees
- New contract win with Topspin for the distribution of their music catalog in mp3HD format

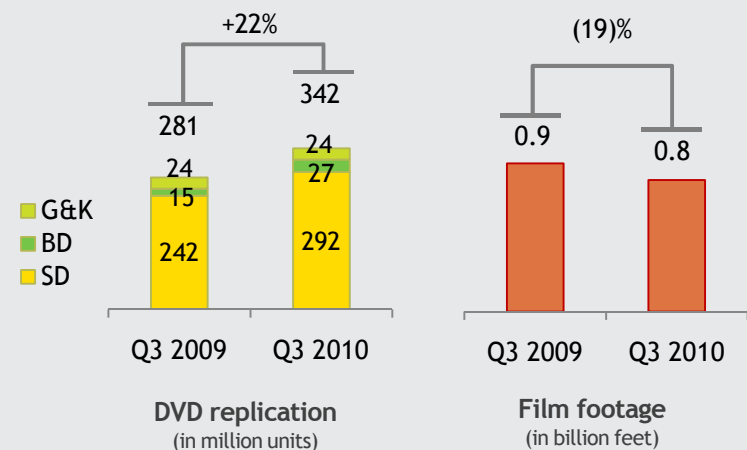
Entertainment Services | Business Review

Q3 Revenues

In €m as reported
Change at constant currency



Physical Media Volumes



* G&K: Games and Kiosk - BD: Blu-ray™ - SD: Standard Definition

Creation Services: Strong revenue growth in Digital Production

- Increased activity in VFX for high-end Theatrical releases
- Continued recovery of the advertising market and ongoing market share gains in VFX for Commercials
- Higher level of activity in Postproduction services driven particularly by success in the Broadcast market in both United States and Canada

Theatrical Services: Expansion of Digital Cinema distribution

- Faster than expected Digital Cinema conversion, driven by 3D and DCIP**
- Technicolor will announce in Q4 its plans for rationalizing its cost structure to ensure that it is able to competitively serve its customers through the tail of film processing
- Satellite distribution network covering over 700 exhibitors locations in North America at the end of Q3

DVD Services: Improvement in market trend

- Excluding volumes from Warner Bros., YoY volume decline rate dropped into the mid single-digits, with growth in Europe
- Stabilization of ratio conversion from box office revenues to DVD volumes
- New contract wins, including Microsoft and Elevation Sales

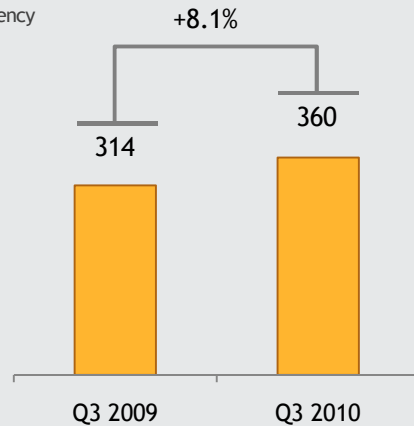
** Consortium of the top-3 US exhibitors: Regal, AMC, and Cinemark



Digital Delivery | Business Review

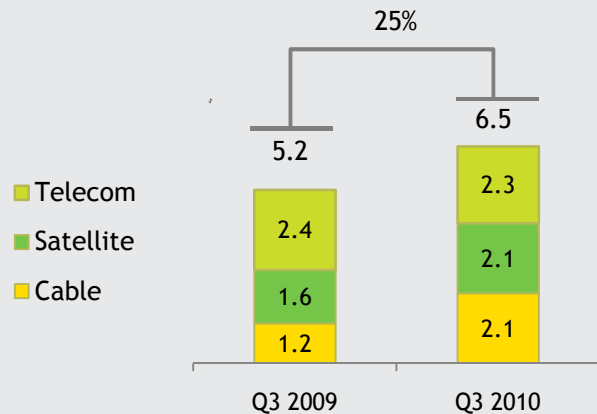
Q3 Revenues

In €m as reported
Change at constant currency



Digital Home Products volumes

In million units



Connect: Strong volume growth in Satellite and Cable

Strong revenue growth in Q3 2010:

- Higher volumes and improved mix in Satellite, due to increased shipments of HD-PVR STBs to a key customer in North America
- Strong growth in Cable STB volumes, driven by higher shipments of DTAs to a key customer in North America
- Stabilization in Telecom volumes vs. H1 2010, led by strong growth in advanced gateways and video tablets
- Ongoing improvements in software development process, with agile methodology expanded to all Connect

Digital Content Delivery Services: Recovery in Media Services

- Slight increase in Media Services revenues, an encouraging improvement compared to the trend noted in H1 2010
- Launch of *MediAffinity*™ digital library management service, with first deployment of a fully automated digital media workflow solution for The Weinstein Company
- New contract wins in Broadcast Services with the launch of 4 new HD channels in Q4 2010 (total of 26 HD channels broadcasted live at end-Q3 2010)

H2 2010 Outlook

H2 2010 Outlook

Taking into account the upcoming DPN redemption and Q3 trends, the company is providing further guidance on the year end outlook

Revenues

- The Group confirms it expects to deliver year-on-year increase in revenue from continuing operations in Q4 2010 at constant currency

Adjusted* EBITDA

- The Group is continuing to optimize its overall cost structure while maintaining its R&D and commercial efforts
- Operational performance remains a key focus
- For H2 2010, the Group expects adjusted* EBITDA as a percentage of revenues to increase slightly vs. H2 2009

* Excluding impairment charges, restructuring and other income/(loss)