



PRESS RELEASE
Paris, October 14, 2016

Final results of the second window of transferability of the warrants

Parrot (the "**Company**" or "**Parrot**") recalls that in the context of its share capital increase of an aggregate amount of €298,779,726, the prospectus of which was approved by the French Financial Markets Authority (*Autorité des marchés financiers*) under visa number 15-590 on November 19, 2015, the Company issued in particular 17,575,278 Class 1 Warrants and 17,575,278 Class 2 Warrants (the "**Share Capital Increase**").

The Warrants are non-transferable and therefore non-tradable until December 15, 2020 (inclusive), subject to certain exceptions set out in the prospectus relating to the Share Capital Increase, including a window of transferability established twice a year after the publication by the Company of its press release relating to its annual results or, as the case may be, its half-year results, and during which any holder of Warrants is given the right, subject to certain conditions, to transfer, during a period of 60 calendar days (the "**Window of Transferability**"), all or part of its Class 1 and/or Class 2 Warrants to employees or executive officers of the Company and/or its current or future subsidiaries designated (prior to the opening of each window) by the Board of Directors (the "**Eligible Managers**").

During the second Window of Transferability, open from August 9, 2016 to October 7, 2016 (inclusive), no Warrant was subject to purchase orders and, as a result, no Warrant was transferred to Eligible Managers. Therefore, total numbers of 5,000 Class 1 Warrants and 5,000 Class 2 Warrants have been transferred to Eligible Managers since the first window of transferability.

As of the date hereof, the holding of the Class 1 and Class 2 Warrants is as follows (on the basis of the available information for the Company):

	Number of Class 1 Warrants	% of Class 1 Warrants	Number of Class 2 Warrants	% of Class 2 Warrants	Total number of Class 1 and Class 2 Warrants	% of the total number of Class 1 and Class 2 Warrants
Horizon ⁽¹⁾	13,637,943	77.60%	13,637,943	77.60%	27,275,886	77.60%
Bpifrance ⁽²⁾	798,964	4.54%	798,964	4.54%	1,597,928	4.54%
Eligible Managers	5,000	0.03%	5,000	0.03%	10,000	0.03%
Public	3,133,371	17.83%	3,133,371	17.83%	6,266,742	17.83%
TOTAL	17,575,278	100%	17,575,278	100%	35,150,556	100%

(1) Horizon, a company controlled by Mr. Henri Seydoux (Chairman and CEO of Parrot), holds approximately 35.1% of the capital of Parrot.

(2) Bpifrance holds approximately 5.1% of the capital of Parrot.

The next Window of Transferability should be announced by March 10, 2017 at the latest, and shall cover a period of 60 calendar days following this announcement.

Information available to public

The prospectus relating to the Share Capital Increase of the company Parrot, approved by the French Financial Markets Authority (*Autorité des marchés financiers*) (the "**AMF**") under visa number 15-590 on November 19, 2015 (the "**Prospectus**"), consists of (i) Parrot's reference document filed with the AMF on April 30, 2015 under number D.15-0468, (ii) its update filed with the AMF on November 13, 2015 under number D.15-0468-A01 (the "**Update**"), (iii) a securities note (the "**Securities Note**") and, (iv) a summary of the Prospectus (included in the Securities Note).

The company Parrot has also filed its 2015 reference document with the AMF on May 10, 2016 under number D.16-0472 (the "**2015 Reference Document**").

Copies of the Prospectus and of the 2015 Reference Document are available free of charge at the registered office of Parrot, located at 174-178 quai de Jemmapes – 75010 Paris, on the website of the company Parrot (<http://www.parrot.com/usa/aboutparrot/investorrelations/>), as well as on the AMF's website (www.amf-france.org).

Before making any investment decision, investors (including any holder of Warrants) are invited to carefully review the risk factors described in Section IV (*Risk Factors*) of the 2015 Reference Document and Section II (*Risk Factors*) of the Securities Note. The occurrence of any or all of these risks may have an adverse effect on the business, position or financial results of the Parrot group or on its ability to meet its objectives, as well as on the value or market price of the Company's shares or other securities (including the Warrants). In addition, other risks not yet identified, or not currently considered as material by the Parrot group, could have the same adverse effect.

ABOUT PARROT

Founded in 1994 by Henri Seydoux, Parrot creates, develops and markets advanced technology wireless products for consumers and professionals. The company builds on a common technological expertise to innovate and develop in three primary markets:

- Civil drones: With leisure quadricopters and solutions for professional use.
- Automotive: With the most extensive range of hands-free communication and infotainment systems for vehicles on the markets.
- Connected objects: With a focus in audio and gardening.

Headquartered in Paris, Parrot currently employs more than 1,000 people worldwide and generates the majority of its sales overseas. Parrot has been listed on Euronext Paris since 2006. (FR0004038263 - PARRO).

For more information, please visit www.parrot.com

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This press release and the information contained herein do not constitute either an offer to sell or purchase or the solicitation of an offer to sell or purchase Warrants shares of the Company.

European Economic Area

The offer described in the Prospectus was opened to the public in France exclusively.

*With respect to Member States of the European Economic Area other than France (the "**Member State**") which have implemented the Prospectus Directive, no action has been undertaken or will be undertaken to make an offer to the public of Warrants requiring a publication of a prospectus in any Member State.*

*For the purposes of this paragraph, (i) the expression an "**offer to the public of Warrants**" in any Member State means the communication to persons, in any form and by any means, of sufficient information on the terms of the offer and Warrants to be offered so as to enable an investor to decide to purchase Warrants, as the same, as the case may be, may have been varied in that Member State, (ii) the expression "**Prospectus Directive**" means Directive 2003/71/EC of November 4, 2003, to the extent implemented in the Member State (as amended, including by the Amending Prospectus Directive, and includes any relevant implementing measure in each Member State) and (iii) the expression "**Amending Prospectus Directive**" means Directive 2010/73/EU of the European Parliament and the Council of November 24, 2010.*

These selling restrictions concerning the Member States apply in addition to any other selling restrictions which may be applicable in the Member States who have implemented the Prospectus Directive.

United Kingdom

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United States of America

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