



## INFORMATION CONCERNING RECENT DEVELOPMENTS

Some press releases have been published by NEXANS (the “Company”) on its website since April 7, 2006, the date on which the Company’s *document de référence* was filed with the Autorité des Marchés Financiers under n° D. 06-0232.

Some additional important recent events affecting the Company, and not included in the press releases above mentioned, are summarized below.

### ***Share capital, number of voting rights, and convertible bonds***

At June 23, 2006 the Company had share capital of 25,198,905 euros divided into 25,198,905 shares of one (1) euro nominal value per share.

Since January 1, 2006, the share capital of the Company has been impacted by: (i) the exercise of 312,825 stock options between January 1 and June 23, 2006; (ii) the cancellation of 2,221,199 treasury shares on March 29, 2006; (iii) the subscription of 65,797 new shares on May 12, 2006 in the context of an increase of the capital reserved for employees known as “Act 2006;” and (iv) the conversion into new shares of 3,534,160 3.125% OCEANEs (convertible bonds) issued on July 15, 2004 and otherwise on January 1, 2010.

At June 23, 2006, the number of shares with double voting rights reached 441,105 and the total number of voting rights reached 25,640,010.

At June 23, 2006, 1,185,825 NEXANS stock options, representing approximately 4.7% of share capital, were still valid. Each option, once exercised, corresponds to one NEXANS share.

*Estimated shareholding and voting rights as of June 23, 2006*

	CAPITAL		VOTING RIGHTS <sup>(1)</sup>	
	Number of Shares	Percentage	Number of voting rights	Percentage
Dodge & Cox <sup>(2)</sup>	1,166,400	4.6	1,166,400	4.6
Other institutional investors <sup>(3)</sup>	20,817,541	82.6	21,160,091	82.5
Employees <sup>(4)</sup>	321,840	1.3	412,544	1.6
Directors	8,625	NS	8,754	NS
Other individual shareholders <sup>(3)</sup>	1,982,346	7.9	1,990,068	7.8
Treasury Shares	-	-	-	-
Unidentified Shareholders <sup>(3)</sup>	902,153	3.6	902,153	3.5
Total	25,198,905	100	25,640,010	100

<sup>(1)</sup> Nominative shares registered in the name of the same holder for at least two years benefit from double voting rights. The voting rights of a shareholder are limited to 8% (or to 16% when double voting rights are held) of the votes attached to the shares presented or represented during a vote on any resolution of a General Meeting.

<sup>(2)</sup> Estimates established on the basis of a declaration, dated December 10, 2004, of exceeding a threshold.

<sup>(3)</sup> Estimates established on the basis of the TPI as of December 31, 2005.

<sup>(4)</sup> The Company increased the share capital reserved for employees on May 12, 2006.

***Evolution of the share capital between January 1<sup>st</sup>, 2006 and June 23<sup>rd</sup>, 2006***

	<b>31/12/2005</b>	Cancellation of Treasury Shares	Increase of the share capital reserved for employees	Conversion of Convertible Bonds	Exercised Stock Options	<b>23/06/2006</b>
<b>Number of Shares</b>	<b>23,507,322</b>	(2,221,199)	65,797	3,534,160	312,825	<b>25,198,905</b>
<b>Stock Options</b>	<b>1,498,650</b>				(312,825)	<b>1,185,825</b>
<b>Convertible Bonds</b>	<b>3,552,632</b>			(3,552,632)		
<b>Number of fully diluted shares</b>	<b>28,558,604</b>	(2,221,199)	65,797	(18,472)		<b>26,384,730</b>

***Delegations to the Board of Directors to issue, with or without preferential subscription rights, shares giving immediate or delayed access to the Company's capital***

The May 15, 2006 shareholders' meeting voted in favor of the entirety of the financial resolutions proposed by the Board of Directors and presented in tabular format at page 127 of the Company's *document de référence*.

***Auditors***

The May 15, 2006 General Meeting, after noting that the mandates of Barbier Frinault & Autres (Ernst & Young) and of Mr. Pascal Macioce had expired, decided to appoint PricewaterhouseCoopers Audit as principal auditor and Mr. Etienne Boris as supplementary auditor for six fiscal years until the Ordinary General Assembly approves the accounts for the fiscal year ending December 31, 2011.

***Executive Compensation***

The May 15, 2006 General Assembly decided to raise the amount allocated to Directors' fees from €340,000 to €400,000 per fiscal year starting from the fiscal year beginning January 1, 2006. This was done in order to account for the addition of a Director following the nomination, by the General Assembly, of François Polge de Combret for four years. Mr. Polge de Combret's term ends when the General Assembly approves the accounts for the fiscal year ending December 31, 2009.

### ***The Committees constituted by the Board of Directors***

The Board of Directors decided to change the membership of the Committee for Nominations and Compensation by replacing Mr. Patrick Puy by Mr. François Polge de Combret and to modify the name of the Accounts Committee to “Audit Committee” at its meeting of May 15, 2006.

### ***Group Evolution***

The Company’s interest in Nexans Maroc increased from 73.6% to 83.6%.

Vietnamese authorities authorized, on March 16, 2006, the creation in Vietnam of NEXANS LIOA Wire and Cable Company Ltd. The Company holds 60% of this Vietnamese affiliate. The Company’s Central Treasury and Metals Department does not centralize access to liquidity for this affiliate.

### ***Litigation***

With respect to possible legal proceedings for which the risk of significant impact upon its accounts cannot be excluded, but for which it was either decided not to make any provisions or for which the information presently available does not allow for a quantification of either the probability of claims actually being made or of the amounts involved, a matter concerning cables made by a European subsidiary and sold to a harness maker must be mentioned. This harness maker resold them to another manufacturer who in turn resold them to a European automobile manufacturer. NEXANS was not informed of the final client’s specifications. These cables were incorporated into windshield wipers and a certain number of them broke. The subsidiary believes that the cables met the harness maker’s specifications. At this stage, the Company has limited information on the difficulties experienced by the vehicles and on their manufacturer’s intention with respect to recalling these products. No proceedings have been initiated as yet.

### ***Risks tied to primary resources and supply chains***

With respect to its policy of strategic purchases designed to guarantee the supply of certain primary materials, both in terms of quantities and in terms of pricing formulas (LME price plus premium), the Company has entered into a four-year commitment (2006-09) with one supplier for the purchase of copper cathodes for which the annual tonnages are fixed each November for the following year (200,000 tons for 2006).

Other purchase contracts for fixed quantities of copper cathodes were also concluded with other copper producers on annual bases. The Company also concluded long-term (between 2 and 5 years) purchase contracts for aluminum machine wire with four major suppliers committing to purchase just under 100,000 tons per year.

The underlying metals are quoted on commodity markets, and therefore a hypothetical surplus of committed purchases over actual needs could be easily sold. Nevertheless, there may be a cost to the Company associated with a difference between market premium levels and contractual premiums.

***Impact of the Conversion of the 3.125% Convertible Bonds (July 15, 2004 - January 1, 2010)***

The conversion of the Convertible Bonds had the effect of reducing consolidated financial debt by 110 million euros (after deduction made for the premium paid to the bondholders in the amount of 1.80 euro per bond) and increasing the consolidated equity capital by 117 million euros.

***Impact of the Modification of the Rating of the Company's Debt***

On June 23, 2006, Standard & Poor's modified its rating of the Company's debt from "BBB-/negative/A-3" to "BB+/stable/B." This new rating will restrict the possibility of the Group issuing commercial paper. The Company believes that, all other things being equal, and before the issuance of the 1.50% Convertible Bonds (July 7, 2006 - January 1, 2013), this change will lead to an increase in financial costs of around €1,500,000 on a full year basis.