

## THE BOARD OF DIRECTORS EXAMINES 2009 FINANCIAL STATEMENTS

- **ITALMOBILIARE GROUP: THE RECOVERY IN FINANCIAL OPERATIONS BOOSTS EARNINGS AND DIVIDEND**
- **FINANCIAL RATIOS STRENGTHEN THANKS TO IMPORTANT IMPROVEMENT IN THE NET FINANCIAL POSITION AND INCREASE IN EQUITY**

## ITALMOBILIARE GROUP

- **REVENUES: 5,365.4 MILLION EURO (6,157 MILLION EURO IN 2008)**
- **TOTAL NET PROFIT: 284.3 MILLION EURO (116.2 MILLION EURO)**
- **GROUP NET PROFIT: 97.3 MILLION EURO (-104.6 MILLION EURO)**
- **NET DEBT: 2,200.8 MILLION EURO (2,571.9 MILLION EURO)**
- **SHAREHOLDERS' EQUITY: 5,767.1 MILLION EURO (5,488.2 MILLION EURO)**
  
- **DIVIDEND FOR FY 2009: 0.856 EURO TO ORDINARY SHARES AND 0.934 TO SAVINGS SHARES (INCLUDING 0.13 EURO IN RESPECT OF 2008, ON WHICH NO DIVIDEND WAS PAID)....**
- **NET ASSET VALUE: 2,166.1 MILLION EURO AT DECEMBER 31, 2009 (1,911.0 MILLION EURO AT DECEMBER 31, 2008) ON CAPITALIZATION OF 1,038.8 MILLION EURO**

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**Milan, March 24, 2010** – *At a meeting today the Italmobiliare S.p.A. Board of Directors examined and approved the consolidated financial statements and the parent company financial statements for financial year 2009.*

*The Italmobiliare Group closed 2009 with a **total net profit** of 284.3 million euro, reflecting growth of 144.7% on the 2008 result. The **net profit attributable to the Group** was back in the black at 97.3 million euro, reflecting a strong turnaround with respect to the loss of 104.6 million euro posted in 2008. The significant positive difference – more than 200 million euro in absolute values – was generated in particular by the performance of the Group's financial operations.*

*Thanks to the recovery on the equities and bond markets, the financial sector, which comprises the parent company Italmobiliare and the wholly owned financial subsidiaries, reported a net profit of 91.8 million euro, compared with a net loss of 124.0 million euro in 2008.*

*Looking at the Group's industrial operations, which were particularly exposed to the effects of the economic crisis, the measures introduced to contain costs and boost efficiency helped the construction materials sector maintain its margins on revenues,*

despite a significant business slowdown. Operations in this sector are headed by Italcementi, which published its results on March 5, with revenues of 5,006.4 million euro (-13.3%), recurring EBITDA of 971.6 million euro (-12.7%) and net profit of 215.3 million euro (-22.1%). In the food packaging and thermal insulation sector, where Sirap Gema operates, the general cost-cutting drive was accompanied by a favorable trend in raw material costs. Despite a 9.8% decrease in revenues (to 238.3 million euro), EBIT rose to 18.6 million euro (+43.4%) to generate a net profit of 7.0 million euro (2.2 million euro in 2008). A positive contribution to the Group consolidated result, for 1.2 million euro, also came from the banking sector (Finter Bank Zurich and Crédit Mobilier de Monaco).

At December 31, 2009, the Italmobiliare Group had **total shareholders' equity** of 5,767.1 million euro, up from 5,488.2 million euro at December 31, 2008. Year-end **net debt** was 2,200.8 million euro, an improvement of more than 370 million euro on 2,571.9 million euro at the end of 2008.

The Group's financial ratios improved accordingly: the **gearing** ratio was 38.16% at the end of December 2009 compared with 46.86% at the end of 2008, while **leverage** was 2.08, from 2.52 at December 2008.

The **net financial position of Italmobiliare and the wholly owned financial companies** at the end of 2009 also improved, by approximately 95 million euro, to 255.0 million euro at the end of the year (160.6 million euro at the end of 2008).

The parent company **Italmobiliare S.p.A.** reported a **net profit** of 52.6 million euro for the year to December 31, 2009, compared with a net loss of 23.4 million euro in 2008. The improvement arose largely as a result of a decrease in impairment losses on financial assets (19.7 million euro, compared with 84.6 million euro in 2008), a capital gain on the sale of some real estate equity investments and the reduction in net finance costs, notwithstanding a reduction in dividends.

At the Shareholders' Meeting called for April 28 and 29, 2010 (first and second call respectively), the Italmobiliare Board of Directors will propose distribution of a **dividend** of 0.856 euro on ordinary shares and 0.934 euro on savings shares (including 0.13 euro in respect of 2008, on which no dividend was paid).

**Italmobiliare Net Asset Value (NAV)** was 2,166.1 million euro at December 31, 2009 (1,911.0 million euro at December 31, 2008), on capitalization of 1,038.8 million euro.

The continuing severe difficulties and global instability of the macro-economic and financial scenario make it difficult to formulate reliable **forecasts**.

On the one hand, given the high uncertainty of revenue trends, the Group's industrial operations continue to focus on improving industrial efficiency through cost control, and also with the start-up of new plants, and on optimization of working capital.

On the other hand, strong instability remains a dominant feature of the financial markets, although some signs of stability are beginning to emerge.

Consequently, the results of the Italmobiliare parent company, which depend on dividend income from associates and, to a significant extent, on trends on the financial markets, could be positive, although all forecasts made today are heavily conditioned by the uncertainty of future developments.

## **FOURTH QUARTER 2009**

The fourth quarter saw a 15.1% year-on-year reduction in **revenues**, arising on downturns in all sectors except the banking sector. **EBITDA** on the other hand made significant progress (+41.3%), largely as a result of the sharp improvement in EBITDA in the financial sector (-0.7 million euro compared with -71.2 million euro in the fourth quarter of 2008). Fourth-quarter **EBIT** was positive at 39.9 million euro (-39.4 million euro in the fourth quarter of 2008), reflecting both the improvement in EBITDA and the reduction in impairment losses. Nevertheless, the Group posted a **net loss** of 12.5 million euro in the fourth quarter of 2009 (a net loss of 179.4 million euro in the fourth quarter of 2008) after fourth-quarter losses in all the sectors with the exception of food packaging and thermal insulation and of property, services and others. Compared with 2008, however, significant progress was reported by all the sectors (especially the financial sector and construction materials); only the banking sector reported a YoY downturn in the fourth-quarter net result (-1.0 million euro compared with -0.4 million euro in 2008).

For the fourth quarter, the **net result attributable to the Group** was a loss of 19.0 million euro (-150.1 million euro in the year-earlier period), while the result **attributable to minorities** was a net profit of 6.5 million euro (-29.4 million euro in the fourth quarter of 2008), largely relating to the minorities at the Italcementi group.

## **FINANCIAL STATEMENTS AT DECEMBER 31, 2009**

For full-year 2009, Italmobiliare Group consolidated **revenues** amounted to 5,365.4 million euro. The 12.9% reduction in **revenues** from 2008 reflected the effect of business performance for -13%, while changes in the scope of consolidation had a negative impact of 0.1%; exchange rates had a positive impact of +0.2%. The business downturn arose in all the sectors with the sole exception of the financial sector, which reported an improvement (+14.4%); the changes in performance in the other sectors were as follows: -13.6% for construction materials, -6.6% in packaging and insulation, -5.6% in banking and -85.9% in property, services and others. The changes in the scope of consolidation were immaterial and the net exchange-rate effect was limited, since the positive exchange-rate effect in construction materials and banking was offset in part by a negative effect in food packaging and thermal insulation.

**Recurring EBITDA** (1,055.7 million euro) and **EBITDA** (1,044.0 million euro) increased by 35.0 million euro (+3.4%) and 33.3 million euro (+3.3%) respectively from 2008. In absolute terms, these changes arose mainly in the financial sector (+160.5 million euro and +163.4 million euro respectively) and, to a much smaller extent, in food packaging and thermal insulation (+ 6.1 million euro in both cases). The contribution of the construction materials sector was negative (-141.5 million euro and -146.2 million euro respectively).

**EBIT** showed a more contained increase of 2.7%, rising from 501.1 million euro to 514.7 million euro, after a slight increase in amortization and depreciation charges from 2008 (474.9 million euro against 464.4 million euro) and a rise in impairment losses (from 45.2 million euro to 54.4 million euro), mainly in the construction materials sector.

Operating results by geographical area reflected improvements in Africa and, to a smaller extent, in the European Union, but decreases in all the other areas, although the size of the changes varied. In absolute terms, the EU countries were again the largest contributor to both revenues and EBIT, although the difference on EBIT with respect to Africa was small.

## Geographical breakdown of revenues and operating results

(in millions of euro)	Revenues		Recurring EBITDA		EBITDA		EBIT	
	2009	% change vs 2008	2009	% change vs 2008	2009	% change vs 2008	2009	% change vs 2008
European Union	3,160.9	(17.4)	565.5	8.1	575.5	6.6	295.6	6.5
Other European countries	194.4	(30.8)	(1.1)	n.s.	(1.1)	n.s.	(18.9)	(20.6)
North America	401.2	(19.8)	12.5	(77.4)	2.4	(95.6)	(55.5)	n.s.
Asia	411.7	(8.4)	95.4	(9.2)	88.8	(14.4)	26.2	(31.0)
Africa	1,112.7	14.3	394.4	17.8	393.7	26.4	291.8	35.1
Trading	253.0	(31.8)	15.4	(14.6)	15.4	(15.4)	9.6	(29.2)
Inter-area eliminations	(168.5)	(31.8)	(26.4)	3.8	(30.7)	20.3	(34.1)	19.5
<b>Total</b>	<b>5,365.4</b>	<b>(12.9)</b>	<b>1,055.7</b>	<b>3.4</b>	<b>1,044.0</b>	<b>3.3</b>	<b>514.7</b>	<b>2.7</b>

n.s. not significant

**Net finance costs**, including net exchange-rate differences and derivatives, amounted to -111.4 million euro, an increase of 25.4 million euro on 2008 (-86.0 million euro), which benefited from final recognition of an income item of 50 million euro after termination of the negotiations for the sale of operations in Turkey. Excluding this non-recurring income item, net finance costs decreased by 24.6 million euro. Among finance costs, net interest expense on borrowings decreased by 26.6 million euro. The caption does not include finance income and costs in the financial and banking sectors, which are part of these sectors' core businesses and therefore classified under the line items constituting recurring EBITDA. **Impairment on financial assets** reflected a loss of 47.7 million euro, compared with -182.7 million euro in 2008. These impairment losses arose in construction materials for -41.1 million euro and the financial sector for -6.6 million euro. The **share of results of associates**, 28.1 million euro, decreased by 1.4 million euro from 2008 (29.5 million euro), due to lower earnings among associates in the construction materials sector, counterbalanced to a large extent by the improvement in earnings for the companies in the financial sector.

**Profit before tax** was 383.7 million euro, up 46.5% from 2008 (261.9 million euro). Income tax expense was 99.4 million euro, a reduction of 31.8% from 2008, due to the fact that some negative income items (notably impairment losses) were not tax deductible in 2008. The average tax rate consequently decreased from 55.64% to 25.90%.

**Net profit** for the year was 284.3 million euro, up 144.7% on 2008 (116.2 million euro). **Net profit attributable to the Group** was 97.3 million euro, compared with -104.6 million euro in 2008; net profit attributable to minorities was 187.0 million euro, down from the prior-year figure of 220.8 million euro.

**Total shareholders' equity** at December 31, 2009, was 5,767.1 million euro, an increase of 278.9 million euro from December 31, 2008, of which 218.1 million euro attributable to Group equity holders and 60.8 million euro to minority interests. The overall change reflected the positive impact of the net profit for the year (284.3 million euro) and the adjustment to the fair value reserves (148.7 million euro), and the negative impact of changes in exchange rates (-41.0 million euro), approved dividends (-104.4 million euro) and other smaller changes (-8.7 million euro).

At December 31, 2009, **net debt** amounted to 2,200.8 million euro, a decrease of 371.1 million euro from December 31, 2008. The change arose primarily from significant cash flows on operations (+1,178.6 million euro), determined to a large extent by the reduction

in working capital (385.7 million euro), offset only in part by the year's investments in fixed assets (758.6 million euro, of which 715.1 million euro for property, plant and equipment and intangible assets, and 43.5 million euro for financial fixed assets) and by dividend payouts (104.9 million euro).

The **gearing** ratio (net debt/shareholders' equity) was 38.16% at December 31, 2009, compared with 46.86% at the end of 2008.

### **Performance in the core businesses**

Performance in the **construction materials sector**, headed by the *Italcementi* group (Italmobiliare's main industrial activity), was affected by the difficult international economic situation in 2009. There was a general slackening in sales volumes, although the trend eased in the fourth quarter. In this context, revenues, at 5,006.4 million euro, decreased by 13.3% on 2008 (-13.6% at constant size and exchange rates). The negative impact of the sales slowdown was counterbalanced in part by incisive control of operating expense and overheads. Operating results were, nonetheless, down on 2008: recurring EBITDA, at 971.6 million euro, fell by 12.7%, while EBIT, at 443.0 million euro, was down by 27.1%, after an increase in amortization and depreciation (459.8 million euro) and impairment losses (54.0 million euro) compared with 2008. Profit before tax (309.5 million euro) fell by 27.7%, while the earnings decline led to a reduction in income tax expense from 151.4 million euro in 2008 to 94.2 million euro in 2009. Net profit for the year was 215.3 million euro (276.6 million euro in 2008), while net profit attributable to the group was 71.3 million euro (142.5 million euro in 2008). Net profit attributable to minority interests rose from 134.1 million euro to 144.0 million euro.

The **food packaging and thermal insulation sector**, consisting of the *Sirap Gema* group, reported a 9.8% decrease in revenues (which totaled 238.3 million euro), caused largely by lower sales volumes and lower sales prices, the latter trend emerging in the second half of the year. EBIT was 18.6 million euro, a strong improvement (+43.4%) generated by the favorable trend in raw material prices, the profitability recovery at the French subsidiary and group-wide action to contain costs. Net finance costs showed a sharp decrease from -10.7 to -7.0 million euro as a result of the reduction in average debt, the lower cost of money and smaller exchange-rate losses among the east European subsidiaries. Profit before tax therefore made strong progress from 2.3 million euro in 2008 to 11.6 million euro in 2009, with the return on revenues rising from 0.9% to 4.9%. Income tax expense (4.6 million euro) reflected a significant increase with respect to the prior-year figure (-0.1 million euro), due to the rise in profit before tax and to the fact that in 2008 the Italian companies benefited from tax laws allowing reserves to be released with payment of a lower tax rate. The net profit for the year increased to 7.0 million euro (2.2 million euro in 2008).

The **financial sector**, which includes the parent company *Italmobiliare* and the wholly owned financial companies, benefited from highly favorable conditions on the financial markets (bonds and equities) to report a net profit of 91.8 million euro, an extremely positive improvement with respect to 2008 (net loss of 124.0 million euro). The result arose from measurement gains and net capital gains on the bond and equities trading portfolio (generated by the reduction in credit spreads and the recovery in market prices compared with the end of 2008), and from the positive results reported by associates, the reduction in impairment losses, the decrease in debt charges (due to the fall in interest rates and the reduction in debt) and the capital gain in the second quarter of the year on the sale of Populonia Italica S.r.l.. These benefits were more than sufficient to counterbalance the

decrease in dividend income. Since the financial sector is owned 100% by the Group, its highly positive result is reflected in full on net profit attributable to the Group.

The **banking sector** comprises *Finter Bank Zürich* and *Crédit Mobilier de Monaco*. It reported a net profit of 1.2 million euro, down by 71.0% from 4.1 million euro in 2008. This result, largely due to the performance of Finter Bank Zürich, reflected a fall in net interest income and in net commission income, together with a rise in operating expenses in part as a result of important restructuring initiatives introduced in the year.

**THE PARENT COMPANY** – The parent company Italmobiliare S.p.A. reported a **net profit** of 52.6 million euro for the year to December 31, 2009, compared with a net loss of 23.4 million euro in 2008. The 2008 figure reflected impairment losses totaling 84.6 million euro on the subsidiaries Franco Tosi S.r.l and Sance S.r.l.

Italmobiliare S.p.A. had revenues of 92.2 million euro for the year to December 31, 2009, compared with 116.7 million euro in 2008. The reduction was largely due to the decrease in dividends collected in 2009, offset in part by capital gains on the sale of equity investments. EBITDA and EBIT both amounted to 67.7 million euro, from 58.4 million euro in 2008. The margin improvement reflected the decrease in interest expense caused by the reduction in the level of debt and lower interest rates, as well as lower measurement losses on trading equities and bonds in 2009 compared with 2008, and containment of operating expenses.

Regarding measurement of the subsidiary Franco Tosi S.r.l., Italmobiliare engaged an external consultant to estimate the value of the listed equity investments held by the subsidiary. Based on the estimate, Franco Tosi wrote down its equity investments to report a loss for the year of 11.7 million euro in its separate financial statements drawn up in accordance with Italian accounting policies. Consequently, the **impairment losses** refer to the subsidiary Franco Tosi S.r.l. for -11.7 million euro (-83.8 million euro in 2008), and the alignment of the equity investment in Unione di Banche Italiane S.c.p.a. with year-end fair value for -8.1 million euro.

Italmobiliare S.p.A. shareholders' equity increased by 179.7 million euro from December 31, 2008, rising from 1,103.7 million euro to 1,283.4 million euro. This reflected the increase of 127.1 million euro in reserves, caused largely by the rise in value of available-for-sale financial assets (125.1 million euro net of the deferred tax effect), and net profit for the year (52.6 million euro). Net debt amounted to 151.1 million euro, down from 303.1 million euro at December 31, 2008.

The **financial sector** (Italmobiliare S.p.A. and the wholly owned financial companies) had a positive **consolidated financial position** of 255.0 million euro (160.6 million euro at December 31, 2008), an improvement of 94.4 million euro.

Italmobiliare **Net Asset Value** (NAV) at December 31, 2009, was 2,166.1 million euro (1,911.0 million euro at December 31, 2008) on capitalization of 1,038.8 million euro. NAV was computed considering: the year-end market price of investments in listed companies; the value of non-listed companies determined, when possible, on the basis of market multiples or specific valuations; the equity of the other equity investments, determined with IAS/IFRS policies, where available, or with local accounting policies; the increased value of any real estate assets; and taking account of the fiscal effect.

In view of the net result for the year, at the Shareholders' Meeting called for April 28 and 29, 2010 (first and second call respectively), the Italmobiliare Board of Directors will

propose distribution of a **dividend** of 0.856 euro to ordinary shares and 0.934 euro to savings shares (including 0.13 euro in respect of 2008, on which no dividend was paid).

**OUTLOOK** – The continuing severe difficulties and global instability of the macro-economic and financial scenario make it difficult to formulate reliable forecasts.

On the one hand, given the high uncertainty of revenue trends, the Group's industrial operations continue to focus on improving industrial efficiency through cost control, and also with the start-up of new plants, and on optimization of working capital.

On the other hand, strong instability remains a dominant feature of the financial markets, although some signs of stability are beginning to emerge.

Consequently, the results of the Italmobiliare parent company, which depend on dividend income from associates and, to a significant extent, on trends on the financial markets, could be positive, although all forecasts made today are heavily conditioned by the uncertainty of future developments.

**DEBENTURE ISSUES AND MATURITIES** – No new debentures were issued during the year and no issues are due to mature in the 18 months after closure of the 2009 financial statements with the exception of those illustrated by the subsidiary Italcementi S.p.A. in its press release of March 5, 2010.

The Board of Directors also decided to ask the Shareholders' Meeting to renew the authorization for the purchase and disposal of treasury shares for a period of 18 months as from the resolution date.

As of today, the company holds 871,411 ordinary treasury shares and 28,500 savings treasury shares, representing respectively 3.93% of ordinary share capital and 0.17% of savings share capital.

The Board of Directors ascertained that the directors Mauro Bini, Gabriele Galateri di Genola, Jonella Ligresti and Giorgio Perolari meet the independence requirements set out in the company's Voluntary Code of Conduct (also with regard to director Giorgio Perolari, waiving the criterion regarding term of office).

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With reference to financial year 2010, on the basis of the targets assigned to each individual officer, the Board of Directors granted 53,000 stock options to the Chief Executive Officer and 35,800 stock options to the Chief Operating Officer, under the stock option plan for directors.

The Chief Executive Officer informed the Board that a total of 35,585 stock options had been granted to 5 managers.

The options in question may be exercised between the fourth and the tenth year after the grant date.

## STOCK OPTION PLAN FOR DIRECTORS AND MANAGERS

	<b>OPTION GRANTS FOR DIRECTORS</b>							
	<u>Section 1</u> Options relating to currently valid plans approved under previous shareholder resolutions							
	Date of shareholder resolution	Description of instrument	Number of financial instruments underlying granted but non-vested options	Number of financial instruments underlying vested but unexercised options	Date of assignment by the Bod body	Exercise price	Market price of underlying financial instruments at grant date	Option expiry
Giampiero Pesenti  <i>Chairman-CEO</i>	-	ITM ord. shares	-	45,000	03.30.2004	35.199	35.040	03.29.2014
	-	ITM ord. shares	-	55,000	03.30.2005	54.5355	53.380	03.29.2015
	-	ITM ord. shares	-	55,000	03.21.2006	65.701	72.960	03.20.2016
	-	ITM ord. shares	-	60,000	03.21.2007	86.0685	86.550	03.20.2017
	-	ITM ord. shares	60,000	-	03.28.2008	59.908	62.370	03.27.2018
	-	ITM ord. shares	53,000	-	03.24.2010	28.834	30.385	03.23.2020
Carlo Pesenti	-	ITM ord. shares	35,800	-	03.24.2010	28.834	30.385	03.23.2020
	<b>OPTION GRANTS FOR MANAGERS</b>							
	<u>Section 1</u> Options relating to currently valid plans approved under previous shareholder resolutions							
	Date of shareholder resolution	Description of instrument	Number of financial instruments underlying granted but non-vested options	Number of financial instruments underlying vested but unexercised options	Date of assignment by the Bod body	Exercise price	Market price of underlying financial instruments at grant date	Option expiry
Carlo Pesenti  <i>Chief Operating Officer</i>	-	ITM ord. shares	-	24,500	03.30.2004	35.199	35.040	03.29.2014
	-	ITM ord. shares	-	37,500	03.30.2005	54.5355	53.380	03.29.2015
	-	ITM ord. shares	-	37,500	03.21.2006	65.701	72.960	03.20.2016
	-	ITM ord. shares	-	40,000	03.21.2007	86.0685	86.550	03.20.2017
	-	ITM ord. shares	35,500	-	03.28.2008	59.908	62.370	03.27.2018
Managers of Italmobiliare S.p.A.	-	ITM ord. shares	-	9,563	03.24.2003	31.280	32.090	03.23.2013
	-	ITM ord. shares	-	26,580	03.30.2004	35.199	35.040	03.29.2014
	-	ITM ord. shares	-	15,937	03.30.2005	54.5355	53.380	03.29.2015
	-	ITM ord. shares	-	17,380	03.21.2006	65.701	72.960	03.20.2016
	-	ITM ord. shares	-	22,479	03.21.2007	86.0685	86.550	03.20.2017
	-	ITM ord. shares	28,700	-	03.28.2008	59.908	62.370	03.27.2018
	-	ITM ord. shares	19,350	-	03.25.2009	20.526	20.487	03.25.2019
-	ITM ord. shares	35,585	-	03.24.2010	28.834	30.385	03.24.2020	

*The Manager in charge of preparing the Italmobiliare S.p.A. financial reports, Giorgio Moroni, declares – pursuant to paragraph 2 article 154-bis of the Consolidated Law on Finance (Legislative Decree 58/1998) – that the accounting information contained in this press release corresponds to the document results, books and accounting entries.*

**ITALMOBILIARE ON THE INTERNET: <http://www.italmobiliare.it>**

**Italmobiliare**

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Attachments, pre-audit income statements and balance sheets

To permit comparison with 2009, the figures for 2008 have been re-stated in compliance with IAS 1 (presentation of financial statements) and IAS 23 (borrowing costs)

<b>Italmobiliare Group</b>					
<b>Income statement</b> (in thousands of euro)	<b>2009</b>	<b>%</b>	<b>2008</b>	<b>%</b>	<b>% change</b>
<b>Revenues</b>	<b>5,365,383</b>	<b>100.</b>	<b>6,157,042</b>	<b>100.0</b>	<b>-12.9</b>
Other revenues	43,259		63,622		
Change in inventories	(92,531)		60,311		
Internal work capitalized	58,971		53,091		
Goods and utilities expenses	(1,990,483)		(2,504,467)		
Services expenses	(1,154,749)		(1,386,690)		
Employee expenses	(1,000,097)		(1,022,142)		
Other operating income	(174,065)		(400,070)		
<b>Recurring EBITDA</b>	<b>1,055,688</b>	<b>19.7</b>	<b>1,020,697</b>	<b>16.6</b>	<b>3.4</b>
Net capital gains on sale of fixed assets	26,109		24,618		
Non-recurring employee expenses for re-orgs	(33,987)		(27,537)		
Other non-recurring income (expense)	(3,785)		(7,029)		
<b>EBITDA</b>	<b>1,044,025</b>	<b>19.5</b>	<b>1,010,749</b>	<b>16.4</b>	<b>3.3</b>
Amortization and depreciation	(474,894)		(464,443)		
Impairment variation	(54,410)		(45,221)		
<b>EBIT</b>	<b>514,721</b>	<b>9.6</b>	<b>501,085</b>	<b>8.1</b>	<b>2.7</b>
Finance income	34,484		105,643		
Finance costs	(136,115)		(188,161)		
Net exchange-rate differences and derivatives	(9,805)		(3,501)		
Impairment on financial assets	(47,743)		(182,707)		
Share of results of associates	28,121		29,566		
<b>Profit before tax</b>	<b>383,663</b>	<b>7.2</b>	<b>261,925</b>	<b>4.3</b>	<b>46.5</b>
Income tax expense	(99,352)		(145,729)		
<b>Net profit for the period</b>	<b>284,311</b>	<b>5.3</b>	<b>116,196</b>	<b>1.9</b>	<b>144.7</b>
Attributable to:					
<b>Equity holders of the parent</b>	<b>97,258</b>	<b>1.8</b>	<b>(104,600)</b>	<b>-1.7</b>	<b>n.s.</b>
<b>Minority interests</b>	<b>187,053</b>	<b>3.5</b>	<b>220,796</b>	<b>3.6</b>	<b>-15.3</b>
Earnings per share					
- Basic					
ordinary shares	2.517 €		(2.780) €		
savings shares	2.673 €		(2.780) €		
- Diluted					
ordinary shares	2.517 €		(2.778) €		
savings shares	2.673 €		(2.778) €		

<b>Italmobiliare Group</b>					
<b>Statement of comprehensive income</b> (in thousands of euro)	<b>2009</b>	<b>%</b>	<b>2008</b>	<b>%</b>	<b>% change</b>
<b>Net profit for the period</b>	<b>284,311</b>	<b>5.3</b>	<b>116,196</b>	<b>1.9</b>	<b>144.7</b>
Fair value adjustments to:					
Available-for-sale financial assets	175,070		(568,569)		
Derivative financial instruments	(36,486)		(13,331)		
Translation differences	(41,023)		(47,735)		
Tax relating to components of other comprehensive income	10,156		3,261		
<b>Components of other comprehensive income</b>	<b>107,717</b>		<b>(626,374)</b>		
<b>Total comprehensive income</b>	<b>392,028</b>	<b>7.3</b>	<b>(510,178)</b>	<b>-8.3</b>	<b>n.s.</b>
Attributable to:					
<b>Group</b>	233,945		(656,799)		
<b>Minority interests</b>	158,083		146,621		

<b>Italmobiliare Group</b>			
<b>Balance Sheet</b> (in thousands of euro)	<b>12/31/2009</b>	<b>12/31/2008</b>	<b>Change</b>
<b>Non-current assets</b>			
Property, plant and equipment	4,503,916	4,384,588	119,328
Investment property	34,066	29,344	4,722
Goodwill	2,039,909	2,035,059	4,850
Intangible assets	139,634	137,805	1,829
Investments in associates	360,546	342,971	17,575
Other equity investments	746,578	634,736	111,842
Non-current trade and other receivables	131,806	165,369	(33,563)
Deferred tax assets	46,793	46,371	422
Non-current receivables due from employees	1,863	205	1,658
<b>Total non-current assets</b>	<b>8,005,111</b>	<b>7,776,448</b>	<b>228,663</b>
<b>Current assets</b>			
Inventories	713,441	984,189	(270,748)
Trade receivables	958,958	1,176,744	(217,786)
Other assets	371,528	454,036	(82,508)
Income tax assets	121,361	105,628	15,733
Equity investments and financial receivables	1,055,200	810,292	244,908
Cash and cash equivalents	727,793	590,535	137,258
<b>Total current assets</b>	<b>3,948,281</b>	<b>4,121,424</b>	<b>(173,143)</b>
<b>Total Assets</b>	<b>11,953,392</b>	<b>11,897,872</b>	<b>55,520</b>
<b>Shareholders' equity</b>			
Share capital	100,167	100,167	
Reserves	442,115	299,819	142,296
Treasury shares	(21,226)	(21,226)	
Retained earnings	1,876,576	1,800,759	75,817
<b>Group shareholders' equity</b>	<b>2,397,632</b>	<b>2,179,519</b>	<b>218,113</b>
Minority interests	3,369,492	3,308,715	60,777
<b>Total shareholders' equity</b>	<b>5,767,124</b>	<b>5,488,234</b>	<b>278,890</b>
<b>Non-current liabilities</b>			
Interest-bearing loans and long-term borrowings	2,915,453	2,970,766	(55,313)
Employee benefit liabilities	190,735	176,557	14,178
Non-current provisions	239,822	287,446	(47,624)
Other non-current liabilities	56,245	43,083	13,162
Deferred tax liabilities	269,862	291,095	(21,233)
<b>Total non-current liabilities</b>	<b>3,672,117</b>	<b>3,768,947</b>	<b>(96,830)</b>
<b>Current liabilities</b>			
Bank overdrafts and short-term borrowings	427,864	560,446	(132,582)
Interest-bearing loans and short-term borrowings	159,995	269,611	(109,616)
Trade payables	593,774	738,399	(144,625)
Current provisions	3,419	1,989	1,430
Income tax liabilities	69,623	64,575	5,048
Other current liabilities	1,259,476	1,005,671	253,805
<b>Total current liabilities</b>	<b>2,514,151</b>	<b>2,640,691</b>	<b>(126,540)</b>
<b>Total liabilities</b>	<b>6,186,268</b>	<b>6,409,638</b>	<b>(223,370)</b>
<b>Total Shareholders' equity and liabilities</b>	<b>11,953,392</b>	<b>11,897,872</b>	<b>55,520</b>

<b>Italmobiliare S.p.A.</b>					
<b>Income statement</b> (euro)	<b>2009</b>	<b>%</b>	<b>2008</b>	<b>%</b>	<b>% change</b>
<b>Revenues</b>	<b>92,179,600</b>	<b>100.0</b>	<b>116,658,696</b>	<b>100.0</b>	<b>-21.0</b>
Other revenues	2,740,567		395,583		
Goods and utilities expenses	(113,945)		(141,208)		
Services expenses	(5,640,254)		(6,904,210)		
Employee expenses	(14,185,421)		(13,714,082)		
Other operating income	(10,280,166)		(37,909,219)		
<b>Recurring EBITDA</b>	<b>64,700,381</b>	<b>70.2</b>	<b>58,385,560</b>	<b>50.0</b>	<b>10.8</b>
Net capital gains on sale of fixed assets			292,299		
Other non-recurring income (expense)	3,034,058		(194,273)		
<b>EBITDA</b>	<b>67,734,439</b>	<b>73.5</b>	<b>58,483,586</b>	<b>50.1</b>	<b>15.8</b>
Amortization and depreciation	(64,170)		(56,639)		
<b>EBIT</b>	<b>67,670,269</b>	<b>73.4</b>	<b>58,426,947</b>	<b>50.1</b>	<b>15.8</b>
Finance income and costs	(22,146)		(83,078)		
Impairment on financial assets	(19,727,777)		(84,624,065)		
<b>Profit before tax</b>	<b>47,920,346</b>	<b>52.0</b>	<b>(26,280,196)</b>	<b>-22.5</b>	<b>n.s.</b>
Income tax	4,721,851		2,890,484		
Net profit (loss) from discontinued operation					
<b>Net profit for the period</b>	<b>52,642,197</b>	<b>57.1</b>	<b>(23,389,712)</b>	<b>-20.0</b>	<b>n.s.</b>

<b>Italmobiliare S.p.A</b>			
<b>Balance Sheet</b> (euro)	<b>12/31/2009</b>	<b>12/31/2008</b>	<b>Change</b>
<b>Non-current assets</b>			
Property, plant and equipment	3,656,981	3,682,685	(25,704)
Investment property	98,824	100,807	(1,983)
Intangible assets	138,515	43,753	94,762
Investments in subsidiaries and associates	971,305,663	939,824,410	31,481,253
Other equity investments	311,722,767	218,031,363	93,691,404
Non-current trade and other receivables	151,648,362	260,969,636	(109,321,274)
<b>Total non-current assets</b>	<b>1,438,571,112</b>	<b>1,422,652,654</b>	<b>15,918,458</b>
<b>Current assets</b>			
Trade receivables	5,072,869	2,220,467	2,852,402
Other assets	7,741,544	3,185,938	4,555,606
Income tax assets	48,871,241	45,237,713	3,633,528
Equity investments and financial receivables	10,062,141	15,534,336	(5,472,195)
Cash and cash equivalents	93,951,672	104,879,723	(10,928,051)
<b>Total current assets</b>	<b>165,699,467</b>	<b>171,058,177</b>	<b>(5,358,710)</b>
<b>Total Assets</b>	<b>1,604,270,579</b>	<b>1,593,710,831</b>	<b>10,559,748</b>
<b>Shareholders' equity</b>			
Share capital	100,166,937	100,166,937	
Reserves	361,023,358	233,939,267	127,084,091
Treasury shares	(21,226,190)	(21,226,190)	
Retained earnings	843,441,182	790,798,990	52,642,192
<b>Total shareholders' equity</b>	<b>1,283,405,287</b>	<b>1,103,679,004</b>	<b>179,726,283</b>
<b>Non-current liabilities</b>			
Interest-bearing loans and long-term borrowings	258,798,748	265,780,005	(6,981,257)
Employee benefit liabilities	1,320,240	1,183,619	136,621
Non-current provisions	6,045,188	13,318,918	(7,273,730)
Other non-current liabilities	49,238	30,413	18,825
Deferred tax liabilities	2,267,790	1,085,261	1,182,529
<b>Total non-current liabilities</b>	<b>268,481,204</b>	<b>281,398,216</b>	<b>(12,917,012)</b>
<b>Current liabilities</b>			
Bank overdrafts and short-term borrowings		150,000,001	(150,000,001)
Interest-bearing loans and short-term borrowings	5,211,297	15,996,290	(10,784,993)
Trade payables	2,454,172	2,703,278	(249,106)
Income tax liabilities	-	-	-
Other current liabilities	44,718,619	39,934,042	4,784,577
<b>Total current liabilities</b>	<b>52,384,088</b>	<b>208,633,611</b>	<b>(156,249,523)</b>
<b>Total liabilities</b>	<b>320,865,292</b>	<b>490,031,827</b>	<b>(169,166,535)</b>
<b>Total Shareholders' equity and liabilities</b>	<b>1,604,270,579</b>	<b>1,593,710,831</b>	<b>10,559,748</b>