ITALMOBILIARE
SOCIETA' PER AZIONI

PRESS RELEASE

BOARD EXAMINES CONSOLIDATED RESULTS FOR FIRST HALF OF 2012

- **PERFORMANCE OF INDUSTRIAL BUSINESSES INFLUENCED BY RECESSIONARY CONDITIONS IN SOME COUNTRIES, MARKET VOLATILITY AFFECTS FINANCIAL INVESTMENTS**
- **EARNINGS CONDITIONED BY STRONG MARKET PRESSURE ON BANK STOCKS AND ALSO BY OPERATING PERFORMANCE AND IMPAIRMENT LOSSES AT SOME ASSOCIATES**
- **GROUP CONFIRMS SOLID FINANCIAL STRUCTURE WITH GEARING AT 41.3% AND SIGNIFICANT CASH AT THE HOLDING SYSTEM**

ITALMOBILIARE GROUP:

- **REVENUE: 2,446.6 MILLION EURO (2,564.6 MILLION EURO FIRST HALF 2011**
- **TOTAL RESULT FOR PERIOD: -51.3 MILLION EURO (PROFIT OF 164.0 MILLION EURO, INCLUDING LARGE CAPITAL GAINS ON SALE OF OPERATIONS IN TURKEY)**
- **TOTAL EQUITY: 5,382.5 MILLION EURO (5,539.6 MILLION EURO AT DECEMBER 31, 2011) – EQUITY PER SHARE 53.7 EURO**
- **CONSOLIDATED NET FINANCIAL DEBT: 2,225.4 MILLION EURO (2,177.4 MILLION EURO AT JUNE 30, 2011, AND 2,039.6 MILLION EURO AT DECEMBER 31, 2011)**
- **NET FINANCIAL POSITION OF THE FINANCIAL SEGMENT POSITIVE AT 114.9 MILLION EURO**
- **NET ASSET VALUE 981.1 MILLION EURO AT JUNE 30, 2012**

*****

Milan, August 6, 2012 – *The Board of Directors of Italmobiliare S.p.A. has examined and approved the half-year financial report as at June 30, 2012.*

The first half of the year was characterized by weak growth in the world economy, which, in the businesses in which the Group operates, led to a contraction in demand in some countries accompanied by the effects of inflationary pressures on energy costs in the industrial sector, while the rise in volatility on the equities and debenture markets had a material impact on financial investments, especially in the second quarter.

In this context, after posting revenue of 2,446.6 million euro (2,564.6 million euro in the first half of 2011), the Italmobiliare Group closed the first half of 2012 with a loss of 51.3 *million euro, compared with total profit for the period of 164.0 million euro in the first half of 2011 (of which more than 105 million euro for the large capital gains on the sale of Set Group in Turkey). Earnings were very significantly affected by impairment losses on equities (22.2 million euro) and the losses of associates (20.7 million euro), influenced chiefly by the performance and impairment losses at RCS MediaGroup.*

In construction materials, the subsidiary Italcementi – which published its half-year figures on July 30 – reported a decrease in revenue to 2,299.8 million euro (-4.9% from the first half of 2011). Operating results were penalized by the reduction in volumes, inflationary pressures on variable costs and lower income on CO_2 emission rights. The downturn in results was mitigated however by continuous action to cut fixed costs and recover efficiency in industrial operations in the various countries. Recurring EBITDA, at 328.7 million euro, decreased by 11.6%, while EBIT fell by 37.4% to 100.6 million euro.

In food packaging and thermal insulation, where the Sirap Gema group operates, revenue amounted to 116.1 million euro, in line with the year-earlier period. Thanks to the containment of fixed costs and a lower proportion of commodity costs, EBITDA made significant progress to 6.5 million euro (4.4 million euro at June 30, 2011), while EBIT was positive at 1.4 million euro (negative EBIT of 1.3 million euro). The loss of 1.9 million euro posted for the period was an improvement on the loss of 3.6 million euro in the year-earlier period.

In the financial segment, consisting of the parent company Italmobiliare and the wholly owned financial companies, performance was affected by the adverse impact of high market volatility on share prices, especially bank stocks, and by the losses reported by associates. In this context the segment had a loss for the period of 29.9 million euro, reversing the trend of the first half of 2011, which reported a profit of 8.6 million euro. The segment's loss arose chiefly from impairment losses on bank stocks (22.2 million euro) and the loss of the associates (24.6 million euro), compensated only in part by net gains on cash investments.

In the banking segment (Finter Bank Zürich and Crédit Mobilier de Monaco), operating income was 15.5 million euro, in line with the 2011 first half. After non-recurring allowances for impairment of trade receivables for approximately 3.5 million euro, the segment posted a loss for the period of 5.1 million euro, narrowing the loss of 7.6 million euro in the year-earlier period.

***Outlook** – Available economic indicators point to a further weakening in world economic growth and greater market uncertainty in the short term. Specifically, economic prospects in the Eurozone will be closely linked to developments in the sovereign debt crisis, in credit conditions and in the climate of confidence in some member states.*

The attainment of new progress in the management of the crisis and the implementation of the decisions taken at the European summit at the end of June could help ease tension on the financial markets providing support for the recovery in Italy and the rest of Europe.

This scenario and its possible repercussions on the real economy will continue to exert an unpredictable influence on the financial markets, with uncertain effects on the results of the Group's financial and banking segments.

The companies of the industrial segments are constantly focused on achieving industrial and commercial efficiency improvements through programs to rationalize and re-organize their production operations and mitigate the slackening in demand on some markets. These measures should keep operating margins in line with 2011.

*In the first half Group **revenue** amounted to 2,446.6 million euro (-4.6%). **Recurring EBITDA** was 333.8 million euro (-8.6%), reflecting a reduction in the construction* *materials and banking segments, accompanied by a strong improvement in the financial segment of 20.0% and in food packaging and thermal insulation (+53.2% on the first half of 2011, which reported non-recurring expense). After net non-recurring income of 14.8 million euro relating mainly to the construction materials segment (capital gains on the sale of some equity investments),* ***EBITDA*** *was down 9% to 348.6 million euro, while* ***EBIT*** *at 98.5 million euro was down 32.5%.*

Revenue and operating results by segment

(in millions of euro)	Revenue		Recurring EBITDA		EBITDA		EBIT	
	H1 2012	**% change vs H1 2011**	**H1 2012**	**% change vs H1 2011**	**H1 2012**	**% change vs H1 2011**	**H1 2012**	**% change vs H1 2011**
Construction materials	2,299.8	*(4.9)*	328.7	*(11.6)*	344.0	*(11.8)*	100.6	*(37.4)*
Packaging and insulation	116.1	*0.2*	6.8	*53.2*	6.5	*45.5*	1.4	*n.s.*
Financial	37.6	*(9.0)*	17.8	*20.0*	17.5	*20.4*	17.3	*19.5*
Banking	17.0	*(3.1)*	(3.6)	*(30.3)*	(3.5)	*(32.5)*	(5.0)	*(31.6)*
Property, services, other	0.8	*(28.2)*	(0.1)	*n.s.*	(0.1)	*n.s.*	(0.1)	*n.s.*
Intersegment eliminations	(24.7)	*(17.0)*	(15.8)	*(24.8)*	(15.8)	*(24.8)*	(15.7)	*(25.0)*
Total	**2,446.6**	***(4.6)***	**333.8**	***(8.6)***	**348.6**	***(9.0)***	**98.5**	***(32.5)***

n.s.: not significant

Finance costs *net of finance income totaled 51.1 million euro (+29.7% from the first half of 2011), largely as a result of lower income on equity investments (which in 2011 related essentially to the capital gains on the sale of shares).* ***Impairment losses*** *of 22.2 million euro were posted* ***on financial assets*** *compared with a gain of 1.2 million euro at June 30, 2011, and stemmed from the impairment losses recognized in the financial segment, mainly on bank stocks.*

The ***share of profit (loss) of associates*** *reflected a loss of 20.7 million euro (profit of 4.6 million euro in the first half of 2011). The figure relates to the losses reported by the associates in the financial segment (-24.6 million euro) offset in part by the profit posted by the associates in the construction materials segment for 3.9 million euro. A key component was the negative contribution of the associate RCS Mediagroup S.p.A. for 25.4 million euro, which includes the share attributable to the Italmobiliare Group for the fourth quarter of 2011 and the first quarter of 2012 (-3.2 million euro) and the adjustment for the impairment losses recognized by RCS in the second quarter of 2012 (-22.2 million euro).*

The Group posted a ***loss for the period*** *of 51.3 million euro (profit of 164.0 million euro in the year-earlier period, of which 105.2 million euro for the capital gain on the sale of Set Group); after profit attributable to non-controlling interests of 14.5 million euro, the loss attributable to owners of the parent was 65.8 million euro (profit of 25.3 million euro at June 30, 2011).*

At the end of the first half, Italmobiliare Group consolidated ***net financial debt*** *stood at 2,225.4 million euro, a slight increase from 2,177.4 million euro at June 30, 2011(2,039.6 million euro at December 31, 2011), while* ***total equity*** *was 5,382.5 million euro (5,737 million euro at June 30, 2011 and 5,539.6 million euro at December 31, 2011). The* ***gearing*** *ratio (net financial debt/consolidated equity) at the end of the first half rose to 41.35% from 36.82% at December 31, 2011.*

The ***net financial position of the financial segment*** *(Italmobiliare S.p.A. and the wholly owned financial companies) was positive at 114.9 million euro, an increase of 9.7 million euro from 105.2 million euro at the end of 2011.*

Owing to the sharp decline on the financial markets, which intensified significantly in the second quarter, Italmobiliare ***Net Asset Value*** *(NAV) at June 30 was 981.1 million euro (1,206.3 million euro at March 31, 2012, and 1,138.5 million euro at December 31, 2011).*

Disclaimer

This press release may contain forward-looking statements. These statements are based on the Group's current expectations and projections about future events and, by their nature, are subject to inherent risks and uncertainties. They relate to events and depend on circumstances that may or may not occur or exist in the future, and, as such, undue reliance should not be placed on them. Actual results may differ materially from those expressed in such statements as a result of a variety of factors, including: continued volatility and further deterioration of capital and financial markets, changes in commodity prices, changes in general economic conditions, economic growth and other changes in business conditions, changes in legislation and government regulation (in each case, in Italy or abroad), and many other factors, most of which are beyond the Group’s control.

Italmobiliare
Media Relations Tel. (0039) 02.29024.212
Investor Relations Tel. (0039) 02.29024.322

ITALMOBILIARE ON THE INTERNET: http//www.italmobiliare.it

<u>SECOND QUARTER 2012</u> **–** The seasonal trends that characterize the Group core businesses usually generate stronger performance in the second quarter of the year than in the first quarter. This was confirmed in the first half of 2012, while revenue decreased slightly in the construction materials segment compared with the second quarter of 2011 mainly as a result of the downturn in industrial activities in the European countries, offset in part by the healthy progress in North America and Asia. Revenue also decreased compared with the second quarter of 2011 in the financial segment, affected by the pressures on the financial markets, which tightened in the second quarter of 2012.

Operating results in the second quarter were better in absolute terms than in the first quarter of 2012, but down compared with the year-earlier second quarter, due to the fall in revenue and the increase in variable costs, particularly energy costs, in the Group's industrial businesses. This trend was mitigated in part by the reduction in fixed costs achieved through the rigorous efficiency programs implemented in all segments.

The second quarter was adversely affected by impairment losses on financial assets for 16.2 million euro, relating in the main to impairment on bank stocks, and to the loss of 20.1 million euro for associates.

There was a second-quarter loss of 24.2 million euro at the associate RCS MediaGroup S.p.A., which includes both the share attributable to the Italmobiliare Group in the first quarter of 2012 of -2.0 million euro, and the adjustment for the impairment losses posted by RCS in the second quarter of 2012 amounting to -22.2 million euro. This impairment loss was reflected in the Group consolidated financial statements on the basis of the figures approved by the RCS MediaGroup Board of Directors on July 31, 2012.

After income tax for the quarter of 37.7 million euro and capital gains on the sale of Italcementi group equity investments, the quarter showed a loss of 13.1 million euro (profit of 42.3 million euro in the second quarter of 2011). After profit attributable to non-controlling interests of 29.2 million euro (43.9 million euro in the second quarter of 2011), the loss attributable to owners of the parent was 42.3 million euro (-1.6 million euro in the second quarter of 2011); this compared with a total loss for the first quarter of 2012 of 38.2 million euro, of which 23.5 million euro attributable to owners of the parent.

<u>FIRST HALF 2012</u> **–** In the period January-June 2012 the Group posted **revenue** of 2,446.6 million euro (down 4.6% from the first half of 2011 re-stated in line with IFRS 5 to take account of sold operations), which reflected the negative impact of the business slowdown for 5.7%, the change in the scope of consolidation for 0.4%, as well as a positive exchange-rate effect for 1.5%.

The business slowdown arose in the construction materials and banking segments, while there was healthy growth in the financial segment. The negative contribution of the property, services, other segment was marginal.

The negative consolidation effect related to the construction materials segment, with the sale of Axim operations in a number of countries, at the end of 2011.

Revenue and operating results by geographical area

(in millions of euro)	Revenue		Recurring EBITDA		EBITDA		EBIT	
	H1 2012	% change vs H1 2011	H1 2012	% change vs H1 2011	H1 2012	% change vs H1 2011	H1 2012	% change vs H1 2011
European Union	1,398.6	*(9.6)*	145.7	*(13.9)*	159.6	*(14.8)*	26.1	*(58.5)*
Other European countries	27.5	*6.5*	(3.3)	*(36.6)*	(3.2)	*(38.7)*	(4.8)	*(36.2)*
North America	204.6	*19.0*	6.7	*n.s.*	6.8	*n.s.*	(26.6)	*(36.8)*
Asia and Middle East	290.3	*7.2*	44.3	*(21.7)*	44.3	*(22.0)*	18.8	*(42.8)*
Africa	476.3	*(3.7)*	145.1	*(12.0)*	145.5	*(11.6)*	94.0	*(18.6)*
Trading	111.6	*22.3*	4.9	*(18.9)*	4.9	*(18.5)*	3.6	*(20.1)*
Other countries	176.6	*(22.0)*	(9.6)	*(43.7)*	(9.3)	*(44.7)*	(12.6)	*(37.5)*
Inter-area eliminations	(238.9)	*(9.0)*	-	-	-	-	-	-
Total	**2,446.6**	***(4.6)***	**333.8**	***(8.6)***	**348.6**	***(9.0)***	**98.5**	***(32.5)***

n.s. not significant

Revenue and operating results by segment

(in millions of euro)	Revenue		Recurring EBITDA		EBITDA		EBIT	
	H1 2012	% change vs H1 2011	H1 2012	% change vs H1 2011	H1 2012	% change vs H1 2011	H1 2012	% change vs H1 2011
Construction materials	2,299.8	*(4.9)*	328.7	*(11.6)*	344.0	*(11.8)*	100.6	*(37.4)*
Packaging and insulation	116.1	*0.2*	6.8	*53.2*	6.5	*45.5*	1.4	*n.s.*
Financial	37.6	*(9.0)*	17.8	*20.0*	17.5	*20.4*	17.3	*19.5*
Banking	17.0	*(3.1)*	(3.6)	*(30.3)*	(3.5)	*(32.5)*	(5.0)	*(31.6)*
Property, services, others	0.8	*(28.2)*	(0.1)	*n.s.*	(0.1)	*n.s.*	(0.1)	*n.s.*
Inter-segment eliminations	(24.7)	*(17.0)*	(15.8)	*(24.8)*	(15.8)	*(24.8)*	(15.7)	*(25.0)*
Total	**2,446.6**	***(4.6)***	**333.8**	***(8.6)***	**348.6**	***(9.0)***	**98.5**	***(32.5)***

n.s.: not significant

Revenue by geographical area, net of inter-segment eliminations, reflected a slowdown in the European Union and Egypt due to the decrease in sales volumes in the construction materials segment, while sales volumes rose in India and North America thanks to the recovery in the residential sector and in the East European countries thanks to the positive contribution of the food packaging and thermal insulation segment. In absolute terms, the European Union countries as a whole were the largest contributor to revenue.

Recurring EBITDA at 333.8 million euro was down 31.3 million euro from the first half of 2011 (365.1 million euro). The decrease arose in the construction materials and banking segments, while there was a decisive improvement in the financial segment, which reported growth of 20.0%, and in food packaging and thermal insulation, which reported non-recurring expense in the first half of 2011.

After net non-recurring income of 14.8 million euro (+17.9 million euro at June 30, 2011), relating mainly to the construction materials segment as a result of the capital gains on the

sale of some equity investments and restructuring expense, **EBITDA** fell by 34.4 million euro (to 348.6 million euro from 383.0 million euro in the first half of 2011).
EBIT was 98.5 million euro, a decrease of 32.5% from the year-earlier period.
Overall operating results for the first half declined in the construction materials segment, largely due to the contraction in sales volumes and the negative dynamic in variable costs especially in the first quarter of the year, and in the banking segment where commission income decreased. Operating results improved compared with the first half of 2011 in the food packaging and thermal insulation segment, thanks to the lower impact of polymer raw material costs and in the financial segment, thanks to net gains on cash investments.
Finance costs and finance income reflected net costs of 51.1 million euro, an increase of 29.7% from the first half of 2011 (39.4 million euro) reflecting lower income on equity investments (3.9 million euro compared with 25.5 million euro in the year-earlier period, mainly for the capital gains on the sale of Goltas and Bursa equities). Borrowing costs amounted to 44.2 million euro, a small increase (+1.6%) from the first half of 2011, while exchange-rate differences, net of hedging, showed a gain of 0.8 million euro (a loss of 9.7 million euro in the first half of 2011).
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 losses on financial assets amounted to 22.2 million euro, compared with a gain of 1.2 million euro at June 30, 2011, and related to the impairment in the financial segment, mainly on bank stocks.
The **share of profit (loss) of associates** reflected a loss of 20.7 million euro (+4.6 million euro in 2011). The figure reflects the losses posted by the associates in the financial segment (-24.6 million euro) offset in part by the profit posted by the associates in the construction materials segment for 3.9 million euro.
As noted in the analysis of the 2012 second-quarter figures, a significant component in the loss of associates was the loss of the associate RCS Mediagroup S.p.A., at 25.4 million euro; this includes both the share attributable to the Italmobiliare Group for the fourth quarter of 2011 and first quarter of 2012 (-3.2 million euro) and the adjustment for the impairment losses posted by RCS in the second quarter of 2012 (-22.2 million euro). The overall impairment losses posted by RCS MediaGroup in the consolidated financial statements at June 30, 2012, approved by the Board of Directors on July 31, 2012, amounted to 307.3 million euro.
Profit before tax for the half year was 4.5 million euro (112.2 million euro in the first half of 2011).
After tax of 64.2 million euro, up 20.1% from June 30, 2011 (53.4 million euro), there was a **loss relating to continuing operations** of 59.7 million euro compared with a profit of 58.8 million euro in the first half of 2011.
The profit relating to discontinued operations, which included the capital gain of 13.4 million euro on the sales of Afyon and Fuping and the loss for the period of 5.0 million euro, reduced the **loss for the period** to 51.3 million euro (profit of 164.0 million euro in the year-earlier period, of which 105.2 million euro relating to the capital gain on the sale of Set Group); after profit attributable to non-controlling interests of 14.5 million euro (138.7 million euro at June 30, 2011), the **loss attributable to owners of the parent** was 65.8 million euro (profit of 25.3 million euro at June 30, 2011).

Total equity at June 30, 2012, was 5,382.5 million euro, a decrease of 157.1 million euro from December 31, 2011, of which 86.6 million euro attributable to owners of the parent and 70.5 million euro to non-controlling interests. The overall reduction arose, on the positive side, from the change in the translation reserve for 47.1 million euro due to the appreciation of the other currencies against the euro and, on the negative side, from the loss for the period of 51.3 million euro, dividends paid for 85.6 million euro, the change in the fair value and hedging reserve for 34.6 million euro and the change in the scope of consolidation and other minor reserves for 32.7 million euro.

At June 30, 2012, Italmobiliare S.p.A. held 871,411 ordinary treasury shares, accounting for 3.928% of the ordinary share capital, and 28,500 savings treasury shares (0.174% of savings capital), unchanged from December 31, 2011.

At June 30, 2012, **net financial debt** stood at 2,225.4 million euro, an increase of 185.8 million euro from December 31, 2011 (2,039.6 million euro). The key factors were the significant **capital expenditure** for the first half (197.4 million euro) and dividends paid (85.5 million euro), offset only in part by cash flows from operating activities (28.6 million euro), proceeds from the sale of assets (44.3 million euro) and cash flows on discontinued operations (44.6 million euro). Investments in property, plant and equipment, investment property and intangible assets, relating largely to the construction materials segment and, to a far lesser extent, to the food packaging and thermal insulation segment, totaled 183.0 million euro, a decrease of 38.4 million euro from the year-earlier period (221.4 million euro). Investments in non-current financial assets, at 14.4 million euro (34.0 million euro in the first half of 2011), referred principally to the financial segment for the UniCredit share capital increase.

DEBENTURE ISSUES AND MATURITIES – No new debentures were issued during the first half and no issues are due to mature in the 18 months after closure of the period with the exception of those illustrated by the subsidiary Italcementi S.p.A. in its press release of July 30, 2012.

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.

Attachments: pre-audit income statement and statement of financial position

Italmobiliare Group					
Income statement (in thousands of euro)	**H1 2012**	**%**	**H1 2011 IFRS 5**	**%**	**% change**
Revenue	**2,446,632**	**100.0**	**2,564,647**	**100.0**	**-4.6**
Other revenue	26,300		23,362		
Change in inventories	21,725		(13,922)		
Internal work capitalized	13,557		13,918		
Goods and utilities expense	(1,031,601)		(1,053,895)		
Service expense	(583,995)		(604,508)		
Employee expense	(513,656)		(518,098)		
Other operating income (expense)	(45,176)		(46,448)		
Recurring EBITDA	**333,786**	**13.6**	**365,056**	**14.2**	**-8.6**
Net capital gains on sale of fixed assets	25,751		19,582		
Non-recurring employee expense for re-orgs	(10,315)		(1,422)		
Other non-recurring income (expense)	(640)		(256)		
EBITDA	**348,582**	**14.2**	**382,960**	**14.9**	**-9.0**
Amortization and depreciation	(234,003)		(237,701)		
Impairment (losses)	(16,093)		577		
EBIT	**98,486**	**4.0**	**145,836**	**5.7**	**-32.5**
Finance income	20,387		43,384		
Finance costs	(69,664)		(70,458)		
Net exchange-rate differences and derivatives	(1,876)		(12,368)		
Impairment on financial assets	(22,181)		1,239		
Share of profit (loss) of associates	(20,701)		4,605		
Profit before tax	**4,451**	**0.2**	**112,238**	**4.4**	**-96.0**
Income tax (expense)	(64,189)		(53,425)		
Profit (loss) relating to continuing operations	**(59,738)**	**-2.4**	**58,813**	**2.3**	**n.s.**
Profit (loss) relating to discontinued operations	8,419		105,215		
Profit (loss) for the period	**(51,319)**	**-2.1**	**164,028**	**6.4**	**n.s.**
Attributable to:					
Owners of the parent	(65,790)	-2.7	25,348	1.0	n.s.
Non-controlling interests	14,471	0.6	138,680	5.4	-89.6
Earnings per share					
- Basic					
ordinary shares	(1.749) €		0.657 €		
savings shares	(1.749) €		0.696 €		
- Diluted					
ordinary shares	(1.749) €		0.657 €		
savings shares	(1.749) €		0.696 €		

Italmobiliare Group					
Statement of comprehensive income (in thousands of euro)	**H1 2012**	**%**	**H1 2011 (IFRS 5)**	**%**	**% change**
Profit (loss) for the period	**(51,319)**	**-2.1**	**164,028**	**6.4**	**n.s**
Fair value gains (losses) on:					
Available-for-sale financial assets	(25,825)		(43,901)		
Derivatives	(9,511)		7,890		
Translation differences	44,420		(203,684)		
Tax on other comprehensive income	904		266		
Share of other comprehensive income of associates	3,168		(5,007)		
Other comprehensive income	**13,156**		**(244,436)**		
Other comprehensive income relating to discontinued operations			(7,742)		
Total comprehensive income	**(38,163)**	**-1.6**	**(88,150)**	**-3.4**	**-56.7**
Attributable to:					
owners of the parent	(83,391)		(41,474)		
non-controlling interests	45,228		(46,676)		

Italmobiliare Group			
Statement of financial position (in thousands of euro)	**06/30/2012**	**12/31/2011**	**Change**
Non-current assets			
Property, plant and equipment	4,391,912	4,546,850	(154,938)
Investment property	28,186	28,596	(410)
Goodwill	1,997,232	1,986,488	10,744
Intangible assets	109,239	111,914	(2,675)
Investments in associates	291,085	324,662	(33,577)
Other equity investments	325,765	338,886	(13,121)
Trade receivables and other non-current assets	222,053	224,219	(2,166)
Deferred tax assets	162,911	172,466	(9,555)
Non-current amounts due from employees	2,540	2,476	64
Total non-current assets	**7,530,923**	**7,736,557**	**(205,634)**
Current assets			
Inventories	778,168	775,622	2,546
Trade receivables	1,043,639	925,843	117,796
Other current assets including derivatives	432,854	411,129	21,725
Tax assets	68,631	71,972	(3,341)
Equity investments, debentures and financial assets	658,503	759,715	(101,212)
Cash and cash equivalents	638,703	821,478	(182,775)
Total current assets	**3,620,498**	**3,765,759**	**(145,261)**
Discontinued non-current operations	**2,338**	**3,445**	**(1,107)**
Total assets	**11,153,759**	**11,505,761**	**(352,002)**
Equity			
Share capital	100,167	100,167	
Share premium	177,191	177,191	
Reserves	(23,057)	4,438	(27,495)
Treasury shares	(21,226)	(21,226)	
Retained earnings	1,788,707	1,847,828	(59,121)
Equity attributable to owners of the parent	**2,021,782**	**2,108,398**	**(86,616)**
Non-controlling interests	3,360,709	3,431,166	(70,457)
Total equity	**5,382,491**	**5,539,564**	**(157,073)**
Non-current liabilities			
Financial liabilities	2,246,798	2,318,948	(72,150)
Employee benefits	204,929	210,548	(5,619)
Provisions	236,048	261,053	(25,005)
Other non-current liabilities	24,598	29,830	(5,232)
Deferred tax liabilities	229,883	226,991	2,892
Total non-current liabilities	**2,942,256**	**3,047,370**	**(105,114)**
Current liabilities			
Loans and borrowings	472,781	349,436	123,345
Financial liabilities	442,962	538,579	(95,617)
Trade payables	710,078	690,831	19,247
Provisions	2,075	2,123	(48)
Tax liabilities	21,036	44,753	(23,717)
Other current liabilities	1,179,770	1,292,733	(112,963)
Total current liabilities	**2,828,702**	**2,918,455**	**(89,753)**
Total liabilities	**5,770,958**	**5,965,825**	**(194,867)**
Liabilities directly linked to discontinued operations	**310**	**372**	**(62)**
Total equity and liabilities	**11,153,759**	**11,505,761**	**(352,002)**

Italmobiliare Group		
Summary of cash flows (in thousands of euro)	**H1 2012**	**H1 2011** **(IFRS 5)**
Net financial debt at beginning of period	**(2,039.6)**	**(2,095.5)**
Cash flow from operating activities	28.6	69.2
Capital expenditure		
PPE, investment property, intangible assets	*(183.0)*	*(221.4)*
Non-current financial assets	*(14.4)*	*(34.0)*
Total capital expenditure	**(197.4)**	**(255.4)**
Proceeds from sale of fixed assets	44.3	112.3
Dividends paid	(85.5)	(138.3)
Calcestruzzi group net financial debt at January 1, 2011	-	(217.7)
Cash flow from discontinued operations	44.6	275.8
Others	(20.4)	72.2
Change in net financial debt	(185.8)	(81.9)
Net financial debt at end of period	**(2,225.4)**	**(2,177.4)**

Composition of consolidated net financial debt

Italmobiliare Group			
(in thousands of euro)	**June 30, 2012**	**December 31, 2011**	**Change**
Cash, cash equivalents and current financial assets	**1,398,176**	**1,693,184**	**(295,008)**
Cash and cash equivalents	638,703	821,478	(182,775)
Derivatives	11,143	8,279	2,864
Other current financial assets	748,330	863,427	(115,097)
Short-term financing	**(1,526,444)**	**(1,567,469)**	**41,025**
Bank overdrafts	(472,781)	(349,436)	(123,345)
Short-term borrowings	(1,044,151)	(1,193,157)	149,006
Derivatives	(9,512)	(24,876)	15,364
M/L financial assets	**168,750**	**167,400**	**1,350**
Non-current financial assets	73,386	72,144	1,242
Derivatives	95,364	95,256	108
M/L financing	**(2,265,884)**	**(2,332,734)**	**66,850**
Non-current financial liabilities	(2,246,798)	(2,318,948)	72,150
Derivatives	(19,086)	(13,786)	(5,300)
Net financial position	**(2,225,402)**	**(2,039,619)**	**(185,783)**