

**PRESS RELEASE**

*Board of Directors approves results for financial year 2011*

**COFIDE GROUP: POSITIVE NET RESULT OF 1.2 MILLION  
PARENT COMPANY RETURNS TO PROFIT, DIVIDEND OF 0.01 EURO  
PER SHARE CONFIRMED**

*Reduction in net income compared to 2010 is due to the lower contribution of the subsidiary CIR*

*Operating results up thanks to the higher margins of the CIR group*

**Results for the year 2011**

- **Revenues: € 4,522.7 million (-2.8%); EBITDA: € 462.1 million (+17.2%)**
- **Consolidated net income: € 1.2 million (€ 22.9 million in 2010)**
- **Net debt of COFIDE SpA: € 28.9 million (€ 26.3 million at 30/09/2011)**
- **Consolidated net debt: € 2,360.3 million (€ 2,330.7 million at 30/09/2011)**
- **Consolidated shareholders' equity: € 2,503.5 million (€ 2,550.9 million at 31/12/2010)**

Milan, March 12 2012 - The **Board of Directors** of **COFIDE-Gruppo De Benedetti SpA**, which met today in Milan under the chairmanship of **Francesco Guasti**, approved the **proposed statutory financial statements and the consolidated financial statements of the group for financial year 2011**.

**Performance of operations**

In 2011 **COFIDE** reported **consolidated net income** of **1.2 million** euro, down from 22.9 million euro in the previous year. The result was mainly determined by the contribution of the subsidiary CIR (5 million euro, down from 27.6 million euro in 2010). The parent company COFIDE SpA closed the year in profit after a loss the previous year thanks to the fact that the subsidiary CIR returned to a dividend in 2011.

COFIDE is the controlling **shareholder** of **CIR-Compagnie Industriali Riunite SpA**, the company at the head of an industrial group active in energy, media, automotive components, healthcare and non-core investments. Also belonging to the COFIDE group are the investments in **Jargonnant**, the private equity fund specializing in real estate in Germany and Eastern Europe, and **Euvis**, the company that has been operating in Italy since 2005 in the sector of lifetime mortgages for the elderly.

**Consolidated results and results of the parent company**

The **consolidated revenues** of COFIDE in 2011 came to **4,522.7 million** euro, versus 4,650.8 million in 2010 (-2.8%). **Consolidated EBITDA** was **462.1 million** euro and was **up by 17.2%** compared to the figure for 2010 (394.2 million euro). The **consolidated operating result (EBIT)** was **249.7 million** euro, **up by 19%** from 209.8 million euro in 2010. The rise in consolidated margins was due mainly to the **significant increase in the profitability** of the CIR group.

The financial management result, a negative 131.4 million euro (a negative 78.9 million euro in 2010), was determined by net financial expense of 117.3 million euro, dividends and net gains from trading and valuing securities of 10.8 million euro and negative adjustments to financial assets of 24.9 million euro.

**Consolidated net income** for 2011 came in at **1.2 million** euro, down from 22.9 million euro in 2010. The change from last year was due essentially to the lower contribution of the subsidiary CIR (5 million euro versus 27.6 million euro in 2010). The consolidated net income of CIR for 2011 was 10.1 million euro, down from 56.9 million euro in 2010. The change was due mainly to the lower contribution of the subsidiary Sorigenia, which had benefited in 2010 from higher tax credits, and to the impact of the crisis in the markets on the securities portfolio.

The **parent company COFIDE SpA returned to profit** in 2011 after posting a loss in 2010. The year closed with a **positive net result of 1.8 million** euro compared to a loss of 3.6 million euro in 2010. The change was due mainly to the fact that the subsidiary CIR returned to a dividend in the year 2011.

The **net debt of COFIDE SpA** stood at **28.9 million** euro at December 31 2011 (26.3 million euro at September 30 2011 and 31.9 million euro at December 31 2010). The **consolidated net debt of the group** was **2,360.3 million** euro at December 31 2011, versus 2,330.7 million euro at September 30 2011 and 2,206.3 million euro at December 31 2010.

**Total consolidated shareholders' equity** stood at **2,503.5 million** euro at December 31 2011, down from 2,550.9 million at December 31 2010. The **consolidated equity of the group** went down from 747.4 million euro at December 31 2010 to **725.6 million** euro at December 31 2011.

The shareholders' **equity of COFIDE SpA** totalled **558.5 million** euro at December 31 2011, down from 565.6 million euro at December 31 2010.

### **Outlook for the year 2012**

The performance of the COFIDE group in 2012 will be affected by the evolution of the macroeconomic environment, which is currently characterized by a recessionary scenario the intensity and duration of which cannot at the moment be predicted.

In this scenario the operating companies of the main subsidiary CIR will continue the strategy of honing their operating efficiency while at the same time engaging in business development initiatives, a strategy that proved successful in 2009.

### **Proposed dividend**

The Board of Directors has decided to propose to the Shareholders' Meeting the distribution of a dividend of 0.01 euro, unchanged from last year. The dividend will be paid as from May 24 2012 against coupon no. 29 dated May 21 2012.

### **Shareholders' Meeting**

The Annual General Meeting of the Shareholders of COFIDE has been convened for April 26 2012 at the first call and for April 27 2012 at the second call. The Board has approved the following resolutions:

- To put before the Shareholders' Meeting a motion to cancel and renew the Board's authorization for a period of 18 months to buy back a maximum of 30 million own shares, with a maximum disbursement limit of 25 million euro, at a unit price that cannot be more than 10% higher or lower than the benchmark price recorded by the shares on regulated markets on the trading day preceding each single buyback transaction  
The main reasons why this authorization is being renewed are, on the one hand, the possibility of investing in shares of the company at prices below their actual value based on the real economic value of its equity and its income generating prospects, and on the other hand, the possibility of reducing the company's average cost of capital.
- To confirm Ms Paola Dubini as a Director of the company until the mandate of the current Board of Directors expires.

*The executive responsible for the preparation of the company's financial statements, Giuseppe Gianoglio, hereby declares, in compliance with the terms of paragraph 2 Article 154 bis of the Finance Consolidation Act (TUF), that the figures contained in this press release correspond to the results documented in the company's accounts and general ledger.*

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**Alternative performance indicators**

Below the meaning and content are given of the "alternative performance indicators", not envisaged by IFRS accounting standards but used in this press release to provide a better evaluation of the economic and financial performance of the COFIDE group.

- **EBITDA (gross operating margin):** an indicator of operating performance calculated by adding "amortization, depreciation and write-downs" to the EBIT figure (earnings before interest and taxes);
- **Consolidated net financial debt:** an indicator of the financial structure of the group; it is the algebraic sum of financial receivables, securities, available-for-sale financial assets and cash and cash equivalents in current assets, of bonds and notes and other borrowings in non-current liabilities, and of bank overdrafts, bonds and notes and other borrowings in current liabilities.

*Attached are key figures from the consolidated and statutory statements of financial position and income statements*

# 1. STATEMENT OF FINANCIAL POSITION

(in thousands of euro)

<b>ASSETS</b>	<b>31.12.2011</b>	<b>31.12.2010</b>
<b>NON-CURRENT ASSETS</b>	<b>4,949,822</b>	<b>4,830,585</b>
INTANGIBLE ASSETS	1,529,476	1,426,917
TANGIBLE ASSETS	2,400,219	2,554,399
INVESTMENT PROPERTY	24,403	24,742
INVESTMENTS IN COMPANIES CONSOLIDATED AT EQUITY	386,253	319,469
OTHER EQUITY INVESTMENTS	22,903	5,041
OTHER RECEIVABLES	247,208	179,259
<i>of which with related parties (*)</i>	29,481	277
SECURITIES	118,807	100,772
DEFERRED TAXES	220,553	219,986
<b>CURRENT ASSETS</b>	<b>2,945,584</b>	<b>2,538,184</b>
INVENTORIES	184,530	151,283
CONTRACTED WORK IN PROGRESS	35,330	10,421
TRADE RECEIVABLES	1,215,226	1,137,448
<i>of which with related parties (*)</i>	9,352	7,992
OTHER RECEIVABLES	251,725	215,160
<i>of which with related parties (*)</i>	2,603	1,374
FINANCIAL RECEIVABLES	11,956	20,976
SECURITIES	613,877	229,259
AVAILABLE-FOR-SALE FINANCIAL ASSETS	126,699	161,315
CASH AND CASH EQUIVALENTS	506,241	612,322
ASSETS HELD FOR DISPOSAL	1,924	722
<b>TOTAL ASSETS</b>	<b>7,897,330</b>	<b>7,369,491</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>31.12.2011</b>	<b>31.12.2010</b>
<b>SHAREHOLDERS' EQUITY</b>	<b>2,503,496</b>	<b>2,550,939</b>
SHARE CAPITAL	359,605	359,605
RESERVES	78,234	94,080
RETAINED EARNINGS (LOSSES)	286,576	270,902
NET INCOME FOR THE YEAR	1,211	22,866
<b>SHAREHOLDERS' EQUITY OF THE GROUP</b>	<b>725,626</b>	<b>747,453</b>
MINORITY SHAREHOLDERS' EQUITY	1,777,870	1,803,486
<b>NON-CURRENT LIABILITIES</b>	<b>3,129,903</b>	<b>3,119,009</b>
BONDS AND NOTES	525,802	547,455
OTHER BORROWINGS	2,234,914	2,171,116
OTHER PAYABLES	1,890	2,055
DEFERRED TAXES	168,079	193,228
PERSONNEL PROVISIONS	124,529	124,958
PROVISIONS FOR RISKS AND LOSSES	74,689	80,197
<b>CURRENT LIABILITIES</b>	<b>2,263,634</b>	<b>1,699,543</b>
BANK OVERDRAFTS	142,491	173,676
BONDS AND NOTES	4,243	157,978
OTHER BORROWINGS	711,600	163,118
<i>of which from related parties (*)</i>	2	2
TRADE PAYABLES	979,873	863,950
<i>of which with related parties (*)</i>	36,629	35,496
OTHER PAYABLES	340,040	258,470
<i>of which with related parties (*)</i>	251	4,561
PROVISIONS FOR RISKS AND LOSSES	85,387	82,351
LIABILITIES HELD FOR DISPOSAL	297	-
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>7,897,330</b>	<b>7,369,491</b>

(\*) As per Consob Resolution no. 6064/2003 of July 28 2006

## 2. INCOME STATEMENT

(in thousands of euro)

	2011	2010
SALES REVENUES	4,522,722	4,650,761
<i>of which from related parties (*)</i>	17,551	150,680
CHANGE IN INVENTORIES	(6,582)	2,886
COSTS FOR THE PURCHASE OF GOODS	(2,543,548)	(2,757,173)
<i>of which from related parties (*)</i>	(227,860)	(282,385)
COSTS FOR SERVICES	(847,136)	(785,538)
<i>of which from related parties (*)</i>	(1,550)	(6)
PERSONNEL COSTS	(722,935)	(684,344)
OTHER OPERATING REVENUES	227,374	103,217
<i>of which from related parties (*)</i>	1,137	1,176
OTHER OPERATING COSTS	(189,764)	(173,147)
<i>of which with related parties (*)</i>	(235)	(3)
ADJUSTMENTS TO THE VALUE OF INVESTMENTS CONSOLIDATED AT EQUITY	21,928	37,517
AMORTIZATION, DEPRECIATION AND WRITEDOWNS	(212,402)	(184,366)
<b>INCOME BEFORE FINANCIAL ITEMS AND TAXES ( EBIT )</b>	<b>249,657</b>	<b>209,813</b>
FINANCIAL INCOME	63,960	58,439
<i>of which from related parties (*)</i>	8,796	10,225
FINANCIAL EXPENSE	(181,296)	(167,509)
<i>of which with related parties (*)</i>	(7,629)	(10,200)
DIVIDENDS	285	108
<i>of which from related parties (*)</i>	11	16
GAINS FROM TRADING SECURITIES	15,980	42,673
LOSSES FROM TRADING SECURITIES	(5,502)	(5,744)
ADJUSTMENTS TO THE VALUE OF FINANCIAL ASSETS	(24,866)	(6,851)
<b>INCOME BEFORE TAXES</b>	<b>118,218</b>	<b>130,929</b>
INCOME TAXES	(59,661)	(13,247)
<b>INCOME AFTER TAXES FROM OPERATING ACTIVITY</b>	<b>58,557</b>	<b>117,682</b>
NET INCOME (LOSS) FROM ASSETS HELD FOR DISPOSAL	-	-
<b>NET INCOME FOR THE YEAR INCLUDING MINORITY INTERESTS</b>	<b>58,557</b>	<b>117,682</b>
- NET INCOME MINORITY SHAREHOLDERS	(57,346)	(94,816)
<b>- NET INCOME OF THE GROUP</b>	<b>1,211</b>	<b>22,866</b>
<b>BASIC EARNINGS PER SHARE (in euro)</b>	<b>0.0017</b>	<b>0.0318</b>
<b>DILUTED EARNINGS PER SHARE (in euro)</b>	<b>0.0017</b>	<b>0.0318</b>

(\*) As per Consob Resolution no. 6064/293 of July 28 2006

(\*\*) For the presentation of these Consolidated Financial Statements the Group recalculated the comparison balances of the income statement at 31 December 2010 to align their accounting presentation to the financial instrument trading transactions of the subholding Sorgenia, executed as part of its normal business activities, to those of the leading energy traders.

### 3. STATEMENT OF CASH FLOW

(in thousands of euro)

	2011	2010
<b>OPERATING ACTIVITY</b>		
NET INCOME FOR THE YEAR INCLUDING MINORITY INTERESTS:	58.557	117.682
ADJUSTMENTS		
AMORTIZATION, DEPRECIATION AND WRITEDOWNS	212.402	184.366
SHARE OF THE RESULT OF COMPANIES CONSOLIDATED AT EQUITY	(21.928)	(37.517)
ACTUARIAL CHANGE IN STOCK OPTION PLANS	11.518	9.684
CHANGE IN PERSONNEL PROVISIONS & PROVISIONS FOR RISKS & LOSSES	(2.901)	(22.947)
ADJUSTMENTS TO THE VALUE OF FINANCIAL ASSETS	24.866	11.851
INCREASE (REDUCTION) IN NON-CURRENT RECEIVABLES AND PAYABLES	(94.735)	12.594
(INCREASE) REDUCTION IN NET WORKING CAPITAL	33.291	(53.092)
<b>CASH FLOW FROM OPERATING ACTIVITY</b>	<b>221.070</b>	<b>222.621</b>
of which:		
- interest received (paid out)	(103.580)	(101.407)
- income tax payments	(46.826)	(32.527)
<b>INVESTMENT ACTIVITY</b>		
AMOUNT PAID FOR BUSINESS COMBINATIONS	(146.501)	-
NET FINANCIAL POSITION OF COMPANIES ACQUIRED	8.311	-
(PURCHASE) SALE OF SECURITIES	(387.945)	64.084
PURCHASE OF FIXED ASSETS	(133.530)	(656.672)
<b>CASH FLOW FROM INVESTMENT ACTIVITY</b>	<b>(659.665)</b>	<b>(592.588)</b>
<b>FUNDING ACTIVITY</b>		
INFLOWS FROM CAPITAL INCREASES	34.844	39.116
OTHER CHANGES IN EQUITY	(60.061)	26.007
DRAWDOWN (REPAYMENT) OF OTHER BORROWINGS	445.912	231.201
BUY-BACK OF OWN SHARES	(18.349)	(91)
DIVIDENDS PAID OUT	(38.647)	(6.951)
<b>CASH FLOW FROM FUNDING ACTIVITY</b>	<b>363.699</b>	<b>289.282</b>
<b>INCREASE (REDUCTION) IN NET CASH AND CASH EQUIVALENTS</b>	<b>(74.896)</b>	<b>(80.685)</b>
<b>NET CASH AND CASH EQUIVALENTS AT START OF YEAR</b>	<b>438.646</b>	<b>519.331</b>
<b>NET CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b>363.750</b>	<b>438.646</b>

4. STATEMENT OF CHANGES IN CONSOLIDATED EQUITY

<i>(in thousands of euro)</i>	<i>Attributable to the Shareholders of the parent company</i>					<i>Minority interests</i>	<i>Total</i>
	<i>Share capital</i>	<i>Reserves</i>	<i>Retained earnings (losses)</i>	<i>Net income (loss) for the year</i>	<i>Total</i>		
BALANCE AT DECEMBER 31 2009	359,605	73,587	208,678	62,293	704,163	1,658,852	2,363,015
Capital increases	-	-	-	-	-	39,116	39,116
Dividends to Shareholders	-	-	-	-	-	(6,951)	(6,951)
Retained earnings	-	69	62,224	(62,293)	-	-	-
Effects of equity changes in subsidiaries	-	6,061	-	-	6,061	(6,536)	(475)
<i>Comprehensive result for the year</i>							
Fair value measurement of hedging instruments	-	2,436	-	-	2,436	7,931	10,367
Fair value measurement of securities	-	8,227	-	-	8,227	5,215	13,442
Securities fair value reserve released to income statement	-	310	-	-	310	(62)	248
Effects of equity changes in subsidiaries	-	462	-	-	462	2,403	2,865
Currency translation differences	-	2,928	-	-	2,928	8,702	11,630
Net income for the year	-	-	-	22,866	22,866	94,816	117,682
<i>Total comprehensive result for the year</i>	-	14,363	-	22,866	37,229	119,005	156,234
BALANCE AT DECEMBER 31 2010	359,605	94,080	270,902	22,866	747,453	1,803,486	2,550,939
Capital increases	-	-	-	-	-	34,844	34,844
Dividends to Shareholders	-	-	(7,192)	-	(7,192)	(31,455)	(38,647)
Retained earnings	-	-	22,866	(22,866)	-	-	-
Effects of equity changes in subsidiaries	-	8,576	-	-	8,576	(27,859)	(19,283)
<i>Comprehensive result for the year</i>							
Fair value measurement of hedging instruments	-	(16,033)	-	-	(16,033)	(49,027)	(65,060)
Fair value measurement of securities	-	(6,397)	-	-	(6,397)	(7,185)	(13,582)
Securities fair value reserve released to income statement	-	(1,908)	-	-	(1,908)	370	(1,538)
Effects of equity changes in subsidiaries	-	(886)	-	-	(886)	(1,898)	(2,784)
Currency translation differences	-	802	-	-	802	(752)	50
Net income for the year	-	-	-	1,211	1,211	57,346	58,557
<i>Total comprehensive result for the year</i>	-	(24,422)	-	1,211	(23,211)	(1,146)	(24,357)
BALANCE AT DECEMBER 31 2011	359,605	78,234	286,576	1,211	725,626	1,777,870	2,503,496

# 1. COFIDE S.P.A - STATEMENT OF FINANCIAL POSITION

(in euro)

<b>ASSETS</b>	<b>31.12.2011</b>	<b>31.12.2010</b>
<b>NON-CURRENT ASSETS</b>	<b>587,176,989</b>	<b>580,457,959</b>
TANGIBLE ASSETS	427,707	479,494
INVESTMENT PROPERTY	851,763	851,763
INVESTMENTS IN SUBSIDIARIES	574,321,503	579,038,003
OTHER EQUITY INVESTMENTS	0	0
OTHER RECEIVABLES	89,756	88,699
SECURITIES	11,486,260	0
<b>CURRENT ASSETS</b>	<b>11,357,964</b>	<b>47,503,133</b>
OTHER RECEIVABLES	2,694,724	2,613,378
SECURITIES	204,235	29,778,439
CASH AND CASH EQUIVALENTS	8,459,005	15,111,316
<b>TOTAL ASSETS</b>	<b>598,534,953</b>	<b>627,961,092</b>
<b>LIABILITIES AND EQUITY</b>	<b>31.12.2011</b>	<b>31.12.2010</b>
<b>EQUITY</b>	<b>558,473,088</b>	<b>565,629,407</b>
SHARE CAPITAL	359,604,959	359,604,959
RESERVES	160,671,245	162,461,273
RETAINED EARNINGS (LOSSES)	36,371,076	47,149,397
NET INCOME (LOSS) FOR THE YEAR	1,825,808	(3,586,222)
<b>NON-CURRENT LIABILITIES</b>	<b>38,045,069</b>	<b>404,088</b>
OTHER BORROWINGS	37,576,830	0
OTHER PAYABLES	34,582	34,582
PERSONNEL PROVISIONS	433,657	369,506
<b>CURRENT LIABILITIES</b>	<b>2,016,796</b>	<b>61,927,597</b>
BANK OVERDRAFTS	6,526	4,928
OTHER BORROWINGS	0	59,958,996
TRADE PAYABLES	386,389	289,545
OTHER PAYABLES	1,623,881	1,674,128
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>598,534,953</b>	<b>627,961,092</b>

## 2. COFIDE S.P.A - INCOME STATEMENT

(in euro)

	% (**)		2011	% (**)		2010
SUNDRY REVENUES AND INCOME			1,154,757			1,295,049
<i>of which: from related parties (*)</i>	1,110,000	96.1%		1,238,000	95.6%	
COSTS FOR THE PURCHASE OF GOODS			(50,569)			(47,606)
COSTS FOR SERVICES			(2,660,168)			(2,603,155)
<i>of which: costs for services from related parties (*)</i>	(457,380)	17.2%		(511,200)	19.6%	
PERSONNEL COSTS			(940,977)			(753,448)
OTHER OPERATING COSTS			(483,731)			(419,859)
AMORTIZATION, DEPRECIATION & WRITEDOWNS			(110,733)			(88,066)
<b>OPERATING RESULT</b>			<b>(3,091,421)</b>			<b>(2,617,085)</b>
FINANCIAL INCOME			467,474			1,594,354
FINANCIAL EXPENSE			(1,465,394)			(1,678,898)
DIVIDENDS			9,094,279			0
<i>of which: from related parties (*)</i>	9,094,279	100.0%		0	0.0%	
GAINS FROM TRADING SECURITIES			2,174,083			502,646
LOSSES FROM TRADING SECURITIES			(636,713)			(473,230)
ADJUSTMENTS TO THE VALUE OF FINANCIAL ASSETS			(4,716,500)			(914,009)
<b>INCOME / LOSS BEFORE TAXES</b>			<b>1,825,808</b>			<b>(3,586,222)</b>
INCOME TAXES			0			0
<b>NET INCOME (LOSS) FOR THE YEAR</b>			<b>1,825,808</b>			<b>(3,586,222)</b>
<b>BASIC EARNINGS (LOSS) PER SHARE</b>			<b>0.0025</b>			<b>(0.0050)</b>
<b>DILUTED EARNINGS (LOSS) PER SHARE</b>			<b>0.0025</b>			<b>(0.0050)</b>

(\*) As per CONSOB Resolution no. 6064293 of July 28 2006

(\*\*) Percentage of the whole

### 3. CASH FLOW STATEMENT

(in euro)

	2011	2010
<b>OPERATING ACTIVITY</b>		
NET INCOME / (LOSS) FOR THE YEAR	1,825,808	(3,586,222)
ADJUSTMENTS:		
AMORTIZATION AND DEPRECIATION	110,733	88,066
SUMS SET ASIDE TO PERSONNEL PROVISIONS NET OF WITHDRAWALS	64,151	38,301
LOSSES / (GAINS) FROM SALE OF INVESTMENTS IN SUBSIDIARIES	0	(248,694)
LOSSES / (GAINS) FROM SALE OF CURRENT SECURITIES	(1,824,920)	219,278
ADJUSTMENTS TO THE VALUE OF FINANCIAL ASSETS	4,716,500	914,009
(INCREASE) REDUCTION IN NET WORKING CAPITAL	(34,749)	60,715
<i>of which with related parties</i>	0	0
<b>CASH FLOW FROM OPERATING ACTIVITY</b>	<b>4,857,523</b>	<b>(2,514,547)</b>
<b>INVESTMENT ACTIVITY</b>		
CHANGE IN INVESTMENTS IN SUBSIDIARIES	0	(716,173)
CHANGE IN TANGIBLE ASSETS AND INVESTMENT PROPERTY	(58,946)	(119,544)
CHANGE IN OTHER FIXED ASSET RECEIVABLES	(1,057)	51,699
NET CHANGE IN NON-CURRENT SECURITIES	(11,486,260)	0
<b>CASH FLOW FROM INVESTMENT ACTIVITY</b>	<b>(11,546,263)</b>	<b>(784,018)</b>
<b>FUNDING ACTIVITY</b>		
CHANGE IN OTHER BORROWINGS	(22,382,166)	(59,909,899)
NET CHANGE IN CURRENT SECURITIES	29,609,096	46,878,045
DIVIDENDS PAID OUT	(7,192,099)	0
<b>CASH FLOW FROM INVESTMENT ACTIVITY</b>	<b>34,831</b>	<b>(13,031,854)</b>
<b>INCREASE (REDUCTION) IN NET CASH AND CASH EQUIVALENTS</b>	<b>(6,653,909)</b>	<b>(16,330,419)</b>
<b>NET CASH AND CASH EQUIVALENTS AT START OF YEAR (*)</b>	<b>15,106,388</b>	<b>31,436,807</b>
<b>NET CASH AND CASH EQUIVALENTS AT END OF YEAR (*)</b>	<b>8,452,479</b>	<b>15,106,388</b>

(\*) Refers to cash and cash equivalents net of the item Bank overdrafts.

#### 4. COFIDE S.P.A – CHANGES IN EQUITY

(in euro)

	<i>Share capital</i>	<i>Reserves</i>	<i>Retained earnings (losses)</i>	<i>Net income (loss) for the year</i>	<i>Total</i>
<b>BALANCE AT JANUARY 1 2010</b>	<b>359,604,959</b>	<b>158,878,584</b>	<b>45,840,973</b>	<b>1,377,288</b>	<b>565,701,804</b>
Allocation to reserves of result for the year 2009	0	68,864	1,308,424	(1,377,288)	0
Fair value adjustment of securities:					
- Change in reserve	0	3,513,825	0	0	3,513,825
Result for the year 2010	0	0	0	(3,586,222)	(3,586,222)
<i>Total comprehensive result for the year 2010</i>	<i>0</i>	<i>3,513,825</i>	<i>0</i>	<i>(3,586,222)</i>	<i>(72,397)</i>
<b>BALANCE AT DECEMBER 31 2010</b>	<b>359,604,959</b>	<b>162,461,273</b>	<b>47,149,397</b>	<b>(3,586,222)</b>	<b>565,629,407</b>
Allocation to reserves of result for the year 2010	0	0	(3,586,222)	3,586,222	0
Distribution to Shareholders	0	0	(7,192,099)	0	(7,192,099)
Fair value adjustment of securities:					
- Change in reserve	0	(1,790,028)	0	0	(1,790,028)
Result for the year 2011	0	0	0	1,825,808	1,825,808
<i>Total comprehensive result for the year 2011</i>	<i>0</i>	<i>(1,790,028)</i>	<i>0</i>	<i>1,825,808</i>	<i>35,780</i>
<b>BALANCE AT DECEMBER 31 2011</b>	<b>359,604,959</b>	<b>160,671,245</b>	<b>36,371,076</b>	<b>1,825,808</b>	<b>558,473,088</b>