



13 November 2009

ADMINISTRATION AND CONTROL

Board of Directors (BoD)

Chairman and Managing Director Gianfranco Carbonato

Directors Michael Mansour,
Rafic Y. Mansour

Independent Directors Sandro d'Isidoro
Mario Mauri

Other Executive Directors Domenico Peiretti
Ezio G. Basso

Secretary of the Board of Directors Massimo Ratti

General Manager

Ezio G. Basso

Internal Control Committee

Chairman
Members

Sandro d'Isidoro
Mario Mauri,
Michael Mansour

Remuneration Committee

Chairman
Members

Mario Mauri
Sandro d'Isidoro,
Rafic Y. Mansour

Board of Statutory Auditors

Chairman
Auditors

Riccardo Formica
Andrea Mosca
Roberto Petrignani
Roberto Coda
Franco Nada

Substitute auditors

Auditing company

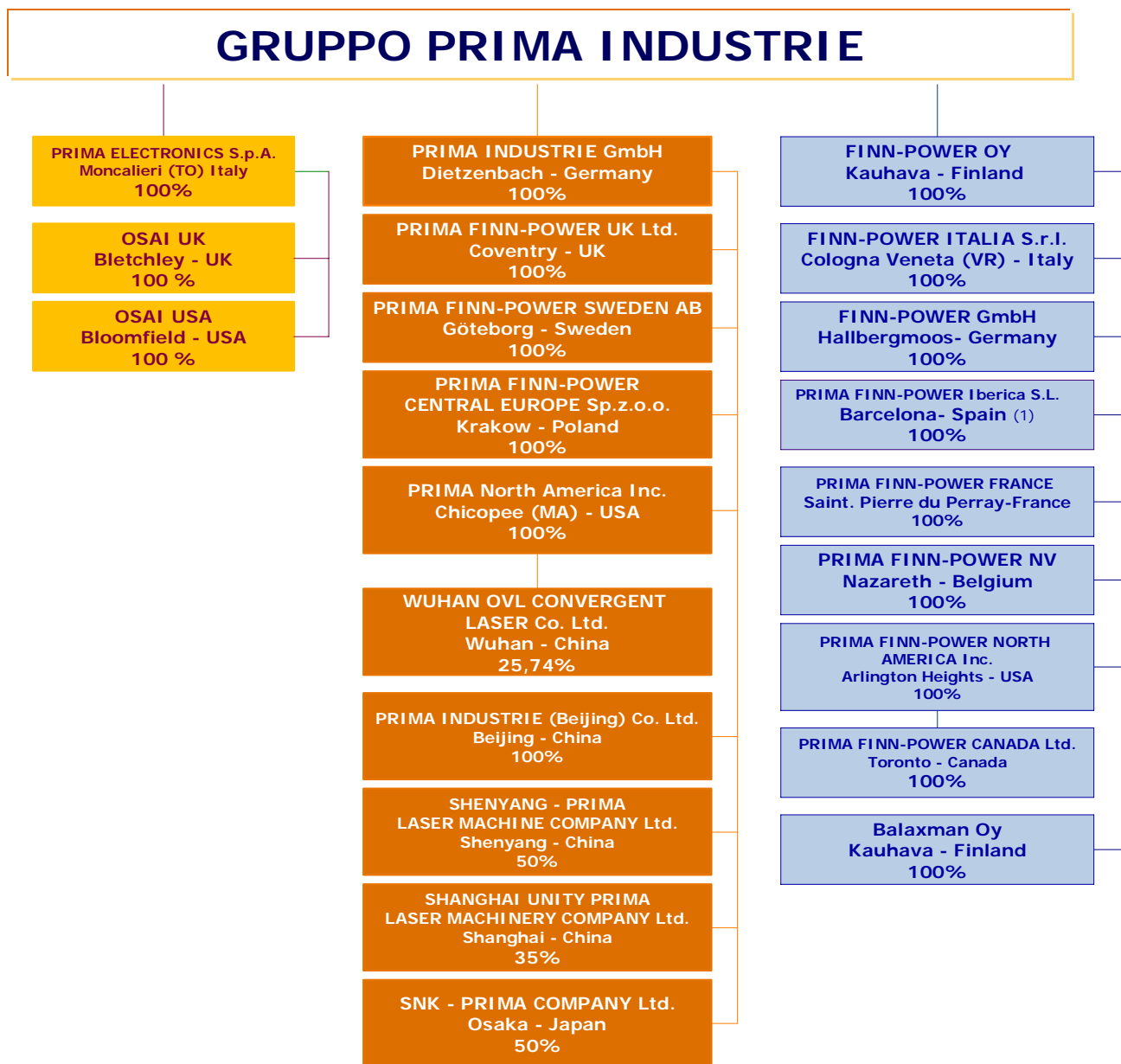
Reconta Ernst & Young SpA

Expiry of Mandates and Appointments

- ▶ The BoD shall remain in office until the approval of the 2010 Financial Statements.
- ▶ At the meeting held on 7 May, 2008, the Board of Directors appointed Mr. Gianfranco Carbonato as the Chief Executive Officer and determined his powers.
- ▶ In terms of clause 25 of the Articles of Association, the Chairman and Managing Director is the legal representative of the Company.
- ▶ The Board of Statutory Auditors shall remain in office until the approval of the 2009 Financial Statements.
- ▶ The Auditors were appointed at the Shareholders' Meeting held on 29 April, 2008 for the period 2008 - 2016.

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⁽¹⁾FINN-POWER OY holds 78.3% of PRIMA FINN-POWER IBERICA S.L. (the remaining 21.7% is held by PRIMA INDUSTRIE SpA.).

Chapter 2. INTRODUCTION

INTRODUCTION

The Group Interim Management Report of the PRIMA INDUSTRIE Group at 30 September 2009 was prepared in terms of section 154 ter of Legislative Decree 58/1998 as amended, read with the Issuers regulations issued by CONSOB.

The Interim Report was prepared in accordance with International Accounting Standards (the "IFRS") issued by the International Accounting Standards Board (the "IASB") and approved by the European Union and were prepared in accordance with IAS 34 - Interim Financial Statements.

In compliance with the provisions of IFRS 3 the comparative information for 30 September 2008 was disclosed as if the cost accounting for the business aggregation (acquisition of the FINN-POWER Group) was already completed as from the date of acquisition (4 February 2008); the effects on income and equity were illustrated in the appropriate schedule included in the section dedicated to the Accounting Principles.

This Interim Report was approved by the Board of Directors on 13 November 2009 and is not subject to audit.

ALTERNATIVE PERFORMANCE MEASURES

In addition to the other conventional financial indicators prescribed in the IFRS this Interim report contains other alternative performance indicators in order to provide a better assessment of the financial management. Such indicators should not however be considered as a replacement to the conventional indicators prescribed by the IFRS.

As alternative performance indicators the Group uses EBIT (which corresponds to the "Operating result") and EBITDA ("*Earnings before interest, taxes and depreciation and amortisation*"), which is determined by adding both the item "*Amortization, depreciation and writedowns*" and the item "*Impairment and writedowns*" to the "*Operating Result*" as per the Financial Statements.

Also mentioned are the VALUE OF PRODUCTION, represented as the algebraic sum of the items "*Net revenues from sales and services*", "*Other operating income*", "*Changes in inventories of semi-finished and finished products*" and "*Increases for internal work*" and SALES represented by the algebraic sum of "*Net revenues from sales and services*", "*Other operating income*", "*Raw materials*", "*Changes in inventories of semi-finished and finished products*" and "*Other operating costs*".

EXCHANGE RATES

The exchange rates applied in the conversion of the Financial Statements valued in non-Euro currencies for the purposes of the consolidation are the following.

CURRENCY	AVERAGE EXCHANGE		SPOT EXCHANGE	
	30/09/2009	30/09/2008	30/09/2009	30/09/2008
US DOLLAR	1,3650	1,5219	1,4643	1,4303
ENGLISH STERLING	0,8865	0,7819	0,9093	0,7903
SWEDISH KRONA	10,7097	9,4078	10,2320	9,7943
CHINESE RENMINBI	9,3259	10,6304	9,9958	9,7954
JAPANESE YEN	129,4137	160,9620	131,0700	150,4700
POLISH ZLOTY	4,3817	3,4297	4,2295	3,3967
CANADIAN DOLLAR	1,5934	1,5484	1,5709	1,4961

CONSOLIDATION AREA

During the third quarter of 2009, OSAI GmbH was placed into liquidation and consequently has been excluded from the area of consolidation.

In September, the due expiry date of 26/09/2009 for the Chinese joint venture Shenyang Prima Laser Machine Co. Ltd was postponed a further 12 months, in order to facilitate the passage of the stake held by PRIMA INDUSTRIE SpA to the Chinese partner Shenyang Machine Tool Company, which is expected to take place in the first months of 2010.

In addition, it should be noted that with effect from 01/01/2009 OSAI S.p.A. merged with PRIMA ELECTRONICS S.p.A. (the Controlling Company). The merged company was a wholly-owned subsidiary, for which reason, for the purposes of the Consolidated Financial Statements the merger did not produce any changes to the representation of the Group's Balance Sheet and Income Statement.

As at 30/09/2009 the companies included in the schedules set out below formed part of the consolidation.

SUBSIDIARY COMPANIES					
LASER SYSTEMS SEGMENT	REGISTERED OFFICE	SHARE CAPITAL	STAKE	CONSOLIDATION METHOD	
PRIMA North America, Inc.	CONVERGENT LASERS DIVISION & PRIMA LASER SYSTEMS Division: 711 East Main Street, Chicopee, MA 01020, U.S.A.	USD 24,000,000	100%	Line-by-line method	
PRIMA INDUSTRIE GmbH	LASERDYNE SYSTEMS DIVISION: 8600, 109th Av. North, Champlin, MN 55316, U.S.A.	€ 500.000	100%	Line-by-line method	
PRIMA FINN-POWER SWEDEN AB	Lise-Meitner Strasse 5, Dietzenbach, GERMANY	SEK 100,000	100%	Line-by-line method	
PRIMA FINN-POWER UK LTD.	Mölnålsvägen 30 C, Göteborg, SWEDEN	GBP 1	100%	Line-by-line method	
PRIMA FINN-POWER CENTRAL EUROPE Sp.z.o.o.	Unit 1, Phoenix Park, Bayton Road, Coventry CV7 9QN, UNITED KINGDOM	PLN 350,000	100%	Line-by-line method	
PRIMA INDUSTRIE (Beijing) Company Ltd.	ul. Przemysłowa 25 - 32-083 Balice, POLSKA	RMB 1,046,900	100%	Line-by-line method	
	Rm.1 M, no. 1 Zuo Jiazhuang. Guomen Building, Chaoyang District, Beijing, P.R. CHINA				
ELECTRONICS SEGMENT					
PRIMA ELECTRONICS S.p.A.	Strada Carignano 48/2, 10024 Moncalieri, (TO) ITALY	€ 6.000.000	100%	Line-by-line method	
OSAI USA, LLC	105A West Dudley Town Road, Bloomfield, CT 06002, U.S.A.	USD 39,985	100%	Line-by-line method	
OSAI UK Ltd.	Mount House - Bond Avenue, Bletchley, MK1 1SF Milton Keynes, UNITED KINGDOM	GBP 160,000	100%	Line-by-line method	

SUBSIDIARY COMPANIES				
METAL SHEET MACHINES SEGMENT	REGISTERED OFFICE	SHARE CAPITAL	STAKE	CONSOLIDATION METHOD
FINN POWER Oy	Metallite 4, FI - 62200 Kauhava, FINLAND	€ 23.417.108	100%	Line-by-line method
BALAXMAN Oy	Metallite 4, FI-62200 Kauhava, FINLAND	€ 2.522	100%	Line-by-line method
FINN-POWER GmbH	Lilienthalstrasse 2 a, Isar-Buro Park Am Soldermoos, D-85399 Hallbergmoos, GERMANY	€ 180.000	100%	Line-by-line method
PRIMA FINN-POWER Iberica S.L.	C/Primero de Mayo 13-15, 08908 L'Hospitalet de Llobregat, Barcelona, SPAIN	€ 6.440.000	100%	Line-by-line method
FINN-POWER Italia S.r.l.	Viale Finlandia 2, 37044, Cologna Veneta (VR), ITALY	€ 1.500.000	100%	Line-by-line method
PRIMA FINN-POWER NV	Tulpenstraat 3, B-9810 Eke-Nazareth, BELGIUM	€ 500.000	100%	Line-by-line method
PRIMA FINN-POWER FRANCE	Espace Green Parc , Route de Villepècle 91280 St. Pierre du Perray, FRANCE	€ 792.000	100%	Line-by-line method
PRIMA FINN-POWER NORTH AMERICA Inc.	555W Algonquin Rd., Arlington Heights, IL 60005, U.S.A.	USD 10,000	100%	Line-by-line method
PRIMA FINN-POWER CANADA Ltd.	1040 Martingrove Road, Unit 11, Toronto, Ontario M9W 4W4, CANADA	CAD 200	100%	Line-by-line method

JOINT VENTURES				
	REGISTERED OFFICE	SHARE CAPITAL	STAKE	CONSOLIDATION METHOD
Shenyang PRIMA Laser Machine Company Ltd.	45, Huanghai Rd, Yuhong District, Shenyang City, 110141, P.R. CHINA	USD 2,000,000	50%	Net equity method
SNK PRIMA Company Ltd	Misaki Works 3513-1, Fuke Misaki-Cho, Sennan-Gun, Osaka, JAPAN	Yen 90,000,000	50%	Net equity method
Shanghai Unity PRIMA Laser Machinery Co Ltd.	2019, Kunyang Rd., Shanghai 201111 - P.R. CHINA	Rmb 16,000,000	35%	Net equity method
Wuhan OVL Convergent Laser Co., Ltd.	Building No.1, Great Wall Technology Industry Park,no.1,Townson Lake Road, Wuhan East Lake High-Tech Development Zone Wuhan, 430223, Hubei, P.R. CHINA	Rmb 62,364,091	25,7%	Net equity method

Chapter 3. INTERIM REPORT ON GROUP OPERATIONS

MACROECONOMIC CONTEXT

In the first nine months of 2009 the economic context was still very difficult, particularly for the investment goods whose main markets were severely affected by a drop in demand beginning in the last quarter of 2008.

World consumption of investment goods in 2009 is estimated to fall by around 30% (38% if the Chinese market is excluded), while in Europe there is an expected reduction of around 40% (source: Oxford Economics). In particular the UCIMU (Association of Italian Manufacturers of Machine Tools) recorded a fall in orders during the third quarter of 2009 of around 51.6% compared to the third quarter of the previous year, while orders for the whole of the nine-month period fell by 55.3% compared to the same period of 2008, thus showing a rather bleak picture for domestic and international markets alike.

Even VDW (the German trade association) reports a reduction in orders of 64% in the third quarter of 2009 and 66% for the first nine months of the year, despite there being signs of recovery in the last few weeks. The markets expected to make a greater recovery are the Asian and South American, as well as China and India, that is, emerging economies where the economic crisis has had a less heavy and shorter impact.

In the United States consumption of high-technology machine tools fell by 63.3% in the first eight months (sources: AMT - The Association For Manufacturing Technology and AMTDA, the American Machine Tool Distributors' Association). Despite there having been an accentuation in the negative trend, the association of American manufacturers believes that it will take time for the improvement to be reflected in the backlog of companies.

The outlook confirmed by all the main trade associations and sector studies is that the worst seems to be over; however, despite weak signs of improvement, the current situation remains uncertain and operators still do not see evidence of a clear recovery.

Internationally, 2010 is expected to be a year of transition towards a more prominent growth curve beginning in 2011 (source: Oxford Economics).

The only market that already appears to be in clear recovery is China, which should be at the forefront of a more general recovery of the entire Asian market from 2010.

A positive contribution to Italian market orders should come from recently approved legislation incentivising investments (Decree Law familiarly referred to as "Tremonti-ter"), whereby investing companies benefit from a 50% decrease in taxable income of total investments in particular categories of capital goods (to which PRIMA INDUSTRIE group products belong) made during the period from 1 July 2009 to 30 June 2010.

SIGNIFICANT EVENTS TAKING PLACE DURING THE PERIOD

No significant events took place during the third quarter of 2009. Please see the Half-Year Report to 30 June 2009 for events related to the first six months of the year.

INCOME AND PROFITABILITY

For a better understanding of the information contained in the Financial Statements it should be noted that the FINN-POWER Group was acquired on 04/02/08 and the financial information relative to the first nine months of 2008, used for comparative purposes, only include eight months of the Finnish Group's results.

Consolidated revenues at 30/09/09 amounted to 164,428 thousand Euro and, compared to the corresponding period of 2008, declined by 38%.

If one were also to take into consideration the revenues of the FINN-POWER Group for January 2008 (which were not included in the consolidation), the reduction would be in the region of 42%. This decrease is due to the worsening in the reference market in which the Group operates.

The geographical breakdown of the consolidated revenues to 30/09/09 is as follows.

Revenues	30 September 2009		30 September 2008 (*)	
	<i>Euro thousand</i>	%	<i>Euro thousand</i>	%
Italy	33.610	20,4	68.091	25,8
Europe	70.814	43,1	106.995	40,4
North America	30.267	18,4	44.217	16,7
Asia and Rest of the World	29.737	18,1	45.618	17,2
TOTAL	164.428	100,0	264.921	100,0

(*) In order to make figures comparable, 2008 figures have been restated.

The economic slowdown has had a significant impact on the sales achieved in all geographical areas. Sales dropped in Italy by 51%, in North America by 32% and in Europe by 34%. The Rest of the World also experienced this drop, with a decrease of 35% over the corresponding period of 2008.

The Group's turnover outside Italy was in the region of 80% in this period, in confirmation of the PRIMA INDUSTRIE Group's international vocation.

The subdivision of the revenues by business segment is set out below, (for more details in relation to the Group's operating segments the reader is referred to note "6.30 - Segment Report").

Revenues	30 September 2009		30 September 2008	
	<i>euro thousand</i>	%	<i>euro thousand</i>	%
Laser Systems	62.124	37,8	104.163	39,3
Electronics	20.291	12,3	32.949	12,4
Sheet metal machinery	92.181	56,1	133.890	50,5
Inter-sector revenues	(10.168)	(6,2)	(6.081)	(2,2)
TOTAL	164.428	100,0	264.921	100,0

The revenues do not take into consideration the Sheet Metal processing machinery segment, but only the Laser systems and Electronics segments which reflect information that is in line with the corresponding period of 2008; gross of the inter-

segment items, the Laser systems segment recorded revenues of 62,124 thousand Euro (-40%) and the Electronics segment recorded revenues of 20,291 thousand Euro (-38%). The general decrease in the Group's revenues reflects the sharp decline in demand attributable to the current international economic situation.

To complete the report on revenues for the first nine months of 2009, we set out below the breakdown of the revenues (net of inter-segment items) by segment and geographical area.

Revenues	Italy	Europe	North America	Asia and Rest	TOTAL
<i>euro thousand</i>				of the World	
Laser Systems	12.318	15.108	9.606	17.547	54.579
Electronics	8.079	9.753	512	327	18.671
Sheet metal machinery	13.213	45.953	20.149	11.863	91.178
TOTAL	33.610	70.814	30.267	29.737	164.428

The Laser systems segment is equally distributed in the different areas with a significant presence in the Rest of the World section (32% of the total), where it has achieved remarkable results in China (8,299 thousand Euro); this result does not include the turnover achieved by the Chinese JVs which amounts to 19.6 thousand Euro, consolidated using the equity method), in Russia (2,236 thousand Euro) and in Brazil (3,283 thousand Euro). The Electronics segment is present above all in Italy and in Europe (with a share of the turnover of 43% and 52% respectively for these areas) and in particular sales amount to 4,337 thousand Euro in the Benelux countries and 2,679 thousand Euro in Spain. Finally, the Sheet Metal processing machinery segment has a very important weight in Europe, where it achieved sales of 45,953 thousand Euro (50% of the total) during the period. The Scandinavian countries and Germany are the most important markets in this segment. The Italian market also contributed a share of over 14%.

The **value of production** at 30/09/09 amounted to 156,989 thousand Euro, a decrease of 44% compared to the corresponding period of the previous financial year (decrease of 122,593 thousand Euro). The value of production, which is less than the turnover (equal to 164,428 thousand Euro), highlights the reduction of the Group's stock of finished and semi-finished products.

The value of production in the first nine months of 2009 includes increases for internal work amounting to 4,986 thousand Euro (5,318 thousand Euro in the corresponding period of 2008); these costs mainly refer to investments in development activities.

The reduction in revenues mentioned is mainly attributed to the lower volumes achieved in the first nine months of 2009. Nevertheless, by analysing the contribution margin impact on revenues, we see an impact of 35%, which is an improvement compared to 30 September 2008, especially for the efficiency induced by absorption of the inventories and for the more than proportional reduction of other operating costs.

Profitability	30 September 2009		30 September 2008	
	<i>euro thousand</i>	%	<i>euro thousand</i>	%
EBITDA	4.579	2,8	23.784	9,0
EBIT	(3.055)	(1,9)	17.666	6,7
EBT	(7.460)	(4,5)	9.404	3,6
NET RESULT	(7.129)	(4,3)	5.962	2,3

Group **EBITDA** amounted to 4,579 thousand Euro (2.8% of turnover) compared to the 23,784 thousand Euro at 30/09/08 (9.0% of turnover).

In the first nine months of 2009, in a strongly negative context for all the reference markets, the PRIMA INDUSTRIE Group achieved a positive EBITDA of 4,579 thousand Euro. Despite the drop in volumes, compared to the data for the same period in 2008, the decrease was limited due to cost reductions made by all Group companies and due to the positive effects of the settlement with EQT (private equity fund from which the FINN-POWER Group was acquired in the previous year). For further details regarding the settlement with EQT (signed 30/06/2009) see the half-year report to 30/06/2009.

It is important to remember that EBITDA takes account of significant non-recurring costs related to the process of re-organisation and restructuring implemented by all Group companies, as well as the positive effect deriving from the settlement with EQT, widely illustrated in the half-year report to 30/06/2009.

The EBITDA subdivided by segment is reflected gross of inter-segment items.

EBITDA	30 September 2009		30 September 2008	
	<i>euro thousand</i>	%	<i>euro thousand</i>	%
Laser Systems	1.206	26,3	13.042	54,9
Electronics	1.194	26,1	4.546	19,1
Sheet metal machinery	2.431	53,1	6.425	27,0
Inter-sector eliminations	(252)	(5,5)	(229)	(1,0)
TOTAL	4.579	100,0	23.784	100,0

Consolidated **EBIT** in the first nine months of 2009 was a negative 3,055 thousand Euro (a positive 17,666 thousand Euro at 30/09/2008). This result is affected by depreciation of 3,045 thousand Euro on tangible fixed assets and 4,589 thousand Euro on intangible fixed assets; of the latter 1,880 thousand Euro refer to depreciation of assets with defined useful life entered as part of the business combination of the FINN-POWER Group (brand and customer relations - "customer list") and 1,860 thousand Euro refer to depreciation of development costs.

The consolidated EBT at 30/09/09 is negative and amounts to 7,460 thousand Euro; it should be remembered that this figure takes into account expenses arising from financial management (including profits and losses on foreign exchange) of 4,412 thousand Euro.

In particular, expenses for the loan taken out in the previous year for the acquisition of the FINN-POWER Group (hereafter "FINPOLAR Loan") for 3,482 thousand Euro and net financial expenses for derivatives (mainly related to the FINPOLAR loan) of 1,021 thousand Euro. It is important to stress that the financial management of the period was favourable affected by the settlement with EQT, widely illustrated in the half-year report at 30/06/2009.

NET INCOME at 30/09/2009 saw losses of 7,129 thousand Euro, compared to the profit position of 5.962 thousand Euro at 30/09/2008. Income tax in the first nine months of 2009 showed a net positive balance of 330 thousand Euro; this effect is mainly due to tax credits on research (for Italian companies) and a tax credit on mid-year losses at PRIMA North America.

SALES ACTIVITIES AND ORDERS BACKLOG

The measures adopted to limit costs did not penalise commercial activity, which, on the contrary, was very intense during the quarter.

In addition to the trade fairs in which the Group had taken part during the first half-year (see commentary in half-year report to 30/06/2009), the main fairs in which the Group took part in the third quarter were the following:

in Western Europe:

- SUBCONTRACTING (Tampere – Finland)
- SCHWEISSEN & SCHNEIDEN (Essen – Germany)

in Eastern Europe:

- IMT – MSV (Brno – Czech Republic)

Despite the traditionally low concentration of trade fairs in the third quarter of the year, the Group decided to take part in the main fairs, while reducing costs, in observance of internal cost saving policies.

The two main fairs of the year are EMO (which took place at the start of October in Milan) and FABTECH which will take in Chicago in mid-November.

Two new machines were presented at EMO: ZAPHIRO (new high-end 2D with high production performance versatility, by PRIMA INDUSTRIE SpA) and E5X (the new FINN-POWER punching machine placed at entry level, particularly for the emerging markets).

Despite the as yet difficult market trend and the absence of some of the sector's key players, attendance by visitors was good, with numerous contacts made with potential customers and several orders already signed.

Total acquired orders at 30/09/2009 (including after-sales) were 154m Euro (against 270.1m at 30/09/2008).

Orders in the third quarter of the year were still affected by the economic situation and external downturn and by continuing difficulties in the reference sector; nevertheless there was a certain improvement in September and again in October.

Following this, the orders backlog which stood at 71.2m Euro at 31/03/2009 and 74.7m Euro at 30/06/2009 increased to 77.2m at 30/09/2009 and again to 83.3m at 31/10/2009.

NET FINANCIAL POSITION

At 30/09/2009 the Group's net financial position showed indebtedness for 164.6m Euro, compared to 161.6m euro at 31/12/2008, 169.5m Euro at 31/03/2009 and 160.6m Euro at 30/06/2009.

Details of the net financial position are shown below.

NET FINANCIAL POSITION			
<i>Values expressed in thousands of euro</i>			
	30/06/09	31/12/2008 (*)	Changes
A CASH	8.878	14.467	(5.589)
B OTHER VALUABLES	-	-	0
C SECURITIES HELD FOR NEGOTIATIONS	-	-	0
D CASH ON HAND (A+B+C)	8.878	14.467	(5.589)
E CURRENT FINANCIAL RECEIVABLES	-	-	0
F CURRENT BANK PAYABLES	10.932	6.760	4.172
G CURRENT PART OF NON-CURRENT INDEBTEDNESS	31.473	118.091	(86.618)
H OTHER CURRENT FINANCIAL PAYABLES	15.831	2.952	12.879
I CURRENT FINANCIAL INDEBTEDNESS (F+G+H)	58.236	127.803	(69.567)
J NET CURRENT FINANCIAL INDEBTEDNESS (I-D-E)	49.358	113.336	(63.978)
K NON CURRENT BANK PAYABLES	106.157	12.288	93.869
L BONDS ISSUED	-	-	0
M OTHER NON-CURRENT FINANCIAL PAYABLES	9.037	36.021	(26.984)
N NON -CURRENT FINANCIAL INDEBTEDNESS (K+L+M)	115.194	48.309	66.885
O NET FINANCIAL INDEBTEDNESS (J+N)	164.552	161.645	2.907

It is important to note the following:

- the net financial position highlights the overall exposure to credit institutions and other lenders (including payables to leasing companies and factoring houses);
- at 31/12/2008 the FINPOLAR loan was totally classified amongst the current financial liabilities (as required by IAS 1), since (at the Balance Sheet reference date) the process of redefining the covenants, was in progress. This process was completed successfully (after receiving a formal communication on 12/03/2009 from the financing banks of the redetermination of the covenants originally defined in the FINPOLAR loan agreement), hence the above loan was newly distributed among current and non-current tranches as established by contract;
- the net financial position was positively affected by the settlement with EQT, which is widely illustrated in the half-year report at 30/06/2009.

For better disclosure relating to the Consolidated Net Financial Position at 30/09/09 the following must be borne in mind:

- the FINPOLAR loan totalled 119,665 thousand Euro and is subject to a number of covenants measured on an annual basis. In view of the economic and financial outlook expected for the PRIMA INDUSTRIE Group for the end of the current year, and considering the current economic downturn, the group has made a formal request to the credit institutions for suspension of covenants for the year 2009. On the date of approval of this interim report on operations, the Group has signed, along with the leading bank in the pool of credit institutions (also representing the other institutions) an amendment to the original loan contract, which also include the above suspension for the 2009 financial indexes;
- the payables to leasing companies (almost exclusively for real estate) amount to 8,300 thousand Euro;
- the bank payables include the negative fair value of certain IRSs amounting to 7,558 thousand Euro; the main IRSs were contracted by the Parent

Company to partially cover the interest rate risk on the FINPOLAR loan (the signature of these derivatives was provided for in the underlying loan agreement);

- the payables towards factoring houses amount to 1,924 thousand Euro.

Expected loan requirements for the last quarter of 2009 is mainly represented by the need to finance operating activities and to pay back (within 30/11/2009) the deferred consideration to EQT, the original deadline being 04/02/2011 by contract. Advance repayment of the debt was set in the settlement agreement with EQT.

In order to face the short-term financial requirements mentioned above, the Group has taken the following steps:

- amendment to the FINPOLAR loan agreement, aimed at advance payment of tranche C of 25m Euro; this renegotiation of terms also includes, as previously mentioned, the suspension of covenants for 2009 (for more details see the paragraph entitled "EXPECTED DEVELOPMENTS AND OUTLOOK FOR THE CURRENT YEAR");
- proxy given by the Shareholder's Meeting of PRIMA INDUSTRIE SpA (08/06/2009) to the Board of Directors to increase share capital, using various technical forms, up to a maximum of 50 million Euro. On 12/10/2009 the Board of Directors used the proxy received from the Shareholder's Meeting to decide an increase in share capital through split payments with a maximum counter value (including premium) of 15,500,000 Euro; warrants will be combined free of charge with the ordinary shares, which will be offered in option to shareholders, with 1 warrant per newly issued share (for more details see the paragraph entitled "EXPECTED DEVELOPMENTS AND OUTLOOK FOR THE CURRENT YEAR").

Furthermore, at 30/09/2009 the PRIMA INDUSTRIE Group had unused credit lines available (mainly advances on invoices and orders), sufficient for current requirements.

RESEARCH AND DEVELOPMENT

R&D performed by the Group in the first nine months of 2009 totalled 9,844 thousand Euro, or 6% of turnover. The capitalised portion was 4,471 thousand Euro; the technical feasibility and ability to generate future economic benefits was verified for all capitalised development activities. The part fully charged to the profit and loss account was 5,373 thousand Euro: this is evidence of the Group's determination, even in such difficult market conditions, to continue investing in the future and focus on its competitiveness on international markets.

In the first nine months of 2009 R&D in the LASER SYSTEMS sector was concentrated on the final phases of developing a new fast cutting machine for 3D pieces equipped with optical fibre laser generator. The new technology is particularly suitable for cutting thin Sheet Metals and promises greater production capacity, lower electricity consumption, greater reliability and fewer maintenance costs. A pilot plant has been installed and is currently in operation at one of our customers.

As regards the CONVERGENT Lasers Division (PRIMA North America) research and development centred on the test phase on the CV6000 laser, the initial study of a new CO₂ laser intended for entry applications and the study of a resonator for the Nd:YAG laser intended to support certain typical applications for customers in the aerospace market of the LASERDYNE Division (PRIMA North America). Moreover, work was finished on developing a CO₂ filter to reduce carbon dioxide emissions in the CP and CV ranges.

As regards the ELECTRONICS segment work was completed on developing the first level of the new line of numerical controls called OPEN (intended for General Motion Control applications such as Night Train and Tower Server), while it continued on the second level called OPEN20 (intended to control 2D machines). Activity also continued on the new "Serie 10" line of controls with development of the new "Cutting" CAD intended for the marble processing. Also continuing was activity on the P30L controls line for the new ZAPHIRO machine.

The main innovations of the SHEET METAL PROCESSING segment related to:

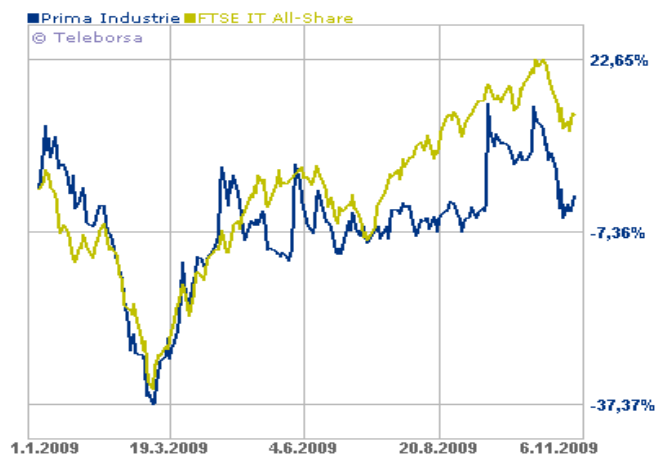
- completion of the new E5X servo-electric bending machine, presented to the market at the EMO expo in Milan; an integral part of this new machine is the new TULUS LITE software (part of the new TULUS range of integrated and modular software).
- Completion of the integration project for CP laser sources (PRIMA North America) on combined laser cutting and punching machines;

THE STOCK TREND AND TREASURY STOCK

During the first nine months of 2009 PRIMA INDUSTRIE shares went from a unit value of 9.58 Euro at 02/01/2009 to a value of 10.17 Euro per share at 30/09/2009.

The lowest value recorded was 6 Euro (09/03/2009) and the maximum was 11 Euro (17/09/09). In particular, as seen in the chart, shares underwent considerable oscillations during the first months of the year, then returned to a phase of more moderate variations, between 8.5 Euro and 9.5 Euro per share between May and August. From September, shares began to rise, remaining above 10 Euro per share, even after the announcement to exercise the proxy to increase share capital by the company's Board of Directors. From the end of September, the whole market underwent correction, hence Prima Industrie shares fell to around 9-9.5 Euro.

The graph set out below highlights the trend recorded.



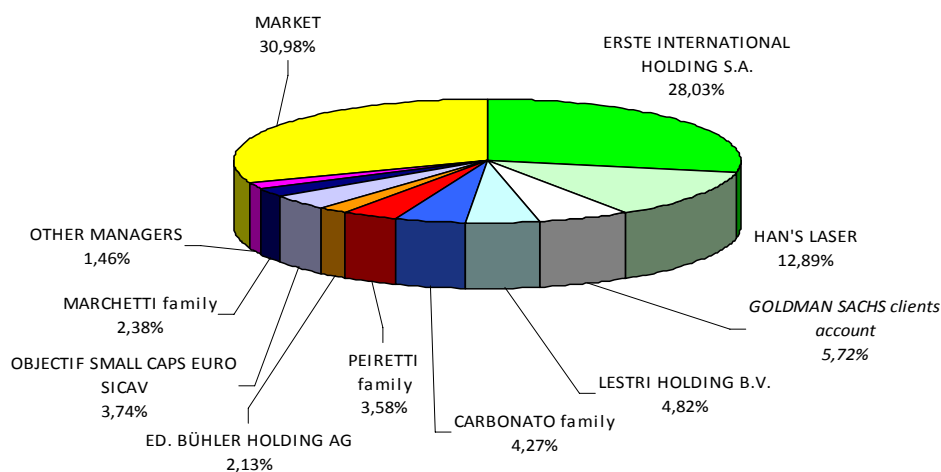
At 30/09/2009, and at the date of approval of this report, PRIMA INDUSTRIE S.p.A. did not hold any treasury stock.

SHAREHOLDINGS

The share capital of PRIMA INDUSTRIE S.p.A. amounts to 16,000,000 Euro divided into 6,400,000 ordinary shares with a par value of 2.5 Euro each.

No other categories of shares or bonds other than ordinary shares were issued.

In the light of contents of the Shareholders' register, updated on the basis of the dividend distribution that was made in May 2008 and the capital increase in 2008 and the subsequent notices received by the company, the structure of the shareholding at date hereof is as follows:



An operation to increase share capital is underway, to take place through the issue of new shares to be offered as an option to those entitled thereto in combina-

tion with warrants. For details of the operation see the paragraph entitled "EXPECTED DEVELOPMENTS AND OUTLOOK FOR THE CURRENT YEAR".

STOCK OPTION PLANS

At the reference date of this Interim Report a stock option plan is in existence, which was approved by the Shareholders' Meeting on the 29/04/2008. The plan is intended for the Executive Directors of PRIMA INDUSTRIE S.p.A., PRIMA ELECTRONICS S.p.A. and FINN-POWER OY, as well as the General Manager of PRIMA INDUSTRIE S.p.A. and the Financial Manager of the Group.

In particular the beneficiaries at 30/09/2009 were the following:

SURNAME Name	POSITION
CARBONATO Gianfranco	Chairman and Managing Director of PRIMA INDUSTRIE SpA
PEIRETTI Domenico	Managing Director of PRIMA ELECTRONICS SpA
HEDENBORG Tomas	CEO of FINN POWER OY
BASSO Ezio	General Director PRIMA INDUSTRIE SpA
RATTI Massimo	Group Financial Director PRIMA INDUSTRIE

In the first nine months of 2009 the cost of the stock option amounted to 308 thousand Euro. It is to be noted that the total cost for the period was reduced for the portion relating to a resigning director, an event which led to the failure of the "vesting condition" in the regulations as per IFRS 2.

For further information on the stock option plan, the reader is referred to the company's website: www.primaindustrie.com

TRANSACTIONS WITH RELATED PARTIES

For details of transactions made by the Group with related parties, see "Note 6.29 – TRANSACTIONS WITH RELATED PARTIES".

ATYPICAL AND UNUSUAL TRANSACTIONS

For the purposes of Consob Notice No. DEM/6064296 dated 28/07/2006 it should be noted that the Group did not effect any atypical and/or unusual transactions as defined in the aforesaid notice.

EXPECTED DEVELOPMENTS AND OUTLOOK FOR THE CURRENT YEAR

CAPITAL INCREASE

In order to provide the company timely with the financial means needed to support the Group's reorganisation, consolidation and development process, the Board of Directors of Prima Industrie S.p.A resolved on 12 October 2009 to increase share capital, as established by the Extraordinary Shareholder's Meeting of 08/06/2009, approving the draft of the Prospectus (supported by CONSOB authorisation) for the listing of the newly issued shares relevant to the capital increase share capital.

As part of the increase in share capital by a maximum of 50,000,000 Euro, the Board of Directors resolved an increase in share capital through split payments

with a maximum counter value (including premium) of 15,500,000 Euro; warrants will be combined free of charge with the ordinary shares, which will be offered as options to shareholders, with 1 warrant per newly issued share.

The Board also resolved that a stock exchange listing will also be requested for the warrants and that the relevant conversion shares will originate from an increase in share capital to a maximum of 22,500,000 Euro.

The final conditions for the capital increase including, in particular, the underwriting price of the new shares, the number of shares that will be offered in option and the assignment ratio, the number and exercise price of the warrants for those enjoying rights, the number of shares in the new conversion issue of warrants will be established by a later meeting of the Board of Directors, to be held shortly before the option offer launch.

The draft Prospectus was transmitted to Consob to request authorisation for publication, on receipt of which it will be made available to the public as soon as possible and no later than the launch of the offer.

AMENDMENT TO THE FINPOLAR LOAN AGREEMENT

The Group's financial structure will also benefit from the amended conditions to the FINPOLAR loan agreement, signed by the funding banks on 12/11/2009, by virtue of which the Group obtained:

- suspension of the obligation to covenants on the consolidated financial statements at 31/12/2009;
- advance payment of tranche C of the FINPOLAR loan, totalling a maximum of 25,000 thousand Euro, in order to pay the deferred consideration due to EQT on the deadline of 30/11/2009, and finance working capital requirements (obtaining revolving credit line, to be used as advanced payment on invoices);
- the possibility to use proceeds from the capital increase up to 15m Euro for financial flexibility, instead of repaying the FINPOLAR loan (as originally established in the loan agreement).

Renegotiation of the loan agreement involved a waiver fee of 250 thousand Euro to be paid to the banks by the Group.

COST CONTAINMENT

During the third quarter, the Group continued the numerous activities already undertaken in its cost containment plan (which include the closing of a plant in Finland, permanent staff layoffs, the use of labour cost flexibility instruments, renegotiation of supply contracts, reduction in general, commercial and administrative expenses), pursuing its goal to reduce break-even point, more suitable to current levels of turnover.

Considering the above action, whose positive results will be more visible in the last part of the year, and in view of the first signs of recovery recorded on the market during September and October, the PRIMA INDUSTRIE Group confidently anticipates the last quarter of the year with an outlook for turnover and profitability in improvement compared to the previous months.

Chapter 4. ECONOMIC TREND BY SEGMENT

The data below refers to the results of the first nine months of 2009 in the three operating segments (gross of inter-segment items) of the PRIMA INDUSTRIE Group.

Values in thousands of euros	30 SEPTEMBER 2009					30 SEPTEMBER 2008				
	REVENUES	EBITDA	% on Revenue	EBIT	% on Revenu	REVENUES	EBITDA	% on Revenu	EBIT	% on Revenu
LASER SYSTEMS	62.124	1.206	1,9%	(16)	0,0%	104.163	13.042	12,5%	12.092	11,6%
ELECTRONICS	20.291	1.194	5,9%	610	3,0%	32.949	4.546	13,8%	4.063	12,3%
SHEET METAL MACHINERY	92.181	2.431	2,6%	(3.402)	-3,7%	133.890	6.425	4,8%	1.737	1,3%
ADJUSTMENTS	(10.168)	(252)	2,5%	(247)	2,4%	(6.081)	(229)	3,8%	(226)	3,7%
CONSOLIDATED	164.428	4.579	2,8%	(3.055)	-1,9%	264.921	23.784	9,0%	17.666	6,7%

LASER SYSTEMS

Compared to the nine months of 2008 which were placed before the acute stage of the financial and economic crisis, the Laser systems segment recorded a decline in revenues (-40%) and consequently in EBITDA (-91%) and EBIT.

We set out in detail the operating results of the Laser systems segment, highlighting PRIMA INDUSTRIE SpA data.

COMPANY	30- SEPT -2009			30- SEPT -2008		
Values in thousands of euros	REVENUES	EBITDA	EBIT	REVENUES	EBITDA	EBIT
PRIMA INDUSTRIE SpA	42.444	1.398	389	85.442	10.530	9.768
Other companies and adjustments	19.680	(192)	(405)	18.721	2.512	2.324
LASER SYSTEMS	62.124	1.206	(16)	104.163	13.042	12.092

As reflected in the table above, the Parent Company recorded a net decline in revenues (drop of 50%) but despite the decrease in EBITDA (-87%) is has remained in profit (1,398 thousand euro). This was made possible by the aggressive policy of cost containment implemented by PRIMA INDUSTRIE.

On the whole this segment's profitability remained positive (EBITDA was positive at 1,206 thousand Euro) thanks to the contribution of the Parent Company and the positive contribution of certain elision entries (mainly the release of the inter-company inventory margins).

ELECTRONICS

Compared to the same period in 2008, in the first nine months of 2009 the Electronics segment recorded a decrease in revenues (-38%) and consequently in EBITDA (-74%).

We set out hereunder an analysis of the operating results of the Electronics segment, with highlights of PRIMA ELECTRONICS SpA data.

COMPANY	30-SEPT-2009			30-SEPT-2008		
Values in thousands of euros	RICAVI	EBITDA	EBIT	RICAVI	EBITDA	EBIT
PRIMA ELECTRONICS SpA	19.474	1.471	918	31.224	4.352	3.897
Other companies and adjustments	817	(277)	(308)	1.725	194	166
ELECTRONICS	20.291	1.194	610	32.949	4.546	4.063

As can be seen from the table set out above PRIMA ELECTRONICS SpA¹ experienced a decline in revenues (drop of 38%) and even EBITDA declined, reducing by 66% to 1,471 thousand Euro. It should be noted that the information relating to the first nine months of 2009 includes extraordinary costs related to the staff re-organisation plan. The decline in turnover and profitability in the segment was mainly attributable to the customers of the OSAI brand, operating in the wood and glass processing machines segments, which are more exposed to the economic slowdown. The other companies in the group also experienced this decline and recorded a decrease in their revenues and their profitability.

SHEET METAL PROCESSING MACHINERY

A comparison of the revenues and profitability in the Sheet Metal processing machinery segment is set out below. The comparison is made with the corresponding period in 2008 specifying, as set out in the beginning of this document, that the FINN-POWER Group (which represents the Sheet Metal processing machinery segment) was acquired on 04/02/2008, for which reason, the financial information relative to 2008 used for comparative purposes includes only eight months of the results of the Finnish Group.

A detailed analysis of the operating results of the Sheet Metal processing machinery segment is set out below, highlighting the data relative to FINN POWER OY.

COMPANY	30- SEPT - 2009			30- SEPT - 2008		
	<i>RICAVI</i>	<i>EBITDA</i>	<i>EBIT</i>	<i>RICAVI</i>	<i>EBITDA</i>	<i>EBIT</i>
<i>Valori in migliaia di euro</i>						
FINN-POWER OY	49.833	119	(2.689)	85.084	3.116	1.429
Other companies and adjustments	42.348	2.312	(713)	48.806	3.309	308
SHEET METAL MACHINERY	92.181	2.431	(3.402)	133.890	6.425	1.737

The Sheet Metal processing machinery segment, in terms of revenues, appears to be the most significant segment of the Group in these nine months. At 2,431 thousand Euro, EBITDA was affected by non-recurring costs mainly linked to the reorganisation underway and the extraordinary revenues from the EQT settlement, an event which is widely illustrated in the half-year report to 30/06/2009. EBIT for the segment reflected losses of 3,402 thousand Euros; amortisation of the trademark and the customer list, amounting to 1,880 thousand Euro, and the amortisation of the Group's development cost of 1,482 thousand Euro impacted significantly on this result.

¹ As from 01/07/2008 Techmark Srl was merged into OSAI SpA which, and as from 01/01/2009 was in turn merged into PRIMA ELECTRONICS SpA. Hence, for comparative purposes, the values of PRIMA ELECTRONICS at 30/09/2008 reflected in the table for the Electronics segment, include the values of Techmark S.r.l. and OSAI S.p.A.

Chapter 5. CONSOLIDATED FINANCIAL STATEMENTS OF PRIMA INDUSTRIE GROUP AT 30/09/2009

FINANCIAL STATEMENTS

CONSOLIDATED BALANCE SHEET

Values in Euro	Notes	30/09/2009	31/12/2008
Property, plant and equipment	6.1	32.625.529	35.503.867
Intangible assets	6.2	153.446.862	153.175.834
Investment properties	6.3	158.000	158.000
Investments accounted for using the equity method	6.4	4.263.070	4.062.534
Other investments	6.5	801.886	801.885
Other non current financial assets	6.6	78.966	368.190
Deferred tax assets	6.7	5.078.826	6.300.579
Other non current assets	6.10	451.741	1.688.820
Inventories	6.8	82.915.895	106.186.873
Trade receivables	6.9	54.830.869	72.266.007
Other receivables	6.10	5.595.737	7.460.278
Current tax receivables	6.11	6.015.342	3.551.878
Derivatives		-	-
Titoli negoziabili valutati al fair value		-	-
Cash and cash equivalents	6.12	8.878.077	14.467.456
CURRENT ASSETS		158.235.920	203.932.492
TOTAL ASSETS		355.140.800	405.992.201
Capital stock	6.13	16.000.000	16.000.000
Legal reserve	6.13	2.300.000	2.300.000
Other capital reserves	6.13	36.761.060	37.794.240
Currency translation reserve	6.13	(2.745.966)	(1.776.810)
Retained earnings	6.13	20.811.542	15.293.409
Profit for the year	6.13	(7.129.242)	5.476.434
Stockholders' equity of the Group		65.997.394	75.087.273
<i>Minority interest</i>		-	-
STOCKHOLDERS' EQUITY		65.997.394	75.087.273
Interest-bearing loans and borrowings	6.12	107.636.113	42.454.994
Employee benefit liabilities	6.14	7.615.341	9.021.418
Deferred tax liabilities	6.15	11.305.578	11.626.501
Provisions	6.16	60.159	87.210
Derivatives	6.12	7.558.363	5.854.189
NON CURRENT LIABILITIES		134.175.554	69.044.312
Trade payables	6.17	46.310.414	65.870.443
Advance payments	6.17	20.948.704	32.217.942
Other payables	6.17	19.070.840	22.716.004
Interest-bearing loans and borrowings	6.12	58.235.178	127.803.118
Current tax payables	6.18	1.168.589	2.824.569
Provisions	6.16	9.234.127	10.428.540
CURRENT LIABILITIES		154.967.852	261.860.616
TOTAL STOCKHOLDERS' EQUITY AND LIABILITIES		355.140.800	405.992.201

CONSOLIDATED INCOME STATEMENT

Values in Euro	Notes	30/09/2009	30/09/2008
Net revenues	6.19	164.428.343	264.920.824
Other income	6.20	2.624.743	2.822.424
Change in inventories of finished goods and WIP		(15.049.360)	6.521.525
Increases in fixed assets for internal work	6.21	4.985.666	5.317.613
Use of raw materials, consumables, supplies and goods		(67.237.083)	(133.364.565)
Personnel cost	6.22	(57.565.625)	(65.562.191)
Depreciation	6.23	(7.634.233)	(6.118.144)
Amortization and impairment		-	-
Other operating expenses	6.24	(27.607.284)	(56.871.573)
OPERATING PROFIT		(3.054.833)	17.665.913
Financial income	6.25	256.915	639.632
Financial expenses	6.25	(4.544.704)	(9.116.334)
Net exchange differences	6.25	(124.077)	(251.836)
Net result of investments accounted for using the equity method	6.26	7.155	466.367
RESULT BEFORE TAXES		(7.459.544)	9.403.742
Income taxes	6.27	330.302	(3.441.298)
NET RESULT		(7.129.242)	5.962.444
- Attributable to Group shareholders		(7.129.242)	5.962.444
- Attributable to minority shareholders		-	-
RESULT PER SHARE - BASIC (in euro)	6.28	(1,11)	1,19
RESULT PER SHARE - DILUTED (in euro)	6.28	(1,09)	1,16

COMPREHENSIVE INCOME STATEMENT

Values in Euro	Notes	39.994	39.629
NET RESULT (A)		(7.129.242)	5.962.444
Gains/(Losses) on cash flow hedges	6.13	(1.340.776)	(795.232)
Gains/(Losses) on exchange differences on translating foreign operations	6.13	(969.156)	576.223
TOTAL OTHER GAIN/(LOSSES) (B)		(2.309.932)	(219.009)
TOTAL NET RESULT OF THE PERIOD (A) + (B)		(9.439.174)	5.743.435

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

from January 1st to September 30th, 2008 (restated)

Values in Euro	01/01/2008	Change of consolidation area	Purchase/Sale of treasury stock	Gain on sale of treasury stock	Capital increase	Allocation of prior year profits	Distribution of dividends to stockholders	Net result	Other movements	Currency translation reserve	30/09/2008
Capital stock	11.500.000	-	-	-	4.500.000	-	-	-	-	-	16.000.000
Treasury stock	(87.880)	-	87.880	-	-	-	-	-	-	-	-
Azioni proprie detenute da controllate	-	-	-	-	-	-	-	-	-	-	-
Additional paid-in capital	15.664.893	-	-	-	21.150.000	-	-	-	-	-	36.814.893
Legal reserve	2.300.000	-	-	-	-	-	-	-	-	-	2.300.000
Capital increase - expenses	-	-	-	-	(935.688)	-	-	-	-	-	(935.688)
Stock option reserve	-	-	-	-	-	-	-	-	195.299	-	195.299
Other reserves	1.354.091	-	-	-	-	4.527.223	-	-	-	-	5.881.314
Currency translation reserve	(2.559.891)	-	-	-	-	-	-	576.223	-	-	(1.983.668)
Retained earnings	9.303.872	-	-	4.680	-	6.211.273	-	-	(9.313)	-	15.510.512
Net result	13.728.496	-	-	-	-	(10.738.496)	(2.990.000)	5.962.444	-	-	5.962.444
Stockholders' equity of the Group	51.203.581	-	87.880	4.680	24.714.312	-	(2.990.000)	5.743.435	185.986	-	78.949.874
Minority interest	237.134	(220.640)	-	-	-	-	-	-	-	(16.494)	-
STOCKHOLDERS' EQUITY	51.440.715	(220.640)	87.880	4.680	24.714.312	-	(2.990.000)	5.743.435	185.986	(16.494)	78.949.874

from January 1st to September 30th, 2009

Values in Euro	01/01/2009	Change of consolidation area	Purchase/Sale of treasury stock	Gain on sale of treasury stock	Capital increase	Allocation of prior year profits	Distribution of dividends to stockholders	Net result	Other movements	Currency translation reserve	30/09/2009
Capital stock	16.000.000	-	-	-	-	-	-	-	-	-	16.000.000
Treasury stock	-	-	-	-	-	-	-	-	-	-	-
Azioni proprie detenute da controllate	-	-	-	-	-	-	-	-	-	-	-
Additional paid-in capital	36.814.893	-	-	-	-	-	-	-	-	-	36.814.893
Legal reserve	2.300.000	-	-	-	-	-	-	-	-	-	2.300.000
Capital increase - expenses	(973.223)	-	-	-	-	-	-	-	-	-	(973.223)
Stock option reserve	318.364	-	-	-	-	-	-	-	307.596	-	625.960
Other reserves	5.881.314	-	-	-	-	-	-	-	-	-	5.881.314
Currency translation reserve	(1.776.810)	-	-	-	-	-	-	(969.156)	-	-	(2.745.966)
Retained earnings	15.293.409	41.699	-	-	-	5.476.434	-	-	-	-	20.811.542
Net result	5.476.434	-	-	-	-	(5.476.434)	-	(7.129.242)	-	-	(7.129.242)
Stockholders' equity of the Group	75.087.273	41.699	-	-	-	-	-	(9.439.174)	307.596	-	65.997.394
Minority interest	-	-	-	-	-	-	-	-	-	-	-
STOCKHOLDERS' EQUITY	75.087.273	41.699	-	-	-	-	-	(9.439.174)	307.596	-	65.997.394

CONSOLIDATED STATEMENT OF CASHFLOW

VALUES IN EURO	30/09/2009	30/09/2008 (restated)
Net result	(7.129.242)	5.962.444
Adjustments (sub-total)	11.403.452	3.648.088
Depreciation and amortization	7.634.233	6.118.144
Net change in deferred tax assets and liabilities	900.830	(706.634)
Net result of investments accounted for using the equity method	(7.155)	(466.367)
Change in employee benefits	(1.406.077)	(205.940)
Change in inventories	23.270.978	(17.707.474)
Change in trade receivables	17.435.138	12.921.063
Change in trade payables	(30.829.267)	12.820.915
Net change in other receivables/payables and other assets/liabilities	(5.595.228)	(9.125.619)
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES (A)	4.274.210	9.610.532
Cash flow from investments		
Acquisition FINN-POWER Group (net of cash acquired)	-	(85.217.377)
Acquisition of OSAI UK minorities	-	(256.525)
Acquisition of tangible fixed assets	(942.199)	(5.866.846)
Acquisition of intangible fixed assets	(5.023.870)	(5.009.202)
Disposal/(Purchase) investments accounted for using the equity method	-	(823.625)
Change in financial receivables and other financial assets	-	913.219
Net disposal of tangible and intangible fixed assets	640.706	33.254
Change in financial receivables and other financial assets	(410.000)	-
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES (B)	(5.735.363)	(96.227.102)
Cash flow from financing activities		
Change in other non current financial liabilities and other minor items	1.913.663	636.440
Net purchase of treasury stocks	-	87.880
Increases in loans and borrowings	25.190.717	173.067.974
Repayment of loans and borrowings	(28.561.783)	(111.756.104)
Net change in financial lease liabilities	(710.185)	(581.983)
Increase in capital	-	24.714.312
Other changes in equity	(1.960.638)	(9.252)
Dividends paid	-	(2.990.000)
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES (C)	(4.128.226)	83.169.267
Net change in cash and equivalents (D=A+B+C)	(5.589.379)	(3.447.303)
Cash and equivalents beginning of period (E)	14.467.456	21.551.369
Cash and equivalents end of period (F=D+E)	8.878.077	18.104.066

Chapter 6. EXPLANATORY NOTES

COMPANY INFORMATION

PPRIMA INDUSTRIE S.p.A.'s corporate mission is the design, manufacture and sale of mechanical, electrical and electronic machines and systems and the related software programs for use in industrial automation or in other sectors in which the Company's technology may be usefully employed.

The main activity is focused in the cutting and welding laser machines sector.

PRIMA North America Inc. (operating under US law) is structured into two divisions:

- CONVERGENT LASERS DIVISION: which designs, manufactures, sells and renders assistance in respect of industrial lasers throughout the world.
- LASERDYNE SYSTEMS DIVISION: which designs, manufactures, sells and renders assistance in respect of Laserdyne systems throughout the world. These systems are specialized in the use of lasers for the production of components for aeronautic motors and turbines for the generation of energy.

PRIMA INDUSTRIE GmbH (incorporated in terms of German law) carries out management and promotional activities and provides assistance on the Scandinavian market.

PRIMA FINN-POWER SWEDEN AB (incorporated in terms of Swedish law) carries out management and promotional activities and provides assistance on the Scandinavian market.

PRIMA FINN-POWER UK Ltd (incorporated under English law) carries out management and promotional activities and provides assistance on the English and neighbouring markets.

PRIMA FINN-POWER CENTRAL EUROPE Sp.zo.o. (formerly PRIMA FINN-POWER POLSKA Sp.z.o.o. incorporated under Polish law) carries out management and promotional activities and provides assistance on the Eastern European markets.

PRIMA INDUSTRIE (Beijing) Co. Ltd. (incorporated in terms of Chinese Law) has been operative from the second quarter of 2008 and provides assistance on the Chinese market.

PRIMA ELECTRONICS S.p.A.'s corporate mission is the design, manufacture and sale of mechanical, electrical and electronic equipment, systems and installations and the relevant software programs bearing the PRIMA ELECTRONICS, OSAI and TECHMARK trademarks. The company may also acquire and grant manufacturing licences.

This company is the parent company of the group composed of the following firms:

- OSAI USA Llc., 100% shareholding
- OSAI UK Ltd., wholly-owned subsidiary
- OSAI GmbH, wholly-owned (in liquidation as of the 2nd half of 2009)

The FINN-POWER Group, with headquarters in Kauhava Finland and production sites in Finland and Italy and subsidiary companies in Italy, Germany, France, Belgium, Spain, the USA and Canada, operates mainly in the segment of machines for Sheet

Metal processing (punching machines, punching-shearing cells and punching machines-lasers, automatic bending cells and the related automation systems) and, to a lesser extent, in the segment of laser cutting machines, a segment in which the PRIMA INDUSTRIE Group is a leader.

FINN-POWER products are positioned within the average to high range and are characterized by high versatility and size as well as a high degree of automation: the company is renowned for its flexible production systems operating throughout the whole production unit.

FINN-POWER OY (purchased by PRIMA INDUSTRIE S.p.A. in February 2008) is the parent company of the Group made up as follows:

- FINN-POWER ITALIA Srl, wholly-owned, whose mission is, on one hand, the production of the FINN-POWER range of products (panel shaping machines), and, on the other, the sale of and assistance for all FINN-POWER products on the Italian market.
- FINN-POWER GmbH, wholly-owned subsidiary, commercial company and assistance.
- PRIMA FINN-POWER FRANCE Sarl, wholly-owned subsidiary, commercial company and assistance.
- PRIMA FINN-POWER NV, wholly-owned subsidiary, commercial company and assistance.
- PRIMA FINN-POWER IBERICA, SL, holding of 78.3% (the remaining 21.7% is held by PRIMA INDUSTRIE S.p.A.), commercial company and assistance.
- BALAXMAN OY, wholly-owned subsidiary
- PRIMA FINN-POWER North America, wholly-owned subsidiary, commercial company and assistance.
- PRIMA FINN-POWER CANADA Ltd, wholly-owned subsidiary, commercial company and assistance.

FORM AND CONTENT

The abridged consolidated Financial Statements of the PRIMA INDUSTRIE Group to 30/09/2009 were drawn up within the framework of continuing company activities (for more details see "Accounting principles") and observing the International Financial Reporting Standards issued by the International Accounting Standards Board and approved by the European Union (defined as "IFRS"), as well as the legislative and regulatory provisions currently in force in Italy (with particular reference to Legislative Decree no. 58/1998 and subsequent amendments, and Issuers regulations issued by CONSOB). "IFRS" means the International Accounting Standards (IAS) still in force, as well as all the interpretational documents issued by the International Financial Reporting Interpretations Committee ("IFRIC") previously known as the Standing Interpretations Committee ("SIC").

The consolidated financial statements at 30/09/2009 were prepared in abridged form in accordance with IAS 34 "Interim Financial Statements" and do not include all the information required in the annual Financial Statements and must be read together with the annual Financial Statements prepared for the year ending 31/12/2008.

The abridged consolidated financial statements at 30/09/2009 of the PRIMA INDUSTRIE Group are presented in Euro which is also the currency of the economies in which the group mainly operates.

The foreign subsidiaries are included in these abridged Consolidated Financial Statements to 30/09/2009 in accordance with the principles described in the Note entitled "Accounting Principles" in the Consolidated Financial Statements to 31/12/2008 to which the reader is referred.

The Balance Sheet information as at 31/12/2008, the Income Statement information as well as that relative to the cash-flow for the first nine months of 2008 were presented for comparative purposes; we have also set out the movements in shareholders' equity for the first nine months of 2008 in application of IAS 1 (Presentation of the Financial Statements). As set out in the beginning of this report, in compliance with the provision of IFRS 3 the comparative information relative to 30/09/2008 is disclosed as if the cost accounting for the business combination (acquisition of the FINN-POWER Group) were already completed as from the date of acquisition (04/02/2008).

Completion of the process of the purchase price allocation of the FINN-POWER Group

As of 31/12/2008 the PRIMA INDUSTRIE Group finally completed the allocation of the purchase price of the FINN-POWER Group (which took place on 04/02/2008) on the basis of IFRS 3.

As a result of the above, in order to give the reader a better insight into the information and in compliance with the provisions of IFRS 3, the information at 30/09/2008 has been re-presented, thus as if the effects of the cost allocation had taken place at 04/02/2008, the date of the acquisition of the FINN-POWER Group.

The effects on the results of the financial period and on the shareholders' equity are as follows.

<i>Connection between result and equity after completing the allocation of the cost of the business combination (PPA) formerly IFRS 3 (values expressed in thousands of euro)</i>	<i>Shareholders' equity at 30.09.08</i>	<i>Result at 30.09.08</i>
Consolidated Financial Statements PRIMA INDUSTRIE Group (before PPA)	80.428	7.441
Intangible fixed assets	5.939	(1.981)
Tangible fixed assets	1.722	(18)
Other current liabilities	875	-
Deferred taxes	(10.014)	520
Consolidated Financial Statements PRIMA INDUSTRIE Group (after	78.950	5.962

For more details in relation to this acquisition please refer to the chapter "7. BUSINESS AGGREGATIONS AND ACQUISITION OF MINORITY INTERESTS" in the Consolidated Annual Financial Statements for the year ended 31/12/2008.

ACCOUNTING PRINCIPLES

Principle of going concern

The abridged Financial Statements to 30/09/2009 were drawn up within the framework of going concern since it is reasonable to expect PRIMA INDUSTRIE to continue operating in the foreseeable future.

In particular, the following factors were taken into consideration in that, given current conditions, they are not significant cause to doubt the Group's status as a going concern:

- the main risks and uncertainties to which the Group is exposed and which are dealt with in Chapter "3 - INTERIM REPORT ON GROUP OPERATIONS" in the paragraph entitled "EXPECTED DEVELOPMENTS AND OUTLOOK FOR THE CURRENT YEAR";
- the positive outcome of the measures adopted to contain financial indebtedness through suspension of covenants for 2009 and the advance on the C tranche of the FINPOLAR loan;
- the resolution to increase share capital by up to 15.5m Euro, in addition to warrants;
- the identification, analysis, objectives and policies of financial risk management (market risk, credit risk and cash flow risk), described in Note 6.32 "Financial risk management".

Accounting criteria and principles of consolidation

The accounting criteria and principles of consolidation adopted for the consolidated abridged financial statements at 30/09/2009 were in line with those used for the annual statements at 31/12/2008, to which the reader is referred except for the new principles/interpretations adopted by the Group from 1 January 2009 (in particular revised IAS 1) and described below, and the adjustments dictated by the nature of the interim disclosures.

In particular and at the time of preparing the abridged consolidated financial statements at 30/09/2009, the income taxes for the period for the individual consolidated enterprises were determined on the basis of the best possible estimate in relation to the information available and on the reasonable estimate of the trend for the financial year until the end of the tax period.

Use of accounting estimates

The preparation of an interim report requires management to make estimates and assumptions that have an effect on the revenue values, as well as on the costs and the assets and liabilities in the Financial Statements and on the report relating to the potential assets and liabilities at the date of the Interim Financial Statements. In the future, should these estimates and assumption that are based on management's best assessment, differ from the actual circumstances, they will be changed in an appropriate way in the period in which the circumstances themselves change. In particular and at the time of preparing the abridged consolidated financial statements to 30/09/2009, the income taxes for the period for the individual consolidated enterprises were determined on the basis of the best possible estimate in relation to the information available and on the reasonable estimate of the trend for the financial year until the end of the tax period.

ACCOUNTING STATEMENT FORMAT

As far as the lay-out of the Financial Statements is concerned, the Group has decided to use the lay-out described herein below:

- a) as regards the consolidated Balance Sheet the Company has adopted the lay-out which reflects the assets and liabilities distinguishing between "current" (i.e. liquid/due within one year) and "non current" (i.e. illiquid/due beyond one year);
- b) as regards the Income Statement, the Company has adopted the lay-out that provides for the allocation of costs according to their nature; the overall consolidated Income Statement includes, in addition to profits/losses for the period, as in the consolidated balance sheet, the other changes to shareholders' equity movements, other than those with shareholders;

- c) as regards the statement of changes in Stockholders' Equity, the Company adopted the lay-out that reconciles the opening and closing balances of each item of equity both for the period underway as well as for the previous one;
- d) as regards the Cash Flow Statement the Company elected the so-called "indirect" method, in which one determines the financial flow net of operating activities adjusting the profit and loss for the effects of:
 - non-monetary elements such as depreciation, impairment, profits and losses on exchange and associated unrealised items;
 - the changes in inventories, receivables and payables generated by the operating activities;
 - other elements where the financial flows are generated by investment activities and financing.

This Interim Report on Operations was authorised for publication by the Board of Directors on 13/11/2009.

EXPLANATORY NOTES

The information contained in the Notes is expressed in Euro, unless otherwise stated.

NOTE 6.1 - TANGIBLE FIXED ASSETS

At 30/09/2009 the tangible fixed assets amounted to 32,626 Euro, a decrease compared to the 2,878 thousand Euro as at 31/12/2008.

For more detail in regard to the above please refer to the table set out below.

Tangible fixed assets	Land and buildings	Machinery and equipment	Industrial and commercial equipment	Other goods	Current fixed assets	TOTAL
Values at 1 January 2008						
Historic cost	6.686.770	6.141.362	5.005.155	6.037.191	243.624	24.114.102
Depreciation fund	(719.626)	(4.102.905)	(4.165.410)	(4.960.283)	-	(13.948.224)
Net value at 1 January 2008	5.967.144	2.038.457	839.745	1.076.908	243.624	10.165.878
Year 2008						
Net value at 1 January 2008	5.967.144	2.038.457	839.745	1.076.908	243.624	10.165.878
Variation in area of consolidation	21.047.799	9.660.101	-	6.679.180	-	37.387.080
Variation in area of consolidation on depreciation	(2.932.916)	(6.353.519)	-	(5.488.224)	-	(14.774.659)
Increases	3.612.005	1.156.641	479.373	1.183.930	207.444	6.639.393
Removals	(404.846)	(42.515)	(67.216)	-	-	(514.577)
Depreciation fund use	128.784	17.510	57.321	-	-	203.615
Depreciation	(1.105.264)	(1.413.639)	(393.656)	(885.637)	-	(3.798.196)
Impairment	-	(25.000)	-	-	-	(25.000)
Restatements	-	2.760	-	-	(2.760)	-
Depreciation fund restatements	-	-	-	-	-	-
Exchange rate differences	180.922	128.280	-	103.040	-	412.242
Exchange rate differences on depreciation fund	-	(84.030)	-	(107.879)	-	(191.909)
Net value at 31.12.08	26.493.628	5.085.046	915.567	2.561.318	448.308	35.503.867
Values at 1 January 2009						
Historic cost	31.122.650	17.021.629	5.417.312	14.003.341	448.308	68.013.240
Depreciation fund	(4.629.022)	(11.936.583)	(4.501.745)	(11.442.023)	-	(32.509.373)
Net value at 1 January 2009	26.493.628	5.085.046	915.567	2.561.318	448.308	35.503.867
30 september 2009						
Net value at 01.01.09	26.493.628	5.085.046	915.567	2.561.318	448.308	35.503.867
Variation in area of consolidation	-	-	-	-	-	-
Variation in area of consolidation on depreciation	-	-	-	-	-	-
Increases	-	123.103	265.484	388.546	165.066	942.199
Removals	(738.887)	(167.145)	(1.159)	(125.877)	-	(1.033.068)
Depreciation fund use	210.026	63.795	-	118.541	-	392.362
Depreciation	(862.008)	(1.144.862)	(324.713)	(713.791)	-	3.045.374
Impairment	-	-	-	-	-	-
Restatements	-	(26.211)	(23.376)	49.587	-	-
Depreciation fund restatements	-	-	-	-	-	-
Exchange rate differences	(106.438)	(173.186)	930	(183.810)	-	(462.504)
Exchange rate differences on depreciation fund	15.130	129.189	(743)	184.471	-	328.047
Net value at 30.06.09	25.011.451	3.889.729	831.990	2.278.985	613.374	32.625.529
Net value at 30 September 2009						
Historic cost	30.277.325	16.778.191	5.659.191	14.131.787	613.374	67.459.868
Depreciation fund	(5.265.874)	(12.888.462)	(4.827.201)	(11.852.802)	-	(34.834.339)
Net value at 30.06.09	25.011.451	3.889.729	831.990	2.278.985	613.374	32.625.529

During the period certain disposals were made, mainly in FINN POWER OY. The reduction in the net book value of the tangible fixed assets mainly reflects depreciation for the financial year, for net investments that were not particularly high.

NOTE 6.2 - INTANGIBLE FIXED ASSETS

The intangible fixed assets at 30/09/2009 amounted to 153,447 thousand Euro, an increase compared to 31/12/2008 of 271 thousand Euro.

The reader is referred to the table set out below for more details regarding the movements in the intangible fixed assets during the first nine months of 2009.

Intangible fixed assets	Goodwill	Development costs	Other goods	TOTAL
Year 2008				
Net value at 1 January 2008	6.351.258	-	361.788	6.713.046
Variation in area of consolidation	96.077.967	2.847.623	44.719.356	143.644.946
Exchange rate differences	119.498	-	-	119.498
Increases/(decreases)	36.770	5.515.715	1.875.702	7.428.187
Restatements	-	940.797	(940.797)	-
Depreciation	-	(1.291.446)	(3.438.397)	(4.729.843)
Impairment	-	-	-	-
Net value at 31 December 08	102.585.493	8.012.689	42.577.652	153.175.834
30 september 2009				
Net value at 1 January 2009	102.585.493	8.012.689	42.577.652	153.175.834
Variation in area of consolidation	-	-	-	-
Increases/(decreases)	-	4.471.371	552.499	5.023.870
Restatements	-	-	-	-
Depreciation	-	(1.860.333)	(2.728.526)	(4.588.859)
Impairment	-	-	-	-
Exchange rate differences	(108.686)	(55.297)	-	(163.983)
Net value at 30 June 2009	102.476.807	10.568.430	40.401.625	153.446.862

The most important item is Goodwill, which at 30/09/2009 amounts to 102,477 thousand Euro. All Goodwill recorded in the Financial Statements relates to the greater value paid compared to the fair value of the business acquired.

The table below sets out the book value of the goodwill allocated to each cash generating unit.

CASH GENERATING UNIT	GOODWILL BOOK VALUE	GOODWILL BOOK VALUE
	31/12/2008	30/06/2009
OSAI (Service)	4.125	4.125
PRIMA NORTH AMERICA	2.192	2.083
MLTA	154	154
OSAI UK	37	37
TOTAL	102.586	102.477

Goodwill is not subject to amortisation (as it has an indefinite useful life) and is annually subject to check for reduction in value (impairment test). Considering the consolidated results of the first half of 2009, the group performed an impairment test on 30/06/2009 on the value of the main goodwill transactions (FINN-POWER Group, OSAI-Service and PRIMA NORTH AMERICA), for which the reader is referred to the half-year report to 30/06/2009. As the conditions of the CGU in the FINN-POWER Group did not change in a significant way compared to 30/06/2009, this test was not repeated at 30/09/2009.

NOTE 6.3 - INVESTMENTS IN NON-INSTRUMENTAL FIXED ASSETS

This item has remained unchanged compared to 31/12/2008 and amounts to 158 thousand Euro; the asset relates to an area zoned for agricultural purposes owned by FINN-POWER Italia, situated in Asola (Mantua). The area was valued by an independent expert during 2008.

NOTE 6.4 - EQUITY INVESTMENTS VALUED ACCORDING TO THE EQUITY METHOD

The value of the equity investments included in this item has increased compared to the previous period by 201 thousand Euro. The change is due both to the allocation of the share of the result as well as to the adjustment of the exchange rate of the equity investments included in this item. The value entered in the abridged consolidated financial statements to 30/09/2009 refers to 4,187 thousand Euro for the 35% shareholding in Shanghai Unity Prima Laser Machinery Co. Ltd and 76 thousand Euro for the 50% in SNK Prima Company Ltd. In September, the due expiry date of 26/09/2009 for the Chinese joint venture Shenyang Prima Laser Machine Co. Ltd was postponed a further 12 months, in order to facilitate the passage of the shareholding held by PRIMA INDUSTRIE SpA to the Chinese partner Shenyang Machine Tool Company, which is expected to take place in the first months of 2010.

NOTE 6.5 - OTHER SHAREHOLDINGS

The item, Other Shareholdings, remains substantially unchanged with respect to the previous year.

This item is made up as follows:

- Electro Power Systems (750 thousand Euro);
- Sintesi Consortium (52 thousand Euro).

The equity investment in Electro Power Systems is held by the subsidiary PRIMA ELECTRONICS and amounts to 3.08%, whereas the equity investment in Consorzio Sintesi is held by the Parent company and amounts to 10%.

Among other shareholdings is the stake to the value of 1 Euro held in OSAI GmbH, which, during the third quarter of 2009, was placed into liquidation and consequently has been excluded from the area of consolidation.

NOTE 6.6 - OTHER FINANCIAL ASSETS

The other financial assets item decreased by 289 thousand Euro compared to 31/12/2008 refers, following termination of the single 5-year premium capitalization policy, underwritten on 08/09/2004 by the parent company.

NOTE 6.7 - TAX ASSETS FOR PREPAID TAXES

Fiscal assets for prepaid taxes amount to 5,079 thousand euro, down from the previous year by 1,222 thousand euro.

The timing differences that generated this tax asset relate to unrealised margins on infra-group sales, warranty provisions, the provision for bad debts and write-off of inventories. The decrease compared to 31/12/2008 is mainly due to the use of the warranty provisions and repayment of infra-group margins due to the drop in revenues. The prepaid taxes were accounted for in the Financial Statements only where the conditions for recovery exist.

In view of the above and considering the policies operated on the principle of continuity, no elements arose during the first nine months of 2009 to modify evaluations regarding the recoverability of prepaid taxes.

Some FINN-POWER Group companies recorded prepaid taxes, while none was recorded on the remaining, in view of the historical losses incurred and in line with the measures adopted in the previous year.

NOTE 6.8 - INVENTORIES

The table below sets out the breakdown of the inventories at 31/12/2008 and at 30/09/2009.

INVENTORY	30/09/2009	31/12/2008
Raw materials	36.127.895	42.879.564
(Raw materials write-down fund)	(3.718.505)	(3.887.811)
Unfinished products	15.094.418	22.196.967
(Unfinished products write-down fund)	(211.000)	(211.000)
Finished products	37.854.620	48.352.656
(Finished products write-down fund)	(2.231.533)	(3.143.503)
TOTAL	82.915.895	106.186.873

At 30/09/2009 the inventories amounted to 82,916 thousand Euro net of the provision for write-downs of inventories totalling 6,161 thousand Euro.

The value of warehouse inventories at 30/09/2009 shows a net decrease of 23,271 thousand Euro. The reduction in the net value of inventories reflects the Group's capacity to adapt stock to the lower levels of production. In addition to the drop in production as a response to the reduction in sale volumes, this decrease also reflects the already cited strategy of destocking activated by the Group's companies.

NOTE 6.9 - TRADE RECEIVABLES

The trade receivables at 30/09/2009 amounted to 54,831 thousand Euro and compared to the previous financial year the item recorded a decrease of 17,435 thousand Euro.

TRADE RECEIVABLES	30/09/2009	31/12/2008
Receivables from clients	60.343.622	77.302.380
Receivables write-down fund	(5.933.732)	(6.045.143)
Net receivables from clients	54.409.890	71.257.237
Receivables from affiliates	420.979	1.008.770
Receivables from affiliates write-down fund	-	-
TOTAL	54.830.869	72.266.007

The receivables from associates amount to 421 thousand euro and are commented on in note 6.29 "Transactions with associated parties". The significant reduction in trade receivables between 31/12/2008 and 30/09/2009 was determined by a reduction in sales revenues. With reference to the provisions for doubtful loans, there were no significant variations, since it is believed that the credit risk was sufficiently covered by the allocated provisions.

NOTE 6.10 - OTHER RECEIVABLES

The Other current receivables at 30/09/2009 amount to 5,596 thousand Euro and have decreased compared to the previous period by 1,865 thousand Euro.

Other receivables mainly relate to accruals and prepayments, advances to suppliers, advances on travelling expenses paid to employees and research and development contributions.

Other non-current receivables were reduced by a total of 1,237 thousand Euro compared to 31/12/2008 mainly due to the settlement of the EQT loan (1,271 thousand Euro) entered in accordance with a contract clause and repaid as part of the already mentioned transaction.

NOTE 6.11 - OTHER TAX ASSETS

The item amounts to 6,015 thousand Euro against 3,552 thousand Euro in the previous year. Tax assets are represented mainly by VAT receivables (3,716 thousand Euro), as well as advances on current taxes and by the receivables entered by PRIMA North America on mid-year losses (see Note 6.27). With reference to this item, American tax law allows companies making losses in 2009 to apply for the reimbursement of prepaid taxes paid in the three previous years (this application does not require companies to produce positive tax contributions in the future). This item was entered under "Other current tax assets".

NOTE 6.12 - NET FINANCIAL POSITION

At 30/09/2009 the Group's net financial position showed a net debt of 164,552 thousand Euro, an increase compared to 31/12/2008 of 2,907 thousand Euro. For a better understanding of the changes in the net financial position during the first nine months of 2009, the reader is referred to the cash-flow statement for the period.

As required by Consob Notice No. DEM/6064293 dated 28 July 2006, the table below sets out the net financial borrowings at 30/09/2009 and 31/12/2008, determined by reference to the criteria specified by the Recommendations of the CESR (Committee of European Securities Regulators) dated 10 February 2005 entitled "Recommendations for the consistent implementation of the European Commission's Regulation on Prospectuses" and referred to by Consob itself.

FINANCIAL POSITION		
<i>Values expressed in thousands of euro</i>	30/09/2009	31/12/2008 (*)
A CASH	8.878	14.467
B OTHER CASH ON HAND	-	-
C SECURITIES HELD FOR NEGOTIATION	-	-
D CASH ON HAND (A+B+C)	8.878	14.467
E CURRENT FINANCIAL RECEIVABLES	-	-
F CURRENT BANK PAYABLES	10.932	6.760
G CURRENT PART OF NON-CURRENT INDEBTEDNESS	31.473	118.091
H OTHER CURRENT FINANCIAL PAYABLES	15.831	2.952
I CURRENT FINANCIAL INDEBTEDNESS (F+G+H)	58.236	127.803
J NET CURRENT FINANCIAL INDEBTEDNESS (I-D-E)	49.358	113.336
K NON-CURRENT BANK PAYABLES	106.157	12.288
L BONDS ISSUED	-	-
M OTHER NON-CURRENT FINANCIAL PAYABLES	9.037	36.021
N NON-CURRENT FINANCIAL INDEBTEDNESS (K+L+M)	115.194	48.309
O NET FINANCIAL INDEBTEDNESS (J+N)	164.552	161.645

(*) Al fine di rendere i dati maggiormente comparabili, i valori relativi al 2008 sono stati oggetto di riclassifica

Net indebtedness does not reflect significant changes, on the whole, although during the following movements were seen during the first nine months of the year:

- restatement of current indebtedness to non-current indebtedness for the FINPOLAR loan following a formal communication received in March 2009, pre-determining the financial indexes ("covenants") by the credit institutions;
- repayment of the two instalments for tranche A of the FINPOLAR loan on the planned dates (4 February and 4 August 2009) totalling 7,050 thousand Euro;
- reduction in other non-current financial payables by around 26.8 m Euro for payables to EQT. This reduction reflects the repayment of sums as already mentioned, and determined a reduction in payables by about 14m Euro. The difference of 12.8m Euro, due for repayment by the end of the year, was re-classified under the item "other current financial payables". In order to meet this commitment, the company requested advance payment of tranche C of the FINPOLAR loan from the financing banks, originally due by contract in 2011;
- use for cashflow purposes from 2009 of tranche D of the FINPOLAR loan totalling 18,000 thousand Euro (against the 20,000 thousand agreed by contract for this credit line). This form of use is entered under "current part of non-current indebtedness" although the company can use this credit line by contract until 2016.

LIQUIDITY

The reader is referred to the Consolidated Cash-flow Statement for greater detail relative to the increase in liquidity.

BANK BORROWINGS

The main item relevant to bank borrowings is the FINPOLAR loan. At 30/09/2009 this loan stood at 119,665 thousand Euro and is divided as follows:

- medium/long-term loan of 38,315 thousand Euro (expiring in February 2015 with repayment in semi-annual instalments of unvarying capital);
- medium/long-term loan of 63,350 thousand (expiring in February 2016 with a "bullet" repayment on expiry);
- credit line for cashflow with maximum capital of 20 million Euro (so far, 18m Euro have been used for cashflow).

The instalments due in February 2009 and August 2009 of the loan with half-yearly repayments and expiring in 2015 (tranche A) were made on their respective due dates (capital portion of each instalment being 3,525 thousand).

As already mentioned in chapter 3 "INERIM REPORT ON OPERATIONS", in the paragraphs "NET FINANCIAL POSITION" and "EXPECTED DEVELOPMENTS AND OUTLOOK FOR THE CURRENT YEAR", the FINPOLAR loan is subject to several covenants, which, following amendments to the FINPOLAR loan agreement, will be suspended during 2009, with the proviso that from 31 December 2010 and for the remaining duration of the FINPOLAR loan agreement, the company must respect the covenants as established by contract.

The non-current bank borrowings include the negative fair value of certain financial derivatives (IRS – Interest Rate Swap) which stand at a total of 7,558 Euro. The main contracts are those stipulated by PRIMA INDUSTRIE S.p.A. in partial coverage of the interest rate risk on the aforementioned FINPOLAR loan. The efficiency tests carried out on the hedge agreements showed considerable effectiveness at 30/09/2009 and hence, since the other requirements of IAS 39 had been observed, were entered using hedge accounting criteria.

Given their characteristics, the financial instruments not tested for efficiency were entered in the balance sheet as changes in fair value.

Bank borrowings include bank overdrafts of 6,995 thousand Euro and other medium/long-term payables amounting to 14,344 thousand Euro.

OTHER FINANCIAL PAYABLES

Again in relation to the FINN-POWER operation, the other current financial payables include 12,978 thousand Euro price adjustment, to be paid to the seller by 30/11/2009.

The other financial payables also include:

- payables for financial leases (almost exclusively real estate) amounting to 8,300 thousand Euro (of which 642 thousand Euro is current and 7,658 thousand Euro is non-current);
- current payables due to factoring houses amounting to 1,924 thousand Euro.
- payables due to other lenders (mainly for facilitated ministerial loans) totalling 1,666 thousand Euro (of which 1,379 thousand non-current).

MOVEMENT IN BANK BORROWINGS AND LOANS

The bank payables and loans of the PRIMA INDUSTRIE Group at 30/09/2009 (not including the fair value of derivatives) amount to 165,871 thousand Euro and the movements in the first nine months of 2009 are set out below.

BANK BORROWINGS AND LOANS	Euro thousands of euro
Bank borrowings and loans - current quota (01/01/2009)	127.803.118
Bank borrowings and loans - non-current quota (01/01/2009)	42.454.994
TOTAL BANK BORROWINGS AND LOANS AT 01/01/2009	170.258.112
Variation in area of consolidation	-
Conclusion of loans and financing	22.279.051
Reimbursement of loans and financing	(22.533.017)
Change to net liabilities for financial leasing and Sabatini operations	(424.523)
Exchange rate effect	(89.368)
TOTAL BANK BORROWINGS AND LOANS AT 30/06/2009	169.490.255
of which	
Bank borrowings and loans - current quota (30/06/09)	57.555.635
Bank borrowings and loans - non-current quota (30/06/09)	111.934.620
TOTAL BANK BORROWINGS AND LOANS AT 30/06/2009	169.490.255

NOTE 6.13 - SHAREHOLDERS' EQUITY

During the period there were no extraordinary operations in relation to the shareholders' equity; for more details in relation to this item the reader is referred to the schedule of movements in shareholders' equity.

NOTE 6.14 - EMPLOYEE BENEFIT LIABILITIES

The item Employee Benefits is made up of the following:

- The Employees Severance Pay (TFR) recognised by the Italian companies to the employees.
- a fidelity bonus granted by the Parent Company and PRIMA ELECTRONICS to their employees;

- a pension fund recognised by PRIMA INDUSTRIE GmbH and PRIMA FINN-POWER FRANCE Sarl to their employees.

EMPLOYEE BENEFITS	30/06/09	31/12/08
Severance indemnity	6.530.143	8.002.738
Fidelity premium	1.085.198	1.018.680
TOTAL	7.615.341	9.021.418

The reduction compared to 2008 is due mainly to the aforementioned staff reorganisation and the incentivised departure of some resources. It is also to be noted that, since 2007, Italian employees no longer make contributions to TFR, the staff severance fund.

NOTE 6.15 - TAX LIABILITIES FOR DEFERRED INCOME TAX

The tax liabilities for deferred taxes amount to 11,306 thousand Euro and reflect a decrease compared to the previous financial year which amounted to 321 thousand Euro.

It should be noted that this item also includes tax liabilities for deferred taxes on the trademark, in relation to the customer list and on the real estate property in Cologne Veneta arising from the FINN-POWER business combination amounting to 9,353 thousand Euro.

NOTE 6.16 – PROVISIONS

The provisions for risks and charges amount to 9,294 thousand Euro, a decrease compared to 31/12/2008 of 1,221 thousand Euro.

The most significant type concerns the Product Guarantee Reserve. The Product Guarantee Reserve relates to the provisions made for technical interventions on Group products under guarantee and is considered to be appropriate in relation to the guarantee costs that must be incurred.

Non-current provisions for risks refer exclusively to the provision for agents' customer indemnity and total 60 thousand Euro (down 27 thousand Euro from 31/12/2008). Current provisions refer mainly to product guarantees (6,494 thousand Euro down by 2,491 thousand Euro from 31/12/2008). The reduction in product guarantee provisions is the direct consequence in the fall in sales over the first nine months of 2009 and the reduction in the size of the machine pool under guarantee. Compared to 31/12/2008 the Group recorded provisions for business reorganisation totalling 437 thousand Euro (of which 289 thousand Euro for FINN-POWER OY and 148 thousand Euro for PRIMA ELECTRONICS).

NOTE 6.17 - TRADE PAYABLES, ADVANCES AND OTHER PAYABLES

The value of these payables has decreased compared to 31/12/2008 by a total amount of 34,474 thousand Euro. The trade payables and advances are the types of payables that decreased the most, mostly all due to the decreased volumes of sales.

In particular, considering a reduction in trade receivables and payables, there emerges a more than proportionate reduction in the latter, mainly due to the reorganisation of payment terms arranged with FINN-POWER suppliers. It should be noted that the item Advances by customers includes both the advances on orders relative to machines not yet delivered, as well as those generated by the application of IAS 18 relative to machinery already delivered but not yet accepted by the end customer and thus not accountable as revenue.

NOTE 6.18 - TAX LIABILITIES FOR CURRENT TAXES

The tax liabilities for current taxes at 30/09/2009 amounts to 1,169 thousand Euro. The main liability relates to the payable for income taxes.

NOTE 6.19 - NET REVENUES FROM SALES AND SERVICES

The income from sales and services has already been dealt with both in chapter 3 of this document: "ECONOMIC PERFORMANCE OF THE GROUP" in the paragraph entitled "REVENUES AND PROFITABILITY" and at note 6.30 – Segment report.

NOTE 6.20 - OTHER OPERATING INCOME

The item other operating income amounts to 2,625 thousand Euro and mainly includes research grants, gains on the disposal of fixed assets and certain casual profits. This item also includes part of the economic effect of the EQT settlement, which is widely dealt with in the half-year report to 30/06/2009.

NOTE 6.21 - INCREASES IN FIXED ASSETS FOR INTERNAL WORKS

The increases for internal work at 30/09/2009 amount to 4,986 and mainly relate to the capitalisation of the development activities of new projects (4,471 thousand Euro), where the technical feasibility and the ability to generate future financial benefits were verified.

NOTE 6.22 - PERSONNEL COSTS

Personnel costs at 30/09/2009 amount to 57,566 thousand Euro, a decrease compared to the corresponding period of the previous financial year which took into account the personnel costs of the FINN-POWER Group for only five months. This reduction is attributable to the effective cost reduction action undertaken by the Group, aimed at bringing employees into line, and also redundancy schemes such as the Italian *cassa integrazione ordinaria* and its equivalents in other countries.

NOTE 6.23 - DEPRECIATION

The depreciation for the period increased compared to the corresponding period in 2008, above all due to the increased incidence of research and development and software costs. It should be noted that amortisation of the trademark and customer relations costs ("customer list") totalled 1,880 thousand Euro.

NOTE 6.24 - OTHER OPERATING COSTS

Other operating costs in the first nine months of 2009 totalled 27,607 thousand Euro against 56,872 thousand at 30/09/2008. This decrease is attributable to the reduction in revenues and the cost containment action undertaken by the Group's management, as well as the effects of accounting for the payments received from EQT, which is widely dealt with in the half-year report to 30/06/2009.

NOTE 6.25 - FINANCIAL INCOME AND COSTS

The net financial management for the first nine months of 2009 was negative by 4,412 thousand Euro.

FINANCIAL MANAGEMENT	30/09/2009	30/09/2008
Financial income	256.915	639.632
Financial charges	(4.544.704)	(9.116.334)
Net result from foreign currency transactions	(124.077)	(251.836)
TOTAL	(4.411.866)	(8.728.538)

The financial costs of the FINPOLAR loan incurred by PRIMA INDUSTRIE stand at 3,482 thousand Euro, while the net financial costs on derivatives for the Group stand at 1,021 thousand Euro. It is important to stress that the financial costs were netted by the effect of the income from the settlement with EQT, widely illustrated in the half-year report at 30/06/2009.

NOTE 6.26 - NET RESULT OF ASSOCIATED COMPANIES AND JOINT VENTURES

At 30/09/2009 this item amounts to 7 thousand Euro and, compared to the previous financial year, decreased by 459 thousand Euro. The result recorded in the Income Statement refers to:

- revaluation of the Chinese JV Shanghai Unity PRIMA Laser Machinery Co Ltd (SUP) at 418 thousand Euro;
- loss of 410 thousand Euro borne by PRIMA INDUSTRIE SpA on behalf of the Chinese JV Shenyang Prima Laser Machine Co. Ltd;
- write-down of Japanese JV SNK of 1 thousand Euro.

NOTE 6.27 – INCOME TAXES

Income tax in the first nine months of 2009 showed a net balance of 330 thousand Euro; this effect is mainly due to tax credits on research (for Italian companies) and a tax credit on mid-year losses at PRIMA North America. Taxes are determined according to local law in the various countries, and calculated as if the first nine months of 2009 were an autonomous tax period. The decrease in absolute value of the tax load, which took place in the first nine months of 2009, compared to the same period in the previous year, is due to the abovementioned effects and to the reduction in the Group's companies' taxable income.

NOTE 6.28 - RESULT PER SHARE

(a) Basic result per share

The basic result per share is determined by dividing the result due to the shareholders of the Parent Company by the average number of shares in circulation during the period, excluding the ordinary stock acquired by the Parent Company, held as treasury stock in portfolio.

During the first nine months of 2009 the stock in circulation amounted to 6,400,000 shares; thus the result per share for the first nine months of 2009 amounted to a loss of €1.11 per share (compared to a profit of €1.19 per share for the first nine months of 2008).

BASIC EARNINGS PER SHARE	30/09/2009	30/09/2008
Earnings due to stockholders (€/1,000)	(7.129)	5.962
Weighted average - number of ordinary shares	6.400.000	5.000.062
Basic earnings per share (€)	(1,11)	1,19

(b) Diluted result per share

The diluted result per share is determined by dividing the result allocated to the shareholders of the Parent Company by the average number of shares in circulation during the period, corrected to take into account the effects of the potential ordinary shares with dilutive effect.

DILUTED EARNINGS PER SHARE	30/09/2009	30/09/2008
Earnings due to stockholders (€/1,000)	(7.129)	5.962
Weighted average - number of ordinary shares	6.400.000	5.000.062
Adjusted average average number of ordinary shares	6.526.000	5.150.062
Diluted earnings per share (€)	(1,09)	1,16

Those shares tied to the stock option plan were considered as potential ordinary shares with a dilutive effect.

In relation to the stock option plan the reader is referred to the specific paragraph dedicated to this subject in the half-year report on operations.

NOTE 6.29 -TRANSACTIONS WITH RELATED PARTIES

In addition to the relations with strategic management, the transactions with related parties mainly concerned the supply of laser systems and components to the Joint Ventures in the Far East. These supplies were made at market price.

A table that summarises the equity and financial effects of these transactions is set out hereunder.

JV OPERATIONS	SHENYANG PRIMA LASER MACHINE CO. LTD	SHANGHAI UNITY PRIMA LASER MACHINERY CO. LTD	WUHAN OVL CONVERGENT	TOTAL OPERATIONS WITH JV
RECEIVABLES AT 01/01/2009	159.226	-	849.544	1.008.770
RECEIVABLES AT 30/09/2009	234.226	53.108	133.645	420.979
PAYABLES AT 01/01/2009	46.065	-	-	46.065
PAYABLES AT 30/09/09	46.065	-	-	46.065
REVENUES 01/01/09 - 30/09/2009	11.838	1.717.287	159.886	1.889.011
COSTS 01/01/09 - 30/09/2009	-	-	-	-
RECEIVABLES CHANGE 01/01/09 - 30/09/2009	75.000	53.108	(715.899)	(587.791)
PAYABLES CHANGE 01/01/09 - 30/09/2009	-	-	-	-

OPERATIONS WITH OTHER AFFILIATES	STRATEGIC MANAGEMENT
RECEIVABLES AT 01/01/2009	-
RECEIVABLES AT 30/09/2009	-
PAYABLES AT 01/01/2009	329.209
PAYABLES AT 30/09/09	189.506
REVENUES 01/01/09 - 30/09/2009	-
COSTS 01/01/09 - 30/09/2009	1.181.240
RECEIVABLES CHANGE 01/01/09 - 30/09/2009	-
PAYABLES CHANGE 01/01/09 - 30/09/2009	(139.703)

OPERATIONS WITH AFFILIATES	TOTAL
RECEIVABLES AT 01/01/2009	1.008.770
RECEIVABLES AT 30/09/2009	420.979
PAYABLES AT 01/01/2009	375.274
PAYABLES AT 30/09/09	235.571
REVENUES 01/01/09 - 30/09/2009	1.889.011
COSTS 01/01/09 - 30/09/2009	1.181.240
RECEIVABLES CHANGE 01/01/09 - 30/09/2009	(587.791)
PAYABLES CHANGE 01/01/09 - 30/09/2009	(139.703)

NOTE 6.30 - SEGMENT REPORT

It is noted that not all data set out below is directly attributable to those presented in chapters "3 - INTERIM REPORT ON GROUP OPERATIONS" and "4 – ECONOMIC TREND BY SEGMENT", since the latter are reflected gross of inter-segment items.

Report by business segment

The infra-segment revenues were determined on the basis of the market price using the "cost plus method.

The Group has the following three operating segments:

- Laser systems
- Electronics
- Sheet Metal processing machinery

The main segment details are set out below.

Sector Result - 30/09/2009	Laser systems	Electronics	Sheet metal machinery	Not allocated	Group
Total revenues from sector	62.124	20.291	92.181	-	174.596
(Inter-sector revenues)	(7.545)	(1.620)	(1.003)	-	(10.168)
Revenues	54.579	18.671	91.178	-	164.428
EBITDA	1.682	768	2.129	-	4.579
Operating results	459	189	(3.703)	-	(3.055)
Net financial income/costs	(1.567)	(400)	(2.444)	-	(4.411)
Income/costs from affiliates and joint ventures	7	-	-	-	7
Pre-tax profit	-	-	-	-	(7.459)
Taxes	-	-	-	330	330
Net profit (loss)	-	-	-	-	(7.129)

Sector Result - 30/09/2009	Laser systems	Electronics	Sheet metal machinery	Not allocated	Group
Total revenues from sector	104.163	32.949	133.890	-	271.002
(Inter-sector revenues)	(1.141)	(4.863)	(77)	-	(6.081)
Revenues	103.022	28.086	133.813	-	264.921
EBITDA	14.349	3.033	6.402	-	23.784
Operating results	13.402	2.551	1.713	-	17.666
Net financial income/costs	(4.221)	(454)	(4.053)	-	(8.728)
Income/costs from affiliates and joint ventures	466	-	-	-	466
Pre-tax profit	-	-	-	-	9.404
Taxes	-	-	-	(3.442)	(3.442)
Net profit (loss)	-	-	-	-	5.962

Sector assets and liabilities - 30/09/2009	Laser systems	Electronics	Sheet metal machinery	Not allocated	Group
Assets	106.521	31.718	191.785	20.051	350.075
Affiliates and joint ventures	4.315	750	-	-	5.065
Total assets	110.836	32.468	191.785	20.051	355.140
Liabilities	25.500	12.628	65.111	185.904	289.143

Sector assets and liabilities - 31/12/2008	Laser systems	Electronics	Sheet metal machinery	Not allocated	Group
Assets	145.189	32.627	198.624	24.688	401.128
Affiliates and joint ventures	4.114	750	-	-	4.864
Total assets	149.303	33.377	198.624	24.688	405.992
Liabilities	50.985	14.549	74.806	190.565	330.905

Geographical Report

For details relating to the revenues subdivided by geographical area the reader is referred to the contents of chapter 3 "Report on Operations" and the paragraph entitled "Revenues and profitability"

NOTE 6.31 - MANAGEMENT OF FINANCIAL RISKS

The financial instruments of the Group which are allocated for the purposes of financing operations include bank loans, financial lease contracts, sight and short-term bank deposits. There are also other financial instruments, such as trade receivables and payables, deriving from operating activities.

The Group also performed operations in derivatives, such as "Interest Rate Swap – IRS" contracts. The purpose of these instruments is to manage interest rate risks generated by the Group's operations and its loan sources.

The main risks generated by the Group's aforementioned financial instruments are interest risks, exchange rate risks, credit risks and cash flow risks.

The Group has applied a specific policy to manage financial risks correctly, with the purpose of safeguarding its business and its ability to create value for the shareholders and all the Stakeholders.

As indicated in the Management Report, the PRIMA INDUSTRIE Group is mainly exposed to the following risk categories:

- Interest rate risk
- Exchange rate risk
- Credit risk
- Liquidity risk

The following table illustrates the goals and policies of the Group for management of the risks indicated above.

Interest rate risk

The position of indebtedness towards the credit system and capital market can be negotiated at fixed or variable rates.

The variation in interest rates on the market generates the following categories of risk:

- an upward variation of market rates exposes the group to the risk of higher financial costs to pay on the amount payable at the variable rate;
- a downward variation of market rates exposes the group to the risk of potentially higher financial costs to pay on the amount payable at the fixed rate;

The strategies of the Group to meet these risks are as follows:

- Interest rate  Management/Hedging

Exposure to the interest rate is structural in nature, as the net financial position generates net financial costs subject to the volatility of interest rates, depending on the contract conditions established with the financial counterparts.

Consequently, the strategy identified, consisting of Management/Hedging involves:

- Continuous Monitoring of exposure to interest rate risk
- Activities of Hedging via derivative financial instruments.

Exchange rate risk

The position of indebtedness towards the banking system and capital market, as well as towards the other creditors, can be expressed in the group's own reporting currency (euro), or in other reporting currencies.

In this case, the financial cost of the payable in currency is subject to the interest rate risk of a market other than the euro market, but that of the chosen currency.

The attitude and strategies to pursue toward the risk factors are determined by a number of elements that concern both the characteristics of the reference markets and their impact on the results of the corporate financial statements.

Four possible strategic orientations can be identified for operating management of the separate risk factors:

- Avoidance
- Acceptance
- Management/Hedging
- "Market Intelligence" (Speculation)

The strategies of the Group to meet these risks are as follows:

- Exchange rate  Management/Hedging

Exposure to the exchange rate risk deriving from financial factors is currently limited, as the company does not take out loans in currencies other than the Euro, with the exception of a few loans in the U.S. pertaining to the subsidiary PRIMA North America, for which the US dollar is the currency of reference.

Regarding the trade items, however, the exposure to exchange rate risk is relatively limited at Group level, as the trade flows in US dollars (basically the only significant reporting currency other than the Euro) of the subsidiaries PRIMA North America Inc., PRIMA FINN-POWER North America Inc. and OSAI USA Inc. (which operate exclusively

in dollars) are partly balanced by the flows of the parent company, PRIMA INDUSTRIE SpA, and those of PRIMA ELECTRONICS, which purchase a large quantity of parts in dollars. The Group therefore tends to minimize its recourse to financial markets for hedges due to the benefits deriving from this natural hedge.

In any case, PRIMA INDUSTRIE performs frequent monitoring to ascertain the existence of this natural hedge at Group level.

As regards the reporting currencies other than the US dollar, almost exclusively used by a few subsidiaries that perform activities of sales and after-sales service, the risk management strategy is generally one of acceptance, both because generally the amounts are not large, and also because of the difficulty of finding adequate hedges.

Credit risk

The company deals only with known and reliable clients; moreover the receivable balance is monitored during the year so that the exposure to losses is never great. For this purpose, PRIMA INDUSTRIE recently established a Group credit management department.

It should be noted that part of receivables from clients are transferred to factoring companies.

There are no significant concentrations of credit risk for the Group.

Financial assets are reported in the financial statements net of the write-down calculated on the basis of the risk of non-performance by the other party, determined on the basis of the available information on the solvency of the client and possibly considering history.

The receivable risk regarding financial assets of the Group has a maximum level equal to the net book value of these assets in case of insolvency of the other party.

Liquidity risk

The liquidity risk is the risk that financial sources may not be sufficient to meet the financial and trade obligations of the Group within the terms and deadlines established for them. The liquidity risk to which the Group is subject may arise following delayed payments and, more in general, due to the difficulty obtaining funding to support operating activities in the necessary time. The cash flows, financing needs and liquidity of the companies in the Group are monitored or managed centrally, under the control of the Group treasury, with the goal of ensuring effective and efficient management of financial resources.

The Group operates with a view to performing collections operations on different financial markets and in different technical forms, in order to guarantee a proper level of liquidity currently and in the future. The strategic goal is to ensure that at all times the company disposes of sufficient credit to meet its financial obligations in the subsequent twelve months.

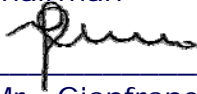
The continuing difficult market context at operating and financial level requires particular attention to management of liquidity risk and in that sense, particular attention is devoted to those items geared to generating necessary financial resources to support operating activities and meet short-term financial requirements. For this purpose, it is Group strategy to meet due financial requirements and planned investments through available cashflow, the use of credit lines and the specific measures detailed more fully in the paragraphs of the half-year report on operations entitled "NET FINANCIAL POSITION" and "EXPECTED DEVELOPMENTS AND OUTLOOK FOR THE CURRENT YEAR".

On the basis of the above information and the expected positive outcome of the action implemented to raise the financial resources needed to meet short-term requirements, the liquidity risk is under proper control.

NOTE 6.32 – SUBSEQUENT EVENTS

No events have taken place since the reference date of the Interim Report on Operations which, if known beforehand, would have led to the adjustment of the values disclosed.

On behalf of the Board of Directors
The Chairman



Mr. Gianfranco Carbonato.

Declaration in terms of Article 154 bis paragraph 2-part IV, title III, item II, section V bis, of Legislative Decree No. 58 dated 24 February 1998: Consolidated Act on financial brokerage in terms of articles 8 and 21 of Law No. 52 dated 6 February 1996.

Massimo Ratti, the director appointed to draw up the corporate accounting documents of the PRIMA INDUSTRIE Group, certifies in terms of the second paragraph of section 154 bis, part IV, title III, item II, section V bis, of Legislative Decree No. 58 dated 24 February 1998, that the accounting disclosure contained in this Interim Report on Operations corresponds to the documentary situation, as well as to the accounting books and entries.