

PRESS RELEASE

ITALIAN STOCK EXCHANGE – STAR SEGMENT

PRIMA INDUSTRIE

THE BOARD OF DIRECTORS APPROVES THE 2007 HALF YEAR REPORT
AN IMPORTANT GROWTH BOTH IN SALES AND MARGINALITY IS CONFIRMED
ORDER ACQUISITION AND BACKLOG AS AT AUGUST 31, 2007 GROW FURTHER ON
APPOINTMENT OF A LEAD INDEPENDENT DIRECTOR

The economic and financial results and historical comparison data, included in this press release, have been calculated according to IAS/IFRS international accounting principles.

Collegno, September 25, 2007 – The Board of Directors of Prima Industrie S.p.A., a leading company in the high technology sector of laser systems for industrial applications, approved today the first half 2007 financial statements.

As already disclosed to the market on August 3rd, 2007, publishing the Quarterly Report as at 06/30/2007, the Group confirms the same excellent figures:

- **Sales** at 73.3 million euro (+10% against 66.7 million euro at 06/30/2006);
- **EBITDA** at 9.3 million euro (+27% against 7.3 million euro at 06/30/2006);
- **EBIT** at 8.7 million euro (+29% against 6.7 million euro AT 06/30/2006);
- **Profit before taxes** at 8.4 million euro (+35% against 6.2 million euro at 06/30/2006);
- **Net result** at 4.0 million euro (-11% against 4.5 million euro at 06/30/2006 as a consequence of a higher tax rate).

The Board disclosed today the consolidated order acquisition and backlog figures as at 08/31/2007 which both confirm the good situation of the Group reference markets.

In particular, the **consolidated order acquisition** as at 08/31/2007 amounts to 111,710 thousand euro (growing 13.5% on 98,437 thousand euro as at 08/31/2006). This figure does not include yet the group OSAI (acquired on July 07) which in the period July-August received orders for 2,610 thousand euro.

The increase in orders in the first eight months of the year continues to confirm, in particular, the excellent trend in the 2D sector, the tendency to selling machines more integrated with automation systems, besides a growth in the demand from China for Convergent laser sources.

Consolidated order backlog (all the same not including OSAI group) as at 08/31/2007 amounts to 71,455 thousand euro, growing 15% on same figure as at 03/31/2006. To this figure it has to added the OSAI group backlog which at 08/31/2007 accounts for 3,340 thousand euro.

These data, moreover, outline an excellent growth in the backlog of the German branch (Prima Industrie GmbH), which includes also a very good number of orders for the new machine Rapido Evoluzione, and of the British branch (Prima Industrie UK).

Likewise today the Board of Directors, in order to further adding value to the role of its Independent Directors, appointed Mr. Sandro D'Isidoro as "Lead Independent Director" of the company pursuant to article 2.2.3 of the Italian Stock Exchange Regulations.

As provided for by the company Corporate Governance Code, such director represents the reference for independent directors and has the power to call, autonomously or on request of other directors, specific meetings of independent directors to discuss subjects deemed interesting for the good functioning of the Board of Directors or for the company management.

Commenting the results of the first part of 2007, Gianfranco Carbonato, Chairman and C.E.O. of Prima Industrie S.p.A., declared: *"Though we acknowledge a certain rising mood of uncertainty due to the well-known financial markets events, we did not perceive any sign of slow-down from our reference market. Our sentiment about the Group perspectives then remains positive "*

PRIMA INDUSTRIE, established in 1977 and listed at the Italian Stock Exchange since 1999, currently present on the STAR segment, develops, manufactures and markets high-power laser systems for cutting, welding and drilling of three-dimensional (3D) and bi-dimensional (2D) parts.
PRIMA INDUSTRIE leads a Group with nearly 750 employees, with manufacturing facilities in Italy (PRIMA INDUSTRIE S.p.A, PRIMA ELECTRONICS S.p.A. and OSAI S.p.A.); USA (PRIMA North America Inc.) and China (Shanghai Unity Prima Ltd. and Shenyang Prima Laser Machine Company Ltd.), and with a wide sales network in about 50 countries.
At present the Group has over 2500 laser systems installed worldwide with more than 1000 customers in the automotive, aerospace and in a wide range of other industries.
After 30 years from its incorporation, PRIMA INDUSTRIE's mission is still the same of its origin: innovation, excellence, growth.

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PRIMA INDUSTRIE

**CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2007[≈]
ACCOUNTING STATEMENTS**

THE PRIMA INDUSTRIE GROUP
CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2007

CONSOLIDATED BALANCE SHEET AT 30 JUNE 2007 AND 31 DECEMBER 2006

VALUES IN EURO	NOTE	06/30/2007	12/31/2006
Tangible fixed assets		6.620.259	6.427.108
Intangible fixed assets		2.783.835	2.511.075
Equity investments valued using the equity method		1.750.951	1.787.906
Equity investments valued using the cost method		801.885	801.885
Other financial assets		267.999	267.999
Tax assets for prepaid taxes		6.301.117	7.525.805
Other receivables		24.882	38.791
Derivative financial instruments		42.530	
TOTAL NON CURRENT ASSETS		18.593.458	19.360.569
Inventories	1	47.262.756	33.870.201
Trade receivables	2	36.857.076	38.960.582
Other receivables	3	3.833.963	2.802.967
Other tax assets		4.389.511	1.643.701
Derivative financial instruments		-	-
Trading securities valued at fair value		-	-
Cash and cash equivalents		21.857.964	20.702.707
TOTAL CURRENT ASSETS		114.201.270	97.980.158
Non current assets held for sale		-	-
TOTAL ASSETS		132.794.728	117.340.727
Share Capital		11.500.000	11.500.000
Treasury stock		(87.880)	(109.034)
Treasury stock owned by subsidiaries		-	-
Legal reserve		2.300.000	2.300.000
Other reserve		17.018.984	16.849.034
Conversion reserve		(1.008.062)	(639.537)
Profits (Losses) carried forward		9.285.724	(1.307.575)
Profit (losses) for the year		4.027.695	13.705.921
Total Group stockholders' equity		43.036.461	42.298.809
Minority interests		-	60.266
TOTAL NET EQUITY		43.036.461	42.359.075
Loans		15.916.390	12.657.033
Employee benefits		4.929.327	5.544.236
Deferred tax liabilities		2.191.233	2.384.507
Provisions for risks and charges	5	26.988	33.500
Derivative financial instruments		-	6.071
TOTAL NON CURRENT LIABILITIES		23.063.938	20.625.347
Trade payables	4	37.227.254	26.054.651
Advances	4	10.564.012	7.387.989
Other payables	4	6.428.759	5.905.438
Amounts due to banks and in respect of loans		3.287.477	5.231.281
Tax liabilities - current taxes		4.536.246	5.066.445
Provision for risks and charges	5	4.632.032	4.709.897
Derivative financial instruments		18.549	604
TOTAL CURRENT LIABILITIES		66.694.329	54.356.305
Liabilities due to non current assets held for sale		-	-
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY		132.794.728	117.340.727

THE PRIMA INDUSTRIE GROUP CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2007
CONSOLIDATED INCOME STATEMENT AT 30 JUNE 2007 AND 30 JUNE 2006

VALUES IN EURO	NOTE	06/30/2007	06/30/2006
Net revenues from sales and services	6	73.308.282	66.677.018
Other operating income		1.217.319	784.628
Changes in inventories of semifinished and finished products		6.212.189	977.617
Increases in fixed assets for internal work		112.703	50.399
Use of raw materials, consumables, supplies and goods		(36.960.723)	(31.693.448)
Personnel cost		(16.309.277)	(14.540.313)
Amortization		(661.817)	(642.669)
Impairment & Writedowns		-	-
Other operating costs		(18.264.323)	(14.907.960)
OPERATING INCOME		8.654.353	6.705.272
Financial income		361.047	165.371
Financial expenses		(632.646)	(720.678)
Net income from transactions in foreign exchange		29.247	88.075
Net income from associated companies & joint ventures		(31.450)	(20.120)
INCOME BEFORE TAX		8.380.551	6.217.920
Current and deferred taxes		(4.352.856)	(1.724.553)
NET PROFIT		4.027.695	4.493.367
Income from assets held for disposal		-	-
NET PROFIT		4.027.695	4.493.367
- Group Stockholders' net profit		4.027.695	4.520.870
- Minorities net profit		-	(27.503)
EARNING PER SHARE (euro)		0,88	0,98

THE PRIMA INDUSTRIE GROUP CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2007
CHANGE IN CONSOLIDATED SHAREHOLDERS' EQUITY AT 30 JUNE 2006 AND JUNE 2007

From January 1st, 2006 to June 30th, 2006

VALUES IN EURO	01/01/2006	Variation of Consolidation Area	Purchase/ Sale of treasury stock	Gains on disposal of treasury stock	Losses on disposal of treasury stock	Allocation of Previous Financial Year's income	Dividends Distribution	Profit of the period	Other	Conversion Reserve	06/30/2006
Share Capital	11.500.000										11.500.000
Treasury stock	(92.872)		(196.489)								(289.361)
Treasury stock owned by Subsidiaries	-										0
Share premium reserve	15.664.893										15.664.893
Legal reserve	770.910					1.529.090					2.300.000
Other reserve	220.624					964.856					1.185.480
Conversion reserve	329.937									(488.028)	(158.091)
Profit / (loss) carried forward	(2.661.910)	(28.372)		32.061		1.327.771					(1.330.450)
Income for the year	5.107.631					(3.821.717)	(1.285.914)	4.520.870			4.520.870
Net Equity	30.839.213		(196.489)	32.061	0	0	(1.285.914)	4.520.870		(488.028)	33.393.341
Minorities' interest	0										18.820
Total Net Equity	30.839.213										33.412.161

From January 1st, 2007 to June 30th, 2007

VALUES IN EURO	01/01/2007	Variation of Consolidation Area	Purchase/ Sale of treasury stock	Gains on disposal of treasury stock	Losses on disposal of treasury stock	Allocation of Previous Financial Year's income	Dividends Distribution	Profit of the period	Other	Conversion Reserve	06/30/2007
Share Capital	11.500.000										11.500.000
Treasury stock	(109.034)		21.154								(87.880)
Treasury stock owned by Subsidiaries	-										-
Share premium reserve	15.664.893										15.664.893
Legal reserve	2.300.000										2.300.000
Other reserve	1.184.141					169.950					1.354.091
Conversion reserve	(639.537)									(368.525)	(1.008.062)
Profit / (loss) carried forward	(1.307.575)	21.524		25.000	(1.146)	10.547.921				-	9.285.724
Income for the year	13.705.921	0				(10.717.871)	(2.988.050)	4.027.695			4.027.695
Net Equity	42.298.809	21.524	21.154	25.000	(1.146)	0	(2.988.050)	4.027.695	0	(368.525)	43.036.461
Minorities' interest	60.266	(60.266)									0
Total Net Equity	42.359.075										43.036.461

THE PRIMA INDUSTRIE GROUP
CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2007

CONSOLIDATED CASH-FLOW STATEMENT AT 30 JUNE 2007 AND JUNE 2006

THOUSAND OF EURO	06/30/2007	06/30/2006
Profit (Loss) before tax	8.380.551	6.217.920
Adjustments	1.024.790	1.736.554
Amortization for the financial year	661.817	642.669
Provisions raised to Employees' severance fund	89.171	606.533
Loss (Profit) on foreign currency transactions	(29.247)	(88.075)
Loss (Income) from equity investments	31.450	20.120
Financial expenses	632.646	720.678
Financial (income)	<u>(361.047)</u>	<u>(165.371)</u>
	9.405.341	7.954.474
(Increase) /Decrease in trade and other receivables	(434.703)	2.784.058
(Increase) /Decrease in inventories	(13.392.555)	(3.684.823)
Increase / (Decrease) in trade payables	14.348.626	(1.754.814)
Increase / (Decrease) in other payables	<u>(3.821.623)</u>	<u>(608.501)</u>
Cash flow from typical activity	6.105.086	4.690.394
Interest payment	(632.646)	(678.078)
Tax payment	(1.490.595)	(102.869)
Cash flow derived from operating activity	3.981.845	3.909.447
<i>Cash flow derived from investment activity</i>		
Consolidtion MLTA S.r.l.	-	(38.622)
Purchase of tangible fixed assets	(767.152)	(952.526)
Start up MLTA S.r.l.	(124.486)	-
Purchase of intangible fixed assets	(249.350)	37.471
Sale /(Purchase) of financial assets (at cost)	-	(236.551)
Sale /(Purchase) investments in associates	5.505	26.403
Receipts from sales of fixed assets	13.260	-
Interest encashed	361.047	165.371
Flusso di cassa netto dalla gestione di investimento	(761.176)	- 998.454
<i>Cash flow derived from financing activity</i>		
Variation in the conversion reserve	(368.525)	(488.028)
(Purchase)/sale of treasury stock	45.008	(164.428)
Variation of other reserves	(38.742)	18.820
Changes in balance- derivative instruments (FV)	(30.656)	(7.415)
Loan agreements	4.000.000	11.000.000
Repayments of loans and financing	(2.321.779)	(8.302.865)
(Repayments)/ Raising of financial leases	(104.149)	(117.777)
(Repayments)/ Raising of Sabatini transactions	(258.519)	(79.897)
Dividends paid	(2.988.050)	(1.285.914)
Net Cash flow derived from financing activity	(2.065.412)	572.496
Increase (decrease) in the cash and cash equivalents	1.155.257	3.483.489
Cash and cash equivalents at start of year	20.702.707	11.495.383
Cash and cash equivalents at year end	21.857.964	14.978.872

THE PRIMA INDUSTRIE GROUP CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2007
CONSOLIDATED BALANCE SHEET ACCORDING TO CONSOB RESOLUTION N. 15519 DATED 07/27/2006

VALUES IN EURO	06/30/2007	related parties	12/31/2006	related parties
Tangible fixed assets	6.620.259		6.427.108	
Intangible fixed assets	2.783.835		2.511.075	
Equity investments valued using the equity method	1.750.951	1.750.951	1.787.906	1.787.906
Equity investments valued using the cost method	801.885		801.885	
Other financial assets	267.999		267.999	
Tax assets for prepaid taxes	6.301.117		7.525.805	
Other receivables	24.882		38.791	
Derivative financial instruments	42.530			
TOTAL NON CURRENT ASSETS	18.593.458		19.360.569	
Inventories	47.262.756		33.870.201	
Trade receivables	36.857.076	1.185.937	38.960.582	1.632.587
Other receivables	3.833.963		2.802.967	
Other tax assets	4.389.511		1.643.701	
Derivative financial instruments	-		-	
Trading securities valued at fair value	-		-	
Cash and cash equivalents	21.857.964		20.702.707	
TOTAL CURRENT ASSETS	114.201.270		97.980.158	
Non current assets held for sale	-		-	
TOTAL ASSETS	132.794.728		117.340.727	
Share Capital	11.500.000		11.500.000	
Treasury stock	(87.880)		(109.034)	
Treasury stock owned by subsidiaries	-		-	
Legal reserve	2.300.000		2.300.000	
Other reserve	17.018.984		16.849.034	
Conversion reserve	(1.008.062)		(639.537)	
Profits (Losses) carried forward	9.285.724		(1.307.575)	
Profit (losses) for the year	4.027.695		13.705.921	
Total Group stockholders' equity	43.036.461		42.298.809	
Minority interests	-		60.266	
TOTAL NET EQUITY	43.036.461		42.359.075	
Loans	15.916.390		12.657.033	
Employee benefits	4.929.327		5.544.236	
Deferred tax liabilities	2.191.233		2.384.507	
Provisions for risks and charges	26.988		33.500	
Derivative financial instruments	-		6.071	
TOTAL NON CURRENT LIABILITIES	23.063.938		20.625.347	
Trade payables	37.227.254		26.054.651	
Advances	10.564.012		7.387.989	
Other payables	6.428.759	618.660	5.905.438	165.937
Amounts due to banks and in respect of loans	3.287.477		5.231.281	
Tax liabilities - current taxes	4.536.246		5.066.445	
Provision for risks and charges	4.632.032		4.709.897	
Derivative financial instruments	18.549		604	
TOTAL CURRENT LIABILITIES	66.694.329		54.356.305	
Liabilities due to non current assets held for sale	-		-	
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	132.794.728		117.340.727	

THE PRIMA INDUSTRIE GROUP
CONSOLIDATED FINANCIAL STATEMENTS AT JUNE 30, 2007
CONSOLIDATED INCOME STATEMENT ACCORDING TO CONSOB RESOLUTION
N. 15519 DATED 07/27/2006

VALUES IN EURO	06/30/2007	related parties	06/30/2006	related parties
Net revenues from sales and services	73.308.282	158.079	66.677.018	1.849.650
Other operating income	1.217.319		784.628	
Changes in inventories of semifinished and finished products	6.212.189		977.617	
Increases in fixed assets for internal work	112.703		50.399	
Use of raw materials, consumables, supplies and goods	(36.960.723)		(31.693.448)	
Personnel cost	(16.309.277)	553.228	(14.540.313)	736.164
Amortization	(661.817)		(642.669)	
Impairment & Writedowns	-		-	
Other operating costs	(18.264.323)	569.782	(14.907.960)	353.153
OPERATING INCOME	8.654.353		6.705.272	
Financial income	361.047		165.371	
Financial expenses	(632.646)		(720.678)	
Net income from transactions in foreign exchange	29.247		88.075	
Net income from associated companies & joint ventures	(31.450)	31.450	(20.120)	20.120
INCOME BEFORE TAX	8.380.551		6.217.920	
Current and deferred taxes	(4.352.856)		(1.724.553)	
NET PROFIT	4.027.695		4.493.367	
Income from assets held for disposal	-		-	
NET PROFIT	4.027.695		4.493.367	
- Group Stockholders' net profit	4.027.695		4.520.870	
- Minorities net profit	-		(27.503)	
EARNING PER SHARE (euro)	0,88		0,98	



PRIMA INDUSTRIE S.p.A.

FINANCIAL STATEMENTS AT 30 JUNE 2007

FINANCIAL STATEMENTS AT 30 JUNE 2007
BALANCE SHEET AT 30 JUNE 2007 AND 31 DECEMBER 2006

VALUES IN EURO	30/06/07	31/12/06
Tangible fixed assets	3.367.114	3.153.790
Intangible fixed assets	217.781	161.036
Equity investments in subsidiaries	12.933.734	12.840.913
Equity investments valued using the equity method	664.135	1.009.794
Equity investments valued using the cost method	51.832	51.832
Financial assets - financing to subsidiaries	6.626.528	626.000
Other financial assets	267.999	267.999
Tax assets for prepaid taxes	2.818.000	2.784.368
Derivative financial instruments	42.530	-
Other receivables	-	8.800
TOTAL NON CURRENT ASSETS	26.989.653	20.904.532
Inventories	27.783.256	19.957.839
Trade receivables	31.987.389	33.666.729
Other receivables	2.299.877	2.340.099
Other tax assets	4.054.499	1.592.722
Derivative financial instruments		
Trading securities valued at fair value	7.561.851	14.470.160
TOTAL CURRENT ASSETS	73.686.872	72.027.549
Non current assets held for sale	-	-
TOTAL ASSETS	100.676.525	92.932.081
Share Capital	11.500.000	11.500.000
Treasury stock	(87.880)	(109.034)
Legal reserve	2.300.000	2.300.000
Other reserve	17.018.984	16.849.034
Profits (Losses) carried forward	(1.577.524)	(1.601.378)
Profit (losses) for the year	4.208.204	3.158.000
Total Group Stockholders' equity	33.361.784	32.096.622
TOTAL NET EQUITY	33.361.784	32.096.622
Loans	13.148.883	11.680.253
Employee benefits	3.410.103	3.935.385
Deferred tax liabilities	26.988	33.500
Provisions for risks and charges	1.665.350	1.661.121
Derivative financial instruments	-	6.071
TOTAL NON CURRENT LIABILITIES	18.251.324	17.316.330
Trade payables	31.653.260	23.765.426
Advances	6.597.799	5.299.076
Other payables	3.571.766	3.446.243
Amounts due to banks and in respect of loans	2.370.561	4.982.898
Tax liabilities - current taxes	2.457.182	3.666.882
Provision for risks and charges	2.394.300	2.358.000
Derivative financial instruments	18.549	604
TOTAL CURRENT LIABILITIES	49.063.417	43.519.129
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	100.676.525	92.932.081

FINANCIAL STATEMENTS AT 30 JUNE 2007
INCOME STATEMENT AT 30 JUNE 2007 AND 30 JUNE 2006

VALUES IN EURO	06/30/2007	06/30/2006
Net revenues from sales and services	50.245.942	43.751.889
Other operating revenues	1.343.468	785.858
Change in inventories of semifinished and finished products	2.391.895	1.126.439
Increases in fixed assets for internal work	80.703	29.399
Use of raw materials, consumables, supplies and goods	(27.617.886)	(24.778.446)
Personnel cost	(8.837.569)	(7.790.973)
Amortization	(348.385)	(312.313)
Impairment & Writedowns	-	-
Other operating costs	(13.302.053)	(10.655.682)
OPERATING INCOME	3.956.115	2.156.171
Financial income	3.163.462	793.253
Financial expenses	(540.582)	(581.757)
Net result from transactions in foreign exchange	38.620	132.783
Net result from associated companies & joint ventures	(345.659)	-
RESULT BEFORE TAXES	6.271.956	2.500.450
Current and deferred taxes	(2.063.752)	(1.302.185)
NET PROFIT/ (LOSS)	4.208.204	1.198.265

FINANCIAL STATEMENTS AT 30 JUNE 2007
CHANGE IN SHAREHOLDERS' EQUITY AT 30 JUNE 2007 AND 30 JUNE 2006

From January 1st, 2006 to June 30th, 2006

VALUES IN EURO	01/01/2006	Purchase/ Sale of treasury stock	Gains on disposal of treasury stock	Losses on disposal of treasury stock	Allocation of Previous Financial Year's income	Dividends Distribution	Profit of the period	06/30/2006
Share Capital	11.500.000							11.500.000
Treasury stock	(92.872)	(51.393)						(144.265)
Treasury stock owned by Subsidiaries	-							-
Share premium reserve	15.664.893							15.664.893
Legal reserve	770.910				1.529.090			2.300.000
Other reserve	220.624	-			964.856			1.185.480
Conversion reserve					0			-
Profit / (loss) carried forward	(1.181.405)	-	39.805	(7.744)	125.092			(1.024.252)
Income for the year	3.904.952				(2.619.038)	(1.285.914)	1.198.265	1.198.265
Net Equity	30.787.102	(51.393)	39.805	(7.744)	-	(1.285.914)	1.198.265	30.680.121

From January 1st, 2007 to June 30th, 2007

VALUES IN EURO	01/01/2007	Purchase/ Sale of treasury stock	Gains on disposal of treasury stock	Losses on disposal of treasury stock	Allocation of Previous Financial Year's income	Dividends Distribution	Profit of the period	06/30/2007
Share Capital	11.500.000							11.500.000
Treasury stock	(109.034)	21.154						(87.880)
Share premium reserve	15.664.893							15.664.893
Legal reserve	2.300.000				-			2.300.000
Other reserve	1.184.141				169.950			1.354.091
Conversion reserve	-				-			-
Profit / (loss) carried forward	(1.601.378)		25.000	(1.146)				(1.577.524)
Income for the year	3.158.000				(169.950)	(2.988.050)	4.208.204	4.208.204
Net Equity	32.096.622	21.154	25.000	(1.146)	-	(2.988.050)	4.208.204	33.361.784

FINANCIAL STATEMENTS AT 30 JUNE 2007
CASH-FLOW STATEMENT AT 30 JUNE 2007 AND 30 JUNE 2006

VALORI IN EURO	30/06/07	30/06/06
Profit (Loss) before tax	6.271.956	1.900.450
Adjustments	(1.896.605)	(331.622)
Amortization for the financial year	348.385	312.313
Provisions raised to Employees' severance fund	70.851	211.786
Loss (Profit) on foreign currency transactions	(38.620)	132.783
Loss (Income) from equity investments	(2.522.600)	(600.000)
Financial expenses	540.582	(581.757)
Financial (income)	(295.203)	193.253
	4.375.351	1.568.828
(Increase) /Decrease in trade and other receivables	(767.047)	210.278
(Increase) /Decrease in inventories	(7.825.417)	(4.316.090)
Increase / (Decrease) in trade payables	9.186.557	5.029.474
Increase / (Decrease) in other payables	(759.589)	(616.477)
Cash flow from typical activity	4.209.855	1.876.013
Interest payment	(501.962)	491.573
Tax payment	(1.450.456)	(103.060)
Cash flow derived from operating activity	2.257.437	2.264.526
<i>Cash flow derived from investment activity</i>		
Purchase of tangible fixed assets	(472.982)	(340.507)
Purchase of intangible fixed assets	(145.472)	(117.023)
Decreasing/(Increase) financing to subsidiaries	(6.000.528)	(138.579)
Sale / (Purchase) investments in associates	(92.821)	-
Sale/ (Purch.) of invest. accounted for using the equity method	-	-
Receipts from sales and fixed assets	-	19.522
Dividends encashed	2.868.259	600.000
Interest encashed	295.203	(193.253)
Flusso di cassa netto dalla gestione di investimento	(3.548.341)	(169.840)
<i>Cash flow derived from financing activity</i>		
Variation in the conversion reserve	-	-
(Purchase)/sale of treasury stock	45.008	(19.332)
Changes in balance- derivative instruments (FV)	(30.656)	(7.415)
Repayments of loans and financing	2.000.000	11.000.000
Loan agreements	(2.670.722)	(6.834.768)
(Repayments)/ Raising of financial leases	(104.149)	(117.777)
(Repayments)/ Raising of Sabatini transactions	(368.836)	(79.897)
(Repayments)/ Raising of infragroup financing	(1.500.000)	-
Dividends paid	(2.988.050)	(1.285.914)
Net Cash flow derived from financing activity	(5.617.405)	2.654.897
Increase (decrease) in the cash and cash equivalents	(6.908.309)	4.749.583
Cash and cash equivalents at start of year	14.470.160	7.138.093
Cash and cash equivalents at year end	7.561.851	11.887.676

FINANCIAL STATEMENTS AT 30 JUNE 2007
BALANCE SHEET ACCORDING TO CONSOB RESOLUTION
N. 15519 DATED 07/27/2006

VALUES IN EURO	30/06/07	related parties	31/12/06	related parties
Tangible fixed assets	3.367.114		3.153.790	
Intangible fixed assets	217.781		161.036	
Equity investments in subsidiaries	12.933.734	12.933.734	12.840.913	12.840.913
Equity investments valued using the equity method	664.135	664.135	1.009.794	1.009.794
Equity investments valued using the cost method	51.832		51.832	
Financial assets - financing to subsidiaries	6.626.528	6.626.528	626.000	626.000
Other financial assets	267.999		267.999	
Tax assets for prepaid taxes	2.818.000		2.784.368	
Derivative financial instruments	42.530		-	
Other receivables	-		8.800	
TOTAL NON CURRENT ASSETS	26.989.653		20.904.532	
Inventories	27.783.256		19.957.839	
Trade receivables	31.987.389	12.527.453	33.666.729	10.467.915
Other receivables	2.299.877		2.340.099	
Other tax assets	4.054.499		1.592.722	
Derivative financial instruments				
Trading securities valued at fair value	7.561.851		14.470.160	
TOTAL CURRENT ASSETS	73.686.872		72.027.549	
Non current assets held for sale	-		-	
TOTAL ASSETS	100.676.525		92.932.081	
Share Capital	11.500.000		11.500.000	
Treasury stock	(87.880)		(109.034)	
Legal reserve	2.300.000		2.300.000	
Other reserve	17.018.984		16.849.034	
Profits (Losses) carried forward	(1.577.524)		(1.601.378)	
Profit (losses) for the year	4.208.204		3.158.000	
Total Group Stockholders' equity	33.361.784		32.096.622	
TOTAL NET EQUITY	33.361.784		32.096.622	
Loans	13.148.883		11.680.253	
Employee benefits	3.410.103		3.935.385	
Deferred tax liabilities	26.988		33.500	
Provisions for risks and charges	1.665.350		1.661.121	
Derivative financial instruments	-		6.071	
TOTAL NON CURRENT LIABILITIES	18.251.324		17.316.330	
Trade payables	31.653.260	6.227.363	23.765.426	5.959.843
Advances	6.597.799		5.299.076	
Other payables	3.571.766	538.069	3.446.243	165.937
Amounts due to banks and in respect of loans	2.370.561		4.982.898	
Tax liabilities - current taxes	2.457.182		3.666.882	
Provision for risks and charges	2.394.300		2.358.000	
Derivative financial instruments	18.549		604	
TOTAL CURRENT LIABILITIES	49.063.417		43.519.129	
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	100.676.525		92.932.081	

FINANCIAL STATEMENTS AT 30 JUNE 2007

CONTO ECONOMICO AI SENSI DELLA DELIBERA CONSOB N. 15519 DEL 27/07/2006

VALUES IN EURO	06/30/2007	related parties	06/30/2006	related parties
Net revenues from sales and services	50.245.942	13.913.563	43.751.889	10.945.818
Other operating revenues	1.343.468	368.822	785.858	90.790
Change in inventories of semifinished and finished products	2.391.895		1.126.439	
Increases in fixed assets for internal work	80.703		29.399	
Use of raw materials, consumables, supplies and goods	(27.617.886)	9.360.815	(24.778.446)	9.063.531
Personnel cost	(8.837.569)	362.784	(7.790.973)	602.211
Amortization	(348.385)		(312.313)	
Impairment & Writedowns	-		-	
Other operating costs	(13.302.053)	871.854	(10.655.682)	638.991
OPERATING INCOME	3.956.115		2.156.171	
Financial income	3.163.462	2.886.316	793.253	681.738
Financial expenses	(540.582)	12.157	(581.757)	23.261
Net result from transactions in foreign exchange	38.620		132.783	
Net result from associated companies & joint ventures	(345.659)	345.659	-	
RESULT BEFORE TAXES	6.271.956		2.500.450	
Current and deferred taxes	(2.063.752)		(1.302.185)	
NET PROFIT/ (LOSS)	4.208.204		1.198.265	

*per il Consiglio di
Amministrazione*

Il Presidente



ing. Gianfranco Carbonato.