

GLOBAL DISPLAY SOLUTIONS S.P.A

Single-Member Company
subject to management and co-ordination of GDS Holding S.r.l.
Registered offices in Via Tezze 20/A - 36073 Cornedo Vicentino (VI), Italy
Share capital Euro 10,000,000.00 fully paid-in
Tax Code & VAT No. 02940180249

Report on operations accompanying the consolidated financial statements as at 31 December 2015

The GDS Group, established in 2001 as a result of the merger of two companies C.A. & G. Elettronica Spa and Emco Electronics Ltd., mainly operates in the industrial displays business sector worldwide and has been chosen as the partner of leading international groups. The Company manufactures Displays for electronic advertising, industrial applications, ATMs, video information, automotive and medical applications, seeing to the design, planning and construction of the same.

The Group also operates in the EMS (Electronic Manufacturing Services) business sector, seeing to the entire manufacturing cycle from design to prototyping and then after-sales service.

It also operates in the mechatronics sector producing professional printers and power meters, in the multimedia interactive kiosks sector and in the lighting sector using LED electronic components.

Comments on the general economic outlook

With regard to the general macro-economic scenario, the development of the economic activities remained contained during 2015. The growth of the gross internal product at global level, which at the start of the year was expected to reach +3.5%, slowed down progressively during the year to 3.1% in conclusion, a lower rate than in 2014.

The Advanced Economies grew +1.9%, drawn along by the robust growth in the USA (+2.5%), thanks to the favourable financial conditions, the strengthening of the construction industry, and the improvement in the employment market; what is more, the growth envisaged at the beginning of the year reached the much more ambitious goal of +3.6% for the USA as well.

Among the main economies of the Euro Area, in Germany growth reached +1.5%, down slightly with respect to the +1.6% reported in 2014. The trend of the other leading countries was better than envisaged, with a visible increase in growth with respect to 2014 and the previous years: Italy grew +0.8% (-0.4% in 2014), France +1.1% (compared with +0.2%), while Spain with +3.2% (compared with +1.4%) further speeded up its pace towards recovery.

Therefore, recovery continued also in Italy, thanks to internal demand which is replacing exports as the driving force, in a climate of growing confidence both at business and end consumer level. The production cycle is envisaging greater momentum, unemployment in the last quarter dropped to 11.4% (lowest level since the start of 2012), and credit conditions are improving. Only investment activities remain weak, in particular in the plant and machinery sector, while the decline in the construction sector seems to have stopped.

The Emerging Markets and the Developing Economies, which continue to represent more than 70% of global growth, confirm 4.0% growth for 2015, a rate which is down for the fifth year running.

China continues with its efforts to rebalance the economy, "redirecting it from investments and manufacturing activities toward internal consumption and services" (IMF), with consequent scaling down of the growth rate (+6.9% in 2015 compared with +7.3% in the previous year), and with an negative impact on import-export activities, in a process which appears swifter than envisaged.

India confirms a solid +7.3% for 2015 and the positive trend extends to the rest of Emerging Asia.

Other areas, and firstly the Community of the Independent States and Latin America, suffer the effects of the drop in oil prices and in general of commodities and the credit crunch which was triggered by the greater volatility of the financial markets, in a climate of growing aversion to risk. Some of the leading countries, such as Russia and Brazil, are experiencing a period of clear recession.

Overall performance of the Group (companies included in the scope of consolidation)

During 2015, the Group achieved a significant rise in sales revenue of around 24% and the economic results were positive and exceed that envisaged by the 2015-2018 business plan originally presented.

As already mentioned in last year's report accompanying the financial statements, during 2013 the Group brusquely interrupted supplies with its main OEM customer in the ATM sector which represented 45% of the sales revenue and with which certain of the Group companies had operated from more than 20 years. Without providing suitable notice, the customer had decided to verticalise its production activities bringing them within its own structure. We can state that with the sales revenues and results for 2015 we have completed the profitability recovery phase and we can look to the next 5 years with the aim of systematic growth and development.

The strategies outlined in the previous reports have been successfully implemented and are summarised as follows:

- **Attention to overheads** implementing the possible reductions, by means of the on-going review of the operating processes and the consolidation of the production activities, materials management and research and development and the partial use of solidarity agreements.
- **Strategic positioning on markets and customers** which permit higher sales margins playing on technology.

For some years now, the Group has been developing a series of products/markets which envisage direct sales to the professional end user. The reasons can be found in the economic context in which we find ourselves since 2008. This transaction will make it possible to:

- maintain OEM customers by means of excellence in the management of the supply chain, quality and service, at the same time reducing the dependence of the Group on just a few single large OEMs;
- expand its end markets;
- increase the sales profitability controlling the technology of the product.

The Group is progressively obtaining this repositioning on the markets thanks to the considerable investments in research and development. The objective is to develop and make products available, necessary for reaching the end customer in strategic sectors such as:

- a) digital signage sectors such as Transportation (Terminals and on Board), Digital Out of Home (Advertising and Retail) and, more recently, Quick Service Restaurants and Price Signs for Gas Stations. These markets are destined to be "digitalised" in the next decade but are not easily reachable in terms of technology by many players. In general, the Group is confirming its global leadership in certain niche Display applications for Outdoor environments.
- b) professional printers sector: the development of a complex Transactional scanner printer is being completed for use by banks and post offices which require greater automation. It is believed that marketing will commence during the next year.
- c) lighting sector with the development of lighting system for industrial and professional customers.
- d) reverse machine sector for the recycling of containers for liquids for sector operators.

A number of important developments should be mentioned in particular:

- the QSR (quick service restaurant) market where an important contract was acquired for more than \$ 20M from a famous chain of stores in the USA, which during 2015 made it possible to achieve significant sales revenues which will continue during the coming year. On a parallel, we are providing samples and offers to other chains also of note and interested in our technology partly thanks to the notoriety acquired as a result of the supplies successfully made to the afore-mentioned chain. During 2016, this notoriety was extended partly thanks to the GOLD APEX AWARDS acknowledgement, received at the time of the DSE international trade fair in the USA, for best digital signage for QSR project.
- the partnership with a leading multinational for the joint development of displays featuring e-paper technology and low energy consumption. This partnership will make it possible to develop signage applications (road, railway, on board buses, bus stops, etc.) with minimum energy consumption. GDS has been chosen as industrial partner for the joint development of these products in Outdoor environments. GDS has the know-how and experience to adapt the technology to hostile external environments and also for large size screens. The advantage of this technology, besides the important energy savings which already repay part of the investment over time, lies in the possibility of

availing of information and image electronic displays of a large size controllable remotely and to be installed also without having to first of all activate a continual availability of energy. Despite these activities still being in the prototype development stage, a number of important applications are being foreseen which have already turned into a Price Sign supply agreement with a German chain of Gas Stations developing the first sales revenues in 2015 which will continue in the coming years.

From a financial standpoint, we confirm the guidelines indicated in the previous report:

- **Control of the working capital**
- **Shareholders' loan to stabilise the financial requirements and support the business plan and related investments**

The control of the working capital does not diminish the requirement to track down sources of funding to support the needs for on-going investments in Research and Development and commercial investments indispensable for maintaining competitiveness on the market and furthering new opportunities.

The Group's monetary cycle is rather long given the complexity of the products and the increasingly project-based activities (sometimes a 5-6 month process or longer is needed before sales revenue is generated); furthermore the need to acquire the materials directly from the multi-nationals makes the financing of the inventory using just the credit of the suppliers impossible.

To support the financial plan and stabilise the economic and investment needs, the shareholders have intervened endowing the Company with loans and other measures for more than € 2M already in 2014, and a further € 500K was disbursed during the year.

Demand in general in 2015 rose even if some areas continue to show weakness due to the scant investments and postponement of the same by the customers. The increase in sales revenue made it possible to recover the expected profitability.

In particular, the display sector confirmed itself to be the driving force with respect to the other sectors in which the Group companies operate.

The EMS industrial activities suffered reduced margins and accordingly attention was focused on production efficiency and customers seeking added-value services with a technological content which permits GDS to be competitive in a general sense while ensuring the profitability of the business. The printers sector remained weak. It should be mentioned that the market of transactional printers for the banking sector develops mainly by means of international tenders and with particular attention to the emerging markets. The strong specialisation of the solutions requested is increasingly observed, along with a further integration of front-end functions.

The LED lighting sector reported significant growth in sales revenue and we expect that this may continue thanks to the foreseeable replacement of all the lighting units using this new digital technology over the next ten years. The sector also offers niche and typically industrial applications which are the areas where the Group has the best possibilities of developing the growth strategy, by contrast neglecting the more consumer and domestic applications where we expect more aggressive Asian competition.

Main income statement figures

The Company's reclassified income statement compared with that for the previous year is as follows (in Euro):

	31/12/2015	31/12/2014	Delta
Net Sales	92.712.421	75.440.962	17.271.459
External costs	69.273.342	58.121.437	11.151.905
Added Value	23.439.079	17.319.525	6.119.554
Payroll and related costs	11.862.429	10.732.501	1.129.928
EBITDA	11.576.650	6.587.024	4.989.626
Amortization, depreciation, write-downs and other provisions	6.361.938	6.415.669	(53.731)
EBIT	5.214.712	171.355	5.043.357
Exchange gains and losses	(1.131.603)	(479.099)	(652.504)
Financial income and expense	(1.655.861)	(1.570.604)	(85.257)
EBT & Extraordinary	2.427.248	(1.878.348)	4.305.596
Extraordinary items	(778.108)	(244.138)	(533.970)
Pre Tax Result	1.649.140	(2.122.486)	3.771.626
Income Tax	935.000	(303.045)	1.238.045
Net Result	714.140	(1.819.441)	2.533.581

Main balance sheet figures

The Company's reclassified balance sheet compared with that for the previous year is as follows (in Euro):

	31/12/2015	31/12/2014	Delta
Net intangible fixed assets	14.365.258	14.973.795	(608.537)
Net tangible fixed assets	6.087.247	6.757.122	(669.875)
Equity investments and other long-term financial assets	4.153.876	5.773.805	(1.619.929)
Fixed capital assets	24.606.381	27.504.722	(2.898.341)
Inventories	28.122.407	29.179.484	(1.057.077)
Account receivables	14.946.560	12.004.251	2.942.309
Other receivables	6.069.745	5.972.880	96.865
Accrued income and prepaid expenses	115.123	282.407	(167.284)
Short-term operating assets	49.253.835	47.439.022	1.814.813
Account payables	18.131.498	16.270.686	1.860.812
Advance payments	3.843.085	2.019.841	1.823.244
Tax and social security payables	2.064.696	2.176.327	(111.631)
Other payables	1.904.786	2.059.910	(155.124)
Accrued expenses and deferred income	353.569	266.528	87.041
Short-term operating liabilities	26.297.634	22.793.292	3.504.342
Net working capital	22.956.201	24.645.730	(1.689.529)
Employee leaving indemnities	864.846	1.296.347	(431.501)
Tax and social security payables (due beyond 12 months)			
Other medium and long-term liabilities	3.239.465	4.099.837	(860.372)
Medium and long-term liabilities	4.104.311	5.396.184	(1.291.873)
Net invested capital	43.458.271	46.754.268	(3.295.997)
Shareholders' equity	(28.351.631)	(27.072.258)	(1.279.373)
Net medium and long-term financial position	(1.983.487)	(3.415.740)	1.432.253
Net short-term financial position	(13.123.153)	(16.266.270)	3.143.117
Shareholders' equity and net financial borrowing	(43.458.271)	(46.754.268)	3.295.997

Financial highlights

The net financial position as of 31 December 2015, was as follows (in Euro.):

	31/12/2015	31/12/2014	Delta
Bank and post office deposits	4.529.875	3.992.043	537.832
Cash and equivalents on hand	13.319	13.373	(54)
Liquid funds and own shares	4.543.194	4.005.416	537.778

	31/12/2015	31/12/2014	Delta
Current financial assets:			
Amounts due to banks (within 12 months)	17.666.347	20.271.686	(2.605.339)
Amounts due to other providers of finance (within 12 months)	(110.591)	(461.955)	(351.364)
Short-term financial payables	17.555.756	19.809.731	(2.253.975)
Net short-term financial position	(13.012.562)	(15.804.315)	(2.791.753)
Amounts due to banks (beyond 12 months)	2.278.658	3.736.705	(1.458.047)
Financial receivables	(295.171)	(335.965)	40.794
Net medium and long-term financial position	(1.983.487)	(3.400.740)	1.417.253
Net financial position	(14.996.049)	(19.205.055)	4.209.006

So as to provide a clearer description of the financial situation, the following table is presented showing a number of financial statement ratios, compared with the same ratios relating to the previous year's financial statements.

	31/12/2015	31/12/2014
EBITDA	11.576.650	6.587.024
Net financial position / Shareholders' equity	0,53	0,71
Financial income and expense / Net revenues	1,8%	2,1%
Net financial position / EBITDA	1,30	2,92
EBITDA / Net revenues	12,49%	8,7%
Shareholders' equity / Net invested capital	0,7	0,6

Information pertaining to the environment and staff

Taking into account the social role of the company as also highlighted in the document on the report on operations of the Italian Accounting Profession, it has been considered appropriate to provide the following information pertaining to the environment and staff.

Staff

During the year, no deaths in the workplace occurred with regard to group employees as recorded in the company employee register, nor any accidents in the workplace which caused serious or very serious injuries and no charges have been made with regard to occupational diseases affecting employees or former employees or lawsuits concerning mobbing, in relation to which one or more Group companies have been declared definitively responsible.

Environment

The Group encourages the responsible, efficient and effective use of energy sources taking steps to reduce consumption and the production of waste to a minimum, paying particular attention to separate waste collection and the correct disposal of special waste such as toner and electronic equipment. No damages were caused to the environment by one or more Group companies during the year.

Costs

Sum total of the main costs, broken down as follows:

Description	2015	2014
Raw material costs	63.586.613	51.238.470
Payroll and related costs	11.862.429	10.732.501
Services	7.487.634	9.100.392
Financial expense	1.685.859	1.635.767

Revenues

Total volume of revenues, broken down as follows:

Description	2015	2014
Sales of products and services	91.507.647	73.860.226
Other income	1.204.774	1.580.736
Total Sales	92.712.421	75.440.962

Revenue trend

The sales revenue for the year achieved considerable growth of around 24% with respect to the previous year.

Investments made

Investments in machinery and equipment continued during the year at the group production sites located in Romania, China and the USA.

Research and development activities

Research and development activities were concentrated during the year essentially in Italy and to a reduced extent in Romania, the USA, the UK and Taiwan. The display sector absorbs the majority of the costs. In the printer sector, there was the development of a new model which integrates three counter functions (printer, scanner and multiple cheque reader).

Group performance by sector

The Display sector for applications referring to digital signage (advertising, transportation, QSR and other similar applications) achieved growth of around 45%.

The Display sector for OEM industrial and medical applications together with the EMS activities saw growth of about 20%.

Market demand for industrial printers was weak and thus the revenues which reported a drop of around 19%.

The LED lighting sector achieved growth of 27% but is not yet fully up and running since it is a technological innovation start-up which must yet find the right and balanced product and market development direction.

Significant events after the end of the accounting period

Consolidating the financial needs and supporting the development envisaged for the next few years, a bond issue transaction was sought out under the "Mini bond" formula. The Parent Company issued a mini bond for a total of € 8,000,000 which was subscribed in full in March 2016 by the Duemme Sgr fund; Mediobanca spa was the arranger of the transaction.

Business outlook

2016 confirms the consolidation of the growth started in 2014. The 2016 sales revenue budget is in line with the 2015 result.

Other information

The Group is headed up by GDS Holding S.r.l. which wholly-owns Global Display Solutions Spa. The consolidated financial statements are approved by the Board of Directors.

Cornedo Vicentino, Italy, 27 May 2016

The Chairman of the Board of Directors
Giovanni Cariolato

GLOBAL DISPLAY SOLUTIONS S.P.A

Registered Office VIA TEZZE 20/A - 36073 CORNEDO VICENTINO (VI) Share Capital 10.000.000,00 I.V.

Financial statements at 31/12/2015**Balance Sheet**

Assets	31/12/2015	31/12/2014
A) Accounts receivable from shareholders in respect of unpaid share capital (called up)		
B) Fixed assets		
<i>I. Intangible assets</i>		
1) Start-up and expansion costs		5.556
2) Research, development and advertising costs	9.635.073	6.668.523
3) Industrial patent and intellectual property rights	203.758	356.178
4) Concessions, licenses, trademarks and similar right	173.746	92.184
5) Goodwill	369.140	567.968
-) Difference on consolidation		
6) Work-in-progress and advances	3.914.169	6.982.253
7) Other intangible assets	69.372	301.133
	14.365.258	14.973.795
<i>II. Tangible assets</i>		
1) Land and buildings	1.400.633	1.418.447
2) Plant and machinery	2.465.783	2.731.616
3) Industrial and commercial equipment	1.732.384	2.009.622
4) Other assets	471.626	585.466
5) Work-in-progress and advances	16.821	11.971
	6.087.247	6.757.122
<i>III. Financial assets</i>		
1) Shareholdings in:		
a) controlled undertakings		
b) affiliated undertakings	71.967	
c) controlling companies		
d) other companies	1.250	158.459
	73.217	158.459
2) Accounts Receivables		
a) from controlled undertakings		
- falling due within one year		
- falling due after more than one year		

b) from affiliated undertakings		
- falling due within one year		
- falling due after more than one year		
c) from controlling companies		
- falling due within one year	35.000	15.000
- falling due after more than one year		
	<u>35.000</u>	<u>15.000</u>
d) Other accounts receivable		
- falling due within one year	75.591	461.955
- falling due after more than one year	295.171	320.965
	<u>370.762</u>	<u>782.920</u>
	405.762	797.920
3) Other securities		
4) Treasury shares (nominal amount)		
	<u>478.979</u>	<u>956.379</u>
<i>Total fixed assets</i>	20.931.484	22.687.296

C) Current assets**I. Stock**

1) Raw materials, subsidiary materials and consumables	21.177.927	19.170.425
2) Work in process and semi-finished products	2.000.333	3.487.336
3) Work in progress on order		
4) Finished products and goods	4.851.349	6.399.729
5) Payments on account (advances)	92.798	121.994
	<u>28.122.407</u>	<u>29.179.484</u>

II. Accounts receivable

1) From customers		
- falling due within one year	14.946.560	12.004.251
- falling due after more than one year	623.600	699.044
	<u>15.570.160</u>	<u>12.703.295</u>
2) From controlled undertakings		
- falling due within one year		
- falling due after more than one year		
	<u></u>	<u></u>
3) From affiliated undertakings		
- falling due within one year		
- falling due after more than one year		
	<u></u>	<u></u>
4) From controlling companies		
- falling due within one year	1.197	38.599
- falling due after more than one year		
	<u>1.197</u>	<u>38.599</u>
4-bis) Tax credits		
- falling due within one year	800.046	1.271.211
- falling due after more than one year	175.345	132.066
	975.391	1.403.277

4-ter) Tax assets			
- falling due within one year	2.213.178		1.527.528
- falling due after more than one year	3.124.263		4.313.055
		5.337.441	5.840.583
5) Other accounts receivable			
- falling due within one year	2.944.733		2.658.587
- falling due after more than one year	157.451		471.181
		3.102.184	3.129.768
		24.986.373	23.115.522
III. Financial assets other than fixed assets			
1) Shareholdings in controlled undertakings			
2) Shareholdings in affiliated undertakings			
3) Shareholdings in controlling companies			
4) Other shareholdings			
5) Treasury shares (nominal amount)			
6) Other securities			
IV. Liquid assets			
1) Bank and postal deposits		4.529.875	3.992.043
2) Cheques			
3) Cash and cash equivalents		13.319	13.373
		4.543.194	4.005.416
Total current assets		57.651.974	56.300.422

D) Prepayments and accrued income

- discounts on loans			
- others	115.123		282.407
		115.123	282.407

Total assets	78.698.581	79.270.125
---------------------	-------------------	-------------------

Liabilities	31/12/2015	31/12/2014
--------------------	-------------------	-------------------

A) Shareholders' equity

<i>I. Share capital</i>	10.000.000	10.000.000
<i>II. Share premium reserve</i>		
<i>III. Revaluation reserve</i>		
<i>IV. Legal reserve</i>	674.912	674.912
<i>V. Reserve for Treasury shares</i>		
<i>VI. Reserves provided for by the articles of association</i>		
<i>VII. Other reserves</i>	17.029.113	15.515.675
<i>VIII. Retained earnings (loss) carry forwards</i>	(1.882.040)	
<i>IX. Profit (loss) for the year</i>	677.911	(1.882.040)
Total group shareholders' equity	26.499.896	24.308.547
-) Minority interest - shareholder's capital and reserves	1.815.506	2.701.112

-) Profit (loss) for the period attributable to the minority interest		36.229	62.599
Total minority shareholders' equity		1.851.735	2.763.711
Total consolidated shareholders' equity		28.351.631	27.072.258
B) Provisions for liabilities and charges			
1) Provision for pensions and similar obligations		82.299	19.230
2) Provision for deferred income taxes, including deferred tax assets		362.416	523.304
-) Consolidation reserve for contingent and future liabilities			
3) Other provisions		146.394	360.159
Total provisions for liabilities and charges		591.109	902.693
C) Employees' leaving indemnity			
		864.846	1.296.347
D) Accounts Payables			
1) Bonds			
- falling due within one year			
- falling due after more than one year			
2) Convertible bonds			
- falling due within one year			
- falling due after more than one year			
3) Shareholders' loans			
- falling due within one year			
- falling due after more than one year			
4) Accounts payable to banks			
- falling due within one year	17.666.347		20.271.686
- falling due after more than one year	2.278.658		3.736.705
		19.945.005	24.008.391
5) Accounts payable to third party lenders			
- falling due within one year			
- falling due after more than one year			
6) Payments received on account (advances)			
- falling due within one year	3.843.085		2.019.841
- falling due after more than one year			
		3.843.085	2.019.841
7) Accounts payable to suppliers			
- falling due within one year	18.131.498		16.270.686
- falling due after more than one year	195.256		882.784
		18.326.754	17.153.470
8) Accounts payable represented by negotiable instruments			
- falling due within one year			
- falling due after more than one year			

9) Accounts payable to controlled undertakings			
- falling due within one year			
- falling due after more than one year			
10) Accounts payable to affiliated undertakings			
- falling due within one year			
- falling due after more than one year			
11) Accounts payable to controlling companies			
- falling due within one year	98.199		93.396
- falling due after more than one year	2.000.000		1.511.992
		2.098.199	1.605.388
12) Taxes payable			
- falling due within one year	1.095.336		872.536
- falling due after more than one year			
		1.095.336	872.536
13) Accounts payable to social security institutions			
- falling due within one year	969.360		1.303.791
- falling due after more than one year			
		969.360	1.303.791
14) Other accounts payable			
- falling due within one year	1.806.587		1.966.514
- falling due after more than one year	453.100		802.368
		2.259.687	2.768.882
<i>Total accounts payables</i>		48.537.426	49.732.299

E) Accrued liabilities and deferred income

- loan interests			
- other accrued liabilities and deferred income	353.569		266.528
		353.569	266.528

Total shareholders' equity and liabilities	78.698.581	79.270.125
---	-------------------	-------------------

Profit and loss account	31/12/2015	31/12/2014
--------------------------------	-------------------	-------------------

A) Revenues

1) From sales and services		91.507.647	73.860.226
2) Changes in stocks of work in process, semi-finished and finished products		(2.708.490)	(260.925)
3) Work in progress on order			
4) Capitalised internal work in progress		3.751.837	4.379.094
5) Other revenues:			
- miscellaneous	1.204.774		1.580.736
- contribution on trading account			
- contribution on capital account			
		1.204.774	1.580.736

<i>Total revenues</i>		93.755.768	79.559.131
B) Expenses			
6) <i>Raw materials, subsidiary materials, consumables and goods</i>		63.586.613	51.238.470
7) <i>Services</i>		7.487.634	9.100.392
8) <i>Rent/lease</i>		1.797.046	2.337.747
9) <i>Personnel costs</i>			
a) salaries and wages	9.238.900		8.163.654
b) social contributions	2.317.316		2.228.222
c) employees' leaving indemnity	260.900		299.826
d) accruals for pension and similar costs	9.112		9.553
e) other costs	36.201		31.246
		11.862.429	10.732.501
10) <i>Depreciation and value adjustments</i>			
a) depreciation of intangible assets	4.538.355		4.279.278
b) depreciation of tangible assets	1.247.844		1.456.366
c) other value adjustments			
d) write down of accounts receivable recorded among current assets and liquid assets	21.796		34.736
		5.807.995	5.770.380
11) <i>Changes in raw materials, subsidiary materials, consumables and goods</i>		(2.879.936)	(661.633)
12) <i>Accruals to provisions for liabilities and charges</i>		270.000	269.328
13) <i>Other accruals</i>		52.922	100.006
14) <i>Miscellaneous running costs</i>		556.353	500.585
<i>Total expenses</i>		88.541.056	79.387.776
Difference between revenues and expenses(A-B)		5.214.712	171.355
C) Financial income and costs			
15) <i>Income from shareholdings:</i>			
- in controlled undertakings			30.500
- in affiliated undertakings			
- other income			
			30.500
16) <i>Other financial income:</i>			
a) from accounts receivable recorded among fixed assets			
- from controlled undertakings			
- from affiliated undertakings			
- from controlling companies			298
- other financial income			
			298
b) from securities recorded among fixed assets			
c) from securities recorded among current assets			
d) other income:			
- from controlled undertakings			
- from affiliated undertakings			

- from controlling companies			
- other income	29.998		34.365
		29.998	34.365
		29.998	34.663
<i>17) Interest and other financial costs:</i>			
- from controlled undertakings			
- from affiliated undertakings			
- from controlling companies	82.120		29.483
- others financial costs	1.603.739		1.606.284
		1.685.859	1.635.767
<i>17-bis) Current and deferred exchange gains and losses</i>		(1.131.603)	(479.099)
<i>Total financial income and costs</i>		(2.787.464)	(2.049.703)
D) Value adjustments of financial assets			
<i>18) Write-ups:</i>			
a) of shareholdings			
-) participations valued under the net equity method			
b) of financial fixed assets			
c) of securities recorded among current assets			
<i>19) Write downs:</i>			
a) of shareholdings	101.411		69.381
-) participations valued under the net equity method			
b) of financial fixed assets			
c) of securities recorded among current assets			
		101.411	69.381
Total value adjustments to financial assets		(101.411)	(69.381)
E) Extraordinary income and costs			
<i>20) Income:</i>			
- capital gains on disposals	97		
- other extraordinary income	210.542		302.344
- Differences from rounding to the Euro unit			
		210.639	302.344
<i>21) Expenses:</i>			
- losses on disposals	88.759		
- taxes of previous years			
- other extraordinary costs	798.577		477.101
- Differences from rounding to the Euro unit			
		887.336	477.101
<i>Total extraordinary income and costs</i>		(676.697)	(174.757)
Result before taxes (A-B±C±D±E)		1.649.140	(2.122.486)
<i>22) Taxes on the income for the year; current and deferred</i>			

