



PRESS RELEASE

Meeting of the Board of Directors today

- **NET SALES €975,9 MLN (€1033.3 MLN 1st half '07)**
- **NET PROFIT €26.3 MLN (€23.6 MLN 1st half '07)**
- **NET DEBT €515.8 MLN**

PARENT COMPANY IMMSI S.P.A.:

- **NET PROFIT €18.5 MLN**

ALITALIA: APPROVED THE COMPANY'S PARTECIPATION IN THE COMPANY COMPAGNIA AEREA ITALIANA FOR AN OVERALL INVESTMENT AT MOST €150 MLN

Mantua, 28 August 2008 – At a meeting today chaired by Roberto Colaninno, the Board of Directors of IMMSI S.p.A. examined and approved the Group's results for the first six months of 2008.

In the first six months of 2008, Immsi Group consolidated net sales totalled € 975.9 million, comprising €900.3 million from the Piaggio Group, €73.2 million from Rodriquez Cantieri Navali Group and €2.4 million from the property sector.

In the first half of 2007, Immsi Group net sales totalled € 1033.3 million.

The reduction in Immsi net sales, compared to the first half of 2007, is due to a decline in net sales of the Piaggio Group which, in a globally weak market, contained the reduction to 7% while increasing industrial margins.

As regards the Rodriquez Cantieri Navali Group, first half net sales improved by 17.6%, compared to the same period in 2007, to € 73.2 million, as a result of production progress made on various orders. At 30 June 2008, Rodriquez's order book stood at € 369 million.

EBITDA totalled € 120.3 million, a 12.3% return on net sales, compared to € 141.2 million for the first six months of 2007.

EBIT, after € 48.5 million of amortisation and depreciation, stood at € 71.8 million, a 7.4% return on net sales.

In the first six months of 2008, the Immsi Group recorded a profit before tax of € 56.9 million and a net profit of € 26.3 million, after € 14.3 million of taxation. In the first six months of 2007, the net profit was € 23.6 million.

Net debt increased from € 428.2 million at 31 December 2007 to 515.8 million at 30 June 2008, primarily as a result of the gross investments during the period totalling € 57.3 million, the dividends paid out by the parent company (€ 10.3 million) and to the minority shareholders of the Piaggio Group (€ 9.8 million) and the decision to settle in cash the amount of the Piaggio 2004-2009 warrants for € 64.2 million, partially offset by the € 42.9 million of net cash flow generated by operations.

Consolidated total shareholders' equity at 30 June 2008 stood at € 588.4 million, € 196.5 million of which attributable to minority shareholders. At 31 December 2007, shareholders' equity totalled € 666.8 million.

Significant events after 30 June 2008

In July, the parent company acquired a further 920,000 Piaggio shares on the MTA market for a total of € 1 million.

As regards the Piaggio Group, the following significant events took place after 30 June:

- on 3 July, the Piaggio & C S.p.A. 2004-2009 warrants and the EMH financial instruments were settled in cash;
- in July, Piaggio & C S.p.A. completed the planned purchase of 10,000,000 own ordinary shares, equal to 2.52% of the share capital, to service the stock option plan for top management of the Piaggio Group approved by the shareholder meeting on 7 May 2007 in accordance with article 114-bis of Law 58/1998;
- in July, Piaggio & C S.p.A. completed the preparatory stages leading up to the merger by incorporation of Moto Guzzi;
- in July and August, Piaggio & C S.p.A. continued purchasing own shares to service the plan to acquire and dispose of the company's own shares, approved by the shareholder meeting on 24 June 2008. On 28 August 2008, the company held 18,895,000 own shares, purchased at an average price of 2.2104 euro.

Outlook

The Immsi Group outlook regarding the Piaggio Group expects to see a specific focus on productivity increases and cost containment, continuing the work of the first half of the year. As concerns sales, a substantial increase is expected outside Europe, as well as a return to normal seasonal demand in Europe.

Regarding the shipbuilding sector, in light of the major current orders and the effect that the Intermarine Division will bring to the group with the Finnish Navy order for 3 minesweepers, further growth is expected in production volumes, compared to 2007, which, together with the absolute margins of that order, makes a return to operating profit a possibility for the Rodriguez group in the second half of the year.

Immsi S.p.A.

In the first six months of 2008, the parent company reported a net profit of € 18.5 million, primarily as a result of positive financial income components (€ 13.5 million of Piaggio dividends, € 5.9 million gain on the disposal of Unicredit shares). During the first six months, the company purchased 1,840,000 own shares, in line with the buy-back plan approved by the shareholder meeting on 13 May 2008, for a total outflow of € 1.5 million, and 6,209,909 Piaggio shares totalling € 11.5 million.

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Acting on a proposal by the Chairman Roberto Colaninno, during the same meeting the Board of Directors of Immsi approved the company's participation in the project aimed at integrating and relaunching Alitalia by undertaking a shareholding in the company Compagnia Aerea Italiana, for an overall investment of at most €150m. The Board has

granted the Chairman Roberto Colaninno the fullest powers to negotiate the terms, conditions and methods of the transaction. The transaction envisages the assumption of the role of Executive Chairman of the company Compagnia Aerea Italiana by Roberto Colaninno.

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Having voluntarily adhered to the Code of Conduct regulating the accumulation of administration and control appointments, Board Member Marco Reboa has today resigned from the corporate Board of Directors and, consequently, from the role of Lead Independent Director and Chairman of the Internal Control Committee of Immsi. He will continue in his role as Chairman of the Inspection Body.

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The manager in charge of preparing the company's financial reports (Andrea Paroli) certifies pursuant to paragraph 2 article 154 *bis* of the Consolidated Law on Financial Intermediation that the accounting disclosures in this statement correspond to the accounting documents, ledgers and entries.

For more information:

IMMSI Press Office

Via Vivaio, 6 - 20122 Milan

Massimiliano Levi

Tel. +39 02 76212621

Fax +39 02 76212629

massimiliano.levi@immsi.it

Immsi Group income statement

In thousands of euro	1H 2008		1H 2007		Change	in %
Net sales	975,939	100%	1,033,280	100%	-57,341	-5.5%
Cost of materials	568,248	58.2%	609,368	59.0%	-41,120	-6.7%
Cost of services and use of third-party assets	196,370	20.1%	197,756	19.1%	-1,386	-0.7%
Employee expenses	147,903	15.2%	136,224	13.2%	11,679	8.6%
Other operating income	74,356	7.6%	67,793	6.6%	6,563	9.7%
Other operating expense	17,487	1.8%	16,546	1.6%	941	5.7%
EBITDA	120,287	12.3%	141,179	13.7%	-20,892	-14.8%
Depreciation tangible assets	22,192	2.3%	22,271	2.2%	-79	-0.4%
Amortisation goodwill	0	-	0	-	0	-
Amortisation intangible assets with finite life	26,330	2.7%	19,477	1.9%	6,853	35.2%
EBIT	71,765	7.4%	99,431	9.6%	-27,666	-27.8%
Share of result of associates	47	0.0%	-1	0.0%	48	-4800%
Financial income	20,598	2.1%	7,894	0.8%	12,704	160.9%
Financial expense	35,540	3.6%	26,962	2.6%	8,578	31.8%
PROFIT BEFORE TAX	56,870	5.8%	80,362	7.8%	-23,492	-29.2%
Income tax expense	14,262	1.5%	36,868	3.6%	-22,606	-61.3%
NET PROFIT FROM CONTINUING ACTIVITIES	42,608	4.4%	43,494	4.2%	-886	-2.0%
Profit (loss) from discontinued operations	0	-	0	-	0	-
NET PROFIT FOR THE PERIOD INCLUDING MINORITY INTERESTS	42,608	4.4%	43,494	4.2%	-886	-2.0%
Net profit attributable to minority interests	16,292	1.7%	19,875	1.9%	-3,583	-18.0%
NET PROFIT FOR THE PERIOD ATTRIBUTABLE TO THE GROUP	26,316	2.7%	23,619	2.3%	2,697	11.4%

Immsi Group balance sheet

In thousands of euro	30.06.2008	in %	31.12.2007	in %	30.06.2007	in %
Current assets:						
Cash and cash equivalents	102,511	4.7%	134,673	6.8%	114,464	5.4%
Financial assets	31,534	1.4%	19,222	1.0%	13,188	0.6%
Operating assets	833,745	38.3%	615,556	31.0%	819,054	38.3%
Total current assets	967,790	44.4%	769,451	38.7%	946,706	44.3%
Non-current assets:						
Financial assets	0	0.0%	566	0.0%	1,015	0.0%
Intangible assets	816,092	37.5%	813,091	40.9%	809,557	37.9%
Tangible assets	297,962	13.7%	308,426	15.5%	312,143	14.6%
Other assets	95,818	4.4%	96,017	4.8%	68,433	3.2%
Total non-current assets	1,209,872	55.6%	1,218,100	61.3%	1,191,148	55.7%
TOTAL ASSETS	2,177,662	100.0%	1,987,551	100.0%	2,137,854	100.0%
Current liabilities:						
Financial liabilities	280,340	12.9%	198,316	10.0%	147,595	6.9%
Operating liabilities	792,943	36.4%	569,846	28.7%	755,017	35.3%
Total current liabilities	1,073,283	49.3%	768,162	38.6%	902,612	42.2%
Non-current liabilities:						
Financial liabilities	369,471	17.0%	384,316	19.3%	398,584	18.6%
Other non-current liabilities	146,516	6.7%	168,306	8.5%	164,728	7.7%
Total non-current liabilities	515,987	23.7%	552,622	27.8%	563,312	26.3%
TOTAL LIABILITIES	1,589,270	73.0%	1,320,784	66.5%	1,465,924	68.6%
TOTAL SHAREHOLDERS' EQUITY	588,392	27.0%	666,767	33.5%	671,930	31.4%
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	2,177,662	100.0%	1,987,551	100.0%	2,137,854	100.0%

Immsi S.p.A. income statement

In thousands of euro

CE	1H 2008	1H 2007
Financial income	23,092	9,402
- of which with related parties and intragroup	14,484	6,918
Financial expense	(3,117)	(1,682)
- of which with related parties and intragroup	(14)	(16)
Share of result of associates	0	0
Operating income	2,199	2,114
- of which with related parties and intragroup	910	902
Cost of materials	(38)	(38)
Cost of services and use of third-party assets	(2,388)	(1,798)
- of which with related parties and intragroup	(179)	(138)
Employee expenses	(745)	(753)
Depreciation tangible assets	(187)	(41)
Amortisation goodwill	0	0
Amortisation intangible assets with finite life	0	(0)
Other operating income	61	101
- of which with related parties and intragroup	49	45
Other operating expense	(418)	(201)
- of which with related parties and intragroup	0	(13)
PROFIT BEFORE TAX	18,460	7,104
Income tax expense	41	275
- of which with related parties and intragroup	0	0
NET PROFIT FROM CONTINUING ACTIVITIES	18,501	7,379
Profit (loss) from discontinued operations	0	0
NET PROFIT FOR THE PERIOD	18,501	7,379

Immsi S.p.A. balance sheet

In thousands of euro

ASSETS	30/06/2008	31/12/2007
NON-CURRENT ASSETS		
Intangible assets	0	0
Tangible assets	11,918	11,631
- of which with related parties and intragroup	81	92
Investment property	0	0
Equity investments	378,326	366,753
Other financial assets	26,350	12,000
- of which with related parties and intragroup	26,350	12,000
Tax receivables	3,421	4,315
Deferred tax assets	0	0
Trade receivables and other receivables	1,897	1,385
- of which with related parties and intragroup	1,893	1,381
TOTAL NON-CURRENT ASSETS	421,911	396,084
ASSETS INTENDED FOR DISPOSAL	0	0
CURRENT ASSETS		
Trade receivables and other receivables	1,651	1,314
- of which with related parties and intragroup	1,442	1,154
Tax receivables	353	216
Other financial assets	51,654	79,882
- of which with related parties and intragroup	12,850	14,701
Cash and cash equivalents	4,655	8,220
TOTAL CURRENT ASSETS	58,312	89,632
TOTAL ASSETS	480,223	485,716
LIABILITIES	30/06/2008	31/12/2007

SHAREHOLDERS' EQUITY		
Share capital	177,507	178,464
Reserves and retained earnings	153,565	176,721
Profit for the period	18,501	11,551
TOTAL SHAREHOLDERS' EQUITY	349,573	366,736
NON-CURRENT LIABILITIES		
Financial liabilities	45,889	45,863
Trade payables and other payables	0	0
Reserves for pensions and similar obligations	174	158
Other long-term reserves	0	0
Deferred tax liabilities	3,695	5,574
TOTAL NON-CURRENT LIABILITIES	49,758	51,595
LIABILITIES ASSOCIATED WITH ASSETS INTENDED FOR DISPOSAL	0	0
CURRENT LIABILITIES		
Financial liabilities	74,180	62,698
- of which with related parties and intragroup	540	540
Trade payables	1,408	1,059
- of which with related parties and intragroup	52	238
Current income tax expense	468	310
Other payables	4,716	3,198
- of which with related parties and intragroup	3,262	2,325
Current portion of other long-term reserves	120	120
TOTAL CURRENT LIABILITIES	80,892	67,385
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	480,223	485,716