IMMSI Società per Azioni

Share capital 178,464,000 euro fully paid up
Registered office: P.zza Vilfredo Pareto, 3 – 46100 Mantova
Mantova register of companies – Tax-payer's code and VAT number 07918540019

Interim Management Report

30 September 2008

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Situation prior to the Board of Directors of 13 November 2008

COMPANY BOARDS

The Board of Directors and the Board of Statutory Auditors were appointed by a shareholder resolution on 12 May 2006 and their term in office expires on the date of the shareholders' meeting called to approve the financial statements for the year ending 31 December 2008.

BOARD OF DIRECTORS

Roberto Colaninno (1) - (2)	***Chairman***
Carlo d'Urso	***Deputy Chairman***
Luciano La Noce (1)	***Managing Director***
Matteo Colaninno	***Director***
Michele Colaninno	***Director***
Mauro Gambaro	***Director***
Giovanni Tamburi	***Director***
Giorgio Cirla	***Director***

BOARD OF STATUTORY AUDITORS

Alessandro Lai	***Chairman***
Giovannimaria Seccamani Mazzoli	***Standing Auditor***
Leonardo Losi (3)	***Standing Auditor***

INDEPENDENT AUDITORS

Deloitte & Touche S.p.A.	***2006 - 2011***

GENERAL MANAGER

Michele Colaninno

(1) Legal representative in legal and third party dealings, with power of signature and powers to supervise corporate operations; to that end, he is authorised to carry out all acts and transactions of ordinary management, as well as implement the resolutions of Shareholders' Meetings and the Board of Directors.

(2) Legal representative in legal and third party dealings, with power of signature and powers to carry out all acts and transactions of extraordinary management, advising the Board of Directors thereof at the following meeting.

(3) Taken over the position, on 29 August 2008, following the resignations of the Standing Auditor Marco Spadacini and the substitute Auditor Giovanni Sala.

In accordance with the principles recommended by the Corporate Governance Code for Listed Companies ("*Codice di Autodisciplina delle Società Quotate*"), as well as in accordance with Ital.Legisl.Decree 231/01, the Board of Directors has established the following organs:

REMUNERATION COMMITEE

Carlo d'Urso	***Chairman***
Mauro Gambaro	
Giovanni Tamburi	

INTERNAL AUDIT COMMITTEE

Carlo d'Urso
Mauro Gambaro

DIRECTOR APPOINTED

Luciano La Noce

PERSON IN CHARGE OF THE INTERNAL AUDIT

Pierantonio Piana

SUPERVISORY BOARD

Marco Reboa	***Chairman***
Alessandro Lai	
Alessandro Bertolini	

MANAGER IN CHARGE OF PREPARING THE COMPANY ACCOUNTS AND DOCUMENTS

Andrea Paroli

INVESTOR RELATOR

Andrea Paroli

Situation following the Board of Directors of 13 November 2008

COMPANY BOARDS

The Board of Directors and the Board of Statutory Auditors were appointed by a shareholder resolution on 12 May 2006 and their term in office expires on the date of the shareholders' meeting called to approve the financial statements for the year ending 31 December 2008.

BOARD OF DIRECTORS

Roberto Colaninno (1) - (2)	***Chairman***
Carlo d'Urso	***Deputy Chairman***
Luciano La Noce (1)	***Managing Director***
Matteo Colaninno	***Director***
Michele Colaninno	***Director***
Mauro Gambaro	***Director***
Giovanni Tamburi	***Director***
Giorgio Cirla	***Director***
Giovanni Sala (3)	***Director***

BOARD OF STATUTORY AUDITORS

Alessandro Lai	***Chairman***
Giovannimaria Seccamani Mazzoli	***Standing Auditor***
Leonardo Losi (4)	***Standing Auditor***

INDEPENDENT AUDITORS

Deloitte & Touche S.p.A.	***2006 - 2011***

GENERAL MANAGER

Michele Colaninno

(1) Legal representative in legal and third party dealings, with power of signature and powers to supervise corporate operations; to that end, he is authorised to carry out all acts and transactions of ordinary management, as well as implement the resolutions of Shareholders' Meetings and the Board of Directors.

(2) Legal representative in legal and third party dealings, with power of signature and powers to carry out all acts and transactions of extraordinary management, advising the Board of Directors thereof at the following meeting.

(3) Director co-opted, in replacement of Marco Reboa, upon the Board's resolution on 13 November 2008.

(4) Taken over the position, on 29 August 2008, following the resignations of the Standing Auditor Marco Spadacini and the Alternate Auditor Giovanni Sala.

In accordance with the principles recommended by the Corporate Governance Code for Listed Companies, as well as in accordance with Ital.Legisl.Decree 231/01, the Board of Directors has established the following organs:

LEAD INDEPENDENT DIRECTOR

Mauro Gambaro (1)

REMUNERATION COMMITTEE

Carlo d'Urso	***Chairman***
Mauro Gambaro	
Giovanni Tamburi	

INTERNAL AUDIT COMMITTEE

Giovanni Sala (2)	***Chairman***
Mauro Gambaro	
Giorgio Cirla (3)	

DIRECTOR APPOINTED

Luciano La Noce

PERSON IN CHARGE OF THE INTERNAL AUDIT

Pierantonio Piana

SUPERVISORY BOARD

Marco Reboa	***Chairman***
Alessandro Lai	
Alessandro Bertolini	

MANAGER IN CHARGE OF PREPARING THE COMPANY ACCOUNTS AND DOCUMENTS

Andrea Paroli

INVESTOR RELATOR

Andrea Paroli

(1) Appointed Lead Independent Director, in replacement of Marco Reboa, upon the Board's resolution on 13 November 2008.

(2) Appointed Chairman of the Internal Audit Committee, in replacement of Marco Reboa, upon the Board's resolution on 13 November 2008.

(3) Appointed member of the Internal Audit Committee, in replacement of Carlo d'Urso, upon the Board's resolution on 13 November 2008.

Key figures of the Immsi Group

In thousands of euros	*Property and holding sector*	*in %*	*Industrial sector*	*in %*	*Naval sector*	*in %*	*Immsi Group*	*in %*
Net revenues	4,307		1,289,322		109,020		1,402,649	
Operating earnings before depreciation and amortisation (EBITDA)	-4,082	-94.8%	179,426	13.9%	-5,669	-5.2%	169,675	12.1%
Operating earnings (EBIT)	-4,813	-111.7%	110,126	8.5%	-8,208	-7.5%	97,105	6.9%
Earnings before taxation	-1,764	-41.0%	83,761	6.5%	-11,143	-10.2%	70,854	5.1%
Earnings for the period including minority interest	-727	-16.9%	61,983	4.8%	-8,919	-8.2%	52,337	3.7%
Group earnings for the period (consolidated)	968	22.5%	37,182	2.9%	-5,537	-5.1%	32,613	2.3%
Net financial position	-112,978		-327,374		-94,932		-535,284	
Personnel (number)	73		7,633		428		8,134	

The "property and holding company sector" consolidates the financial items of Immsi S.p.A., Is Molas S.p.A., Apuliae S.p.A., Pietra S.r.l. and RCN Finanziaria S.p.A..

Form and contents of the interim report

This Interim Management Report at 30 September 2008, drawn up in conformity with the provisions of art. 154-ter of the Ital. Legislative Decree 58/1998 "Consolidated Act of Finance" ("*Testo Unico della Finanza*") and of the Issuers Regulations ("*Regolamento Emittenti*) emanated by *Consob*, contains the accounting statements and related consolidated Notes of the Group drawn up according to the IFRS accounting standards issued by the International Accounting Standards Board ("IASB") and approved by the European Union.
The principles applied in drawing up the Interim Management Report at 30 September 2008 have not been changed compared to the principles adopted in drawing up the consolidated financial statements at 31 December 2007.

The preparation of interim financial statements requires management to make estimates and assumptions that have an impact on the book values of revenues, costs, assets and liabilities, as well as on contingent asset and liability disclosures at the balance sheet date. If in the future these estimates and assumptions, that are based on management's best evaluation, turn out to be different from reality, they are adjusted appropriately in the period when management realises that circumstances have changed.
It is also worth mentioning that certain valuation processes, especially the more complex ones such as the determination of impairment losses on non-current assets, are generally carried out in detail only when preparing the year-end accounts, when all of the information needed is available,

except in cases where there are signs of impairment that require an immediate assessment of the potential loss in value.

These financial statements are expressed in euros as this is the currency in which the Group carries out most of its transactions.
Unless stated otherwise, the figures in the schedules and notes that follow are expressed in thousands of euros.
This Interim Management Report is not subjected to audit.

The income taxes are acknowledged on the basis of the best estimate of the expected weighted average rate for the whole year.

As regards the Group, below can be found the income statement for the third quarter of 2008 and the final at 30 September 2008 compared with the same periods in 2007, as well as the balance sheet at 30 September 2008 compared with the situation at 30 September 2007 and 31 December 2007 and the cash flow statement at 30 September 2008 compared with the situation at 30 September 2007. There is also a statement of changes in shareholders' equity at 30 September 2008 compared with the figures for the same period of the last year.
With reference to the *Consob* Resolution no. 15519 of 17 July 2006, it is specified that notes have been inserted at the foot of the consolidated income statement and balance sheet that give the extent of significant relations with related parties. For a closer examination please refer to the table given at the end of this Interim Management Report.
No non-recurrent, atypical or unusual operations have been found during the first nine months of 2008.

The manager in charge of preparing the company accounts and documents, Andrea Paroli, declares, in accordance with paragraph 2 of article 154-bis of the Consolidated Act of Finance ("*Testo Unico della Finanza*"), that the accounting report contained in this document corresponds to the evidence of the documents, books and accounting records.

Scope of consolidation

For consolidation purposes we have used the financial statements at 30 September 2008 of the companies included in the scope of consolidation, duly adapted and reclassified, where necessary, in order to make them conform to the international accounting standards and to the standard classification criteria used in the Group.
The scope of consolidation includes the companies in which the Parent Company, directly or indirectly, holds more than half of the voting rights at Shareholders' Meetings, or has the power to influence or control the voting rights by contract or according to the articles of association, or can appoint a majority of Board members. Dormant or near-dormant (and therefore insignificant) subsidiaries have not been consolidated on a line-by-line basis.

The area of consolidation has changed compared to the consolidated financial statements at 31 December 2007 and the consolidated accounting situation at 30 September 2007 due to the closure of the procedure of liquidation of Piaggio Indocina PTE Ltd and Progetto Smeb S.r.l.. This change of rather limited extent does not alter the comparability of the assets and liabilities and economic results between the two periods of reference.

Consolidated financial statements and explanatory notes

Consolidated reclassified income statement of the Immsi Group

In thousands of euros	3rd Quarter 2008		3rd Quarter 2007		30 September 2008		30 September 2007	
Net revenues	**426,710**	**100%**	**439,093**	**100%**	**1,402,649**	**100.0%**	**1,472,373**	**100%**
Costs for materials	251,138	58.9%	254,715	58.0%	819,386	58.4%	864,083	58.7%
Costs for services and the use of third party assets	84,948	19.9%	87,909	20.0%	281,318	20.1%	285,665	19.4%
Employee costs	66,258	15.5%	65,755	15.0%	214,161	15.3%	201,979	13.7%
Other operating income	32,804	7.7%	31,797	7.2%	107,160	7.6%	99,590	6.8%
Other operating costs	7,782	1.8%	8,754	2.0%	25,269	1.8%	25,300	1.7%
OPERATING EARNINGS BEFORE AMORTIZATION/DEPRECIATION	**49,388**	**11.6%**	**53,757**	**12.2%**	**169,675**	**12.1%**	**194,936**	**13.2%**
Depreciation of tangible assets	9,912	2.3%	10,624	2.4%	32,104	2.3%	32,895	2.2%
Amortization of goodwill	0	-	0	-	0	-	0	-
Amortization of finite life intangible assets	14,136	3.3%	13,133	3.0%	40,466	2.9%	32,610	2.2%
OPERATING EARNINGS	**25,340**	**5.9%**	**30,000**	**6.8%**	**97,105**	**6.9%**	**129,431**	**8.8%**
Earnings on equity investments	2	0.0%	3	0.0%	49	0.0%	2	0.0%
Financial income	5,711	1.3%	6,590	1.5%	26,309	1.9%	14,484	1.0%
Financial charges	17,069	4.0%	14,733	3.4%	52,609	3.8%	41,695	2.8%
EARNINGS BEFORE TAXATION	**13,984**	**3.3%**	**21,860**	**5.0%**	**70,854**	**5.1%**	**102,222**	**6.9%**
Taxation	4,255	1.0%	10,473	2.4%	18,517	1.3%	47,341	3.2%
EARNINGS AFTER TAXATION FROM CONTINUING ASSETS	**9,729**	**2.3%**	**11,387**	**2.6%**	**52,337**	**3.7%**	**54,881**	**3.7%**
Profit (loss) from assets for disposal or sale	0	-	0	-	0	-	0	-
EARNINGS FOR THE PERIOD INCLUDING MINORITY INTEREST	**9,729**	**2.3%**	**11,387**	**2.6%**	**52,337**	**3.7%**	**54,881**	**3.7%**
Minority interest earnings for the period	3,432	0.8%	5,605	1.3%	19,724	1.4%	25,480	1.7%
GROUP EARNINGS FOR THE PERIOD	**6,297**	**1.5%**	**5,782**	**1.3%**	**32,613**	**2.3%**	**29,401**	**2.0%**

- At 30 September 2008 the Costs for materials, services and use of third party assets include costs for operations with related parties for a total of 40.4 million euros (around 35.7 million euros at 30 September 2007) substantially referring to the purchase of components from companies associated with the Piaggio group (Piaggio Foshan Motorcycle);
- At 30 September 2008 the Other operating income include 1.6 million euros for income made with Piaggio Foshan Motorcycle, around 1.6 million euros less than at 30 September 2007.

Net revenues

Consolidated net revenues at 30 September 2008 amount to 1,402.6 million euros, of which almost 92% (1,289.3 million) are attributable to the industrial sector (Piaggio group), about 8% (109 million euros) to the naval sector (Rodriquez group) and the balance (4.3 million euros) to the property and holding sector (Immsi S.p.A. and Is Molas S.p.A.).

The type of products sold and the sectors in which the Group operates means that revenues follow a seasonal trend during the year, the first half being more favourable than the second.

With reference to the industrial sector the net revenues in the first nine months of 2008 record a 5.9% drop compared to the same period in 2007 with the decrease in sales of the Two-Wheeler

business only partially compensated for by the growth of the Light Commercial Vehicles business. Compared to the same period of the preceding year, the drop in the Two Wheeler business is essentially due to the decreases in sales recorded both in the scooter sector (-49.9 million euros equal to -7% compared to September 2007) and in the motorcycle sector (-22.6 million euros equal to -10.9%). The drop is concentrated in the Aprilia and Moto Guzzi brands, with a decrease of 38 million euros, Piaggio with -59.2 million euros and Derbi with -0.2 million euros, while Gilera and Vespa record an increase in revenues equal to 14.9 and 9.8 million euros respectively. In particular, the reduction in the BMW five-year order has an effect of 17.9 million euros on the drop of the motorcycle sector.
The Light Commercial Vehicles business records a growth in sales of 16.4 million euros (+5.8%). Also at 30 September 2008 there is a good performance for the Indian subsidiary that records growth in revenues of 8.6% compared to 30 September 2007.

As regards the naval sector, consolidated revenues come to 109 million euros at 30 September 2008, up by 11.3% on 98 million euros at 30 September 2007, thanks to considerable advances in production made on portfolio orders.

At 30 September 2008, the property and holding sector is showing revenues that are basically in line with the first nine months of 2007.

Operating earnings before depreciation and amortisation (EBITDA)

Consolidated operating earnings before, depreciation and amortisation (Ebitda) amounts to 169.7 million euros at 30 September 2008 (12.1% of net revenues). Compared with operating earnings before depreciation and amortisation (EBITDA) for the first nine months of 2007, it has decreased by 25.3 million euros (-13%). At 30 September 2007 this figure amounted to 194.9 million euros (13.2% of net revenues).

The portion attributable to the industrial sector amounts to 179.4 million euros, 21 million euros decrease compared to the balance at 30 September 2007 (200.4 million euros), mainly further to the above drop of net revenues.

One of the main cost items is employee costs equal to 214.2 million euros, 15.3% of net revenues incidence increasing for 12.2 million euros compared to 202 million euros (13.7% of net revenues) in the same period of last year. The increase is referable to the growth in the average staffing levels and to the measurement during 2007 of the revenue deriving from the re-determination of the Staff Severance Fund (“*Trattamento di Fine Rapporto*”) following the reform on the subject of complementary social security introduced with the 2007 Financial Act.

Operating income

Operating income amounts to 97.1 million euros (6.9% of net revenues). The decrease on 2007 is 32.3 million euros. Consolidated operating income for the first nine months of last year came to 129.4 million euros (8.8% of net revenues).
Depreciation and amortisation for the period come to a total of 72.6 million euros (5.2% of net revenues), being made up of 32.1 million euros of depreciation and 40.5 million euros of amortisation.
No write-downs of goodwill were booked either in the first nine months of 2008 or in the same period last year. The impairment test carried out at 31 December 2007 confirmed that the amounts booked in the financial statements could all be recovered in full.

Income before taxation

Income before taxation amounts to 70.9 million euros at 30 September 2008 (5.1% of net revenues). The corresponding figure for the previous year was 102.2 million euros (6.9% of net revenues).

Net financial charges in 2008 come to 26.3 million euros (1.9% of net revenues). At 30 September 2007 this figure amounted to 27.2 million euros negative, 1.8% incidence on revenues.

Net financial charges were 26.4 million euros for the Piaggio group (net of 14.2 million of income), 2.9 million euros for the Rodriquez group (net of 3.6 million of income) while with reference to the Parent Company the consolidable net financial proceeds amount to 5.5 million euros, mainly due to capital gains on the sale of Unicredit shares (5.9 million euros related to the sale of 1.5 million shares) and dividends on non-consolidated equity investments (2.6 million euros).

Net income for the period

Net income after taxation and minority interests comes to 32.6 million euros at 30 September 2008 (2.3% of net revenues). In the first nine months of the previous year, this figure was 29.4 million euros (2% of net revenues).
The taxes under accrual basis, calculated on the average tax rate expected over the whole period, amount to 18.5 million euros with an incidence on earnings before taxes equal to 26.1% (46.3% in the corresponding period of 2007).

Earnings per share

In euros

From continuing assets	30 September 2008	30 September 2007
Basic	0.095	0.086
Diluted	0.095	0.086
Average number of share:	342,326,667	343,200,000

The basic earnings per share is calculated by dividing the earnings attributable to the shareholders of the Parent Company by the weighted average of the outstanding shares during the first nine months of the period, excluding treasury stocks.
Diluted EPS is the same as basic EPS as there are no potential shares outstanding that could have a dilutive effect.
At the closing date of the interim financial statements there are no profits or losses from non-current assets held for sale or to be discontinued.

Balance sheet of the Immsi Group

In thousands of euros	*30.09.2008*	*in %*	*31.12.2007*	*in %*	*30.09.2007*	*in %*
Current assets:						
Cash and cash equivalent	61,540	3.0%	134,673	6.8%	124,604	6.1%
Financial assets	13,728	0.7%	19,222	1.0%	9,147	0.4%
Operating assets	717,774	35.3%	615,556	31.0%	750,798	36.5%
Total current assets	**793,042**	**39.0%**	**769,451**	**38.7%**	**884,549**	**43.0%**
Non-current assets:						
Financial assets	0	0.0%	566	0.0%	1,015	0.0%
Intangible assets	816,137	40.1%	813,091	40.9%	809,382	39.3%
Tangible assets	298,721	14.7%	308,426	15.5%	309,179	15.0%
Other assets	126,481	6.2%	96,017	4.8%	54,191	2.6%
Total non-current assets	**1,241,339**	**61.0%**	**1,218,100**	**61.3%**	**1,173,767**	**57.0%**
TOTAL ASSETS	**2,034,381**	**100.0%**	**1,987,551**	**100.0%**	**2,058,316**	**100.0%**
Current liabilities:						
Financial liabilities	244,332	12.0%	198,316	10.0%	147,338	7.2%
Operating liabilities	717,623	35.3%	569,846	28.7%	688,181	33.4%
Total current liabilities	**961,955**	**47.3%**	**768,162**	**38.6%**	**835,519**	**40.6%**
Non-current liabilities:						
Financial liabilities	366,220	18.0%	384,316	19.3%	396,018	19.2%
Other non-current liabilities	135,916	6.7%	168,306	8.5%	160,023	7.8%
Total non-current liabilities	**502,136**	**24.7%**	**552,622**	**27.8%**	**556,041**	**27.0%**
TOTAL LIABILITIES	**1,464,091**	**72.0%**	**1,320,784**	**66.5%**	**1,391,560**	**67.6%**
TOTAL SHAREHOLDERS' EQUITY	**570,290**	**28.0%**	**666,767**	**33.5%**	**666,756**	**32.4%**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	**2,034,381**	**100.0%**	**1,987,551**	**100.0%**	**2,058,316**	**100.0%**

- At 30 September 2008 current trade and other receivables include receivables for transactions with non-consolidated associated companies totalling 4.8 million euros, substantially related to the sale of vehicles, spare parts and the recovery of miscellaneous costs (2.1 million euros at 30 September 2007);
- Trade and other payables include payables arising from transactions with related parties amounting to 8.3 million euros, mainly resulting from the purchase of parts and vehicles by companies associated to the Piaggio group (5.5 million euros at 30 September 2007).

Analysis of capital employed by the Immsi Group

In thousands of euros	*30.09.2008*	*in %*	*31.12.2007*	*in %*	*30.09.2007*	*in %*
Current operating assets	717,774	57.8%	615,556	48.7%	750,798	60.8%
Current operating liabilities	-717,623	-57.8%	-569,846	-45.1%	-688,181	-55.7%
Net operating working capital	**151**	**0.0%**	**45,710**	**3.6%**	**62,617**	**5.1%**
Intangible assets	816,137	65.7%	813,091	64.4%	809,382	65.5%
Tangible assets	298,721	24.1%	308,426	24.4%	309,179	25.0%
Other assets	126,481	10.2%	96,017	7.6%	54,191	4.4%
Invested capital	**1,241,490**	**100.0%**	**1,263,244**	**100.0%**	**1,235,369**	**100.0%**
Non-current non-financial liabilities	135,916	10.9%	168,306	13.3%	160,023	13.0%
Minority interest capital and reserves	185,893	15.0%	262,175	20.8%	259,054	21.0%
Consolidated shareholders' equity of the Group	384,397	31.0%	404,592	32.0%	407,702	33.0%
Total non-financial sources	**706,206**	**56.9%**	**835,073**	**66.1%**	**826,779**	**66.9%**
Net financial debt	**535,284**	**43.1%**	**428,171**	**33.9%**	**408,590**	**33.1%**

Invested capital

Invested capital amounts to 1,241.5 million euros at 30 September 2008, for a decrease on 31 December 2007 of 21.8 million euros and for an increase of 6.1 million euros on 30 September 2007 (1,263.2 million euros and 1,235.4 million euros respectively). Compared with the beginning of the year, net operating working capital has decreased by 45.6 million euros. The decrease in the tangible assets altogether amounts to 9.7 million euros compared to 31 December 2007, while intangible assets have grown by 3 million euros compared to 31 December 2007.

Net financial debt

The Group's net financial debt at 30 September 2008 amounted to 535.3 million euros, an increase over 31 December 2007 of 107.1 million euros and over 30 September 2007 of 126.7 million euros. In addition, with reference to the composition of the debt it is possible to note, compared to 31 December 2007, an increase in the short-term financial debt passing from a negative balance equal to 44.4 million euros to a negative balance equal to 169.1 million euros, while the financial debt over the medium and long term has decreased both compared to 31 December 2007, from 383.8 to 366.2 million euros, and compared to the balance at 30 September 2007 (equal to 395 million euros). The worsening in the Group's financial position compared to 31 December 2007 is due to the investments made in the period, equal to a total of 76.1 million euros, the decision to settle the value of the 2004-2009 Piaggio warrants by cash for a total of 64.2 million euros, the dividends paid out for 20.3 million euros and the purchase of treasury stocks by Immsi (1.8 million euros) and Piaggio (19.2 million euros) only partially compensated for by the cash flow generated by management equal to 61.2 million euros.

Capital investment

Gross capital investment during the period to 30 September 2008 totalled 76.1 million euros, divided among tangible assets for 26.5 million euros (of which 22.9 million euros by Piaggio group), intangible assets for 36.5 million euros (of which 35.7 million euros by Piaggio group), and investments in financial fixed assets for 12.7 million euros, of which 12.5 million euros related to the purchase by the Parent company, Immsi S.p.A. of 7,129,909 shares of Piaggio & C. S.p.A. on the Electronic Share Market ("*MTA*").

Net Financial Debt of the Immsi Group

In thousands of euros	***30.09.2008***	***31.12.2007***	***30.09.2007***
Short-term financial assets			
Cash and cash equivalent	-61,540	-134,673	-124,604
Financial assets	-13,728	-19,222	-9,147
Total short-term financial assets	**-75,268**	**-153,895**	**-133,751**
Shot-term financial payables			
Bonds	0	0	0
Amounts due to banks	216,115	165,975	122,169
Amounts due under finance leases	761	736	768
Amounts due to other lenders	27,456	31,605	24,401
Total short-term financial payables	**244,332**	**198,316**	**147,338**
Total short-term financial debt	**169,064**	**44,421**	**13,587**
Medium/long-term financial assets			
Receivables for loans	0	-566	-1,015
Other financial assets	0	0	0
Total medium/long-term financial assets	**0**	**-566**	**-1,015**
Medium/long-term financial payables			
Bonds	145,767	145,380	144,929
Amounts due to banks	187,178	203,170	216,541
Amounts due under finance leases	9,424	9,883	10,109
Amounts due to other lenders	23,851	25,883	24,439
Total medium/long-term financial payables	**366,220**	**384,316**	**396,018**
Total medium/long-term financial debt	**366,220**	**383,750**	**395,003**
Net financial debt	**535,284**	**428,171**	**408,590**

Cash flow statement of the Immsi Group

In thousands of euros	30 September 2008	30 September 2007
Operations		
Earnings for the period	32,613	29,401
Minority interest	19,724	25,480
Taxation	18,517	47,341
Depreciation of tangible assets (including property investments)	32,104	32,895
Amortisation of intangible assets	40,466	32,610
Provisions for risks and for severance indemnity and similar obligations	21,913	22,954
Write-downs / (Revaluations)	2,493	2,375
Losses / (Gains) on disposal of tangible assets (including property investments)	(53)	(61)
Losses / (Gains) on disposal of securities	(5,884)	0
Interest receivable	(3,532)	(3,659)
Dividend income	(2,594)	(2,450)
Interest payable	34,377	32,657
Depreciation of grants	(8,078)	(1,674)
Change in working capital	(18,911)	(53,760)
Non-current funds change and other change	(79,591)	(11,222)
Cash generated from operations	83,564	152,887
Interest paid	(18,508)	(22,794)
Taxation paid	(13,889)	(29,753)
Cash flow from operations	51,167	100,340
Investments		
Acquisition of subsidiaries, net of cash and cash equivalents	(12,731)	(2,422)
Investments in tangible assets	(26,490)	(23,665)
Sale price, or repayment value, of tangible assets (including property investments)	503	786
Investments in intangible assets	(36,514)	(37,172)
Sale price, or repayment value, of intangible assets	3,741	41
Interest received	2,857	1,388
Public grants received	3,422	0
Dividends from equity investments	2,594	2,450
Other changes	13,727	2,994
Cash flow from investments	(48,891)	(55,600)
Financing		
Increase/Decrease in share capital by third parties	253	8,246
Outflow for dividends paid to Parent company shareholders	(10,296)	(10,296)
Outflow for dividends paid to Minority shareholders	(9,973)	(5,344)
Other changes	(68,137)	(15,198)
Cash flow from financing	(88,153)	(22,592)
Increase / (Decrease) in cash and cash equivalents	(85,877)	22,148
Opening balance	106,470	80,420
Exchange differences	845	(1,297)
Closing balance	21,438	101,271

This schedule illustrates the changes in cash and cash equivalents, net of short-term bank overdrafts totalling 40.1 million euros at 30 September 2008.

Total shareholders' equity and equity pertaining to the Immsi Group

In thousands of euros	Group Consolidated Shareholders' Equity	Minority interests' capital & reserves	Total Consolidated Shareholders' Equity (Group&Minority Interest)
Balances at 1st January 2007	**401,819**	**243,784**	**645,603**
Distribution of dividends	(10,296)	(5,344)	(15,640)
Increases in share capital against payment in the Parent company	0	0	0
Translation differences	162	133	295
Measurement of financial assets at fair value, net of taxation	(4,919)	2,440	(2,479)
Figurative cost of stock options	779	636	1,415
Other changes	(9,243)	(8,076)	(17,319)
Net income for the period	29,401	25,480	54,881
Balances at 30 September 2007	**407,703**	**259,053**	**666,756**

In thousands of euros	Group Consolidated Shareholders' Equity	Minority interests' capital & reserves	Total Consolidated Shareholders' Equity (Group&Minority Interest)
Balances at 1st January 2008	**404,592**	**262,175**	**666,767**
Distribution of dividends	(10,296)	(9,973)	(20,269)
Increases in share capital against payment in the Parent company	0	0	0
Translation differences	(2,451)	(1,605)	(4,056)
Measurement of financial assets at fair value, net of taxation	(35,960)	402	(35,558)
Figurative cost of stock options	1,014	663	1,677
Other changes	(5,115)	(85,493)	(90,608)
Net income for the period	32,613	19,724	52,337
Balances at 30 September 2008	**384,397**	**185,893**	**570,290**

Human resources

At 30 September 2008, Immsi Group employed 8,134 staff, of which 73 in the property and holding sector, 7,633 in the industrial sector (Piaggio group) and 428 in the naval sector (Rodriquez group).

The following tables divide resources by category and geographical area:

Human resources by category

numbers	30/09/2008			
	Property and holding Sector	**Industrial sector**	**Naval sector**	**Immsi Group**
Senior managers	6	112	22	140
Middle managers and clerical staff	34	2,452	173	2,659
Manual workers	33	5,069	233	5,335
TOTAL	**73**	**7,633**	**428**	**8,134**

Human resources by geographical area

numbers	30/09/2008			
	Property and holding Sector	**Industrial sector**	**Naval sector**	**Immsi Group**
Italy	73	4,683	428	5,184
Rest of Europe	0	594	0	594
Rest of the World	0	2,356	0	2,356
TOTAL	**73**	**7,633**	**428**	**8,134**

Human resources by category

numbers	30/09/2008	31/12/2007	Change
Senior managers	140	138	2
Middle managers and clerical staff	2,659	2,507	152
Manual workers	5,335	4,696	639
TOTAL	**8,134**	**7,341**	**793**

Human resources by geographical area

numbers	30/09/2008	31/12/2007	Change
Italy	5,184	4,734	450
Rest of Europe	594	588	6
Rest of the World	2,356	2,019	337
TOTAL	**8,134**	**7,341**	**793**

The increase in the number of employees (+793) is mainly attributable to the industrial sector because of the seasonal nature of production, concentrating the production and sale activity during spring and summer, by hiring personnel on short-term contracts during such periods.

Directors' comments on the results of operations

In the first nine months of 2008 the Immsi Group, also in view of the unfavourable macroeconomic context that has been generated worldwide, has net revenues and operating results down on the corresponding period of the preceding year, recording nevertheless a net profit up on 30 September 2007.
In particular, the proceeds, equal to 1,402.6 million euros at 30 September 2008, are 4.7% down on the equivalent period in 2007, up on the variation measured in June 2008 (-5.5%) thanks to the partial recovery in the third quarter of the year, equal to 426.7 million euros (-2.8%). The operational results behave in a similar way. Ebitda, equal to 169.7 million euros at 30 September 2008, reduces the drop on 2007 to 13% compared to -14.8% of June thanks to the performance of the third quarter (-8.1%). Ebit, equal to 97.1 million euros at 30 September 2008, is down by 25% to -27.8% in June) thanks to limiting the drop in the third quarter of 2008 (-15.5%). As mentioned the net result of the Groups is up 10.9% at September 2008, basically in line with the progress recorded in June (+11.4%).

The results of the various sectors making up the Group differ according to their business trends and the impact of seasonality.

Property and holding sector

With reference to the Parent Company Immsi S.p.A. it is noted that in the first nine months of 2008 operations were carried out on the the Electronic Share Market ("*MTA*") to purchase Piaggio stocks for a total of 12.5 million euros (for 7,129,909 shares) and sell Unicredit stock for a total of 8 million euros (1.5 million shares) with gross capital gains equal to 5.9 million euros. During the first nine months the Company carried out operations on the MTA to purchase treasury stocks for an overall of 1.8 million euros (2,340,000 shares).
The net result is therefore positive in the first nine months at 17.2 million euros compared to the positive balance of 6.7 million euros at 30 September 2007. Net of the eliminations related to the intragroup dividends, the consolidable net profit amounts to 3.7 million euros compared to the positive 0.2 million euros at 30 September 2007.
The net financial debt passes from 73.6 million euros at 31 December 2007 to 78.5 million euros (4.9 million euros the change), mainly due to the net balance of the financial investments, equal to 6.3 million euros (included the purchase of treasury stocks).

Within the framework of the project for integrating and re-launching the Alitalia assets, for which the Board of Directors of Immsi S.p.A. on 28 August 2008 had approved a total investment no greater than 150 million euros, 10 thousand euros were paid to purchase a stake in the company called Compagnia Aerea Italiana (CAI).

With reference to the subsidiary Is Molas S.p.A., the Regional Council ("*Giunta Regionale*") of Sardinia with resolution no. 11/26 of 19 February decided not to apply a further procedure of Environmental Impact Assessment ("V.I.A.", *i.e.* "*Valutazione Impatto Ambientale*") to the works of the project for "completion of the agreed Is Molas lotting" related to the advancement and completion of the tourist-hotel complex, the construction of the remaining residential volumes and the completion of the urbanization of the lotting, provided that the prescriptions to submit to preventive authorization are respected. Such studies in depth terminated successfully with resolution no. 1701 of 18 July 2008.
In addition, the resolution required applying a further procedure of V.I.A. to the works related to the Rio Tintioni and the new golf course, for which the company forwarded the related documentation to the relevant offices in the month of June. In the month of July the Services Conference was summoned to examine the dossier, the related determinations of which are being awaited.

With reference to the Pietra Ligure project, in the month of January the authorization arrived from the relevant Office in Rome of the purchase, made by deed on 18 December 2007, of the Property of 15,300 sq.m. situated in the Municipality of Pietra Ligure; regarding the area, in January the Services Conference was held, in which the technicians and the attorneys of RCN have illustrated a new planimetric version that has assimilated the informal directions given by the relevant offices following the first Conference. For the month of December there is to be a further Services Conference downline from the activities of examination and verification carried out during the current year.

Industrial sector

In the first nine months of 2008 the Piaggio group altogether throughout the world sold 537,900 vehicles, of which 395,900 in the Two Wheeler business, 140,000 in the Light Commercial Vehicle business and 2,000 for the BMW five-year order.
As regards the Two Wheeler business, this performance was accomplished in the context of a particularly difficult market in the main areas of reference of the group. Demand has indeed decreased compared to the corresponding period of the preceding year both in Italy (-5%) and in Europe (-4.6%). In particular, there has been a decline in the volumes of the brands of Gilera (-5.1%), Piaggio (-15.8%), that last year had benefited from the launch of some new models in late 2006, Aprilia (-7.4%), Moto Guzzi (-29.2%) and Derbi (-5.6%). The sales of the Vespa brand reached 96 thousand units (+4.2% compared to the first nine months of 2007) confirming the success of the brand at international level.
As concerns the Light Commercial Vehicles, in India the growth of the business has continued with an increase of 10.1% in the units sold equal to 11,500 vehicles.
In the light of the above dynamics, in the first nine months of 2008 the consolidated proceeds were accordingly 1,289.3 million euro (-5.9% compared to the same period of 2007).
By analyzing the trend of the proceeds in the sub-segments of reference, the decrease is mainly attributed to the above mentioned reduction in the demand of the Two Wheeler business and the reduction in the BMW five-year order, that has recorded a decrease of 17.9 million euros compared to the same period of last year, only partially attenuated by the growth in the business of Light Commercial Vehicles. Compared to the same period of the preceding year, the drop in the Two Wheeler sub-segment is essentially due to the decreases in sales recorded both in the scooter sector (-49.9 million euros, namely -7% compared to September 2007) and in the motorcycle sector (-22.6 million euros, -10.9%). The drop is concentrated in the Aprilia and Moto Guzzi brands, with a decrease of 38 million euros, Piaggio -59.2 million euros and Derbi -0.2 million euros, while Gilera and Vespa record an increase in revenues equal to 14.9 and 9.8 million euros respectively.
From a geographical point of view, the sales of the group in the United States have increased strongly. It is noted that the work continues on the construction of the new production factory in Vietnam that will come into operation next year.
The Light Commercial Vehicle division closed the first nine months with 140,000 units sold, a growth of 8.7% compared to September 2007 (299 million euros net revenues). In particular, the growth of the Indian subsidiary continues, which in spite of the signals of this strongly expanding market settling down in the last years, has seen its volumes grow further by 10.1% (11,500 vehicles) and sales of 8.6% compared to 30 September 2007. The sales increase in local currency of Piaggio Vehicles was equal to 22.4%.
The decrease in sales, altogether equal to 5.9%, suffers for 34.4 million euros from the revaluation of the euro compared to the foreign currencies. Net of this factor the drop is equal to 3.4%.

In the light of the above dynamics the earnings before interest, taxes, depreciation and amortisation (Ebitda) is equal to 179.4 million euros, a reduction of 10.5% compared to the 200.4

million euros of the same period of the preceding year. As a percentage of sales, the Ebitda for the first nine months of 2008 is 13.9% compared to 14.6% of the same period in 2007.
The operating result at 30 September 2008 is positive for 110.1 million euros, a drop of 28.2 million euros compared to 138.3 million of the same period in 2007 (-20.4%). Profitability was also down (measured as the operating result in relation to the net revenues), equal to 8.5%, against 10.1% of the same period in 2007.
In the first nine months of 2008 the Piaggio group has recorded earnings before taxes equal to 83.8 million euros. The worsening is correlated to the reduction in the operating result.
The taxes for the period altogether amount to 21.8 million euros, (48.1 million euros at 30 September 2007), with an incidence on the earnings before taxes of 26% (42% at 30 September 2007). Such a reduction is due particularly to the application of the annual average rate set according to the deferred tax assets recorded in 2008.
The net profit at 30 September 2008 is equal to 61.5 million euros (-4.5% compared to the same period in 2007).

During the first nine months of 2008 the absorbed financial resources have been equal to 57.6 million euros.
The income flow, or the net earnings plus amortizations, is equal to 131.3 million euros.
The positive effect of this flow has been absorbed by the increase of the net working capital, going from -0.4 million euros at 31 December 2007 to 9.1 million at 30 September 2008, by the investments for 56.1 million euros, by the dividends paid out for 23.5 million euros, the purchase of treasury stocks for 19.2 million euros and the decision to settle the value of the 2004-2009 Piaggio warrants by cash for a total of 64.2 million euros, of which 63.9 million paid on 3 July 2008 and 0.3 million reclassified among the current financial liabilities that were originally to be settled by issuing new shares.
The net financial position at 30 September 2008 is negative for 327.4 million euros compared to 269.8 million at 31 December 2007 and compared to 259.5 million euros in the same period of 2007.

Naval sector

With reference to the economic data of the Rodriquez group, the trend of growth in revenues already highlighted during the preceding year continues, with an increase equal to 11 million euros from 98 million euros at 30 September 2007 to 109 million euros in September 2008.
The progress in production and the completion of the constructions and deliveries have in particular concerned the Fast Ferries division with 17.3 million euros, the Yacht division with 18.3 million euros and the military division with 73.4 million euros.
This production has again been characterized by margins not altogether able to absorb the direct costs and those of the fixed structures. Particularly for the Oman order of the Fast Ferries division there is the effect of the negative variations in the order estimates made in relation to technical matters of construction of the catamarans, while for the Yacht division the Conam company has lower marginality than expected for orders of construction accounted for at cost while awaiting customers to sign contracts.
In light of the above, it is underlined that the portion of consolidable net earnings for the Immsi Group results into a loss equal to 5.5 million euros compared to the loss of 4.5 million euros at 30 September 2007.

The orders portfolio at 30 September 2008 amounts to 339 million euros.

From the point of view of assets and liabilities, the net financial debt of the group at 30 September is at 94.9 million euros with a remarkable worsening compared to the 68 million of the end of 2007 (-26.9 million euros) mainly due to change in working capital for 30.6 million euros, entirely due to delays in collecting from the customer *Guardia di Finanza* ("Italian Internal Revenue Force"), whose overdue payment increased up to 35 million euros totally because of changes in the procedures of payment introduced by the relevant Ministry. It should be noted that at 8 October the net financial position improved to 32.5 million euros against the positive outcome of such credit position.

Events following 30 September 2008 and predictable evolution of management

As mentioned, it is noted that in the month of October outstanding credits were collected for 32.5 million euros from a customer, *Guardia di Finanza* (“Italian Internal Revenue Force”) by the Rodriquez group with a consequent improvement in the related net financial position.
With reference to the Piaggio group it is noted that in the month of October the production unit of Hanoi in Vietnam was completed and the pre-production of the Vespa was started up, whose mass production will begin in January 2009. In addition, the Indian production unit (Baramati) is in the phase of completion for the production of the new 1000-1200 cc diesel engines, whose definite start is planned for the second half of 2009.
On 7 October the services conference was moreover held for the Environmental Impact Assessment (“V.I.A.”) of the tourist property investment of Is Molas. The company is therefore awaiting the deliberation of the Sardinian Regional Council, a formal act that should give the project the definitive green light.

Regarding the predictable evolution of the management, the Group will continue its efforts in the consolidation of what has already begun in the preceding years.
With reference to the industrial sector (Piaggio group) the evolution of the management will be particularly geared to the increase in productivity and the containment of costs, in line with what already happened in the first nine months.
With reference to the naval sector, in the light of the important contracts in being and the effects that the military division will bring to the Rodriquez group with the order of the 3 minesweepers for the Finnish Navy, it is possible to forecast further growth for the year in the volume of production compared to 2007.
The Compagnia Aerea Italiana operation is still in evolution, to which Immsi has assured its participation.

Segment reporting

In accordance with IAS 14, information is provided below by business areas (primary sector) and by geographical areas (secondary sector).
In this respect, as regards business areas, where possible information is provided relating to the property and holding, industrial and naval sectors.

Primary sector: business areas

Income statement

In thousands of euros	*Property and holding sector*	*Industrial sector*	*Naval sector*	*Immsi Group*
Net revenues to third parties	4,307	1,289,322	109,020	1,402,649
Net intercompany revenues				0
NET REVENUES	**4,307**	**1,289,322**	**109,020**	**1,402,649**
OPERATING EARNINGS	**-4,813**	**110,126**	**-8,208**	**97,105**
Earnings on equity investments	0	49	0	49
Financial income				26,309
Financial charges				52,609
EARNINGS BEFORE TAXATION				**70,854**
Taxation				18,517
EARNINGS AFTER TAXATION FROM CONTINUING ASSETS				**52,337**
Gain (loss) from assets intended for disposal or sale				0
EARNINGS FOR THE PERIOD INCLUDING MINORITY INTEREST				**52,337**
Minority interest earnings for the period				19,724
GROUP EARNINGS FOR THE PERIOD				**32,613**

Balance sheet

In thousands of euros	*Property and holding sector*	*Industrial sector*	*Naval sector*	*Immsi Group*
Sector business	254,889	1,505,055	273,686	2,033,630
Equity investments in associated companies	10	719	22	751
TOTAL ASSETS	**254,899**	**1,505,774**	**273,708**	**2,034,381**
TOTAL LIABILITIES	**124,457**	**1,079,176**	**260,458**	**1,464,091**

Other information

In thousands of euros	*Property and holding sector*	*Industrial sector*	*Naval sector*	*Immsi Group*
Investments in tangible and intangible assets	**850**	**58,603**	**3,551**	**63,004**
Depreciation, amortisation and write-downs	**1,006**	**71,494**	**2,563**	**75,063**
Cash flow from operations	**-7,244**	**99,776**	**-41,365**	**51,167**
Cash flow from investments	**-2,069**	**-46,759**	**-63**	**-48,891**
Cash flow from financing	**-4,462**	**-101,475**	**17,784**	**-88,153**

Secondary sector: geographical areas

Income statement

In thousands of euros	*Italy*	*Rest of Europe*	*India*	*United States*	*Rest of the World*	*Immsi Group*
Net revenues to third parties	464,446	607,429	189,208	78,026	63,540	1,402,649
Net intercompany revenues						0
NET REVENUES	**464,446**	**607,429**	**189,208**	**78,026**	**63,540**	**1,402,649**

Balance sheet

In thousands of euros	*Italy*	*Rest of Europe*	*India*	*United States*	*Rest of the World*	*Immsi Group*
Sector business	1,655,171	214,179	101,848	34,415	28,017	2,033,630
Equity investments in associated companies	703	3			45	751
TOTAL ASSETS	**1,655,874**	**214,182**	**101,848**	**34,415**	**28,062**	**2,034,381**

In thousands of euros	*Italy*	*Rest of Europe*	*India*	*United States*	*Rest of the World*	*Immsi Group*
Total receivables	**131,426**	**176,251**	**11,828**	**9,443**	**16,748**	**345,696**
Total payables	**550,350**	**44,382**	**54,572**	**3,899**	**22,697**	**675,900**

Other information

In thousands of euros	*Italy*	*Rest of Europe*	*India*	*United States*	*Rest of the World*	*Immsi Group*
Investments in tangible and intangible assets	**49,451**	**2,050**	**6,550**	**200**	**4,753**	**63,004**
Depreciation, amortisation and write-downs	**67,152**	**4,243**	**2,492**	**1,078**	**98**	**75,063**

Group and Related Party transactions

As regards the information to be provided on related party transactions in accordance with IAS 24 (Related Party Disclosures), we would like to point out that such transactions take place as part of normal operations at market conditions or as laid down under specific laws.

The following table shows the impact of related party transactions on the income statement (excluding revenues from recharged amounts to subsidiaries and parent companies in accordance with IAS 18) and on the total of each single item of the balance sheet resulting from the consolidated data of Immsi S.p.A. at 30 September 2008:

<table>
<tr><th>Financial statements classification
(higher than10 €/000)</th><th>Amounts in €/000</th><th>% incidence on balance sheet items</th><th>Description of the transactions</th></tr>
<tr><td colspan="4">Transactions with Related Parties:</td></tr>
<tr><td>Current trade payables</td><td>79</td><td>7.0%</td><td>Legal advice provided by Studio d'Urso Gatti e Associati</td></tr>
<tr><td>Costs for services and use of third party assets</td><td>79</td><td>2.4%</td><td>Legal advice provided by Studio d'Urso Gatti e Associati</td></tr>
<tr><td colspan="4">Transactions with Parent companies:</td></tr>
<tr><td>Tangible assets</td><td>76</td><td>0.6%</td><td>Fittings and motor vehicles provided by Omniainvest S.p.A.</td></tr>
<tr><td>Costs for services and use of third party assets</td><td>134</td><td>4.1%</td><td>Lease of offices in Mantova made available by Omniaholding S.p.A.</td></tr>
<tr><td colspan="4">Transactions with Subsidiaries:</td></tr>
<tr><td>Other non-current financial assets and receivables</td><td>13,975
14,692</td><td>48.7%
51.2%</td><td>Convertible loan granted to RCN Finanziaria S.p.A. and interest
Medium-term loan granted to RCN Finanziaria S.p.A. and interest</td></tr>
<tr><td>Current trade receivables and other receivables</td><td>108
391
1,185</td><td>5.7%
20.6%
62.4%</td><td>Amounts due by the Piaggio group for recharged costs and repayment of emoluments
Amounts due by Is Molas S.p.A. for recharged costs, consultancy contract and repayment of emoluments
Amounts due by the Rodriquez group for recharged costs, rental of offices in Roma, interest, fees and consultancy contract</td></tr>
<tr><td>Other current financial assets</td><td>150
1,000
12,000</td><td>0.4%
2.6%
30.7%</td><td>Loan granted to Pietra S.r.l.
Loans granted to RCN Finanziaria S.p.A.
Loan granted to Rodriquez Cantieri Navali S.p.A.</td></tr>
<tr><td>Current financial liabilities</td><td>540</td><td>0.7%</td><td>Interest-bearing deposit granted by Apuliae S.p.A.</td></tr>
<tr><td>Other current payables</td><td>12
72
151
1,946</td><td>0.3%
1.6%
3.3%
42.4%</td><td>Deferred income towards Rodriquez Cantieri Navali S.p.A.
Amounts due to Piaggio & C. S.p.A. for recharged costs and deferred income
Deferred income towards Is Molas S.p.A.
Debts from national tax consolidation agreement 2007-2009</td></tr>
<tr><td>Financial income</td><td>1,629
13,520</td><td>6.8%
56.8%</td><td>Interest income and guarantee fees from the Rodriquez group
Dividends from Piaggio & C. S.p.A.</td></tr>
<tr><td>Financial charges</td><td>22</td><td>0.5%</td><td>Interest on interest-bearing deposit granted by Apuliae S.p.A.</td></tr>
<tr><td>Operating income</td><td>750
450
75
73
16</td><td>23.1%
13.9%
2.3%
2.2%
0.5%</td><td>Consultancy contract and assistance with Piaggio & C. S.p.A.
Consultancy contract and assistance with Is Molas S.p.A.
Consultancy contract and assistance with Rodriquez Cantieri Navali S.p.A.
Rental received for the lease of the offices in Roma and Milano from Piaggio & C. S.p.A. and sale of IT material
Rental received for the lease of the offices in Roma and Milano from Rodriquez Cantieri Navali S.p.A.</td></tr>
<tr><td>Costs for services and use of third party assets</td><td>55</td><td>1.7%</td><td>Recharges from Piaggio & C. S.p.A.</td></tr>
<tr><td>Other operating income</td><td>30
33</td><td>38.2%
42.4%</td><td>Accrued income for repayment of emoluments from Is Molas S.p.A.
Accrued income for repayment of emoluments from Piaggio group</td></tr>
</table>

Figures including non-deductible VAT

In detail the main economic effects are proposed (excluding the proceeds from re-debits in conformity with IAS 18) along with the effects on the assets and liabilities on the operations concluded with correlated, controlling and associated parties and their incidence on each item in the financial statements ensuing from the consolidated data of the Immsi group at 30 September 2008. It is noted that the economic effects and those on the assets and liabilities deriving from consolidated intragroup operations have been eliminated.

Financial statements classification (higher than 10 €/000)	**Amounts in €/000**	**% incidence on balance sheet items**	**Description of the transactions**
Transactions with Related Parties:			
Current trade payables	*696*	*0.1%*	*Legal advice provided by St. d'Urso Gatti e Associati*
Costs for services and the use of third party assets	*184*	*0.0%*	*Legal advice provided by St. d'Urso Gatti e Associati*
Transactions with Parent companies:			
Tangible assets	*76*	*0.0%*	*Fittings and motor vehicles provided by Omniainvest S.p.A.*
Costs for services and use of third party assets	*189*	*0.0%*	*Lease of offices in Mantova made available by Omniaholding S.p.A*
Transactions with Associated Companies:			
Non-current trade receivables and other receivables	*830*	*1.7%*	*Amounts due by Fondazione Piaggio and AWS do Brasil*
Other current financial assets	*58*	*0.1%*	*Financial assets toward Fondazione Piaggio*
Current trade receivables and other receivables	*930* *3,031*	*0.3%* *1.0%*	*Amounts due by Fondazione Piaggio and Piaggio Foshan* *Amounts due by Consorzio CTMI and Armas Ocean Jets*
Current trade payables	*7,379* *1,409*	*1.3%* *0.3%*	*Trade payables to Fondazione Piaggio,Piaggio Cina and Piaggio Foshan* *Payables to Consorzio CTMI and Armas Ocean Jets*
Other current payables	*180*	*0.2%*	*Payables to Fondazione Piaggio*
Costs for materials	*39,985*	*4.9%*	*Costs for purchases fromPiaggio Foshan*
Costs for services and use of third party assets	*32*	*0.0%*	*Costs for purchases from Piaggio Foshan*
Other operating income	*1,592*	*1.5%*	*Income from Piaggio Foshan and Fondazione Piaggio*

Figures including non-deductible VAT

In late September 2008 Immsi S.p.A. made a commitment with Piaggio & C. S.p.A. to pay the Inland Revenue Department ("*Agenzia delle Entrate*") of Pontedera an amount up to 26.5 million euros equal to the VAT compensated in 2007 by the Piaggio group and resulting from the declaration related to the year 2006 and the interest calculated up to the end of any assessment. With this guarantee, for which there is to be remuneration for Immsi S.p.A., Piaggio at the same time issued surety for the parent company. If the outcome of the summon presented by Piaggio & C. S.p.A. to the Inland Revenue Department ("*Agenzia delle Entrate*"), with which it is asked whether Piaggio & C. S.p.A. can be considered to all intents and purposes as a parent company and be considered a party legitimated to provide direct guarantees for its credits and for those of the subsidiary companies, is positive, the original guarantor (Immsi S.p.A.) will be changed with Piaggio & C. S.p.A..

A letter of patronage was issued on 21 May 2008 by Immsi S.p.A. to Banca Antonveneta guaranteeing the financing acknowledged to Rodriquez Cantieri Navali S.p.A. for 5.2 million euros, falling due on 31 October 2009.

It should be also noted that further to the amendments of the contract stipulated between the Finnish Navy and the subsidiary Intermarine S.p.A., regarding the job order for the construction of three minesweepers, the Finnish Navy paid in the beginning of 2008, besides the advance payment foreseen by the contract for 32 million euros, two further advanced payments of 16.3 million euros and 600 thousand euros. These accounts are guaranteed, for an amount equal to 115% of the sum received, through insurance guarantees issued by SACE, provided there is the co-obligation of Immsi S.p.A. for an amount equal to 56.2 million euros.

It is noted that Intesa Sanpaolo S.p.A., minority shareholder of RCN Finanziaria S.p.A., has financing operations in being with the Rodriquez group specified below.
Rodriquez Cantieri Navali S.p.A. in late 2005 obtained a loan from Intesa Sanpaolo for a value at 30 September 2008 equal to 15 million euros, plus interest, extended to 31 December 2008, guaranteed by Immsi and tied to the Pietra Ligure project.

In addition Rodriquez Cantieri Navali S.p.A. has stipulated with Intesa Sanpaolo, in pool with Unicredit and Banca di Roma, a contract to issue guarantees to the customer of the Oman order (performance bonds and guarantees on the advance payments the customer will make) for a total value of 84.5 million USA dollars, used at 30 September 2008, following discharge of the guarantee for the delivery of construction no.350, for 58.3 million USA dollars, of which 1/3 related to Intesa Sanpaolo. The signed line of credit is assisted by a guarantee issued by Immsi S.p.A. for 60 million USA dollars and by registering mortgages on the assets under construction and pledges on the checking accounts dedicated to the order in line with the progress at the date.

At the end of September, following the redefinition of the expected cash flows until May 2009, the forward contracts connected to the estimated collections deriving from the orders in USA dollars were restructured with a synthetic forward operation by stipulating options for a notional value equal to 29.1 million USA dollars at a strike price equal to 1.5675 € / $. The cost of the operation is represented, as a financial burden, by the exchange rate differential compared to that of the original sale.

For the other companies in the Rodriquez group, there are financial receivables with the Intesa Sanpaolo group for 0.5 million euros and financial debts for 0.4 million euros.

Other information

Plan to adjust the systems of internal control for the companies in the Group with headquarters in countries outside the EU

With reference to the provisions of art. 36 and follow. of the Markets Regulation adopted by *Consob* with deliberation no. 16191 dated 29 October 2007, as regards the indirect subsidiary companies outside the EU monitored directly by the issuer Piaggio & C. S.p.A., reference is made to what it communicated with Communication on 14 November 2008.
Therefore, Immsi S.p.A. declares it is aligned with the prescriptions of the above articles.

Activity of management and coordination

The Company is not subject to an activity of management and coordination, in accordance with art. 2497 and foll. of the Italian Civil Code by the controlling party. In particular, it is specified that, at the situation of control of the Issuer, no tangible activity of management and coordination is carried on in relation to the case in point of art. 2497 and foll. of the Italian Civil Code and that none of said parties has a structure or organization such as to allow it to be carried on. Therefore, the Issuer and, particularly, its Board of Directors take their respective decisions in full autonomy.
Immsi S.p.A. declares it is aligned with the prescriptions of art. 37 of the Markets Regulation implemented by Consob with deliberation no. 16191 of 29 October 2007.