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

31 March 2009

Index:

COMPANY BOARDS

The Board of Directors and the Board of Statutory Auditors were appointed by a shareholder resolution on 29 April 2009 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 2011.

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***
Giorgio Cirla	***Director***
Enrico Maria Fagioli Marzocchi	***Director***
Giovanni Sala	***Director***

BOARD OF STATUTORY AUDITORS

Alessandro Lai	***Chairman***
Giovannimaria Seccamani Mazzoli	***Standing Auditor***
Leonardo Losi	***Standing Auditor***
Gianmarco Losi	***Substitute Auditor***
Mariapaola Losi	***Substitute 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 first following meeting.

In accordance with the principles of Corporate Governance recommended by the Self-Regulatory Code of Conduct for Listed Companies, as well as in accordance with Italian Legislative Decree D.Lgs. 231/01, the Board of Directors has established the following organs:

LEAD INDEPENDENT DIRECTOR

Mauro Gambaro

REMUNERATION COMMITTEE

Carlo d'Urso ***Chairman***
Mauro Gambaro
Giorgio Cirla

INTERNAL AUDIT COMMITTEE

Giovanni Sala ***Chairman***
Mauro Gambaro
Giorgio Cirla

DIRECTOR APPOINTED

Luciano La Noce

PERSON IN CHARGE OF THE INTERNAL AUDIT

Maurizio Strozzi

SUPERVISORY BOARD

Marco Reboa ***Chairman***
Alessandro Lai
Maurizio Strozzi

MANAGER IN CHARGE OF PREPARING THE COMPANY ACCOUNTS AND DOCUMENTS

Andrea Paroli

INVESTOR RELATOR

Andrea Paroli

Main income and balance sheet 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	911		306,344		30,592		337,847	
Operating earnings before depreciation and amortisation (EBITDA)	-1,376	-151.0%	21,012	6.9%	-1,595	-5.2%	18,041	5.3%
Operating earnings (EBIT)	-1,562	-171.5%	214	0.1%	-2,426	-7.9%	-3,774	-1.1%
Earnings before taxation	-5,288	-580.5%	-8,231	-2.7%	-3,179	-10.4%	-16,698	-4.9%
Earnings for the period including minority interest	-4,961	-544.6%	-4,687	-1.5%	-3,263	-10.7%	-12,911	-3.8%
Group earnings for the period (consolidated)	-4,169	-457.6%	-2,638	-0.9%	-2,066	-6.8%	-8,873	-2.6%
Net financial position	-172,916		-446,657		-102,809		-722,382	
Personnel (number)	75		7,046		402		7,523	

The "property and holding sector" consolidates the financial items of Immsi S.p.A., Immsi Audit S.c.a.r.l., ISM Investimenti 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 quarterly report

This Interim Management Report at 31 March 2009, drawn up in conformity with the provisions of art. 154-*ter* of the Italian Legislative Decree D.Lgs. 58/1998 ("Testo Unico della Finanza" – Italian Finance Consolidation Act) and of the Issuers Regulations emanated by Consob, contains the accounting statements and related consolidated Notes of the Group drawn up according to the International Financial Reporting Standards (IFRS) 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 31 March 2009 have not been changed compared to the principles adopted in drawing up the consolidated financial statements at 31 December 2008.

The preparation of the interim financial statements requires management to make estimates and assumptions that have an impact on the values of income, costs, assets and liabilities in the financial statements and on the information relating to contingent assets and liabilities at the financial statement date. If such estimates and assumptions, which are based on management's best valuation, should differ from actual circumstances, they would be suitably adjusted in the period in which such circumstances were to change.
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.

The financial statements are expressed in euros since that is the currency in which most of the Group's transactions take place.
Unless stated otherwise, the figures in the financial statements and explanatory 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 first quarter of 2009 compared with the same period in 2008, as well as the balance sheet at 31 March 2009 compared with the situation at 31 December 2008 and 31 March 2008 and the cash flow statement at 31 March 2009 compared with the situation at 31 March 2008. There is also a statement of changes in shareholders' equity at 31 March 2009 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 quarter of 2009.

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 Italian Finance Consolidation Act ("Testo Unico della Finanza"), that the accounting report contained in this document corresponds to the evidence of the documents, books and accounting records.

Consolidation area

For consolidation purposes we have used the financial statements at 31 March 2008 of the companies included in the consolidation area, duly adapted and reclassified, where necessary, in order to make them conform to the international accounting standards and to the standard classification criteria on a comparative basis within the Group.
The scope of consolidation includes the companies in which the Parent Company, directly or indirectly, owns more than half the voting rights exercisable in Shareholders' Meetings, has the power to control or direct voting rights by means of contractual or bylaw clauses, or can appoint the majority of the members of the Boards of Directors. Excluded from the line-by-line consolidation are non-operating controlled companies or those with low operating levels as their influence on the final result of the Group is insignificant.

The area of consolidation has not significantly changed compared to the consolidated financial statements at 31 December 2008 and the consolidated accounting situation at 31 March 2008. In particular, the effects of concluding the procedure of liquidation of the company Aprilia Moto UK Ltd do not alter the comparability of the results of the financial statements between the two periods of reference.

Consolidated financial statements and explanatory notes

Consolidated reclassified income statement of the Immsi Group

In thousands of euros	1° Quarter 2009		1° Quarter 2008		Change
Net revenues	**337,847**	**100%**	**398,939**	**100%**	**-61,092**
Costs for materials	197,300	58.4%	230,607	57.8%	-33,307
Costs for services and the use of third party assets	77,051	22.8%	89,544	22.4%	-12,493
Personnel costs	66,161	19.6%	72,723	18.2%	-6,562
Other operating income	30,051	8.9%	32,343	8.1%	-2,292
Other operating costs	9,345	2.8%	6,918	1.7%	2,427
OPERATING EARNINGS BEFORE AMORTISATION/DEPRECIATION	**18,041**	**5.3%**	**31,490**	**7.9%**	**-13,449**
Depreciation of tangible assets	10,382	3.1%	10,894	2.7%	-512
Impairment of goodwill	0	-	0	-	0
Amortisation of finite life intangible assets	11,433	3.4%	12,145	3.0%	-712
OPERATING EARNINGS	**-3,774**	**-1.1%**	**8,451**	**2.1%**	**-12,225**
Earnings on equity investments	-6	0.0%	4	0.0%	-10
Financial income	1,183	0.4%	14,353	3.6%	-13,170
Financial charges	14,101	4.2%	19,127	4.8%	-5,026
EARNINGS BEFORE TAXATION	**-16,698**	**-4.9%**	**3,681**	**0.9%**	**-20,379**
Taxation	-3,787	-1.1%	497	0.1%	-4,284
EARNINGS AFTER TAXATION FROM CONTINUING ASSETS	**-12,911**	**-3.8%**	**3,184**	**0.8%**	**-16,095**
Profit (loss) from assets for disposal or sale	0	-	0	-	0
EARNINGS FOR THE PERIOD INCLUDING MINORITY INTEREST	**-12,911**	**-3.8%**	**3,184**	**0.8%**	**-16,095**
Minority interest earnings for the period	-4,038	-1.2%	-304	-0.1%	-3,734
GROUP EARNINGS FOR THE PERIOD	**-8,873**	**-2.6%**	**3,488**	**0.9%**	**-12,361**

- At 31 March 2009 the Costs for materials, services and use of third party assets include costs for operations with Related Parties for a total of 8.9 million euros (around 11.9 million euros at 31 March 2008) substantially referring to the purchase of components from companies associated with the Piaggio group (Piaggio Foshan Motorcycle);
- At 31 March 2009 the Other operating income include 0.5 million euros for income made with Piaggio Foshan Motorcycle, in line with the value at 31 March 2008.

Net revenues

Consolidated net revenues at 31 March 2009 amount to 337.8 million euros, of which about 91% (306.3 million) are attributable to the industrial sector (Piaggio group), about 9% (30.6 million euros) to the naval sector (Rodriquez group) and the balance (about 0.9 million euros) to the property and holding sector (Immsi S.p.A. and Is Molas S.p.A.).

The type of products sold and of the sectors in which the Group operates is such that revenues are seasonal, the first six months being more favourable than the second six-months period.

With reference to the industrial sector the net revenues in the first three months of 2009 are at 306.3 million euros, a drop of 15.8% compared to the same period in 2008. By analyzing the trend of the revenues in the sub-segments of reference, the decrease is to attributed mainly to the decrease of the demand in the Two-Wheeled sector and, with reference to the Commercial Vehicles sector, to the drop of the segment of reference in India, after years of market growth. Compared to the first quarter of last year the drop of the Two-Wheeled business is essentially due to the decreases in sales recorded both in the scooter sector (-29 million euros, equal to -17% compared to the first quarter of 2008) and in the motorcycle sector (-19.4 million euros, equal to -34.9%).
From a geographical point of view, the sales of the group in the United States showed a strong increase. It is also pointed out that the activities to construct the new manufacturing factory in Vietnam are going on and it will start working in the second half of the year.

As regards the naval sector, consolidated revenues come to 30.6 million euros at 31 March 2009, down by 9.8% on 33.9 million euros at 31 March 2008, mainly due to some delays in the advancement works of boats construction in the yard of Sarzana, following the flooding of the river Magra, that happened in January 2009.

At 31 March 2009, the property and holding sector is showing revenues that are basically in line with the first three months of 2008.

Operating earnings before depreciation and amortisation

Consolidated operating earnings before depreciation and amortisation (EBITDA) amounts to 18 million euros at 31 March 2009 (5.3% of net revenues). Compared with operating earnings before depreciation and amortisation (EBITDA) for the first three months of 2008, this value decreased by 13.4 million euros (-42.7%). At 31 March 2008 this figure amounted to 31.5 million euros (7.9% of net revenues).

The portion attributable to the industrial sector amounts to 21 million euros, 14.1 million euros decrease compared to the balance at 31 March 2008 (35.1 million euros), mainly further to the above drop of net revenues and to a less than proportional decrease in the main cost items of the Piaggio group.

One of the main cost items is represented by personnel costs equal to 66.2 million euros (19.6% of net revenues), a 72.7 million euros decrease compared to the same period of last year also following the decrease in the mean staffing level (which passed from 7,848 units in the first quarter of 2008 to 7,790 units in the first quarter of 2009).

Operating earnings

Operating income amounts to 3.8 million euros negative (-1.1% of net revenues). The decrease on the same period of 2008 is 12.2 million euros. Consolidated operating income for the first three months of the preceding period came to 8.5 million euros (2.1% of net revenues).
Depreciation and amortisation for the period come to a total of 21.8 million euros (6.5% of net revenues), being made up of 10.4 million euros of depreciation of tangible assets and 11.4 million euros of amortisation of intangible assets.
No impairments of goodwill were recorded either in the first quarter of 2009 or in the same period of preceding year. The impairment tests carried out at 31 December 2008 confirmed the full recoverability of the amounts recorded in the financial statements.

Earnings before taxation

Earnings before taxation amounts to 16.7 million euros negative at 31 March 2009 (-4.9% of net revenues). The corresponding consolidated figure for the first three months of the previous year was 3.7 million euros positive (0.9% of net revenues).

Financial charges, net of income, in 2009 come to 12.9 million euros (3.8% of net revenues). At 31 March 2008 this figure amounted to 4.8 million euros, 1.2% incidence on net revenues. The increase recorded during the first quarter of 2009 compared to the same period of the preceding year is particularly referable to the absence of capital gains on the sale of Unicredit shares (5.9 million euros related to the sale of 1.5 million shares) recorded during the first quarter of 2008.

Net financial charges were 8.4 million euros for the Piaggio group (net of 0.9 million of income), 0.8 million euros for the Rodriquez group (net of 0.3 million of income) while the balance is attributable to the property and holding sector.

Group earnings for the period

Earnings for the period after taxation and minority interests comes to 8.9 million euros negative at 31 March 2009 (-2.6% of net revenues). In the first three months of the previous year, this figure was 3.5 million euros (0.9% of net revenues).
The taxes under accrual basis amount to 4 million euros positive with an incidence on earnings before taxes equal to 31.3% (9.5% in the corresponding period of 2008 mainly because of the low incidence in the period of the taxation on the financial capital gains recorded by the Parent Company).

Earnings per share

In euros

From continuing operations:	*1° Quarter 2009*	*1° Quarter 2008*
Basic	(0.026)	0.010
Diluted	(0.026)	0.010
Average number of shares:	340,530,000	343,200,000

Diluted earnings per share correspond to the basic profit in that there are no potential shares having a diluting effect.
At the interim balance sheet date there are no gains or losses from assets intended for sale or disposal.

Balance sheet of the Immsi Group

In thousands of euros	***31.03.2009***	***in %***	***31.12.2008***	***in %***	***31.03.2008***	***in %***
Current assets:						
Cash and cash equivalent	78,698	3.5%	55,353	2.6%	89,916	4.4%
Financial assets	19,396	0.9%	6,707	0.3%	22,388	1.1%
Operating assets	727,023	32.8%	639,213	30.3%	714,029	34.9%
Total current assets	**825,117**	**37.2%**	**701,273**	**33.3%**	**826,333**	**40.4%**
Non-current assets:						
Financial assets	0	0.0%	0	0.0%	0	0.0%
Intangible assets	826,423	37.2%	827,472	39.3%	817,841	40.0%
Tangible assets	297,293	13.4%	299,500	14.2%	300,833	14.7%
Other assets	269,857	12.2%	278,372	13.2%	100,588	4.9%
Total non-current assets	**1,393,573**	**62.8%**	**1,405,344**	**66.7%**	**1,219,262**	**59.6%**
TOTAL ASSETS	**2,218,690**	**100.0%**	**2,106,617**	**100.0%**	**2,045,595**	**100.0%**
Current liabilities:						
Financial liabilities	360,133	16.2%	332,752	15.8%	206,254	10.1%
Operating liabilities	662,050	29.8%	690,134	32.8%	645,046	31.5%
Total current liabilities	**1,022,183**	**46.1%**	**1,022,886**	**48.6%**	**851,300**	**41.6%**
Non-current liabilities:						
Financial liabilities	460,343	20.7%	338,187	16.1%	383,794	18.8%
Other non-current liabilities	160,798	7.2%	160,161	7.6%	165,662	8.1%
Total non-current liabilities	**621,141**	**28.0%**	**498,348**	**23.7%**	**549,456**	**26.9%**
TOTAL LIABILITIES	**1,643,324**	**74.1%**	**1,521,234**	**72.2%**	**1,400,756**	**68.5%**
TOTAL SHAREHOLDERS' EQUITY	**575,366**	**25.9%**	**585,383**	**27.8%**	**644,839**	**31.5%**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	**2,218,690**	**100.0%**	**2,106,617**	**100.0%**	**2,045,595**	**100.0%**

- At 31 March 2009 Current trade and other receivables include receivables for transactions with Related Parties totalling 4.5 million euros (4.5 million euros at 31 December 2008 and 5 million euros at 31 March 2008);
- Trade and other payables include payables arising from transactions with Related Parties amounting to 16.5 million euros, mainly resulting from the purchase of parts and vehicles by companies associated to the Group (10.8 million euros at 31 December 2008 and 13.4 million euros at 31 March 2008).

Analysis of capital employed by the Immsi Group

In thousands of euros	31.03.2009	in %	31.12.2008	in %	31.03.2008	in %
Current operating assets	727,023	49.8%	639,213	47.2%	714,029	55.4%
Current operating liabilities	-662,050	-45.4%	-690,134	-51.0%	-645,046	-50.1%
Net operating working capital	**64,973**	**4.5%**	**-50,921**	**-3.8%**	**68,983**	**5.4%**
Intangible assets	826,423	56.7%	827,472	61.1%	817,841	63.5%
Tangible assets	297,293	20.4%	299,500	22.1%	300,833	23.4%
Other assets	269,857	18.5%	278,372	20.6%	100,588	7.8%
Invested capital	**1,458,546**	**100.0%**	**1,354,423**	**100.0%**	**1,288,245**	**100.0%**
Non-current non-financial liabilities	160,798	11.0%	160,161	11.8%	165,662	12.9%
Minority interest capital and reserves	192,863	13.2%	190,704	14.1%	257,229	20.0%
Consolidated shareholders' equity of the Group	382,503	26.2%	394,679	29.1%	387,610	30.1%
Total non-financial sources	**736,164**	**50.5%**	**745,544**	**55.0%**	**810,501**	**62.9%**
Net financial debt	**722,382**	**49.5%**	**608,879**	**45.0%**	**477,744**	**37.1%**

Invested capital

Invested capital amounts to 1,458.6 million euros at 31 March 2009, for an increase both on 31 December 2008 (+104.1 million euros) and on 31 March 2008 (+170.3 million euros) equal to 1,354.5 million euros and 1,288.2 million euros respectively. Compared with the beginning of the year, net working capital has risen by 115.9 million euros, in particular because of the influence of the seasonal trend in the industrial sector's business. The decreases in the tangible and intangible assets amount to 2.2 million euros and 1 million euros respectively, compared to 31 December 2008.

Net financial debt

The Group's net financial debt at 31 March 2009 amounted to 722.4 million euros, an increase over 31 December 2008 of 113.5 million euros and over 31 March 2008 of 244.6 million euros. In addition, with reference to the composition of the debt it is possible to note, compared to 31 December 2008, a decrease in the short-term financial debt passing from a balance equal to 270.7 million euros to a balance equal to 262 million euros, while the financial debt over the medium and long term is increasing compared to the balance at 31 December 2008 (equal to 338.2 million euros) for around 122.2 million euros and compared to the balance at 31 March 2008 (equal to 383.8 million euros) for around 76.5 million euros. The worsening in the Group's financial position compared to 31 December 2008 is basically referable to the above mentioned seasonality of the Group industrial business that in this period of the year concentrates its greatest financial needs.

Investment

Gross capital investment during the period to 31 March 2009 totalled 23.5 million euros, divided among tangible assets for 8.2 million euros (of which 7.4 million euros by Piaggio group), intangible assets for 12.7 million euros (of which 12.6 million euros by Piaggio group), and investments in financial fixed assets for 2.6 million euros related to the purchase by the Parent Company, Immsi S.p.A. of 2,541,900 shares of Piaggio & C. S.p.A. on the MTA (*Electronic Share Market*).

Net Financial Debt of the Immsi Group

In thousands of euros	*31.03.2009*	*31.12.2008*	*31.03.2008*
Short-term liquidity			
Cash and cash equivalent	-78,698	-55,353	-89,916
Financial assets	-19,396	-6,707	-22,388
Total short-term financial assets	**-98,094**	**-62,060**	**-112,304**
Shot-term financial payables			
Bonds	0	0	0
Amounts due to banks	338,148	316,122	168,343
Amounts due under finance leases	777	769	745
Amounts due to other lenders	21,208	15,861	37,166
Total short-term financial payables	**360,133**	**332,752**	**206,254**
Total short-term financial debt	**262,039**	**270,692**	**93,950**
Medium/long-term financial assets			
Receivables for loans	0	0	0
Other financial assets	0	0	0
Total medium/long-term financial assets	**0**	**0**	**0**
Medium/long-term financial payables			
Bonds	118,922	120,873	145,380
Amounts due to banks	295,749	172,273	202,885
Amounts due under finance leases	8,980	9,200	9,863
Amounts due to other lenders	36,692	35,841	25,666
Total medium/long-term financial payables	**460,343**	**338,187**	**383,794**
Total medium/long-term financial debt	**460,343**	**338,187**	**383,794**
Net financial debt	**722,382**	**608,879**	**477,744**

Cash flow statement of the Immsi Group

In thousands of euros	*1° Quarter 2009*	*1° Quarter 2008*
Operations		
Earnings for the period	(8,873)	3,488
Minority interest	(4,038)	(304)
Taxation	(3,787)	497
Depreciation of tangible assets (including property investments)	10,382	10,894
Amortisation of intangible assets	11,433	12,145
Provisions for risks and for severance indemnity and similar obligations	6,319	7,321
Write-downs / (Revaluations)	875	962
Losses / (Gains) on disposal of tangible assets (including property investments)	(1)	(28)
Losses / (Gains) on disposal of securities	1,340	(5,884)
Interest receivable	(1,079)	(882)
Dividend income	(613)	0
Interest payable	13,220	11,755
Depreciation of grants	(1,843)	(1,249)
Change in working capital	(117,106)	(44,296)
Changes of non-current reserves and other changes	(20,127)	(23,302)
Cash generated from operations	(113,898)	(28,883)
Interest paid	(3,606)	(4,413)
Taxation paid	(5,658)	(2,578)
Cash flow from operations	(123,162)	(35,874)

In thousands of euros	*1° Quarter 2009*	*1° Quarter 2008*
Investments		
Acquisition of subsidiaries, net of cash and cash equivalents	(2,631)	(10,264)
Sale price of subsidiaries, net of cash and cash equivalents	7,957	0
Investments in tangible assets	(8,198)	(6,191)
Sale price, or repayment value, of tangible assets (including property investments)	141	255
Investments in intangible assets	(12,695)	(11,552)
Sale price, or repayment value, of intangible assets	24	0
Interests received	823	4,665
Sale price from assets intended for disposal or sale	0	(78)
Public grants received	6,862	985
Other changes	5,918	5,442
Cash flow from investments	(1,799)	(16,738)
Financing		
Purchase of treasury stock	(868)	0
Loans received	177,890	35,186
Outflow for repayment of loans	(19,105)	(24,459)
Finance leases received	0	173
Repayment of finance leases	(212)	(184)
Cash flow from financing	157,705	10,716
Increase / (Decrease) in cash and cash equivalents	32,744	(41,896)
Opening balance	16,403	106,470
Exchange differences	(348)	657
Closing balance	48,799	65,231

This schedule illustrates the changes in cash and cash equivalents, net of short-term bank overdrafts totalling 29.9 million euros at 31 March 2009.

Total shareholders' equity and equity pertaining to the Immsi Group

In thousands of euros	Group consolidated Shareholders' equity	Minority interest capital and reserves	Total Group and minority interest consolidated Shareholders' equity
Balances at 1st January 2008	**404,592**	**262,175**	**666,767**
Translation differences	(1,459)	(1,068)	(2,527)
Measurement at fair value of financial assets, net of taxations	(20,456)	999	(19,457)
Figurative cost of stock options	252	185	437
Other changes	1,193	(4,758)	(3,565)
Net earnings for the period	3,488	(304)	3,184
Balances at 31 March 2008	**387,610**	**257,229**	**644,839**

In thousands of euros	Group consolidated Shareholders' equity	Minority interest capital and reserves	Total Group and minority interest consolidated Shareholders' equity
Balances at 1st January 2009	**394,679**	**190,704**	**585,383**
Translation differences	(161)	(196)	(357)
Measurement at fair value of financial assets, net of taxations	(3,037)	1,426	(1,611)
Figurative cost of stock options	291	215	506
Other changes	(396)	4,752	4,356
Net earnings for the period	(8,873)	(4,038)	(12,911)
Balances at 31 March 2009	**382,503**	**192,863**	**575,366**

Human resources

At 31 March 2009, Immsi Group employed 7,523 staff, of which 75 in the property and holding sector, 7,046 in the industrial sector (Piaggio group) and 402 in the naval sector (Rodriquez group).

The following tables divide resources by category and geographical area:

Human resources by category

numbers	31/03/2009			
	Property and holding sector	**Industrial sector**	**Naval sector**	**Group total**
Senior managers	7	108	18	133
Middle managers and employees	40	2,442	168	2,650
Workers	28	4,496	216	4,740
TOTAL	**75**	**7,046**	**402**	**7,523**

Human resources by geographical area

numbers	31/03/2009			
	Property and holding sector	**Industrial sector**	**Naval sector**	**Group total**
Italy	75	4,541	402	5,018
Rest of Europe	0	554	0	554
Rest of the World	0	1,951	0	1,951
TOTAL	**75**	**7,046**	**402**	**7,523**

Human resources by category

numbers	**31/03/2009**	**31/12/2008**	**Change**
Senior managers	133	139	-6
Middle managers and employees	2,650	2,628	22
Workers	4,740	3,932	808
TOTAL	**7,523**	**6,699**	**824**

Human resources by geographical area

numbers	**31/03/2009**	**31/12/2008**	**Change**
Italy	5,018	4,760	258
Rest of Europe	554	561	-7
Rest of the World	1,951	1,378	573
TOTAL	**7,523**	**6,699**	**824**

The increase in the number of employees compared to 31 December 2008 (+824) is almost exclusively attributable to the industrial sector because of the seasonal nature of the production activity, which involves hiring personnel on short-term contracts.

Directors’ comments on the results of operations

In the first three months of 2009 the Immsi Group shows net revenues and operating results down on the corresponding period of the preceding year.
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 three months of 2009 operations were carried out on the MTA to purchase Piaggio stock for a total of 2.6 million euros (for 2,541,900 shares) and sell the same stock for a total of 9.2 million euros (7,800,990 million shares) with gross capital gains equal to 1.2 million euros.
The net result in the first quarter is at 0.1 million euros negative compared to the positive balance of 4.4 million euros in the first quarter of 2008 (which included the capital gain equal to 5.9 million euros carried out on the sale of 1.5 million Unicredit shares).
The net financial debt passes from 84.8 million euros at 31 December 2008 to 93.3 million euros (8.5 million euros the increase), mainly due to the conclusion of the purchase operation in the company called Compagnia Aerea Italiana (CAI) with the payment of the remaining share of the undersigned investment, equal to 24.4 million euros, which took place in the month of January 2009, only partially offset by the income deriving from the sale of Piaggio & C. S.p.A. shares.
It should be remembered that within the framework of the project for integrating and relaunching the business of Alitalia, a commitment was signed during 2008 to purchase a stake in Compagnia Aerea Italiana (CAI) equal to 100 million euros, of which 55.6 million paid up within 31 December 2008. Within the framework of the same operation an agreement was made always during 2008 with Fire S.p.A. for the sale of some of the undersigned shares, that basically reduced the overall commitment in the investment to 80 million euros. The shareholding in CAI after the conclusion of the operation in January is equal to 7.08% of the issued share capital.
In addition, it should be remembered that in the first few days of 2009 the receivable was collected related to the sale of 9.2 million shares of Piaggio & C. S.p.A. sold on 30 December 2008, for an equivalent total value of 10.9 million euros.

With reference to the subsidiary Is Molas S.p.A. and the Pietra Ligure project, the first quarter of the year 2009 saw the continuation of the professional activities aimed at completing the bureaucratic affairs, without any substantial development in relation to the situation found at 31 December 2008.
In particular, for Is Molas S.p.A., the conclusion of the administrative and authorization process that took place in the month of November 2008 led to a re-examination of the dossiers of building permits, related to the construction of a first lot of villas and the club house. The first excerpt of the works of primary urbanization is still in the process of being drawn up. The process for the Municipality of Pula to issue the concessions requires the transmission of the papers to the relevant “Soprintendenza Provinciale Beni Architettonici e Paesaggio” (Provincial Superintendence for Architectural and Landscape Heritage) and the company is awaiting this determination. As concerns the dispute related to the property called “Le Ginestre”, with order dated 31 March 2009, the Judge has arranged court expert advice, fixing the hearing of 18 June 2009 for making the appointment.
With reference to the Pietra Ligure project, during the first quarter of 2009, meetings continued with operators who showed a possible interest in the operation.

With reference to the subsidiary Apuliae S.p.A., the property’s restructuring that has been suspended as of March 2005 following investigations by the legal authorities is still ongoing. However, it is pointed out that, on 16 March 2009, within the framework of the current ordinary procedure at the Second Criminal Section of the Court of Lecce regarding other parties but the same cases in point of crime as per the shortened procedure, the panel of judges issued a first degree sentence of complete acquittal because there has been no such event for all the defendants and for all the hypotheses of disputed crime and has also ordered the release from seizure of the real estate.

Industrial sector

During the first quarter of 2009 the Piaggio group has altogether sold in the world 120,100 vehicles, of which 77,900 in the 2-Wheeled business and 42,200 in the Commercial Vehicles business.

As regards the 2-Wheeled business unit, 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 (-19.5%) and in Europe (-23.1%).

The results achieved on the American continent were very positive, where sales grew by 2,143 units (+50.5%) confirming the success of the group's products at international level.

On the contrary, the sales on both the Italian (-35.2%) and European (-20.1%) markets turned out to have fallen following a generalized decrease in demand compared to the preceding period.

The Commercial Vehicles division closed the first quarter of 2009 with 42,200 units sold, a drop of 7.8% compared to the same period of 2008. Sales were down both in India, where, after years of constant growth, the internal market in the month of January slowed down, and in the other non-European countries where the Piaggio group operates.

In the first quarter of 2009 the consolidated revenues were 306.3 million euros, a drop of 15.8% down on the same period of 2008. By analyzing the trend of the revenues in the sub-segments of reference, the decrease is to be attributed above all to the above-mentioned reduction in the demand of the 2-Wheeled sector, accentuated also by the reduction in the BMW five-year order, that recorded a decrease of 1.2 million euros compared to the same period of the previous year.

Compared to the first quarter of last year the drop of the Two-Wheeled business area is essentially due to the decreases in sales recorded both in the scooter sector (-29 million euros, equal to -17% compared to the first quarter of 2008) and in the motorcycle sector (-19.4 million euros, equal to -34.9%).

From a geographical point of view, the sales of the group in the United States showed a strong increase. It is also pointed out that the activities to construct the new manufacturing factory in Vietnam are going on and it will start working in the second half of the year.

In the light of the above dynamics the operating result before depreciation and amortisation (Ebitda) is equal to 21 million euros, a reduction compared to the 35.1 million euros of the same period of the preceding year. As a percentage of sales, the Ebitda for the first quarter of 2009 is 6.9% compared to 9.7% of the same period in 2008.

The operating result at 31 March 2009 is positive for 0.2 million euros, a drop of 12.9 million euros compared to 13.1 million of the same period in 2008. Profitability was also down (measured as the operating result in relation to the net revenues), equal to 0.1%, against 3.6% of the same period in 2008.

In the first three months of 2009 the Piaggio group has recorded negative earnings before taxes equal to 8.2 million euros (-13.3 million euros compared to 31 March 2008). The worsening is correlated to the reduction in the operating result.

The taxes for the period represent an income of 3.5 million euros (they were a cost equal to 1.9 million euros at 31 March 2008).

The net earnings at 31 March 2009 are negative for 4.7 million euros (+3.2 million euros in the same period in 2008), of which -2.6 million euros is the consolidable portion for the Immsi Group.

During the first three months of 2009 the absorbed financial resources have been equal to 86.9 million euros.
The income flow, or the net earnings plus amortizations, was equal to 16.1 million euros. The positive effect of this flow has been more than absorbed by the growth in working capital, that has passed from -3.7 million euros at 31 December 2008 to 80.5 million euros at 31 March 2009, by investments for 20.7 million euros and by the purchase of treasury stock for 1 million euros.

The net financial position at 31 March 2009 is negative for 446.7 million euros compared to 359.7 million at 31 December 2008 and compared to 311.8 million euros in the same period of 2008. The increase of 86.9 million euros over 31 December 2008 is mainly due to the seasonality of the 2-Wheeled business that, as known, absorbs financial resources in the early part of the year and generates them in the later part. This increase is amplified compared to the past years in relation to the negative performance recorded in some important European markets in the first months of the year, even within the framework of controlled management of the operating capital.

Naval sector

With reference to the economic data of the Rodriquez group, revenues amount at 30.6 million euros at March 2009, a 9.8%, drop compared to 33.9 million euros at 31 March 2008.
The progress in production and the completion of the constructions and deliveries have in particular concerned the Fast Ferries division with 5.7 million euros, the Yacht division with 2.3 million euros and the Military division with 23.6 million euros.
The production has moreover been characterized, particularly in the Fast Ferries and Yacht sectors, by altogether insufficient marginality to absorb the direct costs of production and those of the fixed structures. The marginality, especially for the Oman order of the Fast Ferries division, benefits from the use of the fund allocated in the 2008 financial statements for the losses to finish some boats still under construction, while for the Yacht division the Conam company has negative marginality also because of the cancellation of a contract with a customer.
In light of the above, it is underlined that the portion of consolidable net earnings for the Immsi Group is equal to 2.1 million euros negative compared to 1.8 million euros negative at 31 March 2008.

The orders portfolio at 31 March 2009 amounts to 254.1 million euros.

From the point of view of assets and liabilities, the net financial debt of the Group is at 102.8 million euros, a worsening of 16.9 million euros compared to the 85.9 million euros at the end of year 2008, mainly due to the negative cash flow for 16.5 million euros that moreover suffers from delays in collecting from the customer Guardia di Finanza (*i.e.,* Revenue Tax Corps), whose overdue payment totals 10 million euros at 31 March 2009.

Events following 31 March 2009 and predictable evolution of management

There have been no significant events since the first quarter of 2009.

The first quarter of 2009 strongly suffered from the difficulties of the economy and the markets of reference, particularly of the Piaggio group, even if, with reference to the latter, since the month of March there have been the first important signals of recovery. The group, thanks to its product portfolio in the 2-Wheeled and Commercial Vehicles business - characterized by a large range of vehicles with low environmental impact and reduced fuel consumptions - can moreover take full advantage of the effects of the eco-incentives that the Italian Government has launched in both sectors. In future quarters, special attention will be paid – also thanks to the new products with an extremely high technological vocation in the phase of launching – to the growth of the group's motorcycle brands in Europe, to the consolidation of the position of leadership in the scooter sector in Europe and in America, as well as to the start of marketing Vespa scooters in Vietnam.

With reference to the naval sector, in the context of the international economic crisis, the Group aims to grow significantly in the Military sector, that seems not to suffer the same as the pleasure and passenger transport markets.
As concerns the portfolio of orders, the Military sector currently guarantees contracts and orders at least for another 2-3 years, while in the pleasure (Yachts) and passenger (Fast Ferries) sectors at the moment there is clearly a phase of deep crisis that leads on the market even to the cancellation of orders already issued. For these sectors the Group does not foresee in 2009 significant growth potential and will operate minimizing costs and absorbing financial resources awaiting a desirable recovery in the market.
From a strategic point of view, in the plan to develop the Military sector, significant investments are planned in production capacity in the site of Sarzana, moreover with the development of areas and structures that can also be used for the pleasure sector.
In the light of the advancements in the productions that will be made in 2009 on the contracts in being and the presumable volumes of production that can derive from new contracts in the Military sector, a reduction is foreseeable for 2009, compared to 2008, in the value of the production at consolidated level and results not yet in line with the expectations of economic balance.
Moreover, the event of the flooding of the river Magra, happened in January 2009 in the Intermarine yard of Sarzana, caused a period of downtime in production that will lead to a deferment of some of the value of the 2009 production compared to the expectations at the time of the original budgeting.

Segment reporting

In accordance with IAS 34, 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, 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	911	306,344	30,592	337,847
Net intercompany revenues				0
NET REVENUES	**911**	**306,344**	**30,592**	**337,847**
OPERATING EARNINGS	**-1,562**	**214**	**-2,426**	**-3,774**
Earnings on equity investments	0	-6	0	-6
Financial income				1,183
Financial charges				14,101
EARNINGS BEFORE TAXATION				**-16,698**
Taxation				-3,787
EARNINGS AFTER TAXATION FROM CONTINUING ASSETS				**-12,911**
Gain (loss) from assets intended for disposal or sale				0
EARNINGS FOR THE PERIOD INCLUDING MINORITY INTEREST				**-12,911**
Minority interest earnings for the period				-4,038
GROUP EARNINGS FOR THE PERIOD				**-8,873**

Balance sheet

In thousands of euros	*Property and holding sector*	*Industrial sector*	*Naval sector*	*Immsi Group*
Sector assets	375,167	1,535,165	308,109	2,218,441
Equity investments in associated companies	0	229	20	249
TOTAL ASSETS	**375,167**	**1,535,394**	**308,129**	**2,218,690**
TOTAL LIABILITIES	**202,009**	**1,139,288**	**302,027**	**1,643,324**

Other information

In thousands of euros	*Property and holding sector*	*Industrial sector*	*Naval sector*	*Immsi Group*
Investments in tangible and intangible assets	**475**	**20,013**	**405**	**20,893**
Depreciation, amortisation and write-downs	**186**	**21,552**	**952**	**22,690**
Cash flow from operations	**-33,185**	**-66,484**	**-23,493**	**-123,162**
Cash flow from investments	**23,596**	**-32,448**	**7,053**	**-1,799**
Cash flow from financing	**3,089**	**139,192**	**15,424**	**157,705**

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	215,087	37,662	61,354	17,358	6,386	337,847
Net intercompany revenues						0
NET REVENUES	**215,087**	**37,662**	**61,354**	**17,358**	**6,386**	**337,847**

Balance sheet

In thousands of euros	*Italy*	*Rest of Europe*	*India*	*United States*	*Rest of the World*	*Immsi Group*
Sector assets	1,898,730	141,513	95,528	42,236	40,434	2,218,441
Equity investments in associated companies	201	3			45	249
TOTAL ASSETS	**1,898,931**	**141,516**	**95,528**	**42,236**	**40,479**	**2,218,690**

In thousands of euros	*Italy*	*Rest of Europe*	*India*	*United States*	*Rest of the World*	*Immsi Group*
Total receivables	**164,332**	**62,080**	**9,709**	**6,325**	**18,832**	**261,278**
Total payables	**434,642**	**122,957**	**43,128**	**3,358**	**18,897**	**622,982**

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	**14,793**	**500**	**4,600**	**0**	**1,000**	**20,893**
Depreciation, amortisation and write-downs	**19,915**	**1,438**	**778**	**159**	**400**	**22,690**

Group and Related Party dealings

As regards the information to be provided on Related Party dealings in accordance with IAS 24 (Related Party Disclosures), we would like to point out that such dealings take place as part of normal operations at market conditions or as laid down under specific laws. No atypical or unusual dealings were carried out during the first quarter of 2009.

The following table shows the impact of Related Party dealings on the income statement and their incidence on each single item of the balance sheet of the Immsi Group at 31 March 2009. All intragroup transactions and balances have been eliminated in the consolidated figures.

Main income and balance sheet headings	Amounts in €/000	% incidence on balance sheet items	Description of the nature of the dealings
Transactions with Related Parties:			
Current trade payables	*896*	*0.2%*	*Legal assistance provided by St. d'Urso Gatti e Associati to the Group*
Costs for services and the use of third party assets	*61*	*0.0%*	*Legal assistance provided by St. d'Urso Gatti e Associati to the Group*
Transactions with Parent companies:			
Tangible assets	*61*	*0.0%*	*Fittings and vehicles provided by Omniainvest S.p.A.*
Costs for services and the use of third party assets	*67*	*0.1%*	*Rental of offices in Mantova provided by Omniaholding S.p.A. to the Group*
Transactions with Associated Companies:			
Other non-current receivables	*497*	*2.3%*	*Receivables from Fondazione Piaggio and AWS do Brasil*
Other current financial assets	*45*	*0.1%*	*Financial assets to Fondazione Piaggio*
Current trade receivables and other receivables	*997* *3,031*	*0.4%* *1.4%*	*Trade receivables from Fondazione Piaggio and Zongshen Piaggio Foshan* *Receivables from Consorzio CTMI and Armas Ocean Jets*
Current trade payables	*13,879* *1,536*	*2.8%* *0.3%*	*Trade payables to Fondazione Piaggio, Piaggio Cina and Zongshen Piaggio Foshan* *Payables to Consorzio CTMI and Armas Ocean Jets*
Other current payables	*218*	*0.2%*	*Payables to Fondazione Piaggio*
Costs for materials	*8,763*	*4.4%*	*Costs of purchases by Zongshen Piaggio Foshan*
Costs for services and the use of third party assets	*20*	*0.0%*	*Costs of purchases by Zongshen Piaggio Foshan*
Other operating income	*542*	*1.8%*	*Income from Zongshen Piaggio Foshan*

With reference to the naval sector, it should be 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. has a financial relationship with Intesa Sanpaolo for a value at 31 March 2009 of 15 million euros, this financing, granted at the end of December 2008, belongs to a multi borrower line granted to the Parent Company Immsi.
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 US dollars. The signed credit line is assisted by a guarantee issued by Immsi S.p.A. for 60 million US dollars and by the registration of mortgages on the assets under construction and obligations on the checking accounts dedicated to the order. Indebtedness at 31 March 2009, following the discharge of the guarantee for the delivery of boat no. 352, amounts to approximately 44.6 million US dollars, of which 1/3 from Intesa Sanpaolo.
Rodriquez Cantieri Navali S.p.A. has moreover with Intesa Sanpaolo undersigned financing for 9.6 million USA dollars used for exercising the options on foreign exchange falling due with a preset

value and with an equivalent value (6.2 million euros) deposited in a deposit account and with the obligation for the bank. The reimbursement will take place upon collection of the US dollars by the Oman customer according to the contractual progress.
For the other companies in the Rodriquez group, there are financial debts for 0.6 million euros.

The following table shows the main economic and financial impacts of related party transactions (excluding revenues from amounts recharged to subsidiaries and parent companies in accordance with IAS 18) on each single item of the balance sheet of Immsi S.p.A. at 31 March 2009:

Main income and balance sheet headings	**Amounts in €/000**	**% incidence on balance sheet items**	**Description of the nature of the dealings**
Transactions with Related Parties:			
Current trade payables	*336*	*23%*	*Legal assistance provided by Studio d'Urso Gatti e Associati*
Costs for services and the use of third party assets	*26*	*2.3%*	*Legal assistance provided by Studio d'Urso Gatti e Associati*
Transactions with Parent companies:			
Tangible assets	*61*	*10.3%*	*Fittings and vehicles provided by Omniainvest S.p.A.*
Costs for services and the use of third party assets	*52*	*4.5%*	*Rental of offices in Mantova provided by Omniaholding S.p.A.*
Transactions with Associated Companies:			
Operating income	*28*	*18.3%*	*Income for fittings and equipment supplied to Immsi Audit S.C.a R.L.*
Costs for services and the use of third party assets	*13*	*1.1%*	*Contract for internal audit with Immsi Audit S.C.a R.L.*
Transactions with Subsidiaries:			
Other non-current financial assets and other receivables	*14,327* *15,069*	*13.5%* *14.2%*	*Convertible loan granted to RCN Finanziaria S.p.A. and interest* *Medium-term loan granted to RCN Finanziaria S.p.A. and interest*
Tangible assets	*45*	*7.6%*	*Fittings provided by Is Molas S.p.A.*
Current trade receivables and other receivables	*1,656* *605* *375* *102* *71*	*45%* *16.5%* *10.2%* *2.8%* *1.9%*	*Amounts due by the Rodriquez group for recharged costs, rental of offices in Roma, interest, fees and consultancy contract* *Amounts due by Is Molas S.p.A. for recharged costs, consultancy contract, repayment of emoluments and interest* *Amounts due by the Piaggio group for recharged costs, consultancy contract and repayment of emoluments* *Amounts due by ISM Investimenti S.p.A. for recharged costs and interest* *Amounts due by RCN Finanziaria S.p.A. for recharged costs and interest*
Other current financial assets	*31,000* *2,500* *1,000* *400* *395*	*65%* *5.2%* *2.1%* *0.8%* *0.8%*	*Loans granted to the Rodriquez group* *Loans granted to Is Molas S.p.A.* *Loans granted to RCN Finanziaria S.p.A.* *Loans granted to Pietra S.r.l.* *Loans granted to ISM Investimenti S.p.A.*
Current financial liabilities	*360*	*0.3%*	*Interest-bearing deposit granted by Apuliae S.p.A.*
Current trade payables	*73* *17*	*5%* *1.1%*	*Amounts due to Is Molas S.p.A. for sale of fittings* *Amounts due to Piaggio & C. S.p.A. for recharged costs*
Other current payables	*5,524*	*63%*	*Payables from national tax consolidation agreement*
Financial income	*311* *258* *24* *20*	*16,7%* *13.9%* *1.3%* *1.1%*	*Interest income from RCN Finanziaria S.p.A.* *Interest income and guarantee fees from the Rodriquez group* *Interest income from Is Molas S.p.A.* *Guarantee fees from Piaggio & C. S.p.A.*
Operating income	*364* *150* *27*	*32.6%* *13.4%* *2.4%*	*Consultancy & assistance contract and rental of offices in Roma and Milano rented to Piaggio & C. S.p.A.* *Consultancy & assistance contract with Is Molas S.p.A.* *Consultancy & assistance contract and rental of offices in Roma rented to Rodriquez Cantieri Navali S.p.A.*
Costs for services and the use of third party assets	*18* *17*	*1.6 %* *1.5%*	*Costs for maintenance of fittings supplied by Is Molas S.p.A.* *Costs for services provided by Piaggio & C. S.p.A.*
Other operating income	*10* *10*	*6.5%* *6.5%*	*Repayment of emoluments by Piaggio & C. S.p.A.* *Repayment of emoluments by Is Molas S.p.A.*

Figures including non-deductible VAT.

In addition, it is noted that 90,000,000 Piaggio shares are deposited with Intesa Sanpaolo as a guarantee for the Bullet – Multi Borrower financing stipulated in the month of December 2008 for a total of 70 million euros of which 30 million granted to ISM Investimenti S.p.A. and 15 million to Rodriquez Cantieri Navali S.p.A..

Immsi, as part of the contract for the supply of 5 catamarans to the Sultanate of Oman for which the Rodriquez group stipulated an endorsement credit contract with a pool of banks for an amount of 84.4 million US dollars to guarantee payment of the consideration envisaged in the contract signed with the Sultanate of Oman for 90 million US dollars, Immsi has counter-guaranteed the “performance bond” and the “advanced payment bond” issued by the above banks for an amount of 60 million US dollars with the issue of a fidejussory guarantee and for any excess part with a letter of patronage in relation to Rodriquez Cantieri Navali S.p.A.’s obligations to channel payments. Indebtedness at 31 March 2009, following the discharge of the guarantee for the delivery of boat no. 352, amounts to approximately 44.6 million US dollars, of which 1/3 from Intesa Sanpaolo.

A letter of patronage was issued in the month of May 2008 to Banca Antonveneta guaranteeing financing granted to Rodriquez Cantieri Navali S.p.A., with expiration 31 October 2009, agreed for a total of 5.2 million euros and paid out on 31 December 2009 for 2.6 million euros.

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 committed itself to pay in January 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 36.8 million euros, 18,745 thousand euros and 690 thousand euros.