

**INTERIM REPORT FOR THE
THREE MONTHS ENDED 31 MARCH 2014**



Registered office in Via della Valle dei Fontanili 29/37 – 00168 Rome, Italy
Share capital: €1,084,200.00 fully paid-in
Rome Companies' Register,
Tax Code and VAT number: 06075181005

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CORPORATE OFFICERS

Board of Directors

Claudio Carnevale
Chairman and CEO

Francesco Ago ^{(1), (2)}
Director

Margherita Argenziano
Director

Raffaele Cappiello ^{(1), (2)}
Director

Cristian Carnevale
Director

Giovanni Galoppi ^{(1), (2)}
Director

Giorgio Angelo Girelli
Director

Giuseppe Guizzi ^{(1), (2), (3)}
Director

Giovanni La Croce
Director

(1) Member of the Remuneration Committee

(2) Member of the Internal Audit Committee

(3) Lead Independent Director

Board of Statutory Auditors

Antonio Mastrangelo
Chairman

Umberto Previti Flesca
Auditor

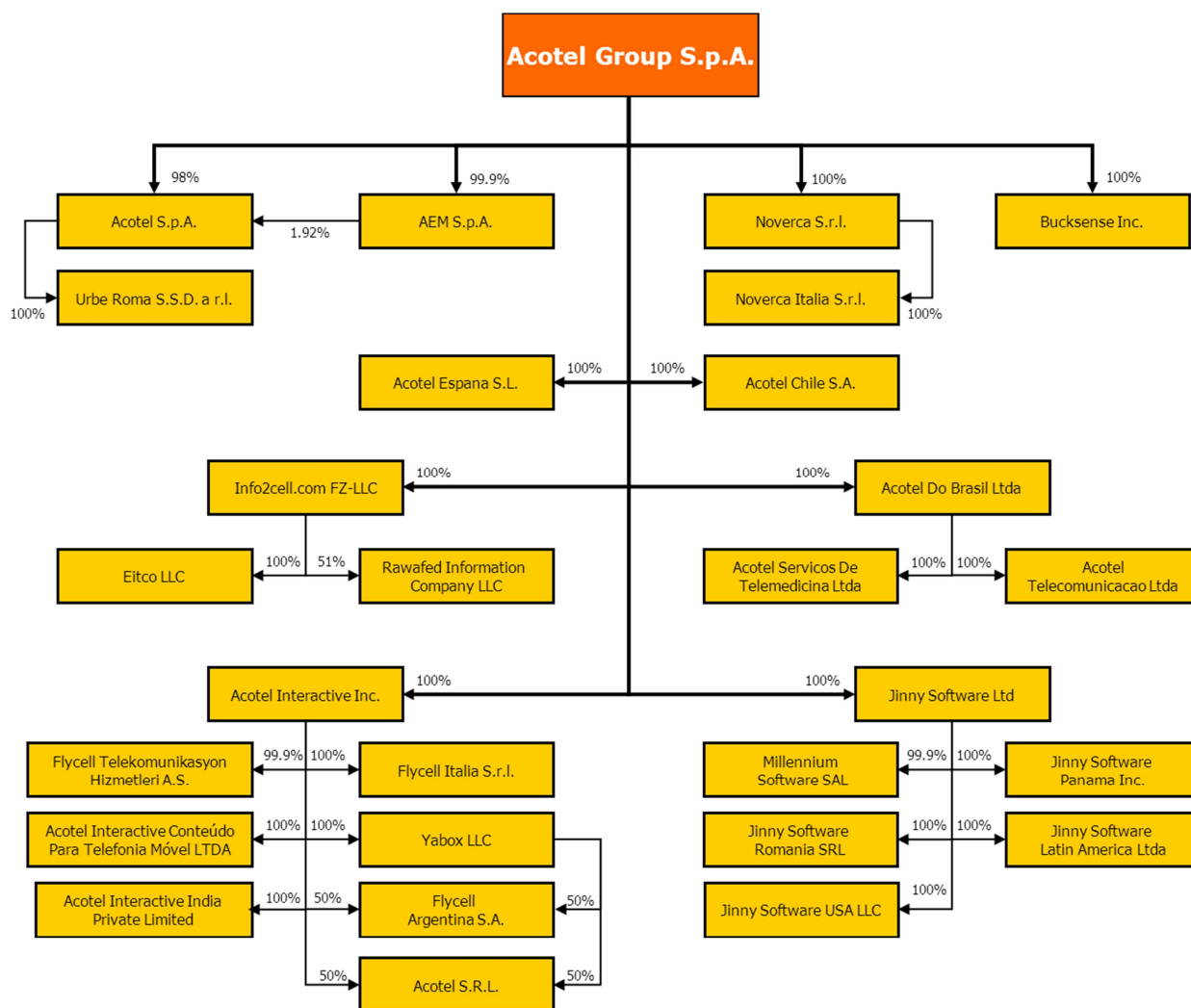
Maurizio Salimei
Auditor

Independent auditors

Reconta Ernst & Young SpA

THE GROUP

The following chart shows the structure of the Acotel Group at 31 March 2014:



The parent of Acotel Group SpA is Clama Srl, which at 31 March 2014 holds 1,727,915 ordinary shares, representing 41.4% of the share capital.

Clama Srl does not carry out management and coordination activities pursuant to art. 2497 of the Italian Civil Code.

BASIS OF PRESENTATION

The Acotel Group's interim report for the three months ended 31 March 2014 has been prepared in compliance with art. 154-ter (*Financial reporting*) of Legislative Decree 58/1998 (the Consolidated Finance Act) and subsequent amendments and additions, and the CONSOB's Regulations for Issuers.

The interim report has been prepared under the international financial reporting standards (IFRS) issued by the International Accounting Standards Board (IASB) and endorsed by the European Union.

The accounting standards applied are consistent with those adopted for preparation of the Acotel Group's consolidated financial statements for the year ended 31 December 2013, integrated where necessary by the application of standards to take account of aspects not present at that date.

The consolidated financial statements for the three months ended 31 March 2014 have been prepared on the basis of the underlying accounting records at that date, as adjusted in accordance with the matching principle.

Preparation of this report required management to make estimates and assumptions which, based primarily on internal records, essentially have an effect on revenues and costs that have yet to be confirmed by customers and suppliers, any impairments of goodwill and inventories, and provisions for bad debts and taxation.

Above all, a portion of the turnover generated by *Acotel Interactive Inc.* and its subsidiaries, in addition to certain related cost items, include preliminary figures, is derived primarily from internal reporting systems, and estimates that have yet to be confirmed by mobile transaction network providers and/or operators.

Finally, certain measurement processes, above all those of a complex nature relating to the estimate of potential impairments of fixed assets, are generally only fully carried out during preparation of the annual financial statements, unless events or changes in circumstances indicate that there may be an impairment requiring an immediate measurement of any loss.

This interim report is unaudited.

BASIS OF CONSOLIDATION

The following table provides key information on consolidated companies held, directly or indirectly, by *Acotel Group SpA*, the Parent Company. There were no changes in the basis of consolidation during the first quarter of 2014 compared with 31 December 2013.

Company	Date of acquisition	Group's % interest	Registered office	Share capital	
				Currency	Amount
Acotel SpA	28 April 2000	99.9% (3)	Rome	EURO	13,000,000
AEM Acotel Engineering and Manufacturing SpA	28 April 2000	99.9%	Rome	EURO	858,000
Acotel Chile SA	28 April 2000	100%	Santiago, Chile	USD	17,330
Acotel Espana SL	28 April 2000	100%	Madrid	EURO	3,006
Acotel Do Brasil Ltda	8 August 2000 (1)	100%	Rio de Janeiro	BRL	1,868,250
Jinny Software Ltd.	9 April 2001	100%	Dublin	EURO	3,201
Millennium Software SAL	9 April 2001	99.9% (4)	Beirut	LPD	30,000,000
Info2cell.com FZ-LLC	29 January 2003 (2)	100%	Dubai	USD	5,000,000
Emirates for Information Technology Co.	29 January 2003	100% (5)	Amman	JD	710,000

Acotel Interactive, Inc.	28 June 2003 (1)	100%	Wilmington	USD	10,000
Flycell Telekomunikasyon Hizmetleri AS	2 July 2005 (1)	99.9% (6)	Istanbul	TRY	50,000
Acotel Interactive Conteúdo Para Telefonia Móvel LTDA	6 June 2006 (1)	100% (6)	Rio de Janeiro	BRL	250,000
Jinny Software Romania SRL	26 June 2007 (1)	100% (4)	Bucharest	RON	200
Yabox LLC	24 October 2007 (1)	100% (6)	Wilmington	USD	1
Jinny Software Latin America Importação e Exportação Ltda	11 February 2008 (1)	100% (4)	Sao Paulo	BRL	1,214,816
Rawafed Information Company LLC	24 February 2008 (1)	51% (5)	Riyadh	SAR	500,000
Jinny Software Panama Inc.	1 July 2008 (1)	100% (4)	Panama City	USD	10,000
Flycell Italia Srl	10 July 2008 (1)	100% (6)	Rome	EURO	90,000
Flycell Argentina SA	26 October 2009	100% (7)	La Plata	ARS	12,000
Acotel Serviços De Telemedicina Ltda.	28 March 2011	100% (8)	Rio de Janeiro	BRL	400,000
Acotel Telecomunicação Ltda.	28 March 2011	100% (8)	Rio de Janeiro	BRL	400,000
Bucksense, Inc.	28 June 2011	100%	Nevada	USD	10,000
Urbe Roma S.S.D. a r.l.	2 February 2012	100% (9)	Rome	EURO	10,000
Noverca Srl	10 July 2002 (10)	100% (11)	Rome	EURO	10,000
Noverca Italia Srl	9 May 2008 (1)	100% (11), (12)	Rome	EURO	10,000
Jinny Software USA LLC	1 July 2013 (1)	100% (4)	Wilmington	USD	500,094 (13)
Acotel SRL	30 July 2013 (1)	100% (7)	Buenos Aires	ARS	20,000
Acotel Interactive India Private Limited	22 August 2013 (1)	100% (6)	Mumbai	Rs	100,000

- (1) The date of the company's entry into the Group coincides with its incorporation.
(2) Prior to this date the Group owned 33% of this company, accounted for in investments in associates.
(3) AEM owns 1.92% of the share capital.
(4) Controlled via Jinny Software Ltd.
(5) Controlled via Info2cell.com FZ-LLC.
(6) Controlled via Acotel Interactive Inc.
(7) Controlled via Acotel Interactive Inc. and Yabox LLC.
(8) Controlled via Acotel do Brasil Ltda.
(9) Controlled via Acotel SpA.
(10) Prior to this date the Group owned 50% of this company, accounted for in investments in associates.
(11) Since 20 May 2013 the Group has full control of this company.
(12) Controlled via Noverca Srl.
(13) The value of the capital contributions paid by Jinny Software Ltd. at the reporting date.

SIGNIFICANT EVENTS DURING THE PERIOD

As the following table shows, the results for the first quarter of 2014, if compared with those for the same period of 2013, have benefitted from the results of the Acotel Interactive business area and suffered the impact of the general downturn in revenues and negative margins recorded by the Acotel TLC and Acotel Net business areas.

(€000)	Q1 2014				
	ACOTEL INTERACTIVE	ACOTEL TLC	ACOTEL NET	Elisiminations / Other	Total
Revenues	15,622	4,480	281	-	20,383
Gross operating profit/(loss) (EBITDA)	1,215	(2,857)	(456)	3	(2,095)
Profit/(Loss) before tax	1,054	(3,833)	(469)	96	(3,152)

	Q1 2013				
	ACOTEL INTERACTIVE	ACOTEL TLC	ACOTEL NET	Elisiminations / Other	Total
Revenues	22,788	4,991	312	-	28,091
Gross operating profit/(loss) (EBITDA)	(781)	(1,709)	(339)	40	(2,789)
Profit/(Loss) before tax	(767)	(2,748)	(341)	54	(3,802)

An analysis of the Group's quarterly results reveals that:

- total turnover is down 27% from the €28.1 million of the first quarter of 2013 to €20.4 million in the quarter just ended;
- whilst still in negative territory, the gross operating loss (negative EBITDA) of €2.1 million is an improvement on the loss of €2.8 million for the same period of 2013. This figure is even more positive if that fact that, in the first quarter of 2013, the operating results of *Noverca Srl* and *Noverca Italia Srl* were consolidated using the proportionate method based on the Acotel Group's respective interests of 10% and 59.4% during that period. Had the Group consolidated these companies on a line-by-line basis, the gross operating loss for the first quarter of 2013 would have been approximately €0.7 million greater.

The reduction in revenues during the quarter essentially reflects the downturn in turnover at the **Acotel Interactive** business, which was hit primarily by the decision taken by US mobile operators not to sell value added services created by third parties to their customers, and by a slowdown in the Italian and Middle Eastern markets.

In contrast, this business area's performance for the first quarter of 2014 benefitted from the large-scale investment carried out during the previous year, resulting in positive EBITDA of €1.2 million, compared with negative EBITDA of €0.8 million for the first quarter of 2013.

In the **Acotel TLC** business area, 2014 has seen the subsidiary, *Jinny Software Ltd.*, which operates in the *Mobile VAS Technology* segment, sign its first commercial contracts for its *Diameter Router* solution.

In the *Mobile Communications* segment of the same business area, *Noverca Srl* proceeded with the process of enabling the customers with which it concluded commercial agreements at the end of last year to operate as mobile virtual network operators. During the first quarter of 2014, the company also

entered into an agreement with a well-known internet provider, wishing to offer mobile telecommunications services to its customers, to provide Mobile Virtual Network Aggregator services.

As regards the Acotel TLC business area, during the quarter *Noverca Italia Srl*, the first Full MVNO (Mobile Virtual Network Operator) to operate in the Italian market, increased its customer base by over 38,000, including almost 30,000 via mobile number portability. This was achieved thanks primarily to the innovative technological solutions developed (Noverca+) and the commercial strategy based on the partner programme launched during last year.

During the first quarter, the **Acotel Net** business area very successfully completed a number of key trials of the energy management solutions developed by the Group to monitor electricity, water and gas consumption (www.acotelnet.com).

The process of installing the devices at agreed monitoring points for various customers and signing the related supply contracts is now under way, marking the completion of Acotel's transformation and enabling us to assume a leading role in our new main market.

RESULTS OF OPERATIONS

RECLASSIFIED CONSOLIDATED INCOME STATEMENT

(€000)	Note	Q1 2014	Q1 2013	Increase/ (Decrease)
Revenues	1	20,383	28,091	(7,708)
Other income		46	74	(28)
Total		20,429	28,165	(7,736)
Movements in work in progress, semi-finished and finished goods		104	14	90
Raw materials	2	(333)	(506)	173
External services	3	(15,361)	(23,507)	8,146
Rentals and leases	4	(423)	(443)	20
Staff costs	5	(6,265)	(6,110)	(155)
Internal capitalised costs		208	78	130
Other costs	6	(454)	(480)	26
Gross operating profit/(loss)		(2,095)	(2,789)	694
Amortisation and depreciation	7	(1,001)	(992)	(9)
Impairment charges/reversal of impairment charges on non-current assets		-	(1)	1
Operating profit/(loss)		(3,096)	(3,782)	686
Net finance income/(costs)	8	(56)	(20)	(36)
PROFIT/(LOSS) BEFORE TAX		(3,152)	(3,802)	650
Taxation	9	(524)	(330)	(194)
PROFIT/(LOSS) BEFORE NON-CONTROLLING INTERESTS		(3,676)	(4,132)	456
Profit/(Loss) attributable to non-controlling interests		(8)	141	(149)
PROFIT/(LOSS) FOR THE PERIOD ATTRIBUTABLE TO OWNERS OF THE PARENT		(3,668)	(4,273)	605
Earnings per share	10	(0.89)	(1.04)	
Diluted earnings per share	10	(0.89)	(1.04)	

Compared with the results for the same period of the previous year, the Acotel Group's results for the first quarter of 2014 show a deterioration in revenue and an improvement in earnings.

Note 1 - Revenue

Revenue for the first quarter of 2014 amounts to €20,383 thousand, down on the €28,091 thousand of the same period of the previous year.

As shown in the table below, the decrease in revenue essentially reflects the performances of the Acotel Interactive business area (down 31%).

(€000)	Q1 2014	%	Q1 2013	%
ACOTEL INTERACTIVE	15,622	76.6%	22,788	81.1%
ACOTEL TLC	4,480	22.0%	4,991	17.8%
ACOTEL NET	281	1.4%	312	1.1%
Total	20,383	100%	28,091	100%

ACOTEL INTERACTIVE

The Acotel Interactive business area includes the services provided directly to consumers (*Digital Entertainment*), and those supplied to telephone operators and commercial companies (*Mobile Services*), and has the primary purpose of supplying value added content and services over mobile phones and the web.

A breakdown of this division's revenues is given in the following table:

(€000)	Q1 2014	Q1 2013	Inc./Dec.)
Digital Entertainment	12,134	17,894	(5,760)
Mobile Services	3,488	4,894	(1,406)
Total	15,622	22,788	(7,166)

In the first quarter of 2014 *Digital Entertainment* services generated revenues of €12,134 thousand, down 32% on the same period of 2013. These services are supplied by *Acotel Interactive Inc.* and its direct subsidiaries, accounting for a total of €7,330 thousand, by *Acotel SpA*, accounting for €3,190 thousand, and *Info2cell*, which reports revenues of €1,614 thousand. The downturn, compared with the same period of 2013, reflects reduced turnover at *Acotel Interactive Inc.* and *Acotel SpA*.

Mobile Services revenues, amounting to €3,488 thousand, are down 29% on the first quarter of 2013. These include the revenues generated by *Info2cell Llc* from the services it provides to the leading mobile operators in the Middle East, amounting to €1,742 thousand, the revenues from services rendered by the subsidiary, *Acotel do Brasil*, to the Brazilian operator, *TIM Celular*, amounting to €1,263 thousand, and those generated by the services provided to *Telecom Italia* by the subsidiary, *Acotel SpA*, totalling €483 thousand. The reduction, compared with the same period of the previous year, is due to regulatory issues, which impacted on the operations of the subsidiary, *Rawafed (Info2cell Group)*, in Saudi Arabia.

ACOTEL TLC

The revenues generated by the Acotel TLC business area amount to €4,480 thousand, down 10% on the same period of 2013, as shown in the following table:

(€000)	Q1 2014	Q1 2013	Inc./Dec.)
Mobile VAS Technology	2,076	2,782	(706)
Mobile Communications	2,404	2,209	195
Total	4,480	4,991	(511)

Turnover generated by the *Mobile VAS Technology* segment is generated by *Jinny Software* from the supply of new equipment and the provision of maintenance to mobile operators in Africa, the Middle East, Latin America, Asia, Europe and North America. The reduction, compared with the same period of the previous year, essentially reflects delays in completing a number of orders, which prevented recognition of a portion of the related revenues. However, the value of the Irish subsidiary's order backlog is up from the €5.8 million of 31 December 2013 to €6.4 million at the end of March 2014.

Mobile Communications revenues include €2,208 thousand in MVNO revenues generated by *Noverca Italia Srl*, €188 thousand generated in Italy by *Acotel SpA*, primarily from services provided to leading banks, and €8 thousand generated from the services provided to the Brazilian operator, *TIM Celular*, by *Acotel do Brasil Ltda*.

ACOTEL NET

Revenues of €281 thousand generated by the Acotel Net business almost exclusively regard the design, production and maintenance of electronic security systems in Italy by the subsidiary, *AEM Acotel Engineering and Manufacturing SpA*.

A geographical breakdown of the Group's revenue is as follows, regardless of the nature of the goods and services sold:

(€000)	Q1 2014	%	Q1 2013	%
LATIN AMERICA	7,526	36.9%	7,475	26.6%
ITALY	6,878	33.7%	9,062	32.3%
MIDDLE EAST	3,571	17.5%	4,574	16.3%
OTHER EUROPEAN COUNTRIES	928	4.6%	1,664	5.9%
NORTH AMERICA	683	3.3%	4,586	16.3%
AFRICA	643	3.2%	509	1.8%
ASIA	154	0.8%	221	0.8%
	20,383	100%	28,091	100%

The geographical breakdown shows that revenues declined in all countries in which the Group has a commercial presence in the first quarter of 2014, with the exception of Latin America and Africa.

Note 2 - Raw materials

The cost of raw materials during the quarter, amounting to €333 thousand, refers principally to the purchase of materials for the construction of the systems used in the NET services provided by *AEM Acotel Engineering and Manufacturing SpA* (€144 thousand), the purchase of SIM cards by *Nòvera* (€102 thousand) and the purchase of materials for the construction of telecommunications systems by *Jinny Software* (€76 thousand).

Note 3 – External services

The cost of external services totals €15,361 thousand, down 35% on the first quarter of 2013.

A breakdown of the service costs is shown below:

(€000)	Q1 2014	Q1 2013	Inc./ (Dec.)
Interconnection and billing services	6,715	9,291	(2,576)
Content providers	1,921	3,138	(1,217)
Advertising	1,708	6,756	(5,048)
Telecommunications services	1,619	1,003	616
Professional consultants	532	640	(108)
Connectivity and sundry utilities	487	479	8
Travel expenses	444	457	(13)
Customer acquisitions	394	38	356
Call centre	305	173	132
Remuneration of corporate officers	215	221	(6)
Outsourcing	112	111	1
Purchase of SMS packages	98	423	(325)
Auditors' fees	87	70	17
Other minor expenses	724	707	17
Total	15,361	23,507	(8,146)

Note 4 – Rentals and leases

Rentals and leases amount to €423 thousand and mainly include rentals on offices occupied by Group companies.

Note 5 – Staff costs

Staff costs include:

(€000)	Q1 2014	Q1 2013	Inc./(Dec.)
Salaries and wages	4,797	4,716	81
Social security contributions	893	792	101
Staff termination benefits	128	103	25
Finance costs	(24)	(19)	(5)
Other costs	471	518	(47)
Total	6,265	6,110	155

Other staff costs include charges incurred in relation to professional training and refresher courses, prevention and health care expenses, and contributions for defined-contribution pension plans for the staff of foreign subsidiaries.

The number of staff by category at 31 March 2014 and a comparison of the average numbers for the first quarters of 2014 and 2013 are reported in the following table:

	At 31 March 2014	Average Q1 2014	Average Q1 2013
Managers	26	27	27
Supervisors	98	98	89
White- and blue-collar staff	382	392	366
Total	506	517	482

The geographical distribution of the Group's staff is shown in the table below:

	At 31 March 2014	At 31 March 2013
Italy	142	120
Lebanon	85	80
Brazil	75	76
Jordan	62	62
USA	34	45
Ireland	34	35
Romania	17	14
Spain	16	11
United Arab Emirates	13	13
Malaysia	10	7
Kenya	8	10
Saudi Arabia	5	5

Turkey	2	2
Indonesia	2	2
Sudan	1	1
Mexico	-	1
Total	506	484

Note 6 – Other costs

Other costs amount to €454 thousand in the first quarter of 2014, including €171 thousand for indirect taxes payable by *Acotel do Brasil*, *Acotel Interactive LTDA* and *Jinny Latin America* in compliance with local legislation.

The balance includes other general expenses and charges incurred by Group companies in connection with their ordinary activities.

Note 7 - Amortisation and depreciation

Details of the amortisation and depreciation of assets are given below:

(€000)	<u>Q1 2014</u>	<u>Q1 2013</u>	<u>Inc./Dec.</u>
Amortisation of non-current intangible assets	274	289	(15)
Depreciation of property, plant and equipment	727	703	24
Total	<u>1,001</u>	<u>992</u>	<u>9</u>

Amortisation of intangible assets includes amortisation of the software and licences utilised by various Group companies, and the expenses paid to Telecom Italia in return for preparation and configuration of the technology infrastructure used in delivering the services provided by the MVNO, *Nòverca*.

Depreciation of property, plant and equipment primarily refers to depreciation of the telecommunications equipment and infrastructures used by Group companies and leasehold improvements to offices.

Note 8 - Finance income and costs

Net finance costs of €56 thousand for the first quarter of 2014 break down as follows:

(€000)	Q1 2014	Q1 2013	Inc./.(Dec.)
Income from investments	176	204	(28)
Foreign exchange gains	80	132	(52)
Interest income on bank deposits	1	1	-
Total finance income	257	337	(80)
Foreign exchange losses	(186)	(267)	81
Interest expense and bank charges	(93)	(63)	(30)
Other interest expense	(34)	(27)	(7)
Total finance costs	(313)	(357)	44
Net finance income/(costs)	(56)	(20)	(36)

Income from investments includes gains on investment of the Group's liquidity in short-term instruments.

Foreign exchange gains and losses essentially regard realised and unrealised gains and losses generated by *Acotel Interactive Inc.* and its subsidiaries.

Note 9 – Taxation

Taxation for the period, amounting to €524 thousand, reflects estimated income tax expense and deferred tax income and expense recognised by Group companies, net of the related reversals.

Note 10 – Earnings per share

The calculation of basic and diluted earnings per share is based on the following data:

(€000)	Q1 2014	Q1 2013
Profit/(loss) for the period (€000)	(3,668)	(4,273)
Number of shares ('000)		
Shares in circulation at the start of the period*	4,114 *	4,114 *
Weighted average of treasury shares acquired/sold in the period	-	-
Weighted average of ordinary shares in circulation	4,114	4,114
Basic and diluted earnings per share **	(0.89)	(1.04)

* : net of treasury shares held at the same date.

** : basic earnings for the first quarters of 2014 and 2013 coincide with diluted earnings per share as the conditions provided for by IAS 33 do not exist.

FINANCIAL POSITION

RECLASSIFIED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(€000)	31 March 2014	31 December 2013	Increase/ (Decrease)
Non-current assets:			
Property, plant and equipment	8,929	9,180	(251)
Intangible assets	14,072	14,147	(75)
Other assets	3,679	3,726	(47)
TOTAL NON-CURRENT ASSETS	26,680	27,053	(373)
Net current assets:			
Inventories	745	526	219
Trade receivables	29,056	32,997	(3,941)
Other current assets	4,216	4,056	160
Trade payables	(24,200)	(24,748)	548
Other current liabilities	(8,361)	(7,987)	(374)
TOTAL NET CURRENT ASSETS	1,456	4,844	(3,388)
PROVISIONS FOR STAFF TERMINATION AND OTHER EMPLOYEE BENEFITS	(2,899)	(2,939)	40
NON-CURRENT PROVISIONS	(653)	(812)	159
NET INVESTED CAPITAL	24,584	28,146	(3,562)
Equity:			
Share capital	1,084	1,084	-
Reserves and retained earnings/(accumulated losses)	44,916	54,916	(10,000)
Profit/(Loss) for the period	(3,668)	(10,661)	6,993
Non-controlling interests	1,027	1,036	(9)
TOTAL EQUITY	43,359	46,375	(3,016)
Net cash and cash equivalents:			
Current financial assets	(8,765)	(7,257)	(1,508)
Cash and cash equivalents	(15,814)	(16,377)	563
Current financial liabilities	5,804	5,405	399
	(18,775)	(18,229)	(546)
NET FUNDS RECEIVABLE FROM OTHERS	(18,775)	(18,229)	(546)
TOTAL EQUITY AND NET FUNDS RECEIVABLE FROM OTHERS	24,584	28,146	(3,562)

The Acotel Group's net invested capital at 31 March 2014 amounts to €24,584 thousand, made up of non-current assets of €26,680 thousand, net current assets of €1,456 thousand, provisions for staff termination benefits of €2,899 thousand and other non-current provisions of €653 thousand.

Net invested capital is financed by consolidated equity of €43,359 thousand and net funds of €18,775 thousand.

A detailed analysis of changes in the principal components of the financial position shows that:

- the value of non-current assets has decreased essentially due to amortisation and depreciation for the period;
- changes in net current assets primarily reflect the reduction in trade receivables;
- net funds receivable from others at 31 March 2014 amount to €18,775 thousand, up €546 thousand on 31 December 2013, as shown in the following table.

NET FUNDS

(€000)

	31 March 2014	31 December 2013	Increase/ (Decrease)
A. Cash and cash equivalents	15,814	16,377	(563)
B. Assets held for trading	8,753	7,000	1,753
C. Liquidity (A + B)	24,567	23,377	1,190
D. Other current financial receivables	12	257	(245)
E. Current financial assets (D)	12	257	(245)
F. Current bank borrowings	(5,804)	(5,405)	(399)
G. Current financial liabilities (F)	(5,804)	(5,405)	(399)
H. Non-current debt	-	-	-
I. Net funds (C+E+G+H)	18,775	18,229	546

DECLARATION BY THE MANAGER RESPONSIBLE FOR FINANCIAL REPORTING

The manager responsible for the Group's financial reporting, Luca De Rita, hereby declares, pursuant to article 154 *bis*, paragraph 2 of the Consolidated Finance Act, that the accounting information contained in this consolidated interim report is consistent with the underlying accounting records.