

FALCK RENEWABLES
Group
Interim financial report
31.3.2011

Board of directors' meeting

Milan, 13 May 2011

FALCK RENEWABLES SpA
Share capital Euro 291,413,891 fully paid
Direction and coordination by Falck SpA
Registered and fiscal address
20121 Milan – Corso Venezia, 16
REA Milano 1675378
Milan Companies Register 03457730962
VAT and tax code 03457730962

Interim financial report at 31 March 2011

Contents

1	COMPANY OFFICERS	page	5
<hr/>			
2	FINANCIAL INFORMATION		
2.1	Income statement	page	7
2.2	Net financial position	page	8
<hr/>			
3	NOTES TO THE INTERIM FINANCIAL REPORT		
3.1	Accounting policies	page	10
3.2	Performance for the period and principal changes	page	10
3.3	Performance of business sectors	page	12
3.4	Performance of the parent company Falck Renewables SpA	page	13
3.5	Management outlook for the current year	page	13
3.6	Employees	page	14
3.7	Combined results	page	14
<hr/>			
4	DIRECTORS' REPORT		
4.1	Review of significant business developments	page	18
4.2	Significant capital expenditure and disposals	page	19
<hr/>			
5	CERTIFICATION OF THE CORPORATE ACCOUNTING DOCUMENTS OFFICER PURSUANT TO ARTICLE 154-BIS PARAGRAPH 2 OF LEGISLATIVE DECREE 58/1998	page	21

1. Company officers

1 Company officers

Board of directors

Federico Falck (*)	<i>Chairman</i>
Guido Rosa (*)	<i>Deputy chairman</i>
Piero Manzoni (*)	<i>Chief Executive Officer</i>
Marco Agostini	<i>Director</i>
Guido Corbetta	<i>Director</i>
Enrico Falck (*)	<i>Director</i>
Elisabetta Falck	<i>Director</i>
Giovanni Maria Garegnani	<i>Director</i>
William Jacob Heller	<i>Director</i>
Marco Mangiagalli	<i>Director</i>
Andrea Merloni	<i>Director</i>
Libero Milone	<i>Director</i>
Bernardo Rucellai	<i>Director</i>
Claudio Tatozzi	<i>Director</i>
Sergio Ungaro	<i>Director</i>

(*) Members of the Executive Committee

Board of statutory auditors

Massimo Scarpelli	<i>Chairman</i>
Bisioli Aldo	<i>Statutory auditor</i>
Alberto Giussani	<i>Statutory auditor</i>
Massimo Foschi	<i>Substitute statutory auditor</i>
Gianluca Pezzati	<i>Substitute statutory auditor</i>

Independent auditors

Reconta Ernst & Young SpA

2. Financial information

2. Financial information

2.1 *Income statement*

	(Euro thousands)		
	31.3.2011	31.3.2010	31.12.2010
Revenue	58,150	21,439	99,196
Direct labour costs	(2,067)	(1,618)	(7,657)
Direct costs	(26,318)	(9,948)	(54,282)
Cost of sales	(28,385)	(11,566)	(61,939)
Gross profit	29,765	9,873	37,257
Other income	1,112	270	1,527
Other employee costs	(3,178)	(924)	(5,356)
Administrative expenses	(3,628)	(2,097)	(13,772)
Operating profit	24,071	7,122	19,656
Finance (costs) - net	(9,033)	(1,105)	(4,011)
Investment costs	410		345
Profit before income tax	15,448	6,017	15,990
Income tax expense			(11,347)
Profit for the period			4,643
Profit attributable to minority interest			2,144
Profit attributable to group equity holders			2,499
Ebitda	35,267	9,617	39,541

2. Financial information

2.2 *Net financial position*

	(Euro thousands)		
	31.3.2011	31.12.2010	Change
Short-term third party financial payables	(45,486)	(51,708)	6,222
Short-term group financial payables	(46,539)	(161,464)	114,925
Short-term third party financial receivables			
Short-term group financial receivables	36	13	23
Other securities			
Cash and cash equivalents	111,006	92,789	18,217
Short-term net financial position	19,017	(120,370)	139,387
Medium/long-term third party financial payables	(655,026)	(618,746)	(36,280)
Medium/long-term group financial payables	(1,769)		(1,769)
Medium/long-term third party financial receivables	14,124	10,031	4,093
Medium/long-term group financial receivables	733	734	(1)
Other securities			
Medium/long-term net financial position	(641,938)	(607,981)	(33,957)
Total net financial position	(622,921)	(728,351)	105,430
- of which non-recourse financing	(645,092)	(601,213)	(43,879)

3. Notes to the interim financial report

3. Notes to the interim financial report

3.1 *Accounting policies*

At 31 March 2011 the Falck Renewables group consisted of 62 companies, of which 55 are consolidated on a line-by-line basis, 2 are consolidated applying the proportional method, 3 are consolidated applying equity accounting and 2 are valued at cost.

The interim financial report has been prepared in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standard Board (IASB). The income statement presents costs by function, which with regard to measurement of the headings, corresponds to IFRS requirements.

The interim financial report has also been prepared in conformance with Appendix 3D of CONSOB regulation 14990 of 14 April 2005.

The accounting policies and measurement criteria applied in the preparation of the interim financial report at 31 March 2011 are consistent with those adopted for the previous year-end financial statements and the financial information published in previous interim financial reports.

3.2 *Performance for the period and principal changes*

As a result of the Demerger and Contribution transactions (hereinafter “Extraordinary Transaction”) ¹ relating to the wind sector activities of Falck Renewables, which were carried out in 2010, contrary to the 2010 first quarter, the income statement now also includes the results of the wind sector. Consequently, the results at 31 March 2011 are not comparable with those at 31 March 2010.

The table below demonstrates the changes in Falck Renewables SpA’s (formerly Actelios SpA) stake in Falck Renewables Wind Ltd (formerly Falck Renewables Plc).

	Stake in Falck Renewables Wind Ltd
31 March 2010	0.00%
31 December 2010	99.99%
31 March 2011	99.99%

The total equity and financial position at 31 March 2011 are comparable with those at 31 December 2010 but not 31 March 2010.

¹ The current Falck Renewables group was formed subsequent to the Project to Consolidate all of Falck SpA’s activities relating to the production of electrical energy from renewable sources into Falck Renewables SpA, in particular:

- (i) the wind sector activities of Falck Renewables Wind Ltd, formerly Falck Renewables Plc (already controlled by Falck SpA through Falck Energy SpA.) and its subsidiaries; and
- (ii) the activities of the WtE, biomass and photovoltaic sector of Actelios SpA (now Falck Renewables SpA) and its subsidiaries.

The Consolidation Project was finalised on 15 November 2010, on which date Falck Renewables SpA became the owner of 99.99% of Falck Renewables Wind through (i) the partial demerger of Falck Energy with the transfer to Actelios SpA, inter alia, of the investment equal to approximately 81.17% of the share capital of Renewables Wind (the “Demerger”), and (ii) the contribution (the “Contribution”) in kind to Actelios SpA of the minority stakeholders’ interest in Falck Renewables Wind, representing approximately 18.82% of share capital, with the change in company name from “Actelios SpA” to “Falck Renewables SpA” coming into effect on the same date.

3. Notes to the interim financial report

In the course of the 2011 first quarter the Falck Renewables group recorded a profit before income tax and amounts attributable to minority interest of Euro 15,448 thousand, an increase on the profit of Euro 6,017 thousand for the same period last year.

Gross profit amounted to Euro 29,765 thousand representing an increase of Euro 19,892 thousand, while *Operating profit* totalled Euro 24,071 thousand, an improvement of Euro 16,949 thousand.

The *Gross profit/revenue* ratio amounted to 51.2%, compared to 46.1% in the 2010 first quarter.

Operating profit expressed as a percentage of *revenue* equalled 41.4% (2010 first quarter – 33.2%).

Ebitda, calculated by the Falck Renewables group as profit for the period before investment income and costs, finance income and costs, depreciation, amortisation, impairment losses, charges to risk provisions and income tax, amounted to Euro 35,267 thousand at 31 March 2011 and 60.6% when expressed as a percentage of revenue.

Net finance costs increased by Euro 7,928 thousand, due to the increase in the level of financial indebtedness following the Extraordinary Transaction and capital expenditure incurred in the first three months of 2011, net of the Euro 129,906 thousand share capital increase, which compares to a net financial asset of Euro 65,531 thousand at the end of the 2010 first quarter.

Profit before income tax increased significantly (+ Euro 9,431 thousand) compared to the total at 31 March 2010.

The net financial position, a net indebtedness of Euro 622,921 thousand, is down Euro 105,430 thousand on the balance at 31 December 2010, which is largely attributable to the share capital increase that concluded in March 2011 (Euro 129,906 thousand), which was partially offset by capital expenditure in the first quarter (Euro 27,510 thousand).

The net financial position comprises non-recourse loans that amounted to Euro 645,092 thousand, an increase of Euro 43,879 thousand on the total at 31 December 2010.

Revenue by activity may be analysed as follows.

	(Euro thousands)	
	1° Quarter 2011	1° Quarter 2010
Sale of electrical energy	47,852	13,656
Waste treatment and disposal	9,484	6,679
Operation of WtE plants and landfills	735	881
Sale of agricultural produce		121
Other services	79	102
Total	58,150	21,439

Profit before income tax and profit attributable to minority interest of the sectors, compared to the 2010 first quarter, are summarised below:

	(Euro thousands)		
	31.3.2011	31.3.2010	Change
WtE, biomass and photovoltaic sector	11,324	6,126	5,198
Wind sector	4,942		4,942
Falck Renewables SpA	(821)	(124)	(697)
Consolidation adjustments	3	15	(12)
Total	15,448	6,017	9,431

3. Notes to the interim financial report

3.3 *Performance of business sectors*

This paragraph provides a brief summary of the key financial highlights of the two sectors (“WtE, biomass and photovoltaic” and “Wind”) and the information relating to Falck Renewables SpA all of which constitute the Group.

❖ **WtE, biomass and photovoltaic sector**

The key financial highlights of this sector may be summarised as follows:

	(Euro thousands)	
	31.3.2011	31.3.2010
Revenue	28,910	21,435
Cost of sales	(15,181)	(11,692)
Gross profit	13,729	9,743
Operating profit	12,268	8,439
Ebitda	15,679	10,916
Profit for the period	11,324	6,126
Net financial position - indebtedness	191,342	153,625
of which non-recourse financing	72,503	65,531
Capital expenditure	1,439	3,602
Employees at period-end	(no.) 133	112

This sector focuses on the production of electricity from renewable sources in particular through the conversion of urban waste to energy (WtE), biomass and photovoltaic plants.

The strategy is developed through the management of operating power plants, putting plants that are in the start-up phase into operation and the development of new projects, either directly or through joint ventures with leading industrial enterprises.

Revenue increased significantly compared to 31 March 2010, due to revenue from the biomass plant in Rende which came on stream at full capacity in early 2011 following the total revamp carried out in 2010 and the revenue of Ecocentro Soluzioni Ambientali Srl and Esposito Servizi Ecologici Srl that were acquired in June 2010. The WtE plants of Trezzo sull’Adda and Granarolo dell’Emilia continued to perform well.

Ebitda also recorded a strong increase (+43.6% compared to the previous period) and amounted to Euro 15,679 thousand (2010 – Euro 10,916 thousand): this corresponds to 54.2% of revenue (2010 – 50.9%).

Operating profit increased by 45.4% to Euro 12,268 thousand (2010 - Euro 8,439 thousand); this represents 42.4% of revenue (2010 – 39.4%).

The net financial position, an indebtedness of Euro 191,342 thousand, increased compared to the balance at 31 March 2010 (Euro 153,625 thousand), principally due to investments on the photovoltaic plants completed in Sicily and the total revamp of the Rende plant. The net financial position comprises non-recourse financing of Euro 72,503 thousand.

3. Notes to the interim financial report

❖ **Wind sector**

The key financial highlights of this sector may be summarised as follows:

	(Euro thousands)	
	31.3.2011	31.3.2010
Revenue	29,227	
Cost of sales	(13,336)	
Gross profit	15,891	
Operating profit	13,671	
Ebitda	21,362	
Profit for the period	4,942	
Net financial position - indebtedness	763,109	
of which non-recourse financing	572,589	
Capital expenditure	26,382	
Employees at period-end	(no.)	66

This sector focuses on the production of electricity through the construction and management of plants that generate electricity using wind energy.

The results of the 2011 first quarter are not comparable with those of 2010 as the wind sector has only been included in the scope of consolidation of the Falck Renewables Group from December 2010 following the abovementioned Extraordinary Transaction.

Ebitda amounted to Euro 21,362 thousand and 73.1% of revenue.

The net financial position was Euro 763,109 thousand and included non-recourse financing of Euro 572,589 thousand.

3.4 Performance of the parent company Falck Renewables SpA

The income statement of Falck Renewables SpA for the three months ended 31 March 2011 closed with a loss before income tax of Euro 821 thousand, which is higher than the loss of Euro 124 thousand for the same period last year. Employee costs (+ Euro 909 thousand) and administrative expenses (+ Euro 358 thousand) increased following the acquisition of the businesses of Falck SpA and Riesfactoring SpA that provided management services, which was partially offset by income (+ Euro 678 thousand) on services recharged to Group companies.

The net financial position, an asset of Euro 331,529 thousand, compared to a net asset of Euro 198,988 thousand at 31 December 2010, was mainly influenced by income from the share capital increase concluded at the end of March.

The parent company's income statement does not yet include dividend income which will contribute to the results from the next quarter as the related shareholders' meetings took place in April.

3.5 Management outlook for the current year

The current year results will benefit from the full year's consolidation of the wind sector.

Operating results will further benefit from:

- The full year's results of the Rende biomass plant (14 MW), following revamping of the plant that was completed in late 2010;

3. Notes to the interim financial report

- The three photovoltaic plants, Cardonita (Enna), 3.8 MW, Spinasanta (Catania), 6 MW, and Sugherotorto (Ragusa), 3.3 MW, which came on stream from 25 April 2011;
- The full year consolidation of the results of Ecocentro Soluzioni Ambientali Srl and Esposito Servizi Ecologici Srl, which were only consolidated in 2010 from June onwards.

With regard to plants under construction, the Buddusò-Alà dei Sardi 138 MW wind farm is expected to be completed and commence operations, 82 MW of which will come on stream in the first half of 2011 with the remaining 56 MW towards the end of the year. Moreover, the 15 MW extension of the Millennium (Scotland) wind farm was completed in April 2011, while the Kilbraur (Scotland) 20 MW extension will be completed in the 2011 fourth quarter.

The heavy investment required for the construction of the above plants and those identified in the 2010-2014 Business Plan, will impact the net financial position, with the increased indebtedness partially offset by cash generated by the operating plants.

The Group will continue to monitor regulations in the renewables sector, with particular focus on incentives policies, particularly in Italy where the renewable energy incentives regime is currently under review, in order to allocate investments to those businesses or countries that are more interesting or advantageous, with a view to diversifying both renewable technologies employed and geographical location.

3.6 *Employees*

At 31 March 2011 the total number of employees comprised:

	31.3.2011	31.12.2010	31.3.2010
Managers	26	19	14
White-collar staff and special categories	139	115	70
Blue-collar workers	77	76	59
Total	242	210	143

As Frullo Energia Ambiente Srl is consolidated applying the proportional method, the numbers above include the 49% share of the employees of this company corresponding to 19 white-collar staff and 27 blue-collar workers.

The increase compared to 31 December 2010 is largely due to the employees of Falck SpA and Riesfactoring SpA who joined Falck Renewables SpA following the acquisition of the management services businesses.

3.7 *Combined result*

The following combined results have been prepared in order to provide shareholders, stakeholders and the financial markets with a better insight into the magnitude of the results of operations, net assets and financial position of the new Falck Renewables Group.

The combined data of the Falck Renewables Group have been reported for the purpose of presenting the net assets, financial position and results of operations of the activities that are now part of the Group following the Extraordinary Transaction, as though the Actelios group (now Falck Renewables SpA) and the Falck Renewables Plc group (now Falck Renewables Wind Ltd) had operated as a single group under Falck Renewables SpA commencing 1 January 2010. The combined data at 31 March 2010 are compared below with the consolidated results at 31 March 2011.

3. Notes to the interim financial report

If the combined activities had operated under Falck Renewables SpA Group at 31 March 2010, the net assets, financial position and results of operations may have differed from those presented below.

❖ Consolidated income statement at 31.3.2011 compared to the combined data at 31.3.2010

	(Euro thousands)	
	31.3.2011	31.3.2010
A Revenue	58,150	46,465
Direct labour costs	(2,067)	(1,618)
Direct costs	(26,318)	(21,001)
B Total cost of sales	(28,385)	(22,619)
C Gross profit	29,765	23,846
Other income	1,112	384
Other employee costs	(3,178)	(2,287)
Administrative expenses	(3,628)	(3,364)
D Operating profit	24,071	18,579
Finance costs - net	(9,033)	(8,754)
Investment income/(costs)	410	209
E Profit before income tax	15,448	10,034
Income tax expense		
F Profit for the period		
G Profit attributable to minority interest		
H Profit attributable to group equity holders	-	-
Ebitda (1)	35,267	27,724

(1) Ebitda is measured by the Falck Renewables Group as profit for the period before investment income/(costs), finance income/(costs), depreciation and amortisation, impairment losses, charges to risk provisions and income tax expense. This amount has been determined in line with best market practice taking into consideration the latest project financing contracts entered into by the Group. This definition was applied retroactively to calculate Ebitda of the combined data at 31 March 2010 that amounted to Euro 27,724 thousand.

❖ Comparison of consolidated capital expenditure at 31.3.2011 with the combined amount at 31.3.2010

	(Euro thousands)	
	31.3.2011	31.3.2010
Intangible assets	311	635
Property, plant and equipment	27,510	12,588
Total intangible assets and property, plant and equipment	27,821	13,223

❖ Net financial position

	(Euro thousands)	
	31.3.2011	31.12.2010
Total net financial position	(622,922)	(728,351)

3. Notes to the interim financial report

❖ **Installed capacity**

			(MW)
Technology	31/03/2011	31/12/2010	31/03/2010
Wind	465.2	450.2	408.1
WtE	31	31.0	31.0
Biomass	14	14.0	14.0
Photovoltaic	16.1	3.0	1.0
Total	526.3	498.2	454.1

Comparison of consolidated and combined financial information

Consolidated **revenue** of the Falck Renewables Group at 31 March 2011 has increased significantly (up 25%) compared to combined revenue at 31 March 2010. The increase of Euro 11,685 thousand was a result of:

- The positive contribution arising from the consolidation of the two companies acquired in June 2010, Esposito Servizi Ecologici Srl and Ecocentro Soluzioni Ambientali Srl;
- Increased revenue from the photovoltaic plants due to the start-up of the Notarpanaro that had not yet come on stream in the 2010 first quarter;
- The positive contribution of the biomass plant in Rende that recommenced operations following the total revamp completed in 2010;
- Growth in revenue of the wind sector due to the start-up of new wind farms and an increase in installed capacity.

Installed capacity increased by approximately 16% to 526.3 MW compared to 31 March 2010.

Consolidated **direct labour costs** of the Falck Renewables Group increased by Euro 1,340 thousand in the first quarter of 2011 compared to the combined employee costs for the same period in 2010, which is principally due to higher employee numbers following the consolidation of Esposito Servizi Ecologici Srl and Ecocentro Soluzioni Ambientali Srl, acquired in June 2010.

Consolidated **direct costs** of the Falck Renewables Group increased by Euro 5,317 thousand for the first quarter of 2011 compared to the combined direct costs for the 2010 first quarter, which is largely attributable to higher depreciation on property, plant and equipment and maintenance costs, both due to the rise in installed capacity.

Consolidated **administrative expenses** of the Falck Renewables Group for the first quarter of 2011 are largely in line with the combined amount for the same period in 2010.

Consolidated **Ebitda** of the Falck Renewables Group for the 2011 first quarter increased by 27.2 % compared to combined Ebitda for the same period last year, due to the above effects.

The Falck Renewables Group consolidated **operating profit** for the 2011 first quarter recorded a significant 29.6% increase compared to the combined amount for the 2010 first quarter due to the considerable rise in revenue.

Consolidated **profit for the period** of the Falck Renewables Group increased by approximately 54% to Euro 15,448 thousand compared to the same period last year.

The **net financial position**, an indebtedness of Euro 622,928 thousand, decreased on the balance at 31 December 2010 principally due to the share capital increase that formed part of the Extraordinary Transaction (Euro 129,906 thousand), which was partially offset by capital expenditure in the first quarter (Euro 27,821 thousand).

4. Directors' report

4. Directors' report

4.1 *Review of significant business developments*

On 14 January 2011 Falck Renewables SpA entered into a loan agreement for Euro 165 million with a pool of leading banks.

The transaction falls within the scope of the Consolidation Project and reorganisation of the Group companies and its purpose is to fund development of the activities and investments envisaged in the business plan approved by the board on 12 November 2010, which estimates approximately Euro 1.2 billion of investment in the period 2010 to 2014.

The loan agreement provides for a term facility with a cap of Euro 70 million and a revolving facility totalling Euro 95 million. The loan, which will be released following completion of the share capital increase, will mature on 30 June 2015.

With regard to the dispute between the Sicily project companies Tifeo Energia Ambiente ScpA, Platani Energia Ambiente ScpA and Palermo Energia Ambiente ScpA and the Sicily Region's Department for Energy and Public Utilities, on 24 February 2011, the court confirmed the validity of the notices served against the named third parties and awarded the parties the time limits to submit statements pursuant to article 183, paragraph six of the Italian code of civil procedures. The case was adjourned and proceedings will continue in the hearing scheduled to take place on 23 November 2011.

The shareholders' meetings of 6 April 2011 approved the transfer of the registered offices of Palermo Energia Ambiente ScpA, Platani Energia Ambiente ScpA and Tifeo Energia Ambiente ScpA from Palermo to Sesto San Giovanni.

The photovoltaic plants of Cardonita (Enna) 3.8 MW, Spinasanta (Catania) 6 MW and Sugherotorto (Ragusa) 3.3 MW, a total of 13.1 MW were placed in commercial operation by Actelios Solar SpA on 25 April 2011. A Euro 47 million project financing contract was entered into for the purpose of constructing the plants.

Work on the 15 MW extension to the Millennium wind farm was finalised in March.

No significant progress was made in relation to litigation pending, full details of which are disclosed in the 2011 annual report approved on 6 May 2011.

❖ **Significant events relating to the Extraordinary Transaction**

As envisaged by the Consolidation Project in the "Extraordinary Transaction", for the purpose of transferring to Falck Renewables SpA all of the activities relating to the management, administrative, legal, financial and control services that Falck SpA provided to the Group companies, on 22 December 2010, Falck SpA sold the business comprising the assets (management software, goodwill, furniture, furnishings and electronic equipment) and employees (together with the TFR and holiday provisions) dedicated to providing these services to Falck Renewables SpA, which took effect from 1 January 2011. As part of this agreement 28 employees were transferred to Falck Renewables SpA (6 managers and 22 middle management and white-collar staff). Within the same reorganisation, Riesfactoring SpA, controlled by Falck SpA, sold the business that consisted of the assets (goodwill, furniture and furnishings) and employees (together with the TFR and holiday provisions) dedicated to the treasury function to Falck Renewables SpA on 22 December 2010, again with effect from 1 January 2011. This agreement resulted in the transfer of 3 employees (1 manager and 2 white-collar staff).

On 9 February 2011 the board of directors of Falck Renewables SpA established the final terms for the offer of its new ordinary shares to be issued upon the exercise of pre-emptive rights granted to existing holders, thereby completing the terms approved by the board of directors on 2 December 2010, in order to execute the powers vested in the directors by the extraordinary shareholders' meeting of 27 August 2010.

4. Directors' report

The rights offering concluded with all of the 129,517,284 new ordinary shares being subscribed at Euro 1.003 per share for a total value of Euro 129,905,835.85 before commission and expenses. Consequently, the underwriting services offered by the syndicate were not required.

With regard to the underwriting commitment disclosed in the offering prospectus, at the time of writing this report Falck SpA holds a 60% stake in the new share capital of Falck Renewables SpA.

The table below illustrates the movements in share capital in the period 31.3.2010 - 31.3.2011 and the stake of the majority shareholder.

	Number of shares in issue	Share capital	Falck SpA's stake in Falck Renewables SpA
31 March 2010	67,680,000	67,680,000	68.72%
31 December 2010	161,896,607	161,896,607	74.95%
31 March 2011	291,413,891	291,413,891	60.00%

4.2 *Significant capital expenditure and disposals*

Capital expenditure on property, plant and equipment in the period amounted to Euro 27,510 thousand and principally related to construction work on the Buddusò-Alà dei Sardi wind farm (Euro 19,677 thousand) and the extensions to the Kilbraur (Euro 2,908 thousand) and Millennium (Euro 3,270 thousand) wind farms.

No significant disposals, either in terms of size or amount, were made during the period.

5. Certification of the Corporate Accounting Documents
Officer pursuant to Article 154-bis paragraph 2 of
Legislative Decree 58/1998

5. Certification of the Corporate Accounting Documents Officer pursuant to Article 154-bis paragraph 2 of Legislative Decree 58/1998

As required by Article 154-bis, paragraph 2, of the Uniform Finance Law (Legislative Decree No. 58/1998), Paolo Rundeddu, in his capacity as Corporate Accounting Document Officer, declares that the accounting information contained in this interim financial report at 31 March 2011 is consistent with the data in the documents, accounting records and other records.

Paolo Rundeddu
(Corporate Accounting Document Officer)

Milan, 13 May 2011