PRESS RELEASE

PRELIOS: BOARD APPROVES DATA AT 30 JUNE 2014

1H 2013 INCOME STATEMENT HAS BEEN RECLASSIFIED WITH THE PURPOSE TO REPORT DATA ON A LIKE FOR LIKE BASIS, INCLUDING THE EFFECTS OF THE DGAG TRANSACTION, ALSO INCLUDING THE DISPOSAL OF THE REAL ESTATE ASSET PORTFOLIO AND THE RELATED RESIDENTIAL MANAGEMENT PLATFORM

REVENUES AND EBIT OF SERVICES GROW IN LINE WITH BUDGET

ROS[1] OF SERVICE PLATFORM AT 17.3%, SUBSTANTIALLY IMPROVING COMPARED TO THE SAME PERIOD OF THE PREVIOUS YEAR (4.8%)

THE PROCESS FOR THE DISPOSITION OF CO-INVESTMENT ACTIVITIES CONTINUES; DISPOSITION OF THE DGAG PORTFOLIO AND OF RELATED SERVICE PLATFORM HAS BEEN COMPLETED AS PLANNED

- MANAGEMENT PLATFORM REVENUES AT 34.9 €/MLN (32.8 €/MLN AT 30 JUNE 2013)
- EBIT OF MANAGEMENT PLATFORM[2] POSITIVE FOR 6.0 €/MLN (1.6 €/MLN AT 30 JUNE 2013)
- GROUP EBIT[3] EQUAL TO -5.6 €/MLN, UP 30% VS. -7.9 €/MLN RECORDED IN THE SAME PERIOD OF 2013, AS A RESULT OF SERVICE PLATFORM GROWTH
- EBIT OF INVESTMENT ACTIVITIES[4] NEGATIVE FOR 5.4€/MLN (-3.6 €/MLN AT 30 JUNE 2013)
- GROUP NET RESULT[5] AT -37.6 €/MLN, IMPROVING VS. -64 €/MLN IN 1H 2013.
- NET FINANCIAL POSITION NEGATIVE FOR 183.8 €/MLN (-181.9 €/MLN AT 31 MAY 2014)

NEGOTIATIONS WITH FORTRESS GROUP ARE PROGRESSING, THE EXCLUSIVITY PERIOD HAS BEEN EXTENDED

- NEW BUSINESS PROJECTS, FOR WHICH THE TWO GROUPS ALREADY MADE JOINT OFFERS, MAY HAVE POSITIVE IMPACTS ON THE PORTFOLIO OF THE ASSUMED J/V

Milan, 30 July 2014 – The Board of Directors of Prelios S.p.A., held on today's date, examined and approved the Half-Year Report at 30 June 2014.

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1 Return On Sales, EBIT/Sales (not including (Holding) G&A results).

2 Management platform EBIT indicates income generated through fund management operations, specialised real estate services (Integra and agency), services connected with NPL management (credit servicing), net of general and administrative expenses (G&A), for 6.2 million euro (-5.9 million euro at 30 June 2013).

3 Amount made up of EBIT plus net income from equity investments and income from shareholder loans, adjusted for restructuring costs and property writedowns/revaluations. This indicator does not exclude the impairment loss of NPL portfolio (equal to 0.7 million euro in 1H 2014 and 3.3 million euro in 1H 2013).

4 Investment activities EBIT indicates the value generated by the Group through their investments in funds and investment companies. The indicator does not include the impairment loss of NPL portfolio (equal to 0.7 million euro in 1H 2014 and 3.3 million euro in 1H 2013).

5 Such variation is attributable to the positive results of the operations while being impacted by the negative performance of the investment activities, beside writedowns determined by the independent appraisers and preliminary deeds of transfer –that had been partially included in the plan with different time scale – for about 23 million euro

Market scenario

In 1H 2014, as well as during the past year, the macroeconomic scenario of reference has been characterised by uncertainties with regard to the Italian economic growth perspectives in general. The continuing economic crisis also impacts the real estate sector which is persistently weak and still characterised by high financial costs. However, the market shows some signs of recovery, primarily driven by the recent renewed interest in the Italian real estate sector by opportunistic foreign investors, caused by the repricing effect and by the consequent rise of gross yields.

Group performance at 30 June 2014

The Group reported **consolidated revenues** equal to **35.2 million euro** (35.6 million euro at 30 June 2013), made up of **Italian and foreign management platform revenues** for **34.9 million euro**, improving versus 32.8 million euro in the same period of last year. The management platform, Group core business, confirmed the revenue recovery achieved in 1Q, reverting the trend with respect to the two previous years that had recorded a sharp decline. This growth is also attributable to the first results of the intensive business development activity carried out during the year, that is estimated to generate more significant results for the Group especially starting from the second semester 2014 and early 2015, concurrently with the various finalized initiatives becoming fully operational and the completion of those still underway.

L'EBIT[6] is negative for 5.6 million euro (-7.9 million at 30 June 2013) and is made up as follows:

- **Management platform operations** record a **positive result for 6 million euro** impacted by G&A costs for 6.2 million euro, reducing the result to 0.2 million euro (-4.3 million euro at 30 June 2013);

- **Investment activities,** i.e. what has been generated by Prelios through its equity investments in funds and companies that hold real estate assets and Non Performing Loans, **are negative for 5.4 million euro** (-3.6 million euro at 30 June 2013).

The **net result for the period is negative for 37.6 million euro, increasing over 40%** vs. the actual result at 30 June 2013 that was negative for 64 million euro. The net result was largely determined by items that are not part of the ordinary operation, and namely:

- real estate writedowns, equal to 21.2 million euro (-25.6 million euro at June 2013) and impairment test on NPL portfolios equal to -0.7 million euro (-3.3 million at June 2013)

- restructuring costs, with a negative impact for 1.8 million euro. Such data substantially includes bad debts referred to participated Funds, attributable to the approval of new business plans or to debt restructuring plans;

- the disposition of the German residential portfolio called DGAG transferred to the company Buwog (100% of Austrian Group Immofinanz), together with the residential management platform related to Prelios Deutschland. Such transaction, the financial and economic effects of which have been recognized as discontinued operations, had a positive impact for 4.9 million euro;

6 EBIT indicates the value made up of EBIT plus net income from equity investments and income from shareholder loans, adjusted for restructuring costs and property writedowns/revaluations. The value does not include the impairment loss of the NPL portfolio (equal to 0.7 million euro in 1H 2014 and 3.3 million euro in 1H 2013).

Such positive variation is due to the intensive industrial management and business development activity that was carried out and to decreasing financial costs from 21.5 million euro at 30 June 2013 to 10.9 million euro in the first semester of this year. This decrease is primarily attributable to the debt reduction obtained as a result of the extraordinary transaction of capital increase and debt rescheduling completed in 2013 and thanks to which, in 2014, the conversion of the convertible debenture loan was also possible.

Following to the automatic conversion of all mandatorily convertible bonds for an amount of 236.5 million euro (including interest) and to the loss recorded during the first semester 2014 equal to 37.6 million euro, the **group net equity at 30 June 2014 is positive and equal to 131.1 million euro** against a negative value of 69.1[7] million euro at 31 December 2013.

Real estate asset sales[8] in 1H 2014 **amounted to 312.1 million euro, for a pro rata amount for Prelios equal to 83.6 million euro** (113.2 million euro at 30 June 2013, the pro rata amount of which was equal to 21.6 million euro). Real estate transactions were carried out at values substantially in line with book value, as it occurred in the first semester of last year. In particular**,** in **Germany sales amounted to 244.8 million euro (79.8 million euro** at 30 June 2013), **Italy sales amounted to 67.3 million euro**[9] (33.4 million in 1H 2013[10]), while in **Poland**, no sales were made, as in the same period of last year**.**

Consolidated net equity was positive for 133.3 million euro (negative for 66.3 million euro at 30 June 2013) and its variation is mainly due to the occurred conversion of the convertible bonds.

The net financial position[11] was negative for 183.8 million euro (-181.9 million euro at 31 May 2014 and -388.4 million euro at 31 December 2013), and benefited from the positive effects deriving from the aforementioned capital increase and **conversion of the convertible loan for a total amount of 236.5 million euro.**

The charges raised by the Tax Police in relation to the 9 funds managed by subsidiary Prelios SGR have been cancelled.

This will imply the following benefits:

- the proceeds resulting from the distributable result generated by the funds may be paid out;
- in parallel, a process aimed at increasing the value of the minority units held by Prelios SpA in the aforementioned funds shall be concretely initiated.

7 This value does not include the positive effects of the occurred transaction of conversion of convertible bonds
8 The value is determined by summing up the sales of properties realised by the consolidated companies, the 100% sales of the properties of affiliated companies, joint ventures and funds in which the Group has a holding of at least 5% at 30 June 2014.
9 Including 60.6 million referable to Funds / vehicles declared in stop loss.
10 Including 11 million referable to Funds / vehicles declared in stop loss.
11 Excluding receivables for shareholder loans.

Performance of the Business Divisions at 30 June 2014[12]

ITALY

The **EBIT** in Italy Management Platform and Investment Activity at 30 June 2014 is **positive for 0.1 million euro**, against a negative value of 3.2 million euro in the same period of 2013. In particular, the Ebit was positively impacted by the Management Platform, the Company core business, for 4.7 million euro (3.6 million at 30 June 2013), but was negatively impacted for 4.6 million euro by investment activities (negative for 6.8 million euro in the corresponding period of the past year).

In particular, as regards the performance and perspectives of each service of the domestic management platform, the following should be noted among other things:

- **(Prelios SGR) Fund Management** reported revenues for 10.3 million euro (11.1 million euro in the same period of 2013) and an EBIT equal to 3.7 million euro (4.7 million euro at 30 June 2013). This decrease is primarily due to the exit of Fund Spazio Industriale from the portfolio under management and to a change in the fees relating to the Funds for which debt restructuring plans are underway. With regard to the activity for the development of new projects started by the new management, the Company established three new ordinary real estate funds (Fund PAI "PAI – Parco Agroalimentare Italiano", Fund "IGEA" and Fund "Primo RE"), currently managing 25 funds. Moreover, as already disclosed to the market, in the reference period Prelios SGR entered into an important commercial agreement with SecondCap Ltd, – a company authorized by FCA in London that manages a platform for the transactions on the secondary market of closed-end funds – with the purpose of increasing the liquidity of investments in the reserved real estate funds under the SGR management.

- **Credit Servicing** (the Group company operating in NPL management) recorded revenues for 4.9 million, increasing vs. 4.2 million euro in 1H 2013. The EBIT improved significantly and was positive again with 0.2 million euro compared to the negative value of 2.1 million euro at the end of June 2013. The results are impacted by an improvement against last year of the item relating to total costs, equal to 4.8 million euro, that improved significantly against 6.3 million euro at 30 June 2013. The variation is attributable to the effects generated by the restructuring plan completed at the end of last year, that entailed a saving of about 1.5 million euro for the item personnel cost only, while structure costs remained substantially unchanged. The collections[13] of non performing loans were equal to 31.6 million euro vs. 51.5 million euro at 30 June 2013. The decline in revenues due to collections has been more than offset by the increase in revenues related to the new business and to one-off activities that generated success fees.

- **Integra** generated revenues for 9.6 million euro, recording an increase vs. 7.6 million euro in the same period of 2013. This increase is mainly due to the global servicing activity relating to the property of Scarmagno and the real estate complex of Ivrea. The EBIT is positive for 1.1 million euro, recording an increase vs. 0.8 million euro at 30 June 2013. In

12 It should be noted that the results indicated in this paragraph (net of restructuring costs and property writedowns/revaluations) are referable to the result of service activities as well as of investment activities and including income of shareholder loans, while not including the relevant G&A/holding costs.

13 The value is determined by summing the NPL collections made by consolidated companies, 100% collections of associated companies and joint ventures participated by the Group.

the first semester 2014 the Company managed real estate assets corresponding to over 2,900 lease contracts and increased substantially the number of new clients.

- **Agency** recorded revenues for 1.3 million euro (0.8 million euro in the same period of last year) with a negative EBIT for 0.6 million euro (negative for 1.9 million euro at 30 June 2013). The 1H 2014 result is still impacted by the crisis of the Italian real estate market that caused a substantial slowdown in the number and size of transactions. The benefits of the cost control action started during 2013 and the effects of the restructuring process and strategic repositioning of the commercial offering – which led Prelios Agency to exclusively concentrate on institutional brokerage activities and on international operators - are evident compared to 1H 2013 data.

- **Valuations** (the Group company operating in the sector of appraisal of single properties and real estate assets for office/light industrial and residential use, specialised in valuation services to banks) recorded revenues for 2.5 million euro (2.1 million euro at 30 June 2013) with a positive EBIT for 0.6 million euro (positive for 0.4 million euro at June 2013). During the period, the Company was awarded a contract following to a tender called for by Bank of Italy for the *Asset Quality Review* of the portfolios of the leading Italian banks, within the framework of the comprehensive assessment activities started by the ECB.

GERMANY

As already disclosed to the market on 30 June 2013, during the first semester 2014 the company Solaia RE S.à.r.l. (a joint venture that was 60% controlled by a fund managed by Deutsche Asset & Wealth Management Real Estate - Deutsche Bank group – and 40% controlled by Prelios S.p.A) disposed to Buwog (100% owned by Austrian Group Immofinanz) the German real estate asset portfolio called DGAG, consisting of about 18,000 real property units. In addition with this sale, promoted and defined by the majority partner, the platform of Prelios Deutschland (a company 100% controlled by Prelios S.p.A.), which provides technical and administrative services to the aforementioned residential assets, was also transferred. The transaction closing date was 27 June 2014 in relation to the real estate asset portfolio (with consequent exit of the relevant companies from the consolidation portfolio), while the service platform was transferred on 4 July.

Following to such transaction, Prelios Group further focuses its operations in Germany on the high value added “premium” segment of shopping centers and highstreet retailing.

The German services platform **revenues** at 30 June 2014 totalled 6.1 million euro, slightly decreasing vs. 6.7 million euro at 30 June 2013 as a result of the reduction of some fees following to the transfer of some commercial properties and the consequent decrease in assets under management. The **EBIT** is equal to 1.3 million euro vs. 0.2 at 30 June 2013. The improvement is attributable to strong control of costs relating to the specific business unit.

POLAND

The **revenues** recorded by the management platform in Poland amounted to 0.1 million euro (0.2 million euro in the semester of the previous year), while the **EBIT** was negative for 0.2 million euro (negative for 0.1 million euro in the same period of 2013). It should be noted that the results mentioned above reflect the substantial conclusion of the process for the sale of the portfolio of properties under development, while the city-planning improvement of some areas still included in the portfolio is under completion; in these areas the completion of the city-planning procedure leading to a potential development of at least 400,000 sq. m. in the ex-Lucchini area, located in

Warsaw, of which Prelios holds 40%, is underway. The result is influenced by operating and financial costs related to the activity for the area value increase.

Events occurred after the closing of the period

On 16 July, after a long due diligence phase, Fortress (as investor) and Prelios (as Operating Partner) – following to the stipulation of a collaboration agreement – submitted an offer for the acquisition and management of a significant portfolio of critical non performing loans deriving from UniCredit Credit Management Bank (UCCMB), which in the next few weeks will decide with which potential buyer to continue the transaction on an exclusivity basis.

The period of negotiations on an exclusivity basis with Fortress Group has been extended

In relation to the negotiations started between Prelios S.p.A. and the international private equity Fund Fortress Investment Group Ltd, as already disclosed to the market, and relating to possible integrations between the respective operating companies being active in asset management, Prelios S.p.A. informs that it agreed upon with the counterparty an extension of the negotiation period on an exclusivity basis.

This is related to the need to evaluate in detail the possible positive impacts of the assumed J/V on the portfolio as a result of new business projects for which the two Groups have already made joint offers.

Business outlook

Prelios – confirming the strategic objective of repositioning itself as “pure management company” – with the purpose of improving operations and maintaining business continuity, has identified a number of initiatives to be implemented, some of which have been already completed while others are still underway.

The actions and projects already identified are progressing in the meantime, in particular:

- Holding cost rationalization and control, with greater autonomy for operating companies and disposition of the investment portfolio;
- Cash flow mitigation actions with the purpose of fostering the relation between inflows and outflows;
- Revenue increase through the implementation of the projects included in the business development pipeline;
- Evaluation of possible dispositions of portfolio assets.

From the operations viewpoint, 2014 is expected to be a transition year, during which the management will be focused on the actions required to achieve the objectives to be defined in the new 2014-2016 Business Plan, by strengthening business development, in particular with regard to services, in line with the strategy of converting the Group into a pure management company.

Corporate Governance

The Board of Directors, based on the available information and on the statement made by the person concerned, has assessed – confirming what was attested by the same – the fulfilment of the independence prerequisites (pursuant to Legislative Decree 58/1998 as well as pursuant to the Corporate Governance Code of the companies listed with Borsa Italiana) by Director Mirja Cartia D'Asero, appointed by the Shareholders' Meeting of 19 June 2014.

The Board of Directors appointed Director Mirja Cartia D'Asero as member of the Internal Control, Risk and Corporate Governance Committee which is currently composed of: Massimo Tezzon (Chairman – Lead Independent Director), Marina Brogi, Mirja Cartia D'Asero and Andrea Mangoni, all non-executive independent directors.

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The Financial Reporting Officer of Prelios S.p.A. Dr. Marco Andreasi, certifies - pursuant to art. 154-bis, par. 2, of the Consolidated Finance Act (Italian Legislative Decree 58/1998) - that the accounting information contained in this press release corresponds to the Company's underlying documentary records, books of account and accounting entries.

This press release, and in particular, the section "Business outlook", contains forecast statements. These forecasts are based on the current estimates and projections of the Group in relation to future events and, by their nature, these are subject to inherent risk and uncertainty elements. The actual results could be significantly different from those contained in said forecasts due to several factors, including a continuous volatility and a further deterioration of capital and stock markets, any change in macroeconomic conditions and in the economic growth, and any other change in business conditions, in addition to other factors, the majority of which is not under the Group's control.

This press release contains references to the following primary alternative performance indicators for the purposes of better evaluating the Prelios Group operating performance: (i) the EBIT, which is determined from the operating result to which the result from investments shall be added, and income from shareholder loans net of restructuring costs and property writedowns/revaluations and of the impairment loss of the NPL portfolio; (ii) the EBIT determined by the operating result to which the result from equity investments is added as well as the value of the net income from shareholder loan adjusted for restructuring costs and real estate writedowns/revaluations; (iii) the net financial position, represented by gross financial debt less cash and other cash equivalents and other current financial receivables. The aforementioned alternative performance indicators have not been audited by the independent auditors.

In compliance with CONSOB Communication 6064291 of 28 July 2006, the statements attached hereto have not been audited by the independent auditors Ernst & Young S.p.A.

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For further information:
Prelios Press Office Tel. +39/02/6281.41571
pressoffice@prelios.com

Prelios Investor Relations Tel. +39/02/62.81.4104
ir@prelios.com
www.prelios.com

1) PRELIOS GROUP - Reclassified Consolidated Income Statement

(Euro/milion)	JUNE 2014		JUNE 2013	
Consolidated revenues:	35.2		35.6	
of which services	*34.9*		*32.8*	
of which others	*0.3*		*2.8*	
Management platform: operating result before restructuring costs, impairment and property writedowns/revaluations	6.0		1.6	
Holding: operating result before restructuring costs and property writedowns/revaluations	(6.2)		(5.9)	
Total Management Platform & Holding: Operating result	**(0.2)**		**(4.3)**	
Investment activities: operating result before restructuring costs and property writedowns/revaluations	(4.2)		(3.8)	
Investment activities: net income from equity investments before restructuring costs and property writedowns/revaluations	(4.3)	(5.4)	(4.1)	(3.6)
Investment activities: income from shareholder loans (*)	3.1		4.3	
Investment activities: loss from NPL portfolio valuation	(0.7)		(3.3)	
Total Investment Activities: Operating result	**(6.1)**		**(6.9)**	
Operating result	**(6.3)**		**(11.2)**	
Financial expenses	(10.9)		(21.5)	
Profit (loss) before restructuring costs, property writedowns/revaluations and income taxes	**(17.2)**		**(32.7)**	
Restructuring costs	(1.8)		(5.3)	
Property writedowns/revaluations	(21.2)		(25.6)	
Result before taxes	**(40.2)**		**(63.6)**	
Income taxes	(3.0)		(3.3)	
Net income (loss) from continuing operations	**(43.2)**		**(66.9)**	
Minority interests	0.7		0.4	
Consolidated net income/(loss) before discontinued operations	**(42.5)**		**(66.5)**	
Net income (loss) from discontinued operations	4.9		2.5	
Consolidated net income/(loss)	**(37.6)**		**(64.0)**	

(*) This amount consists mostly of interest income on financial receivables due from associates and *joint ventures* .

2) PRELIOS GROUP - Reclassified Consolidated Balance Sheet

(Euro/milion)	JUNE 2014	DECEMBER 2013
Fixed assets	**336.3**	**353.2**
of which investments in real estate funds and investment companies and shareholder loans granted (1)	*274.0*	*290.5*
of which goodwill	*56.4*	*56.4*
Net working capital	**14.6**	**14.7**
Discontinued operations	**32.7**	**26.4**
Net invested capital	**383.6**	**394.3**
Equity	**133.3**	**(66.3)**
of which group equity	131.1	(69.1)
Provisions	**65.8**	**71.2**
Net financial position from operating activities	**183.8**	**388.4**
Discontinued net financial position	**(0.4)**	**0.0**
Liabilities relating to discontinued operations	**1.1**	**1.0**
Total covering net invested capital	**383.6**	**394.3**

(1) The item includes equity investments in associates, joint ventures and other equity investments (157.9 million euro), receivables for shareholder loans (96.2 million euro), investments in real estate funds (11.7 million euro, recognised among "Other financial assets" in the consolidated balance sheet) and junior notes (10.7 million euro, recognised among "Other financial assets" in the consolidated balance sheet). The figures forJune 2014 and December 2013 include provisions for equity investment writedowns of 2.5 million euro and 12.6 million euro respectively.

3) PRELIOS - Co-Invested and Third Parties Real Estate Assets

(Euro/billion)			Market Value JUNE 2014 (***)		Market Value DECEMBER 2013 (***)
TOTAL CO-INVESTED AND THIRD PARTIES REAL ESTATE ASSETS			**5.6**		**6.2**
NON PERFOMING LOANS			**0.2**		**0.2**
REAL ESTATE			**5.4**		**6.0**
of which partecipated			3.5		4.1
of which ITALY		4.1	**75%**	4.4	**74%**
of which GERMANY/POLAND (*)		1.3	**25%**	1.6	**26%**
		5.4		**6.0**	
ITALY participated					
	DEVELOPMENT & OTHER (**)		0.4		0.4
	RESIDENTIAL & TRADING		0.3		0.4
	COMMERCIAL		1.4		1.7
	TOTAL ITALY		**2.1**		**2.5**
GERMANY partecipated					
	RESIDENTIAL & TRADING		0.0		0.0
	COMMERCIAL		1.3		1.5
	TOTAL GERMANY		**1.3**		**1.5**
POLAND partecipated					
	DEVELOPMENT & OTHER		0.1		0.1
	TOTAL POLAND		**0.1**		**0.1**

(*) At June 2014 and December 2013 Poland is approx 1% on real estate portfolio.

(**) Of which 0.2 bilion euro in land at June 2014 and 0.3 billion euro in land at December 2013.

(***) Values determined through appraisal by independent experts at the end of the period.

4) PRELIOS GROUP - Consolidated Income Statement

(amounts in thousands of Euro)

	01.01.2014-06.30.2014	**01.01.2013-06.30.2013**
Revenues from sales and services	35,175	35,641
Changes in inventories of work in progress, semi-finished and finished products	(190)	(462)
Other income	3,787	5,253
TOTAL OPERATING REVENUES	**38,772**	**40,432**
of which with related parties	*13,187*	*20,893*
of which non-recurring events	*182*	*-*
Raw and consumable materials used (net of change in inventories)	(1,291)	(2,125)
Personnel costs	(18,349)	(21,285)
Depreciation, amortization and impairment	(333)	(705)
Other costs	(25,889)	(31,942)
TOTAL OPERATING COSTS	**(45,862)**	**(56,057)**
of which with related parties	*(3,412)*	*(3,442)*
of which non-recurring events	*(1,997)*	*(5,383)*
OPERATING RESULT	**(7,090)**	**(15,625)**
Net income from equity investments of which:	(24,654)	(30,843)
of which with related parties	*(24,689)*	*(31,108)*
- portion of result of associates and *joint ventures*	(23,172)	(30,713)
- gains on equity investments	35	313
- losses on equity investments	(1,517)	(443)
Financial income	3,737	6,520
of which with related parties	*3,150*	*4,875*
Financial expenses	(12,196)	(23,604)
of which with related parties	*(500)*	*(7,122)*
RESULT BEFORE INCOME TAXES	**(40,203)**	**(63,552)**
Income taxes	(2,953)	(3,337)
NET INCOME (LOSS) FROM CONTINUING OPERATIONS	**(43,156)**	**(66,889)**
of which attributable to minority interests	(665)	(403)
Net income (loss) from discontinued operations	**4,912**	**2,504**
of which with related parties	*8,758*	*8,281*
CONSOLIDATED RESULT FOR THE PERIOD	**(37,579)**	**(66,486)**

5) PRELIOS GROUP - Consolidated Balance Sheet

(amounts in thousands of Euro)

ASSETS	06.30.2014	12.31.2013
NON-CURRENT ASSETS		
Property, plant and equipment	864	1,031
Intangible assets	60,579	60,714
Investments	157,180	169,180
of which held for sale	*3,294*	*3,294*
Other financial assets	23,903	24,189
Deferred tax assets	9,601	11,070
Other receivables	101,514	115,980
of which with related parties	*96,883*	*83,745*
TOTAL NON-CURRENT ASSETS	**353,641**	**382,164**
CURRENT ASSETS		
Inventories	47,027	48,406
Trade receivables	37,699	35,055
of which with related parties	*21,454*	*22,230*
Other receivables	25,179	23,560
of which with related parties	*6,299*	*7,516*
Cash and cash equivalents	62,380	85,609
Tax receivables	6,218	6,453
TOTAL CURRENT ASSETS	**178,503**	**199,083**
DISCONTINUED OPERATIONS	**34,620**	**27,781**
of which with related parties	*29,267*	*18,800*
TOTAL ASSETS	**566,764**	**609,028**

EQUITY	06.30.2014	12.31.2013
GROUP EQUITY		
Share capital	426,432	189,888
Other reserves	(13,225)	(14,529)
Retained earnings	(244,528)	88,366
Net income (loss) for the year	(37,579)	(332,838)
TOTAL GROUP EQUITY	**131,100**	**(69,113)**
MINORITY INTERESTS	2,246	2,778
TOTAL EQUITY	**133,346**	**(66,335)**

LIABILITIES	06.30.2014	12.31.2013
NON-CURRENT LIABILITIES		
Bank borrowings and payables to other financial institutions	237,392	465,101
of which with related parties	-	*149,876*
Other payables	890	915
Provisions for future risks and expenses	36,860	39,269
Deferred tax provision	3,005	1,723
Employee benefit obligations	9,946	10,255
Tax payables	-	1,464
TOTAL NON-CURRENT LIABILITIES	**288,093**	**518,727**
CURRENT LIABILITIES		
Bank borrowings and payables to other financial institutions	8,915	8,988
of which with related parties	*6,576*	*6,576*
Trade payables	48,644	48,116
of which with related parties	*3,419*	*3,720*
Other payables	54,605	52,529
of which with related parties	*18,800*	*18,746*
Provisions for future risks and expenses	18,528	32,615
of which with related parties	*2,524*	*12,623*
Tax payables	12,002	11,983
of which with related parties	*1,080*	*1,080*
TOTAL CURRENT LIABILITIES	**142,694**	**154,231**
LIABILITIES RELATING TO DISCONTINUED OPERATIONS	**2,631**	**2,405**
TOTAL LIABILITIES	**433,418**	**675,363**
TOTAL LIABILITIES AND EQUITY	**566,764**	**609,028**