Atlantia

Press Release

BOARD APPROVES CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR 2014

Consolidated results

- Consolidated revenue of €5,083m for 2014 up 20% on 2013 (up 5% at constant exchange rates and on like-for-like basis)
- Motorway traffic on Group's Italian network up 1.0%, with traffic on overseas network rising 3.9%
- Airport passenger traffic at Aeroporti di Roma rises 6.4% in 2014
- Gross operating profit (EBITDA) of €3,169m up 23% on 2013 (up 7% at constant exchange rates and on like-for-like basis)
- Profit attributable to owners of parent totals €740m
- Group capital expenditure totals €1,100m in 2014
- Operating cash flow totals €2,079m for 2014, up 25% on 2013 (up 9% at constant exchange rates and on like-for-like basis)
- Group's net debt at 31 December 2014 totals €10,528m, down €241m on 31 December 2013
- Group's permanent workforce at 31 December 2014 totals 13,688 (up 514 compared with the end of 2013, reflecting additional staff recruited by the Group's operating departments to support investment activity and service quality)

Investor Relations
e-mail: investor.relations@atlantia.it

Media Relations
e-mail: media.relations@atlantia.it

www.atlantia.it

Dividend

- **Board to propose dividend of €0.800 per share for approval by shareholder (€0.746 per share for 2013), with payment of final dividend of €0.445 per share in May 2015, following interim dividend of €0.355 previously paid in November 2014**

Annual General Meeting

- **Annual General Meeting of shareholders to approve financial statements scheduled for 23 April 2015 in first call and for 24 April 2015 in second call**
- **Board to propose approval of new share buyback, subject to revocation of unexercised portion of existing authority**

Rome, 6 March 2015 – Today's meeting of the Board of Directors of Atlantia SpA, chaired by Fabio Cerchiai, has examined and approved Atlantia's separate and consolidated financial statements for the year ended 31 December 2014.

The figures presented in the separate and consolidated financial statements for the year ended 31 December 2014 have been prepared in accordance with the IFRS in effect on 31 December 2014. It should be noted that the Independent Auditors have not completed their audit of the financial statements referred to in this release.

Operating review for the principal Group companies

Key performance indicators by operating segment[1].

ATLANTIA GROUP - 2014						
€m	Italian motorways	Overseas motorways	Italian airports(*)	Atlantia and other activities	Eliminations and consolidation adjustments	Total consolidated amounts
REPORTED AMOUNTS						
External revenue	3.659	541	751	132	-	5.083
Intersegment revenue	19	-	-	452	-471	-
Total revenue	**3.678**	**541**	**751**	**584**	**-471**	**5.083**
EBITDA	**2.261**	**412**	**466**	**30**	**-**	**3.169**
Operating cash flow	**1.417**	**320**	**337**	**5**	**-**	**2.079**
Capital expenditure	**774**	**156**	**151**	**18**	**1**	**1.100**

[1] A detailed description of the operating segments is provided below.

ATLANTIA GROUP - 2013						
€m	Italian motorways	Overseas motorways	Italian airports(*)	Atlantia and other activities	Eliminations and consolidation adjustments	Total consolidated amounts
REPORTED AMOUNTS						
External revenue	3.498	557	53	113	-	4.221
Intersegment revenue	25	-	-	432	-457	-
Total revenue	**3.523**	**557**	**53**	**545**	**-457**	**4.221**
EBITDA	**2.114**	**410**	**28**	**31**	**2**	**2.585**
Operating cash flow	**1.304**	**309**	**17**	**33**	**-**	**1.663**
Capital expenditure	**854**	**78**	**13**	**269**	**33**	**1.247**

(*) Following the merger of Gemina with and into Atlantia, the companies belonging to the "Italian airports" segment have been consolidated from 1 December 2013.

Italian motorways

- **Traffic[2] up 1% on 2013**
- **Revenue for 2014 amounts to €3,678m (up 4% on 2013)**
- **EBITDA of €2,261m for 2014 up 7% on 2013**
- **€774m invested in network operated under concession**

Traffic

Traffic on the Group's Italian network is up 1.0% in 2014, compared with 2013. Vehicles with 2 axles registered an increase of 1.0%, whilst those with 3 or more axles are up 1.3%.

Capital expenditure

During 2014, Autostrade per l'Italia and the Group's other Italian operators invested a total of €774m, down €80m (9%) compared with 2013, basically following completion of a number of works on the network.

(2) Measured in kilometres travelled.

Capital expenditure

€m	2014	2013	% inc./(dec.)
Autostrade per l'Italia -projects in Agreement of 1997	277	297	-7%
Autostrade per l'Italia - projects in IV Addendum of 2002	216	282	-23%
Investment in major works by other operators	14	35	-60%
Other capital expenditure and capitalised costs (staff, maintenance and other)	224	188	19%
Total investment in infrastructure operated under concession	**731**	**802**	**-9%**
Investment in other intangible assets	17	14	21%
Investment in property, plant and equipment	26	38	-32%
Total investment in motorways in Italy	**774**	**854**	**-9%**

The volume of investment relating to works envisaged in Autostrade per l'Italia's Agreement of 1997 is down €20m on the figure for 2013. The difference primarily reflects the approaching completion of work on the boring of tunnels for the *Variante di Valico*.

The decrease in investment in works envisaged in Autostrade per l'Italia's IV Addendum of 2002 (down €66m on 2013) is also primarily due to completion, in 2013, of work on the Rimini Nord-Cattolica and Cattolica-Fano sections of the A14, and the opening to traffic, in August 2013, of 10.4 km of new lanes between Pesaro and Fano.

The above reduction in work was partly offset by an increase in work on the Senigallia-Ancona North and Ancona North-Ancona South sections of the A14, and by the start-up of work on widening the Milan-Lainate section of the A8 Milan–Lakes motorway to five lanes.

The €21m reduction in investment in major works by the Group's Italian operators, compared with 2013, reflects a decrease in work carried out by Autostrade Meridionali, following completion of the works earmarked in agreement with the Grantor(3).

Overseas motorways

- **Traffic(4) up 3.9% overall compared with 2013**
- **Revenue of €541m down 3% on 2013, reflecting decline in average exchange rates for the Chilean peso (down 15%) and the Brazilian real (down 9%)**

(3) Autostrade Meridionali's concession actually expired on 31 December 2012. At the request of the Grantor, however, from January 2013 the company has continued to be responsible for day-to-day operation of the concession, whilst awaiting its replacement by the incoming operator, subject to inclusion of the related costs in the value of its takeover right.

(4) Measured in kilometres travelled.

- **EBITDA for 2014 amounts to €412m (up 1% on 2013; up 10% at constant exchange rates)**
- **Capital expenditure of €156m in 2014**

Traffic

Traffic on the networks operated by the Group's overseas subsidiaries recorded an overall increase of 3.9% compared with 2013: up 5.9% in Chile, 2.3% in Brazil and 7.4% at the Polish operator, Stalexport.

Cile

The Chilean operators generated total revenue of €171m in 2014, marking a reduction of 4% on 2013 (€179m). At constant exchange rates, revenue is up 10%. Toll revenue for 2014 reflects the toll increases that came into effect from January 2014. EBITDA of €128m is down approximately €4m (3%) on 2013. At constant exchange rates, EBITDA is up 11%.

Following the publication, on 12 March 2014, of the Supreme Decree ratifying the programme, the investment programme named "*Programma SCO*" (*Santiago Centro Oriente*) is now fully effective. This programme aims to eliminate major bottlenecks on the section operated under concession by Costanera Norte. The total amount to be invested is approximately €325m, with 27% of the works already carried out.

Brazil

The Brazilian operators generated total revenue of €311m in 2014, marking a reduction of 2% on 2013 (€317m). At constant exchange rates, revenue is up 5%. EBITDA of €240m is up by approximately €5m (2%) on 2013. At constant exchange rates, EBITDA is up 11%.

Poland

In Poland, the Stalexport Autostrady group recorded total revenue of €54m, up 8% on 2013. The high rate of traffic growth partly reflects extraordinary maintenance on alternative roads. EBITDA of €40m is up 3% on 2013.

Airports[5]

- **Passenger traffic at Roman airport system rises 6.4% in 2014, compared with 2013**
- **Italian airports business reports revenue of €751m for 2014 (up 8% on previous year).**
- **EBITDA of €466m up €36m (8%) on 2013**
- **Capital expenditure of €173m[6] up approximately 34% on 2013**

Traffic

The Roman airport system handled approximately 44m passengers in 2014, registering an increase of 6.4% compared with the previous year. The EU segment witnessed the biggest rise, registering an increase of 9.6% and accounting for 49% of total traffic. This was accompanied by growth in the Non-EU segment (up 2.5%) and in Domestic traffic (up 4.3%)[7]. In particular, passenger traffic at Fiumicino airport is up 6.5%, whilst Ciampino saw growth of 5.7%.

Results

The Italian airports business generated revenue of €751m in 2014, up 8% on the previous year. Aviation revenue of €520m is up 14% overall on 2013, benefitting from the positive performance of traffic, in addition to increases in unit fees from 1 March 2014. Other operating income of €231m is down 3% on 2013. Retail sub-concessions recorded revenue of €103m, marking an increase of 9% on the previous year. EBITDA of €466m is up €36m on the figure for 2013 (an improvement of 8%), recording an EBITDA margin, based on total revenue, of 62%.

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(5) The companies in the "Italian airports" segment have been consolidated by the Atlantia Group from 1 December 2013. To provide a consistent basis for comparison, changes have been presented in this release with respect to the pro-forma amounts for 2013.

(6) Including capex funded by ENAC, totalling €22m in 2014 and €3m in 2013.

(7) For comparative purposes, the performances of the non-EU and EU segments were compared with the figures for 2013 assuming the classification of Switzerland and Croatia as EU destinations for the purposes of fees (effective from 1 July 2013).

Capital expenditure

Capital expenditure in 2014 totalled €173m, up around 34% on 2013.

(€M)	2014	2013
Departure area E/F (Pier C and 3rd BHS)	51	11
Work on terminals and piers	34	26
Work on technical systems and networks	17	18
Work on runways and aprons	25	42
Work on baggage handling sub-systems and airport equipment	11	8
Ciampino	7	6
Other	28	18
TOTAL	173	129

The principal works at Fiumicino airport regarded:

- terminals and piers, with further work on the new departure areas E/F and the avant-corps for Terminal 3 and reconfiguration and enlargement of security checkpoints for departing and transit passengers in Terminal 3;
- plant, with replacement of four boarding bridges in the Non-Schengen area and modernisation of the BHS in Terminal 3;
- runways and aprons: with completion of the upgrade of Runway 2 and the start-up of work, in 2014, on the upgrade of Runway 3;
- implementation of a new traffic control system for the lanes reserved for authorised vehicles and to regulate traffic using the other lanes (Restricted and Controlled Traffic Zones, respectively) and replacement of the Parking Management System (PMS) at both Fiumicino and Ciampino.

Other activities

Pavimental

Revenue for 2014, including revenue generated from contracts with Group companies, amounts to €401m, up €44m (12%) on 2013. This reflects increased maintenance work carried out for Autostrade per l'Italia and the start-up of construction work for other customers, mainly including Aeroporti di Roma, and the award of new motorway construction contracts by Autostrade per l'Italia (on the A8 and Rho-Monza). This offset a reduction in work following substantial completion of a number of construction projects in previous years (on the A14 and A9). EBITDA totals €18m, marking an increase of €1m compared with the figure for 2013.

Spea Ingegneria Europea

Revenue for 2014, including revenue generated from contracts with Group companies, amounts to €77m, down €13m on 2013 (-14% on 2013). This primarily reflects the reduced volume of infrastructure design work and project management carried out, mainly due to completion of a number of projects carried out by the Group (the A8, *Variante di Valico*, A14). EBITDA for 2014 amounts to €18m, down €7m on the previous year.

Other information

Ecomouv

On 30 October 2014, the relevant ministries formally notified Ecomouv, in which Autostrade per l'Italia holds a 70% interest and which had signed a partnership agreement for the purpose of implementing and operating a satellite-based tolling system for heavy vehicles using the French road network (the so-called "Eco-Taxe" project), of their decision to terminate the contract "due to insurmountable difficulties in implementing the ecotax". Subsequently, on 30 December 2014, the French government informed Ecomouv that it would assume liability for the compensation due as a result of termination of the partnership agreement, in accordance with the previously established method of calculation. The compensation, totalling a net amount of €403m, was paid on 2 March 2015 and has enabled the company to recover its investment, including repayment of the borrowings not transferred to the French government, earn a return on invested capital and cover the cost of putting Ecomouv into voluntary liquidation, including the cost of safeguarding jobs. The French government has also undertaken to repurchase the equipment produced by Ecomouv and distributed to operators, and to repay the related project financing.

The obligation to repay the project financing obtained from the company's banks, originally amounting to approximately €440m, was assumed directly by the French government as a result of the combined effect of its formal acceptance of the system under the Trilateral Memorandum of Understanding of 20 June 2014 between Ecomouv, the company's banks and the French government, and the later exercise, by the French government, of its right to terminate the partnership agreement with effect from 30 December 2014, without any further claim on Ecomouv.

Reorganisation of control of Pavimental, Spea Ingegneria Europea and ADR Engineering

As a part of a restructuring of the Group, on 8 August 2014 Atlantia acquired 59.4% of Pavimental from Autostrade per l'Italia. The new subsidiary provides maintenance and construction services to both the Group's Italian motorway operators and Aeroporti di Roma. Autostrade per l'Italia continues to own 20%, and the remaining 20% has been acquired by Aeroporti di Roma.

In addition, on 1 December 2014, Atlantia acquired 46% of Spea Ingegneria Europea, a company that provides design and project management services to both the Group's motorway and airport operators. Autostrade per l'Italia continues to own 27%, whilst the remaining 27% has been acquired by Aeroporti di Roma.

Finally, on the same date, Atlantia acquired a 100% interest in ADR Engineering, a company that designs and builds airport infrastructure, from the subsidiary, Aeroporti di Roma.

Compagnia Aerea Italiana

On 23 December 2014, following fulfilment of the conditions precedent on which effectiveness of the partnership agreement between Compagnia Aerea Italiana (CAI) and the airline, Etihad, was dependent, the planned corporate restructuring took place. This involved CAI's transfer of the business unit consisting of the new airline to "Alitalia – Società Aerea Italiana" (SAI). At the same time, Etihad subscribed for new shares amounting to €387.5m, thereby acquiring a 49% interest in SAI. The remaining 51% of SAI's capital is held indirectly by CAI. At 31 December 2014, in partial implementation of the resolution calling for the recapitalisation of CAI, approved by the General Meeting of shareholders of 8 August 2014, Atlantia injected €27m in return for new shares ("*azioni 2*") in CAI. On completion of this transaction, the interest in CAI amounts to 5.96%, whilst the indirect interest in the new airline, SAI, is 3.04%.

SAI began operating from 1 January 2015.

In 2015, as a result of continuing implementation of the planned financial transactions, Atlantia has injected a further €3m of fresh capital, increasing its interest in CAI to 6.31%, whilst the indirect interest in the new airline, SAI, is 3.22%. Atlantia's remaining commitment to participate in further capital injections amounts to €19.6m.

Consolidated financial review

Introduction

The scope of consolidation at 31 December 2014 has changed with respect to 31 December 2013. This is due to the deconsolidation of TowerCo following Atlantia's sale of its 100% interest in the company in early 2014. In addition, the operating results and cash flow for 2014 have benefitted from the full-year contribution of the former Gemina group companies, consolidated from 1 December 2013.

The term "at constant exchange rates and on a like-for-like basis", used in the following review, indicate that amounts for comparative periods have been determined by eliminating:

- from the consolidated amounts for 2014:
  - the difference between foreign currency amounts for 2014 converted at average exchange rates for 2014 and the matching amounts converted using average exchange rates for 2013;
  - the contribution of the former Gemina group companies;
  - the contribution of TowerCo in the first quarter;
  - the after-tax gain resulting from the sale of TowerCo;
- from the consolidated amounts for 2013:
  - the contribution of the former Gemina group companies for December;
  - the contribution of TowerCo.

Following the above sale of the investment in TowerCo, as required by IFRS 5 "Non-current Assets Held for Sale and Discontinued Operations", the resulting gain and TowerCo's contribution to the income statements for both comparative periods (in 2014, only until the date of deconsolidation) is accounted for in "Profit/(Loss) from discontinued operations", rather than included in each component of the consolidated income statement for continuing operations.

Furthermore, following the French government's decision to terminate the contract for collection of the ecotax, to have been carried out by the French-registered subsidiaries, Ecomouv', Ecomouv' D&B and Tech Solutions Integrators, and in accordance with IFRS 5 "Non-Current Assets Held for Sale and Discontinued Operations", the contributions of these companies to the consolidated income statement for both comparative periods have been presented in "Profit/(Loss) from discontinued operations", rather than included in each component of the consolidated income statement for continuing operations. Again in accordance with IFRS 5, the above French companies' contributions to the consolidated statement of financial position as at 31 December 2014 have also been classified, according to their nature (financial or non-financial), in the items included in assets and liabilities related to discontinued operations.

Finally, the process of identifying the fair value of the assets and liabilities of the companies acquired as a result of the merger of Gemina SpA with and into Atlantia SpA has been completed. Certain amounts affected by this transaction in the statement of financial position and income statement as at and for the year ended 31 December 2013 have therefore been restated.

As a result of the above, amounts in the statement of financial position and income statement for 2013 differ from those published in the Atlantia Group's annual report for the year ended 31 December 2013.

Results

Revenue

Revenue for 2014 amounts to €5,083m, marking an increase of €862m (20%) on 2013 (€4,221m). At constant exchange rates and on a like-for-like basis, total revenue is up €218m (5%).

Toll revenue for 2014 of €3,678m is up €138m (4%) on the figure for 2013 (€3,540m). After stripping out the negative effect of adverse exchange rate movements (€50m), toll revenue is up €188m (5%), primarily reflecting a combination of:

- application of annual toll increases for 2014 by the Group's Italian operators (a rise of 4.43% for Autostrade per l'Italia from 1 January 2014), boosting toll revenue by an estimated €115m;
- a 1.0% improvement in traffic on the Italian network, accounting for an estimated €28m increase in toll revenue (including the impact of the different traffic mix);
- the rise in toll increases matching the increased concession fees payable by Italian operators[8], amounting to €4m and linked to traffic growth;
- an increase in toll revenue at overseas operators (up €43m), primarily reflecting traffic growth (up 2.3% at the Brazilian operators, 5.9% at the Chilean operators and 7.4% at the Polish operator), toll increases applied by the Chilean and Brazilian operators in 2014 (as provided for in the related concession arrangements) and the measures (tolls for vehicles with

[8] The additional concession fees payable to ANAS, pursuant to laws 102/2009 and 122/2010, calculated on the basis of the number of kilometres travelled, amount to 6 thousandths of a euro per kilometre for toll classes A and B and 18 thousandths of a euro per kilometre for classes 3, 4 and 5.

suspended axles) introduced by ARTESP (Brazil's public transport regulator) to compensate operators in the State of Sao Paulo for the decision not to apply annual toll increases for 2013.

Aviation revenue of €520m is up €486m on 2013 (€34m), reflecting the consolidation of Aeroporti di Roma from 1 December 2013.

Contract revenue and other operating income, totalling €885m in 2014, is up €238m on 2013 (€647m). After stripping out the contribution of the former Gemina group companies (€231m in 2014 and €19m in December 2013), primarily generated by retail sub-concessions, property management, revenue from car parks and advertising) and the negative effect of adverse exchange rate movements, contract revenue and other operating income is up €30m. This essentially reflects the impact of one-off royalties received following the renewal of sub-concessions at a number of service areas, income recognised as a result of the handover, free of charge, of buildings following the expiry of concessions, and an increase in work carried out by Pavimental for external customers. These increases are partially offset by reductions in recurring royalties.

Operating costs

Net operating costs of €1,914m in 2014 are up €278m (17%) on 2013 (€1,636m), essentially as a result of:

- an increase of €118m in the cost of materials and external services compared with 2013 (€619m). The increase essentially reflects the contribution of the former Gemina group companies (€126m in 2014 and €14m in December 2013). At constant exchange rates and on a like-for-like basis, the cost of materials and external services is up €14m on 2013, reflecting a combination of the following:
  - an increase in maintenance costs (up €8m), primarily due to the greater volume of maintenance work carried out, partially offset by a decrease in winter operations on the Italian network, due to reduced snowfall during 2014;
  - an increase in other costs of materials and external services (up €6m), essentially linked to an increase in work carried out by Pavimental for external customers and reduced margins earned on the activities of the Group's own technical units, partially offset by lower costs incurred, compared with 2013, as a result of settlements with service area operators;
- a €34m (8%) increase in concession fees compared with 2013 (€428m), primarily due to the concession fees paid by Aeroporti di Roma. At constant exchange rates and on a like-for-like basis, concession fees are up €5m, substantially due to the increase in toll revenue recorded by Italian operators;

- a €126m (21%) increase in staff costs, after deducting capitalised expenses. At constant exchange rates and on a like-for-like basis, staff costs, before deducting capitalised expenses, amount to €664m, having risen €12m (1.8%) compared with 2013. This is due to:
  - an increase in the average unit cost (up 1.4%), primarily due to the cost of contract renewals at the Group's Italian motorway operators and industrial companies and inflation-linked salary increases at the overseas motorway operators (in Chile and Brazil), partially offset by a reduction in the cost of variable staff and the application of new contract terms by the Italian motorway operators;
  - an increase of 39 in the average workforce, excluding agency staff (up 0.4%).

Results

Gross operating profit (EBITDA) of €3,169m is up €584m (23%) on 2013 (€2,585m). The improvement above all reflects the contribution of the former Gemina group companies (up €438m from one year to the other). At constant exchange rates and on a like-for-like basis, gross operating profit is up €187m (7%).

Operating profit (EBIT) of €1,933m is up €112m (6%) on 2013 (€1,821m). At constant exchange rates and on a like-for-like basis, operating profit is down €10m (1%), reflecting a combination of the above improvement in EBITDA and a rise in provisions and other adjustments of €189m, primarily reflecting an increase in provisions for the repair and replacement of assets to be handed over at the end of concession terms (up €210m on 2013), linked essentially to the significant reduction in the discount rates applied at 31 December 2014, compared with those applied at 31 December 2013.

Financial expenses from discounting of provisions for construction services required by contract and other provisions are up €20m on 2013. At constant exchange rates and on a like-for-like basis, the increase is €13m and is primarily linked to the performance of provisions for construction services required by contract, primarily reflecting an increase in the interest rates used to discount provisions at 31 December 2013, compared with the rates used at 31 December 2012.

Net other financial expenses of €620m are down €48m on 2013 (€668m). At constant exchange rates and on a like-for-like basis, the reduction is €76m, essentially reflecting the following:

- the recognition of financial income by Autostrade do Brasil (€50m), linked to the agreements entered into with the Bertin Group in connection with the acquisition of the Brazilian operators in 2012, which also provided for an earn-out adjustment based on the effective toll revenue of Triangulo do Sol, Rodovias das Colinas and Tieté during the three-year period 2012-2014;
- a reduction in interest payable and the cost of servicing the debt of companies operating in Italy (€24m), primarily reflecting Atlantia's redemption, in June 2014, of bonds with a par value of €2,094m;
- an increase in net interest income (€8m) earned by the companies operating in Brazil and a reduction in net interest and other expenses (€13m) payable by the Chilean companies;
- partially offset by an increase in impairment losses on the investment in and the financial assets attributable to Alitalia-Compagnia Aerea Italiana (CAI) in 2014 (totalling €45m), compared with the losses recognised in 2013 (€14m).

Income tax expense for 2014 totals €553m, up €138m (33%) on 2013. After stripping out the contribution of the former Gemina group companies (€39m) and at constant exchange rates, the increase is €119m, essentially reflecting the impact of the tax reforms approved by the Chilean parliament in September 2014. This includes, among other things, a progressive increase in corporation tax rates from 21% in 2014 to 25% from 2017 on. This has resulted in an adjustment of approximately €112m to the net deferred tax liabilities attributable to the Group's Chilean companies in the income statement (based on the average exchange rate for 2014).

Profit from continuing operations amounts to €709m and is unchanged with respect to 2013. At constant exchange rates and on a like-for-like basis, profit from continuing operations is down €62m (9%).

Profit for the period attributable to owners of the parent (€740m) is up €103m (16%) on the figure for 2013 (€637m). At constant exchange rates and on a like-for-like basis, profit attributable to owners of the parent amounts to €612m, down €24m (4%).

Operating cash flow for 2014 amounts to €2,079m, up €416m (25%) on 2013. At constant exchange rates and on a like-for-like basis, operating cash flow is up €144m (9%).

Equity attributable to owners of the parent at 31 December 2014, totalling €6,519m, is up €37m on the figure for 31 December 2013 (€6,482m). This essentially reflects comprehensive income for the period attributable to owners of the parent (€637m), after dividends declared by Atlantia in 2014 (€607m).

The Group's net debt at 31 December 2014 amounts to €10,528m (€10,769m at 31 December 2013). At 31 December 2014, the Group has cash reserves (cash, term deposits and undrawn committed lines of credit) of €5,650m.

Atlantia SpA's profit for 2014 amounts to €686m, marking an increase of €20m compared with 2013 (€666m). Atlantia SpA's equity at 31 December 2014 amounts to €9,438m.

Events after 31 December 2014

Buyback, by Atlantia SpA, of ABS (Class A4) securities issued by Romulus Finance Srl

On 30 January 2015, Atlantia, with the purpose of investing available liquidity, completed its voluntary cash tender offer, governed by English law, for all the asset backed securities named "£215,000,000 5.441% per cent Class A4 Notes due 2023" (€346.9m at the exchange rate on the purchase date) issued by Romulus Finance Srl[9].
Atlantia has accepted all the securities for which the Offer was validly accepted, amounting to a total of £214,725,000, equal to 99.87% of the securities in issue.

Partial buyback of bonds issued by Atlantia through a Tender Offer

On 13 February 2015, Atlantia SpA announced the launch of a Tender Offer with the aim of partially repurchasing the following notes issued by Atlantia and guaranteed by Autostrade per l'Italia:

- 5.625%, having a total par value of €1,500,000,000, maturing 2016;
- 3.375%, having a total par value of €1,000,000,000, maturing 2017, guaranteed by ASPI;
- 4.500%, having a total par value of €1,000,000,000, maturing 2019.

The purchases are to be settled in cash of a predetermined maximum amount.

(9) The Class A4 securities, currently listed on the Luxembourg Stock Exchange, were issued in February 2003 as part of the securitisation of receivables due to Aeroporti di Roma SpA, a subsidiary of Atlantia.

On closure of the tender offer, valid acceptances have been received for notes with a total par value of €1,020,130,000, resulting in a total cost of €1,102,245,344. The transaction was carried out within the context of a plan to optimize management of Autostrade per l'Italia's finances. The subsidiary will in turn repay the intercompany borrowings matching the bonds repurchased by Atlantia.

Acquisition of control of Autostrada Tirrenica agreed

On 25 February 2015, Autostrade per l'Italia which already owned 24.98% of Autostrada Tirrenica SpA (SAT), agreed to acquire a further 74.95% stake in the company, thus raising its total interest to 99.93%. The cost of the transaction is approximately €84m.

Outlook

Despite the continuing weakness of the European economy, traffic trends on the Group's Italian motorway network in recent months have shown positive signs of stabilising; the motorways operated by the Group's overseas subsidiaries have registered overall traffic growth, in spite of the slowdown in Brazil caused by the weakness of the country's economy. The contributions of the Group's overseas motorway operators are, however, subject to movements in the respective currencies. Aeroporti di Roma, which will also contribute to the results for the current year, continues to see strong growth in passenger traffic.

Call of the Annual General Meeting

The Board of Directors intends to propose to the Annual General Meeting ("AGM") of Autostrade's shareholders, to be held in first call on 23 April 2015 and, if necessary, in second call on 24 April 2015, payment of a final dividend of €0.445 per share. The dividend is to be paid with a value date of 20 May 2015, whilst the ex-dividend date (coupon no. 26) is 18 May 2015 and the record date 19 May 2015. The final dividend adds to the interim dividend of €0.355 already paid in November 2014, resulting in a total dividend for 2014 of €0.800, up 7.2% on 2013.
The Board will also propose that the AGM authorise the purchase and sale of the Company's shares, subject to revocation of the unexercised portion of the resolution passed on 16 April 2014.
The AGM will also be asked to vote on the first section of the Remuneration Report, pursuant to art. 123–*ter* of Legislative Decree 58 of 24 February 1998.

The AGM will also be invited to elect an additional Director to sit on the Board and to re-elect the Board of Statutory Auditors for the financial years 2015-2016-2017.
Documentation relating to items on the AGM agenda, as required by the regulations in force, will be available for inspection within the deadline required by law.

Composition of the Group's operating segments

The Atlantia Group's operating segments have been identified both in terms of geographical area and in terms of business segment. Details of the Atlantia Group's operating segments are as follows:

- Italian motorways: this includes the Italian motorway operators (Autostrade per l'Italia, Autostrade Meridionali, Tangenziale di Napoli, Società italiana per azioni per il Traforo del Monte Bianco and Raccordo Autostradale Valle d'Aosta), whose core business consists of the management, maintenance, construction and widening of the related motorways operated under concession. In addition, this segment also includes Telepass, the companies that provide support for the motorway business in Italy and the Italian holding company, Autostrade dell'Atlantico, which holds investments in South America;
- overseas motorways: this operating segment includes the activities of the holders of motorway concessions in Brazil, Chile and Poland, and the companies that provide operational support for these operators and the related foreign-registered holding companies;
- Italian airports: this includes the airports business of Aeroporti di Roma, which holds the concession to operate and expand the airports of Rome Fiumicino and Rome Ciampino, and the companies responsible for supporting and developing the airports business;
- Atlantia and other activities: this segment includes:
  - the Parent Company, Atlantia, which operates as a holding company for its subsidiaries and associates whose business is the construction and operation of motorways, airports and transport infrastructure, parking areas and intermodal systems, or who engage in activities related to the management of motorway or airport traffic;
  - the subsidiaries that produce and operate free-flow tolling systems in France, traffic and transport management systems, public information and electronic payment systems. The most important companies are Ecomouv, Autostrade Tech and Electronic Transaction Consultants;
  - the companies whose business is the design, construction and maintenance of infrastructure, essentially referring to Pavimental and Spea Ingegneria Europea.

* * *

The manager responsible for financial reporting, Giancarlo Guenzi, declares, pursuant to section 2 of article 154 bis of the Consolidated Finance Act, that the accounting information contained in this release is consistent with the underlying accounting records.

In addition to the conventional financial indicators required by IFRS contained in this press release, certain alternative performance indicators have been included (e.g., EBITDA) in order to permit a better appraisal of the company's results and financial position. These indicators have been calculated in accordance with market practice.

The Group's net debt, as defined in the European Securities and Market Authority – ESMA Recommendation of 20 March 2013 (which does not entail the deduction of non-current financial assets from debt), amounts to €12,284m at 31 December 2014, compared with €13,097m at 31 December 2013.

The reclassified income statements and statements of financial position, the statements of comprehensive income and the statements of cash flows of the Atlantia Group and Atlantia SpA at and for the year ended 31 December 2014 are attached hereinafter. The reclassified statements, which are included in the report on operations, have not been audited by the Independent Auditors.

Reclassified consolidated income statement

(€m)	2014	2013	ICREASE (DECREASE) ABSOLUTE	%
Toll revenue	3,678	3,540	138	4
Aviation revenue	520	34	486	n.s.
Contract revenue	69	49	20	41
Other operating income	816	598	218	36
Total revenue (1)	**5,083**	**4,221**	**862**	**20**
Cost of materials and external services (2)	-737	-619	-118	19
Concession fees	-462	-428	-34	8
Personnel expense	-787	-661	-126	19
Capitalised personnel expense	72	72	-	-
Total net operating costs	**-1,914**	**-1,636**	**-278**	**17**
Gross opearting profit (EBITDA) (3)	**3,169**	**2,585**	**584**	**23**
Amortisation, depreciation, impariment losses and reversals of impairment losses	-867	-694	-173	25
Provisions and other adjustments	-369	-70	-299	n.s.
Operating profit (EBIT) (4)	**1,933**	**1,821**	**112**	**6**
Financial income to increase financial concession rights and financial assets for government grants	56	61	-5	-8
Financial expenses from discounting of provisions for construction services required by contract	-116	-96	-20	21
Other financial income (expenses)	-620	-668	48	-7
Capitalised financial expenses	18	13	5	39
Share of profit (loss) of associates and joint ventures accounted for using the equity method	-9	-7	-2	29
Profit (Loss) before tax from continuing operations	**1,262**	**1,124**	**138**	**12**
Income tax (expense)/benefit	-553	-415	-138	33
Profit/(Loss) from continuing operations	**709**	**709**	**-**	**-**
Profit/(Loss) from discontinued operations	64	12	52	n.s.
Profit for the period	**773**	**721**	**52**	**7**
(Profit)/Loss attributable to non–controlling interests	-33	-84	51	-61
Profit/(Loss) attributable to ownersof the parent	**740**	**637**	**103**	**16**

(1) Operating income in Reclassified consolidated income statement is different from revenue shown in the income statement of the consolidated financial statements, as revenue from construction services, recognised on the basis of the services costs, staff costs and capitalised financial expenses incurred on services provided under concession and excluding revenue arising from construction services provided by sub-operators, are presented in this statement as a reduction in the respective operating costs and financial expenses.

(2) After deducting the margin recognised on construction services provided by the Group's own technical units.
(3) EBITDA is calculated by deducting all operating costs, with the exception of amortisation, depreciation, impairment losses on assets and reversals of impairment losses, provisions and other adjustments, from operating revenue.

(4) EBIT is calculated by deducting amortisation, depreciation, impairment losses on assets and reversals of impairment losses, provisions and other adjustments from EBITDA. In addition, it does not include the capitalised component of financial expenses relating to construction services, included in revenue in the income statement in the consolidated financial statements and shown in a specific line item under financial income and expenses in this statement.

	2014	2013	INCREASE/ (DECREASE)
Basic earnings per share attributable to the owners of the parent (€) (5)	**0.91**	**0.96**	**-0.05**
of which:			
- continuing operations	0.83	0.94	-0.11
- discontinued operations	0.08	0.02	0.06
Diluted earnings per share attributableto the owners of the parent (€) (5)	**0.91**	**0.96**	**-0.05**
of which:			
- continuing operations	0.83	0.94	-0.11
- discontinued operations	0.08	0.02	0.06

	2014	2013	INCREASE/ (DECREASE)
Operating cash flow (€m)	**2,079**	**1,663**	**416**
of which:			
- continuing operations	2,084	1,638	446
- discontinued operations	-5	25	-30
Operating cash flow per share (€) (5)	**2.55**	**2.51**	**0.04**
of which:			
- continuing operations	2.56	2.47	0.09
- discontinued operations	-0.01	0.04	-0.05

(5) Please note that the weighted average number of shares used as a reference for 2014 is higher compared to that used for the 2013, given the increase in capital for the merger of Gemina in Atlantia finalized on 1 December 2013.

Consolidated statement of comprehensive income

(€m)	2014	2013
Profit for the year (A)	**773**	**721**
Fair value gains/(losses) on cash flow hedgese	-84	49
Fair value gains/(losses) on net investment hedges	-	1
Gains/(losses) from translation of financial statements of foreign operations regarding subsidiaries consolidated	-29	-388
Gains/(losses) from translation of financial statements of foreign operations regarding associates and joint venture accounted for using equity method	2	-6
Other comprehensive income for the year that will be reclassified to profit or loss, after related taxation (B)	**-111**	**-344**
Gains/(losses) from actuarial valuations of provisions for employee benefits	-13	4
Other comprehensive income for the year that will not be reclassified to profit or loss, after related taxation (C)	**-13**	**4**
Reclassifications of other components of comprehensive income in profit/(loss) for the year (D)	**12**	**2**
Total other comprehensive income/(loss) for the year, after related taxation and reclassifications to profit or loss (E=B+C+D)	**-112**	**-338**
Comprehensive income for the year (A+E)	**661**	**383**
Of which attributable to owners of the parent	*638*	*495*
Of which attributable to non-controlling interests	*23*	*-112*

Reclassified consolidated statement of financial position

(€m)	31/12/2014	31/12/2013	INCREASE/ (DECREASE)
Non–current non–financial assets			
Property, plant and equipment	192	233	-41
Intangible assets	25,182	25,075	107
Investments	154	159	-5
Deferred tax assets	1,818	1,821	-3
Other non–current assets	12	8	4
Total non–current non–financial assets (A)	**27,358**	**27,296**	**62**
Working capital (1)			
Trading assets	1,407	1,332	75
Current tax assets	41	69	-28
Other current assets	208	154	54
Non–financial assets held for sale and related to discontinued operations (2)	242	17	225
Current portion of provisions for construction services required by contract	-499	-434	-65.-
Current provisions	-594	-464	-130
Trading liabilities	-1,406	-1,447	41
Current tax liabilities	-29	-40	11
Other current liabilities	-524	-507	-17
Non–financial liabilities related to discontinued operations (2)	-136	-	-136
Total working capital (B)	**-1,290**	**-1,320**	**30**
Invested capital less current liabilities (C=A+B)	**26,068**	**25,976**	**92**
Non–current non–financial liabilities			
Non–current portion of provisions for construction services required by contract	-3,784	-3,729	-55
Non–current provisions	-1,427	-1,267	-160
Deferred tax liabilities	-1,972	-1,907	-65
Other non–current liabilities	-94	-94	-
Total non–current non–financial liabilities (D)	**-7,277**	**-6,997**	**-280**
NET INVESTED CAPITAL (E=C+D)	**18,791**	**18,979**	**-188**

(1) Calculated as the difference between current non-financial assets and liabilities.

(2)The presentation of assets and liabilities related to discontinued operations is based on their nature (financial or non-financial).

Reclassified consolidated statement of financial position

(€m)	31/12/2014	31/12/2013	INCREASE/ (DECREASE)
Equity			
Equity attributable to owners of the parent	**6,519**	**6,482**	**37**
Equity attributable to non–controlling interests	**1,744**	**1,728**	**16**
Total equity (F)	**8,263**	**8,210**	**53**
NET DEBT			
Non–current net debt			
Non–current financial liabilities	**13,994**	**14,457**	**-463**
Bond issues	10,331	10,191	140
Medium/long–term borrowings	3,143	3,729	-586
Derivative liabilities	515	496	19
Other non-current financial liabilities	5	41	-36
Non-current financial assets	**-1,756**	**-2,329**	**573**
Non–current financial assets deriving from concession rights	-704	-1,297	593
Non–current financial assets deriving from government grants	-215	-247	32
Non-current term deposits	-291	-333	42
Derivative assets	-	-5	5
Other non–current financial assets	-546	-447	-99
Non–current net debt (G)	**12,238**	**12,128**	**110**
Current net debt			
Current financial liabilities	**1,456**	**3,858**	**-2,402**
Bank overdrafts	1	7	-6
Short–term borrowings	245	3	242
Current accounts payable to related parties	-	14	-14
Current portion of medium/long–term borrowings	921	3,530	-2,609
Other financial liabilities	2	304	-302
Financial liabilities related to discontinued operations (2)	287	-	287
Cash and cash equivalents	**-1,954**	**-4,414**	**2,460**
Cash in hand at bank and post offices	-1,326	-2,436	1,110
Cash equivalents	-579	-1,978	1,399
Cash and cash equivalents related to discontinued operations (2)	-49	-	-49
Other current financial assets	**-1,212**	**-803**	**-409**
Current financial assets deriving from concessions	-429	-413	-16
Current financial assets deriving from government grants	-80	-19	-61
Current term deposits	-250	-192	-58
Current portion of medium/long–term financial assets	-67	-51	-16
Other current financial assets	-137	-126	-11
Financial assets held for sale or related to discontinued operations (2)	-249	-2	-247
Current net debt (H)	**-1,710**	**-1,359**	**-351**
Net debt (I=G+H)	**10,528**	**10,769**	**-241**
NET DEBT AND EQUITY (L=F+I)	**18,791**	**18,979**	**-188**

(2) The presentation of assets and liabilities related to discontinued operations is based on their nature (financial or non-financial).

Consolidated statement of cash flows

(€m)	2014	2013
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Profit for the period	**773**	**721**
Adjusted by:		
Amortisation and depreciation	883	699
Provisions	357	64
Financial expenses from discounting of provisions for construction services required by contract	116	96
Impairments/(Reversal of impairment losses) on non–current financial assets and investments accounted for at cost or fair value	44	14
Share of (profit)/loss of associates and joint ventures accounted for using the equity method	9	7
Impairment losses/(Reversal of impairment losses) and adjustments of other non–current assets	-9	-
(Gain)/Loss on sale of non–current assets	-71	-
Net change in deferred tax (assets)/liabilities recognised in profit and loss	85	76
Other non–cash items	-113	-13
Change in working capital and other changes	-251	-162
Net cash generated from/(used in) operating activities [a]	**1,823**	**1,502**
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		
Investment in motorway infrastructure	-1,004	-1,164
Government grants related to motorway infrastructure	40	35
Increase in financial assets deriving from concession rights (related to capital expenditure)	63	358
Purchases of property, plant and equipment	-57	-59
Purchases of intangible assets	-39	-24
Purchase of investments, net of unpaid called–up issued capital	-32	-45
Purchase of new consolidated investments, net of net cash-in	-1	195
Proceeds from sales of property, plant and equipment, intangible assets and unconsolidated investments	9	2
Proceeds from sales of consolidated investments net of cash and cash equivalents transferred	83	-
Net change in other non-current assets and others changes in investment managent	43	-7
Net change in current and non–current financial assets not held for trading purposes	179	-406
Net cash generated from/(used in) investing activities [b]	**-716**	**-1,115**
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Dividends paid	-904	-262
Contribution from non-controlling shareholders	1	1
Proceeds from transfer of treasury shares due to exercise of rights under share-based incentive plans	3	5
New non-controlling shareholder loans	3	5
Issuance of bonds	228	2,026
Increase in medium/long term borrowings (excluding finance lease liabilities)	398	369
Increase in finance lease liabilities	4	-
Bond redemptions	-2,514	-538
Repayments of medium/long term borrowings (excluding finance lease liabilities)	-821	-453
Repayment of loans from minority shareholders	-6	-
Payment of finance lease liabilities	-7	-1
Net change in other current and non-current financial liabilities	65	104
Net cash generated from/(used in) financing activities [c]	**-3,550**	**1,256**
Net effect of foreign exchange rate movements on net cash and cash equivalents [d]	3	-36
Increase/(Decrease) in cash and cash equivalents [a+b+c+d]	**-2,440**	**1,607**
NET CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	**4,393**	**2,786**
NET CASH AND CASH EQUIVALENTS AT END OF YEAR	**1,953**	**4,393**

ADDITIONAL INFORMATION ON THE STATEMENT OF CASH FLOWS

(€m)	2014	2013
Income taxes paid (refunded)	442	292
Interest income collected	109	112
Interest expense and other financial	802	737

RECONCILIATION OF NET CASH AND CASH EQUIVALENTS

(€m)	2014	2013
NET CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	**4,393**	**2,786**
Cash and cash equivalents	4,414	2,811
Bank overdrafts repayable on demand	-7	-
Current accounts payable to related parties	-14	-25
NET CASH AND CASH EQUIVALENTS AT END OF YEAR	**1,953**	**4,393**
Cash and cash equivalents	1,905	4,414
Bank overdrafts repayable on demand	-1	-7
Current accounts payable to related parties	-	-14
Cash and cash equivalents related to discontinued operations	49	-

CASH FLOWS RELATED TO DISCONTINUED OPERATIONS

(€m)	2014	2013
Net cash generated from (used in) operating activities	7	8
Net cash generated from (used in) investing activities	-1	-3
Net cash generated from (used in) financing activities	-6	-5

Reclassified income statement of Atlantia S.p.A.

(€m)	2014	2013	INCREASE/ (DECREASE)
Operating income	2	2	-
Total revenue	**2**	**2**	**-**
Cost of materials and external services	-14	-15	1
Staff costs	-9	-3	-6
Total net operating costs	**-23**	**-18**	**-5**
Gross operating loss (EBITDA) (1)	**-21**	**-16**	**-5**
Amortisation, depreciation, impairment losses and reversals of impairment losses	-1	-1	-
Operating loss (EBIT) (2)	**-22**	**-17**	**-5**
Dividends from investee companies	670	694	-24
Impairment losses on financial assets and investments	-44	-16	-28
Other financial income/(expenses)	8	10	-2
Profit before tax from continuing operations	**612**	**671**	**-59**
Income tax (expense)/benefit	-5	-9	4
Profit from continuing operations	**607**	**662**	**-55**
Profit/(loss) from discontinued operations	79	5	74
Profit for the year	**686**	**667**	**19**

(1) EBITDA is calculated by deducting all operating costs, with the exception of amortisation, depreciation, impairment losses on assets and reversal of impairment losses from revenues.

(2) EBIT is calculated by deducting amortisation, depreciation, impairment losses on assets and reversal of impairment losses from EBITDA.

	2014	2013	INCREASE/ (DECREASE)
Basic earnings per share (€) (3)	**0.85**	**1.01**	**-0.16**
of which:			
continuing operations	0.75	1.00	-0.25
discontinued operations	0.10	0.01	0.09
Diluted earnings per share (€) (3)	**0.85**	**1.01**	**-0.16**
of which:			
continuing operations	0.75	1.00	-0.25
discontinued operations	0.10	0.01	0.09

(3) Please note that the weighted average number of shares used as a reference for 2014 is higher compared to that used for the 2013, given the increase in capital for the merger of Gemina in Atlantia finalized on 1 December 2013.

Statement of comprehensive income of Atlantia S.p.A.

(€m)	2014	2013
Profit for the year (A)	**686**	**667**
Fair value gains/(losses) on cash flow hedges	21	-43
Other comprehensive income for the year, after related taxation (B)	**21**	**-43**
Other comprehensive income for the year that will not be reclassified to profit or loss, after related taxation (C)	**-**	**-**
Reclasifications of other components of comprehensive income in profit/(loss) for the year (D)	**-**	**-**
Total other comprehensive income for the year, after related taxation (E)=(B+C+D)	**21**	**-43**
Comprehensive income for the year (A+E)	**707**	**624**

Reclassified statement of financial position of Atlantia S.p.A.

(€m)	31/12/2014	31/12/2013	INCREASE/ (DECREASE)
Non-current non-financial assets			
Property, plant and equipment	8	9	-1
Investments	8,859	8,805	54
Non-current non-financial assets (A)	**8,867**	**8,814**	**53**
Working capital			
Trading assets	4	2	2
Current tax assets	31	42	-11
Other current assets	1	4	-3
Current provisions	-2	-3	1
Trading liabilities	-6	-11	5
Current tax liabilities	-14	-27	13
Other current liabilities	-16	-16	-
Working capital (B)	**-2**	**-9**	**7**
Invested capital less current liabilities (C=A+B)	**8,865**	**8,805**	**60**
Non-current non-financial liabilities			
Non-current provisions	-1	-1	-
Net deferred tax liabilities	-42	-30	-12
Other non current liabilities	-1	-	-1
Non-current non-financial liabilities (D)	**-44**	**-31**	**-13**
NET INVESTED CAPITAL (E=C+D)	**8,821**	**8,774**	**47**
Equity (F)	**9,438**	**9,329**	**109**
Net debt			
Non-current net debt			
Non-current financial liabilities	**8,869**	**8,641**	**228**
Derivative liabilities	279	291	-12
Bond issues	8,590	8,350	240
Non-current financial assets	**-9,004**	**-8,764**	**-240**
Derivative assets	-245	-184	-61
Other non-current financial assets	-8,759	-8,580	-179
Non-current net debt (G)	**-135**	**-123**	**-12**
Current net debt			
Current financial liabilities	**251**	**2,678**	**-2,427**
Current portion of medium/long-term borrowings	250	2,380	-2,130
Other current financial liabilities	1	298	-297
Cash and cash equivalents	**-465**	**-706**	**241**
Current financial assets	**-268**	**-2,404**	**2,136**
Current portion of medium/long-term financial assets	-259	-2,395	2,136
Other current financial assets	-9	-9	-
Current net debt (H)	**-482**	**-432**	**-50**
Net debt (I=G+H)	**-617**	**-555**	**-62**
NET DEBT AND EQUITY (L=F+I)	**8,821**	**8,774**	**47**

Statement of cash flows of Atlantia S.p.A.

(€m)	2014	2013
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Profit for the year	686	667
Adjusted by:		
Impairment losses/(Reversal of impairment losses) on financial assets, and investments accounted for at cost or fair value	44	16
(Gain)/Loss on sale of non-current assets	-75	-
Net change in deferred tax (assets)/liabilities recognised in profit and loss	-	4
Other non-cash items	5	2
Change in working capital and other changes	-6	-4
Net cash generated from/(used in) operating activities [a]	**654**	**685**
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		
Purchases of property, plant and equipment	-	-1
Purchases of investments, net of unpaid called-up issued capital	-99	-39
Proceeds from sales of property, plant and equipment, intangible assets and investments	95	-
Net cash and cash equivalents assumed from Gemina S.p.A.	-	3
Change in current and non-current financial assets not held for trading purposes	1,943	-857
Net cash generated from/(used in) investing activities [b]	**1,939**	**-894**
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Proceeds from transfer of treasury shares due to exercise of rights under share-based incentive plans	3	6
Dividends paid	-895	-254
Bond issues	196	813
Redemption of bonds	-2,094	-
Repayments of medium/long term borrowings (excluding finance lease liabilities)	-	-47
Net change in other current and non-current financial liabilities	-44	34
Net cash generated from/(used in) financing activities [c]	**-2,834**	**552**
Increase/(Decrease) in cash and cash equivalents [a+b+c]	**-241**	**343**
Net cash and cash equivalents at beginning of year	**706**	**363**
Net cash and cash equivalents at end of year	**465**	**706**

Additional information on the statement of cash flows

(€m)	2014	2013
Income tax paid	232	122
Tax rebates from tax consolidation arrangement	-227	-113
Interest income and other financial income collected	568	539
Interest expense and other financial expenses paid	556	533
Dividends received	670	699

RECONCILIATION OF NET CASH AND CASH EQUIVALENTS

(€m)	2014	2013
Net cash and cash equivalents at beginning of year	**706**	**363**
Net cash and cash equivalents	706	363
Net cash and cash equivalents at end of year	**465**	**706**
Net cash and cash equivalents	465	706

CASH FLOWS RELATED TO DISCONTINUED OPERATIONS

(€m)	2014	2013
Net cash generated from (used in) operating activities	6	5
Net cash generated from (used in) investing activities	95	-
Net cash generated from (used in) financing activities	-	-