

CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME
(in thousands of Euro)

	Note	2013	2012 (*)
Net result before non-controlling interests		24,731	31,451
<i>Other Comprehensive Income</i>			
<i>Items that will not be reclassified to profit or loss</i>			
- Actuarial gain (loss)	21	2,965	(3,370)
- Tax on items that will not be reclassified to profit or loss	21	(1,170)	1,335
<i>Total items that will not be reclassified to profit or loss</i>		1,795	(2,035)
<i>Items that may be reclassified to profit or loss</i>			
- Profit (loss) booked to cash flow hedging reserve	21	(2,260)	(5,370)
- Tax on items that may be reclassified to profit or loss	21	620	1,476
- Profit (loss) booked to translation reserve	21	(21,319)	(10,849)
<i>Total items that may be reclassified to profit or loss</i>		(22,959)	(14,743)
<i>Other Comprehensive Income</i>		(21,164)	(16,778)
Total comprehensive result for the period		3,567	14,673
Attributable to:			
- Shareholders of the Holding Company		542	11,673
- Non-controlling interests		3,025	3,000

(*) Certain values for the year 2012 were restated after the application of the amendments to IAS 19 - Employee Benefits.

The increase in “Tax losses carried forward” is mainly traced back to the losses of certain companies that operate under the Suspension business unit and of the subsidiary Sogefi (Suzhou) Auto Parts Co., Ltd. No deferred tax assets were recognised for these losses because the cash flows for the specific period of the company's long-term plan only allow for the recovery of the deferred tax assets recognised during previous years.

21. SHARE CAPITAL AND RESERVES

Share capital

The share capital of the Holding Company Sogefi S.p.A. is fully paid in and amounts to Euro 60,924 thousand as of December 31, 2013 (Euro 60,712 thousand as of December 31, 2012), split into 117,162,292 ordinary shares with a par value of Euro 0.52 each.

During 2013 years the share capital increased from Euro 60,712 thousand (divided into n. 116,753,392 ordinary shares of par value of Euro 0.52 each) to Euro 60,924 thousand (divided into n. 117,162,292 ordinary shares). All the ordinary shares are fully paid. It doesn't exist shares subject to rights, privileges and limits in the dividends distribution.

It is brought to the attention that proxies have been given to the Board of Directors for a maximum period of five years from the date of the Shareholders' resolution dated April 23, 2009 registration in the Register of Enterprises to increase the share capital on one or more occasion up to a maximum of total par value of Euro 250 million and of further maximum par value of Euro 5.2 million to Directors and employees of the Company and its subsidiaries.

As of December 31, 2013, the Holding Company has 3,763,409 treasury shares in its portfolio, corresponding to 3.21% of share capital.

Movements in the shares outstanding are as follows:

(Shares outstanding)	2013	2012
<i>No. shares at start of period</i>	116,753,392	116,662,992
No. shares issued for subscription of stock options	408,900	90,400
No. of ordinary shares as of December 31	117,162,292	116,753,392
No. shares issued for subscription of stock options booked to "Other reserves" at December 31, 2013	60,000	-
Treasury shares	(3,763,409)	(3,981,095)
<i>No. of shares outstanding as of December 31</i>	113,458,883	112,772,297

The following table shows the changes in the Group's equity:

(in thousands of Euro)	Share capital	Share premium reserve	Reserve for treasury shares	Treasury shares	Translation reserve	Legal reserve	Cash flow hedging reserve	Share-based incentive plans reserve	Actuarial gain/loss reserve	Tax on items booked in Other Comprehensive Income	Other reserves	Retained earnings	Net result for the period	Total
<i>Balance at December 31, 2011</i>	60,665	12,145	7,691	(7,691)	3,721	12,320	(9,158)	2,319	(14,850)	5,741	3,111	83,535	24,046	183,595
Paid share capital increase	47	47	-	-	-	-	-	-	-	-	-	-	-	94
Allocation of 2011 net profit:	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Legal reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-	-	(14,716)	-	(14,716)
Retained earnings	-	-	-	-	-	-	-	-	-	-	-	24,046	(24,046)	-
Net purchase of treasury shares	-	(1,396)	1,396	(1,396)	-	-	-	-	-	-	-	-	-	(1,396)
Recognition of share-based incentive plans	-	-	-	-	-	-	-	1,233	-	-	-	-	-	1,233
Other changes	-	-	-	-	-	-	-	-	-	-	-	(63)	-	(63)
Fair value measurement of financial assets available for sale	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fair value measurement of cash flow hedging instruments: share booked to equity	-	-	-	-	-	-	(7,491)	-	-	-	-	-	-	(7,491)
Fair value measurement of cash flow hedging instruments: share booked to income statement	-	-	-	-	-	-	2,121	-	-	-	-	-	-	2,121
Actuarial gain/loss	-	-	-	-	-	-	-	-	(3,370)	-	-	-	-	(3,370)
Tax on items booked in Other Comprehensive Income	-	-	-	-	(10,644)	-	-	-	-	2,811	-	-	-	2,811
Currency translation differences	-	-	-	-	-	-	-	-	-	-	-	-	28,246	(10,644)
Net result for the period	-	-	-	-	(6,923)	12,320	(14,528)	3,552	(18,220)	8,552	3,111	92,802	28,246	28,246
<i>Balance at December 31, 2012</i>	60,712	10,796	9,087	(9,087)	(6,923)	12,320	(14,528)	3,552	(18,220)	8,552	3,111	92,802	28,246	180,420
Paid share capital increase	212	429	-	-	-	-	-	-	-	-	126	-	-	767
Allocation of 2012 net profit:	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Legal reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-	-	(14,667)	-	(14,667)
Retained earnings	-	-	-	-	-	-	-	-	-	-	-	28,246	(28,246)	-
Recognition of share-based incentive plans	-	-	-	-	-	-	-	1,562	-	-	-	-	-	1,562
Other changes	-	495	(495)	495	-	-	-	(511)	-	-	-	(121)	-	(137)
Fair value measurement of cash flow hedging instruments: share booked to equity	-	-	-	-	-	-	(5,753)	-	-	-	-	-	-	(5,753)
Fair value measurement of cash flow hedging instruments: share booked to income statement	-	-	-	-	-	-	3,493	-	-	-	-	-	-	3,493
Actuarial gain/loss	-	-	-	-	-	-	-	-	2,965	-	-	-	-	2,965
Tax on items booked in Other Comprehensive Income	-	-	-	-	(20,737)	-	-	-	-	(550)	-	-	-	(550)
Currency translation differences	-	-	-	-	-	-	-	-	-	-	-	-	-	(20,737)
Net result for the period	-	-	-	-	-	-	-	-	-	-	-	-	21,124	21,124
<i>Balance at December 31, 2013</i>	60,924	11,720	8,592	(8,592)	(27,660)	12,320	(16,788)	4,603	(15,255)	8,002	3,237	106,260	21,124	168,487

Share premium reserve

The share premium reserve amounted to Euro 11,720 thousand compared with Euro 10,796 thousand in the previous year.

The increase by Euro 429 thousand accounts for share subscriptions under stock option plans.

During 2013, the Holding Company Sogefi S.p.A. credited Euro 495 thousand to the Share premium reserve after the free grant of 217,686 treasury shares to 2011 Stock Grant beneficiaries.

Treasury shares

Item “Treasury shares” reflects the purchase price of treasury shares. Movements during the year amount to Euro 495 thousand and reflect the free grant of 217,686 treasury shares as reported in the note to “Share-based incentive plans reserve”.

Translation reserve

This reserve is used to record the exchange differences arising on the translation of foreign subsidiaries' financial statements.

Movements in the period show a decrease of Euro 20,737 thousand mainly attributable to the depreciation of the Brazilian real, Canadian dollar and Argentine peso against the Euro.

Reserve for actuarial gains/losses

This reserve reflects the net impact of the application of the amendment to IAS 19 “Employee Benefits” on other actuarial gains (losses) as at January 1, 2012. The item also includes actuarial gains and losses accrued after January 1, 2012 and recognised under Other Comprehensive Income.

Cash flow hedging reserve

This reserve has changed as a result of accounting for the cash flows deriving from instruments that for IAS 39 purposes are designated as “cash flow hedging instruments”. Changes during the period show a net decrease of Euro 2,260 thousand.

Share-based incentive plans reserve

The reserve refers to the credit to equity for share-based incentive plans, assigned to Directors and employees, resolved after November 7, 2002, including the portion relating to the share grant plan approved in 2013.

In 2013, further to 2011 Share Grant Plan beneficiaries exercising their rights and due to the corresponding free grant of 217,686 treasury shares, the amount of Euro 511 thousand, corresponding to the fair value at the grant date of these units, was reclassified from “Share-based incentive plans reserve” to “Share premium reserve” (for Euro 495 thousand) and to “Retained earnings reserve” (for Euro 16 thousand).

Retained earnings

These totalled Euro 106,260 thousand and include amounts of profit that have not been distributed.

The decrease of Euro 121 thousand mainly refers to the change in the percentage held in the subsidiary Allevard IAI Suspensions Private Ltd.

Tax on items booked in Other Comprehensive Income

The table below shows the amount of income taxes relating to each item of the Other Comprehensive Income:

(in thousands of Euro)	2013			2012		
	Gross value	Taxes	Net value	Gross value	Taxes	Net value
- Profit (loss) booked to cash flow hedging reserve	(2,260)	620	(1,640)	(5,370)	1,476	(3,894)
- Actuarial gain (loss)	2,965	(1,170)	1,795	(3,370)	1,335	(2,035)
- Profit (loss) booked to translation reserve	(21,319)	-	(21,319)	(10,849)	-	(10,849)
- Total Profit (loss) booked in Other Comprehensive Income	(20,614)	(550)	(21,164)	(19,589)	2,811	(16,778)

Non-controlling interests

The balance amounts to Euro 20,426 thousand and refers to the portion of shareholders' equity attributable to non-controlling interests.

These can be broken down as follows: Euro 2,820 thousand relating to subsidiary Shanghai Allevard Springs Co., Ltd; Euro 13,814 thousand relating to subsidiary Iberica de Suspensiones S.L.; Euro 482 thousand relating to subsidiary S.ARA Composite S.A.S.; Euro 356 thousand relating to subsidiary Allevard IAI Suspensions Private Ltd; Euro 2,889 thousand relating to subsidiary Sogefi M.N.R. Filtration India Private Ltd; Euro 65 thousand relating to subsidiary Sogefi Rejna S.p.A.

22. ANALYSIS OF THE NET FINANCIAL POSITION

The following table provides details of the net financial position as required by Consob in its communication no. DEM/6064293 of July 28, 2006 with a reconciliation of the net financial position shown in the Report on operations: