

## CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

(in thousands of Euro)

	Note	2012	2011 (*)
Net result before non-controlling interests		32,530	27,202
Profit (loss) booked in Other Comprehensive Income			
- Profit (loss) booked to cash flow hedging reserve		(5,370)	(6,732)
- Profit (loss) booked to fair value reserve for financial assets available for sale		-	(2)
- Tax on items booked in Other Comprehensive Income	21	1,476	1,854
- Profit (loss) booked to translation reserve		(10,556)	(4,588)
Profit (loss) booked in Other Comprehensive Income		(14,450)	(9,468)
<b>Total comprehensive result for the period</b>		<b>18,080</b>	<b>17,734</b>
Attributable to:			
- Shareholders of the Holding Company		15,080	14,758
- Non-controlling interests		3,000	2,976

(\*) Some 2011 values have been restated following the conclusion of the Purchase Price Allocation process of Systèmes Moteurs S.A.S.. Please see Note 2 "Consolidation principles and accounting policies" for additional details.

## 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 60,712 thousand as of December 31, 2012 (Euro 60,665 thousand as of December 31, 2011), split into 116,753,392 ordinary shares with a par value of Euro 0.52 each.*

*As of December 31, 2012, the Holding Company has 3,981,095 treasury shares in its portfolio, corresponding to 3.41% of share capital.*

*Movements in the shares outstanding are as follows:*

<i>(Shares outstanding)</i>	2012	2011
No. shares at start of period	116,662,992	116,434,992
No. shares issued for subscription of stock options	90,400	228,000
No. of ordinary shares as of December 31	116,753,392	116,662,992
Treasury shares	(3,981,095)	(3,253,000)
No. of shares outstanding as of December 31	112,772,297	113,409,992

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
Balance at December 31, 2010	60,546	14,639	5,007	(5,007)	8,129
Paid share capital increase	119	190	-	-	-
Allocation of 2010 net profit:					
Legal reserve	-	-	-	-	-
Dividends	-	-	-	-	-
Retained earnings	-	-	-	-	-
Net purchase of treasury shares	-	(2,684)	2,684	(2,684)	-
Credit to equity for stock-based incentive plans	-	-	-	-	-
Other changes	-	-	-	-	-
Fair value measurement of financial assets available for sale	-	-	-	-	-
Fair value measurement of cash flow hedging instruments: share booked to equity	-	-	-	-	-
Fair value measurement of cash flow hedging instruments: share booked to income statement	-	-	-	-	-
Tax on items booked in Other Comprehensive Income	-	-	-	-	-
Currency translation differences	-	-	-	-	(4,408)
Net result for the period	-	-	-	-	-
Balance at December 31, 2011	60,665	12,145	7,691	(7,691)	3,721
Paid share capital increase	47	47	-	-	-
Allocation of 2011 net profit:					
Legal reserve	-	-	-	-	-
Dividends	-	-	-	-	-
Retained earnings	-	-	-	-	-
Net purchase of treasury shares	-	(1,396)	1,396	(1,396)	-
Credit to equity for stock-based incentive plans	-	-	-	-	-
Other changes	-	-	-	-	-
Fair value measurement of financial assets available for sale	-	-	-	-	-
Fair value measurement of cash flow hedging instruments: share booked to equity	-	-	-	-	-
Fair value measurement of cash flow hedging instruments: share booked to income statement	-	-	-	-	-
Tax on items booked in Other Comprehensive Income	-	-	-	-	-
Currency translation differences	-	-	-	-	(10,351)
Net result for the period	-	-	-	-	-
Balance at December 31, 2012	60,712	10,796	9,087	(9,087)	(6,630)

<i>Legal reserve</i>	<i>Cash flow hedging reserve</i>	<i>Stock-based incentive plans reserve</i>	<i>Tax on items booked in Other Comprehensive Income</i>	<i>Other reserves</i>	<i>Retained earnings</i>	<i>Net result for the period</i>	<i>Total</i>
12,320	(2,426)	1,708	668	3,113	79,723	18,821	197,241
-	-	-	-	-	-	-	309
-	-	-	-	-	-	-	-
-	-	-	-	-	(14,888)	-	(14,888)
-	-	-	-	-	18,821	(18,821)	-
-	-	-	-	-	-	-	(2,684)
-	-	611	-	-	-	-	611
-	-	-	-	-	(121)	-	(121)
-	-	-	-	(2)	-	-	(2)
-	(7,987)	-	-	-	-	-	(7,987)
-	1,255	-	-	-	-	-	1,255
-	-	-	1,854	-	-	-	1,854
-	-	-	-	-	-	-	(4,408)
-	-	-	-	-	-	24,046	24,046
12,320	(9,158)	2,319	2,522	3,111	83,535	24,046	195,226
-	-	-	-	-	-	-	94
-	-	-	-	-	-	-	-
-	-	-	-	-	(14,716)	-	(14,716)
-	-	-	-	-	24,046	(24,046)	-
-	-	-	-	-	-	-	(1,396)
-	-	1,233	-	-	-	-	1,233
-	-	-	-	-	(63)	-	(63)
-	-	-	-	-	-	-	-
-	(7,491)	-	-	-	-	-	(7,491)
-	2,121	-	-	-	-	-	2,121
-	-	-	1,476	-	-	-	1,476
-	-	-	-	-	-	-	(10,351)
-	-	-	-	-	-	29,325	29,325
12,320	(14,528)	3,552	3,998	3,111	92,802	29,325	195,458

## Share premium reserve

*It amounts to Euro 10,796 thousand compared with Euro 12,145 thousand in the previous year.*

*The increase by Euro 47 thousand accounts for share subscriptions under stock option plans.*

*On April 19, 2012, the Shareholders' Meeting authorised the purchase of treasury shares and the Holding Company Sogefi S.p.A. purchased 728,095 shares at an unit average price of Euro 1.92 each in 2012.*

*The Holding Company set up the "Reserve for treasury shares" under art. 2357-ter of the Italian Civil Code using the "Share premium reserve".*

## Treasury shares

*Item "Treasury shares" reflects the purchase price of treasury shares held in portfolio. Movements during the year amount to Euro 1,396 thousand and reflect treasury share purchases occurred in 2012 as reported in the note to "Share premium 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 10,351 thousand mainly attributable to the depreciation of the Brazilian real against the Euro.*

## 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 decrease of Euro 5,370 thousand.*

## Stock-based incentive plans reserve

*The reserve refers to the credit to equity for stock-based incentive plans, assigned to employees, resolved after November 7, 2002, including the portion relating to the stock grant plan approved in 2012.*

## Retained earnings

*These totalled Euro 92,802 thousand and include amounts of profit that have not been distributed.*

## 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)	2012			2011		
	Gross value	Taxes	Net value	Gross value	Taxes	Net value
- Profit (loss) booked to cash flow hedging reserve	(5,370)	1,476	(3,894)	(6,732)	1,853	(4,879)
- Profit (loss) booked to fair value reserve for financial assets available for sale	-	-	-	(2)	1	(1)
- Profit (loss) booked to translation reserve	(10,556)	-	(10,556)	(4,588)	-	(4,588)
- Total Profit (loss) booked in Other Comprehensive Income	(15,926)	1,476	(14,450)	(11,322)	1,854	(9,468)

## NON-CONTROLLING INTERESTS

The balance amounts to Euro 19,837 thousand and refers to the portion of shareholders' equity attributable to non-controlling interests.

The increase of Euro 111 thousand mainly arises from the change in the percentage held in the subsidiary S.ARA Composite S.A.S..

## 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:

(in thousands of Euro)	12.31.2012	12.31.2011
A. Cash	85,209	102,461
B. Other cash at bank and on hand (held to maturity investments)	8,199	1,893
C. Financial instruments held for trading	15	11
<b>D. Liquid funds (A) + (B) + (C)</b>	<b>93,423</b>	<b>104,365</b>
E. Current financial receivables	15	8
F. Current payables to banks	8,377	9,827
G. Current portion of non-current indebtedness	89,596	46,962
H. Other current financial debts	1,011	632
<b>I. Current financial indebtedness (F) + (G) + (H)</b>	<b>98,984</b>	<b>57,421</b>
<b>J. Current financial indebtedness, net (I) - (E) - (D)</b>	<b>5,546</b>	<b>(46,952)</b>
K. Non-current payables to banks	262,046	330,461
L. Bonds issued	-	-
M. Other non-current financial debts	28,255	16,333
<b>N. Non-current financial indebtedness (K) + (L) + (M)</b>	<b>290,301</b>	<b>346,794</b>
<b>O. Net indebtedness (J) + (N)</b>	<b>295,847</b>	<b>299,842</b>
Non-current financial receivables	-	-
<b>Financial indebtedness, net including non-current financial receivables (as per the "Net financial position" included in the Report on operations)</b>	<b>295,847</b>	<b>299,842</b>