
Interim Report on Operations as at March 31, 2015

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Salini Impregilo S.p.A., a company subject to management and coordination by Salini Costruttori S.p.A.

Salini Impregilo S.p.A.

Share capital €544,740,000

Registered office in Milan, Via dei Missaglia 97

Tax code and Milan Company Registration no. 00830660155

R.E.A. no. 525502 - VAT no. 02895590962

Table of contents

Company officers	2
Financial highlights.....	5
Directors' Report - Part I	9
Performance of the Group's operations for the first three months of 2015	10
Directors' Report - Part II.....	19
Operating performance by geographic region	20
Non-current assets held for sale and discontinued operations.....	27
Events occurring after the end of the reporting period.....	32
Business outlook for the current year	35
Other information	37
Financial statements	41

Company officers

Company officers as at December 31, 2014

Board of directors (i)

Chairman

Claudio Costamagna

Chief Executive Officer

Pietro Salini

Directors

Marina Brogi

Giuseppina Capaldo

Mario Giuseppe Cattaneo

Roberto Cera

Laura Cioli

Alberto Giovannini

Nicola Greco (*)

Pietro Guindani

Geert Linnebank

Giacomo Marazzi (*)

Franco Passacantando (*)

Laudomia Pucci

Executive Committee

Pietro Salini

Claudio Costamagna

Alberto Giovannini

Giacomo Marazzi (*)

Control and Risk Committee

Mario Giuseppe Cattaneo

Giuseppina Capaldo

Pietro Guindani

Franco Passacantando (*)

Compensation and Nominating Committee

Marina Brogi

Nicola Greco (*)

Geert Linnebank

Laudomia Pucci

Committee for Related-Party Transactions

Alberto Giovannini

Marina Brogi

Giuseppina Capaldo

Geert Linnebank

Board of statutory auditors (ii)

Chairman

Alessandro Trotter

Statutory Auditors

Teresa Cristiana Naddeo

Gabriele Villa

Alternate Auditors

Roberta Battistin

Marco Tabellini

Independent Auditors

PricewaterhouseCoopers S.p.A.

- (i) Appointed by the ordinary Shareholders' Meeting of July 17, 2012, and in office up to the shareholders' meeting for the approval of the financial statements at December 31, 2014.
On September 25, 2014, Simon Pietro Salini resigned from the positions of Director and member of the Executive Committee.
- (ii) Appointed by the Shareholders' Meeting of April 30, 2014, and in office up to the approval of the financial statements at December 31, 2016.
On April 30, 2014, Nicola Miglietta and Pierumberto Spanò (Statutory Auditors) were not re-appointed.
- (*) Appointed by the Shareholders' Meeting of September 12, 2013, and in office up to the approval of the financial statements at December 31, 2014.

Company officers as at May 14, 2015

Board of directors (i)

Chairman

Chief Executive Officer

Directors

Claudio Costamagna
Pietro Salini
Marco Bolgiani
Marina Brogi
Giuseppina Capaldo
Mario Giuseppe Cattaneo
Roberto Cera
Laura Cioli
Alberto Giovannini
Nicola Greco
Pietro Guindani
Geert Linnebank
Giacomo Marazzi
Franco Passacantando
Laudomia Pucci

Executive Committee

Pietro Salini
Claudio Costamagna
Alberto Giovannini
Nicola Greco
Giacomo Marazzi

Control and Risk Committee

Mario Giuseppe Cattaneo
Marco Bolgiani
Giuseppina Capaldo
Pietro Guindani
Franco Passacantando

Compensation and Nominating Committee

Marina Brogi
Nicola Greco
Geert Linnebank
Laudomia Pucci

Committee for Related-Party Transactions

Alberto Giovannini
Marco Bolgiani
Marina Brogi
Geert Linnebank

Board of statutory auditors (ii)

Chairman

Statutory Auditors

Alternate Auditors

Alessandro Trotter
Teresa Cristiana Naddeo
Gabriele Villa
Roberta Battistin
Marco Tabellini

Independent Auditors (iii)

KPMG S.p.A.

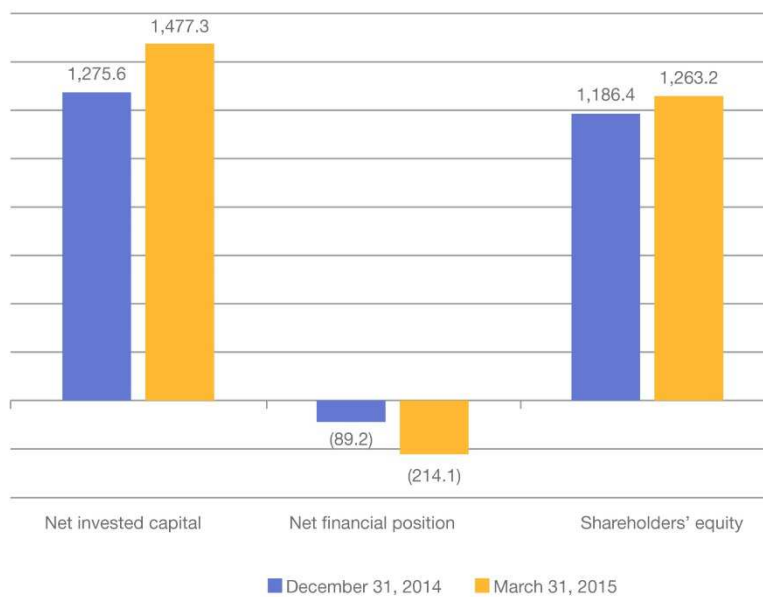
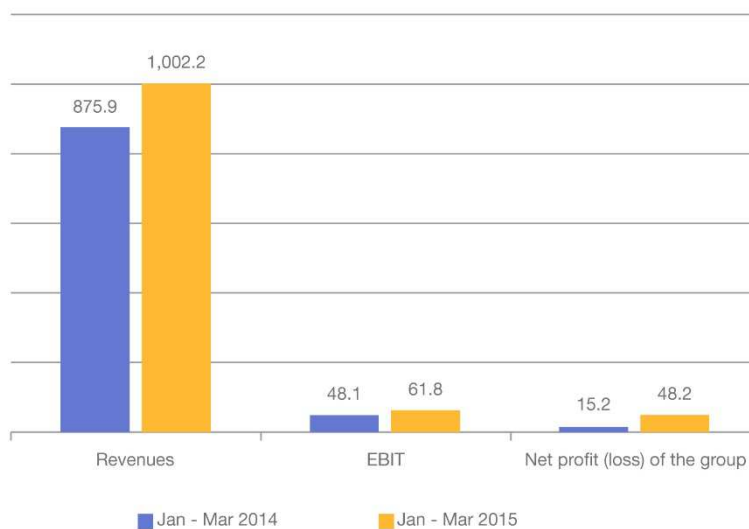
- (i) Appointed by the ordinary Shareholders' Meeting of April 30, 2015, and in office up to the shareholders' meeting for the approval of the financial statements at December 31, 2017.
- (ii) Appointed by the Shareholders' Meeting of April 30, 2014, and in office up to the approval of the financial statements at December 31, 2016.
- (iii) Appointed by the Ordinary Shareholders' Meeting of April 30, 2015, and in office for the financial years from 2015 to 2023.

Financial highlights

Salini Impregilo Group

The paragraph "Alternative performance indicators" in the "Other information" section gives a definition of the financial statements indicators used to present the group's highlights.

The income statement figures for the first three months of 2014 have been restated in compliance with IFRS 5 according to the new scope of disposal of the Todini Costruzioni Generali Group. The restatement also involved the adoption of IFRS 10 and 11 in accordance with the treatment used in the consolidated financial statements as at December 31, 2014.



Consolidated income statement

	Jan-Mar 2015	Jan-Mar 2014
(in millions of euros)		(\$)
Revenue	1,002.2	875.9
Operating costs	(885.2)	(783.9)
Gross operating profit (EBITDA)	117.0	92.0
EBITDA %	11.7%	10.5%
Operating profit (EBIT)	61.8	48.1
R.o.S.	6.2%	5.5%
Financing income (costs)	1.4	(18.2)
Gains (losses) on investments	3.3	4.0
Earnings before taxes (EBT)	66.4	33.8
Income taxes	(21.4)	(8.8)
Profit (loss) from continuing operations	45.0	25.0
Profit (loss) from discontinued operations	6.1	(3.9)
Profit (loss) for the period attributable to the owners of the parent	48.2	15.2

(\$) First quarter 2014 restated according to IFRS 5 to account for the new discontinued perimeter of the Todini Costruzioni Generali Group. The restatement also involved the adoption of IFRS 10 and 11 in accordance with the treatment used in the consolidated financial statements as at December 31, 2014.

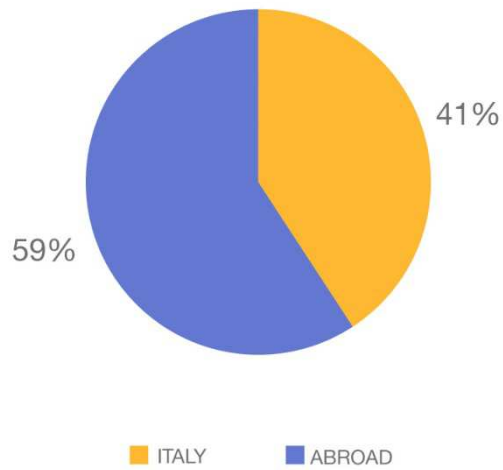
Consolidated statement of financial position

	March 31, 2015	December 31, 2014
(in millions of euros)		
<i>Non-current assets</i>	860.3	832.4
<i>Non-current assets (liabilities) held for sale</i>	103.9	84.1
<i>Provisions for risks, post-employment benefits and employee benefits</i>	(124.0)	(120.8)
<i>Tax assets (liabilities)</i>	165.1	148.7
<i>Working capital</i>	472.0	331.3
Net invested capital	1,477.2	1,275.6
Shareholders' equity	1,263.2	1,186.4
Net financial position	214.1	89.2

Order backlog by geographic region

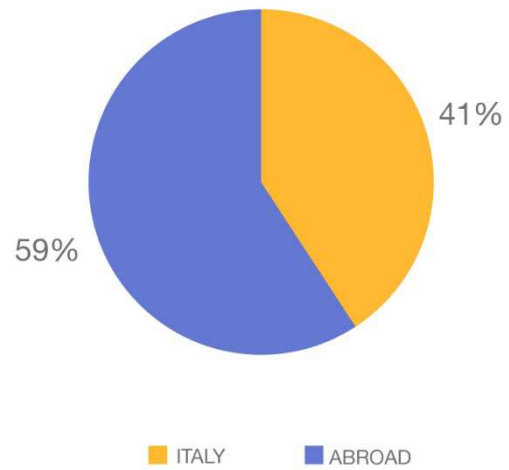
March 2015

(total €33,010 mil.)



December 2014

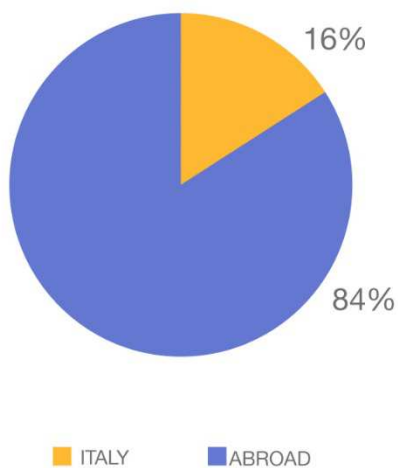
(total €32,374 mil.)



Revenue by geographic region

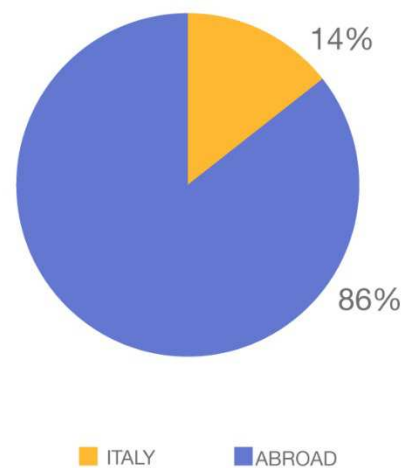
Q1 2015

(tot. Italy €159.9 mil. - tot. abroad €842.2 mil.)



Q1 2014

(tot. Italy €125,9 mil. - tot. abroad €749.9 mil.)



Directors' Report - Part I

**Performance of the Group's
operations for the first three
months of 2015**

Analysis of the income statement and statement of financial position of the Salini Impregilo Group

This chapter presents the reclassified income statement for the first quarter of 2015, the statement of financial position and the structure of the Group's financial position as at March 31, 2015. It also provides an overview of the main changes, at the consolidated level, in the income statement, compared with the corresponding period of the previous year, and in the statement of financial position compared with the data presented at the end of the previous year.

Unless otherwise specified, the amounts have been stated in millions of euros; the figures shown in brackets relate to the previous period.

The "Alternative performance indicators" paragraph in the "Other information" section provides a definition of the indicators in the statement of financial position and income statement used to analyze the Group's operating performance and financial position.

Foreign currency translation of the assets and liabilities related to Venezuela

In the Extraordinary Official Gazette No. 6,171 of February 10, 2015, the Ministry of Popular Power for the Economy, Finance and Public Banking (MPPEFBP) and the Central Bank of Venezuela (BCV) published the "*Convenio Cambiario No. 33*", replacing the SICAD II exchange rate system with a newly-introduced floating official exchange rate called SIMADI, as already discussed in the explanatory notes to the consolidated financial statements as at December 31, 2014.

The Group has determined that the SIMADI is the appropriate exchange rate for the translation of the figures in the Venezuelan currency, because it is the most representative of the relationship under which future cash flows, expressed in local currency, may be adjusted in the event that they were verified at the valuation date also considering the possibility to access the Venezuelan currency market and the Group's specific needs to obtain currency other than the functional currency.

The update of the balance sheet estimates resulting from the additional amendment to the Venezuelan currency system generated some effects reflected in the financial position as at March 31, 2015, the most significant of which consists of the overall reduction in the value of the net assets, expressed in local currency, by a total of around €19.3 million.

Non-current assets held for sale

With regard to the classification of the Todini Costruzioni Generali Group under IFRS 5, it is noted that, following expression of interest in relation to its operations in Italy and abroad and given the company's desire to rationalize the management of non-operational activities, the Todini Group was divided into business units. This restructuring operation, completed at the end of 2014 not foreseeable in December 2013, required an extension of the maximum deadlines set by IFRS 5 to satisfy the requests of potential buyers and resulted in the business units subject to expressions of interest being classified as non-current assets held for sale and profit (loss) from discontinued operations, in accordance with the provisions of IFRS 5. The business units not subject to an expression of interest by potential buyers and residual assets were classified in continuing operations. In

accordance with IFRS 5, these classifications were also applied for the comparative period solely to income statement data.

Restatement of the comparative income statement figures for the first quarter of 2014

With effect from 2014, new international financial reporting standards came into force, including IFRS 10 - *Consolidated financial statements*, IFRS 11 - *Joint arrangements* and IAS 28 - *Investments in associates and joint ventures* which had a specific impact for the Salini Impregilo Group. A detailed description of these standards and their effects on the consolidated statement of financial position, income statement and statement of cash flows of the Salini Impregilo Group is provided in the explanatory notes to the consolidated financial statements as at December 31, 2014.

In this report we note that the figures published in the Interim Report on Operations as at March 31, 2014 have been restated following a refinement of the methods of adoption of those standards.

The evolution in the interpretation of the IFRS during 2014, also based on the documentation published by the IFRIC and the consolidation of international best practice used by companies that adopt the IAS/IFRS, suggested the adoption of interpretations that take account of the recommendations emerged from the debate regarding the actual meaning of some terms contained in IFRS 10 and 11.

Details are provided below of the effects of the restatement of the income statement in accordance with the above, both with regard to IFRS 10 and 11 and to the Todini business units:

<i>(amounts in thousands of euros)</i>	First quarter 2014	First quarter 2014	Change
	Restated	Published	
Total revenue	875,875	858,986	16,889
Operating costs	(783,901)	(770,688)	(13,213)
Gross operating profit (EBITDA)	91,974	88,298	3,676
<i>EBITDA %</i>	<i>10.5%</i>	<i>10.3%</i>	
Amortization and depreciation	(43,919)	(43,231)	(688)
Operating profit (EBIT)	48,055	45,067	2,988
Return on Sales	5.5%	5.2%	
Financing income (costs)	(18,174)	(19,777)	1,603
Gains (losses) on investments	3,967	3,793	174
Net financing costs and net gains on investments	(14,207)	(15,984)	1,777
Profit (loss) before taxes	33,848	29,083	4,765
Income taxes	(8,843)	(9,597)	754
Profit (loss) from continuing operations	25,005	19,486	5,519
Profit (loss) from discontinued operations	(3,851)	725	(4,576)
Net profit (loss) before allocation to non-controlling interests	21,154	20,211	943
Non-controlling interests	(5,983)	(4,919)	(1,064)
Profit (loss) attributable to the owners of the parent	15,171	15,292	(121)

Operating performance of the Group

Tab.1 – Reclassified consolidated income statement of the Salini Impregilo Group

	Jan-Mar 2015	Jan-Mar 2014	Change
<i>(Amounts in thousands of euros)</i>		(\$)	
Operating revenue	972,061	829,631	142,430
Other revenue	30,182	46,244	(16,062)
Total revenue	1,002,243	875,875	126,368
Operating costs	(885,198)	(783,901)	(101,297)
Gross operating profit (EBITDA)	117,045	91,974	25,071
<i>EBITDA %</i>	11.7%	10.5%	
Amortization and depreciation	(55,284)	(43,919)	(11,365)
Operating profit (EBIT)	61,761	48,055	13,706
<i>Return on Sales</i>	6.2%	5.5%	
Financing income (costs) and gains (losses) on investments			
Financing income (costs)	1,364	(18,174)	19,538
Gains (losses) on investments	3,256	3,967	(711)
Net financing costs and net gains on investments	4,620	(14,207)	18,827
Earnings before taxes (EBT)	66,381	33,848	32,533
Income taxes	(21,352)	(8,843)	(12,509)
Profit (loss) from continuing operations	45,029	25,005	20,024
Profit (loss) from discontinued operations	6,125	(3,851)	9,976
Net profit (loss) before allocation to non-controlling interests	51,154	21,154	30,000
Non-controlling interests	(2,964)	(5,983)	3,019
Profit (loss) attributable to the owners of the parent	48,190	15,171	33,019

(\$) The income statement figures for the first three months of 2014 have been restated in compliance with IFRS 5 according to the new scope of disposal of the Todini Costruzioni Generali Group. The restatement also involved the adoption of IFRS 10 and 11 in accordance with the treatment used in the consolidated financial statements as at December 31, 2014.

Revenue

The revenue booked in 2015 totaled €1,002.2 million (€875.9 million on a like-for-like basis) and included €842.2 million generated outside Italy.

Total consolidated revenue increased approximately 14% compared with the previous year. The change in this figure essentially reflects the growth in production of a number of foreign projects including Ethiopia, Denmark, Saudi Arabia and Qatar and the project for the Milan to Genoa High Speed/Capacity railway line.

The item "Other revenue" includes mainly positive components of income originated in the projects in progress and arising from ancillary industrial activities not directly attributable to the contract with the client.

Operating profit

Operating profitability achieved in the period under review essentially reflects the growth in production activities described in the comments to "Revenue". The profitability for the period, amounting to 6.2% (5.5% in the first quarter of 2014) was adversely affected by the reversal of the effects of the Purchase Price Allocation, amounting to € 4.5 million of amortization.

The costs of central corporate structures and other general expenses for the period under review in this Report amounted to approx. €27.7 million in total and are currently allocated to the "Italy" segment.

Financing income (costs) and gains (losses) on investments

Financing income (costs) showed a net income of €1.4 million (costs of €18.2 million in the first quarter of the previous year) while net gains on investments amounted to €3.3 million (gains of €4.0 million in first quarter of the previous year).

The change in gains (losses) on investments, compared to the amount recognized for the same period of the previous year, was due in particular to the decrease in financial expenses by €11.3 million and the improvement in net exchange rate gains (losses) by €9.6 million.

The decrease in financial expenses was mainly due to the lower average debt with banks, which fell by around €377 million compared to the corresponding period of the previous year.

The improvement in net exchange rate gains (losses) reflected the depreciation of the euro against a number of foreign currencies in which some credit positions are stated in local currency. The positive effect was partially offset by the negative effects from the adoption by the Group of the new official SIMADI exchange rate to translate its net financial assets denominated in the Venezuelan currency (called Bolivar Fuerte or VEF), adopted with effect from January 1, 2015, as discussed above.

Profit (loss) from discontinued operations

Profit from discontinued operations totaled €6.1 million (loss of €3.8 million in the corresponding period of the previous year). This result mainly includes the net profit achieved during the period by Todini.

Complete information about the main developments affecting the various assets held for sale and discontinued operations is provided in the relevant chapter included in this Interim financial report entitled "Non-current assets held for sale and discontinued operations".

Financial position of the Group

Tab. 2 - Reclassified consolidated statement of financial position of the Salini Impregilo Group

	March 31, 2015	December 31, 2014	Overall change
<i>(Amounts in thousands of euros)</i>			
Property, plant and equipment, intangibles and non-current financial assets	860,272	832,355	27,917
Non-current assets (liabilities) held for sale	103,905	84,123	19,782
Provisions for risks	(100,426)	(97,527)	(2,899)
Post-employment benefits and employee benefits	(23,609)	(23,320)	(289)
Tax assets (liabilities)	165,118	148,698	16,420
<i>Inventories</i>	268,836	262,740	6,096
<i>Contract work in progress</i>	1,497,225	1,252,769	244,456
<i>Advances on contract work in progress</i>	(1,832,800)	(1,725,884)	(106,916)
<i>Receivables (**)</i>	1,655,972	1,614,350	41,622
<i>Payables</i>	(1,454,320)	(1,426,743)	(27,577)
<i>Other current assets</i>	668,456	689,997	(21,541)
<i>Other current liabilities</i>	(331,363)	(335,918)	4,555
Working capital	472,006	331,311	140,695
Net invested capital	1,477,266	1,275,640	201,626
Equity attributable to the owners of the parent	1,187,206	1,109,903	77,303
Non-controlling interests	75,974	76,513	(539)
Shareholders' equity	1,263,180	1,186,416	76,764
Net financial position	214,086	89,224	124,862
Total financial resources	1,477,266	1,275,640	201,626

(**) Receivables are shown net of €44.4 million (€65.9 million at December 31, 2014) classified in net financial position as the portion of net receivables pertaining to consortia and/or consortium companies over which no entity has control and operating under a cost recharging system, which corresponds to the Group's share of cash and cash equivalents or financial debt with SPVs.

Net invested capital

The net invested capital amounted to €1,477.3 million at March 31, 2015, for an increase of €201.6 million compared with the end of the previous year. The main changes are primarily attributable to the factors mentioned below.

Property, plant and equipment, intangibles and non-current financial assets

Net property, plant and equipment, intangibles and non-current financial assets were up €27.9 million. The main changes that occurred in this item compared with the end of the previous year involved the following:

- investments in property, plant and equipment, and intangible assets for the period totaled €69.0 million and were mainly related to several recently acquired major projects in Qatar, Namibia, Ethiopia, USA and Italy, in particular with regard to the high-speed railway;

- the amortization and depreciation for the period caused a reduction of €55.3 million in the net value of these assets;
- the value of investments increased by €9.6 million; this increase was mainly attributable to the income arising from equity-accounted investments and the effects of exchange rate fluctuations.

Non-current assets (liabilities) held for sale

Non-current assets (liabilities) held for sale amounted to €103.9 million at March 31, 2015. They include the net assets (liabilities) of the following units of the Group:

- the business units of Todini Costruzioni Generali S.p.A. (net assets held for sale), for a total of €98.2 million, up €24.5 million on December 31, 2014;
- the net assets of the USW Campania Projects for €5.7 million, unchanged compared with the end of the previous year.

During the quarter under review the sale was completed of an asset owned by the subsidiary Co.Ge.Ma. S.p.A. at a price of €4.7 million, which had been classified under assets held for sale as at December 31, 2014 .

Provisions for risks

Provisions for risks amounted to €100.4 million, an increase of €2.9 million. This increase was mainly due to the updating estimates for the assets and liquidation of the subsidiary Imprepar.

Post-employment benefits and employee benefits

This item amounted to €23.6 million, essentially unchanged compared to December 31, 2014.

Net tax assets (liabilities)

“Net tax assets (liabilities)” as at March 31, 2015 totaled €165.1 million, up €16.4 million compared to the end of the previous year. The change in net tax assets and liabilities compared to the previous year, mainly reflects the effects of the determination of the tax liability for the period at the consolidated level, taking also into account the different tax dynamics affecting foreign units and changes in the respective asset (liability) positions recognized in accordance with the tax laws of the countries where the units operate, as well as the amount of the tax payments on account made.

Working capital

Working capital increased by €140.7 million, from €331.3 million to €472.0 million.

The main changes in working capital related to developments in the group's operating activities and the greater production on certain domestic and international contracts during the year. They are summarized below:

- Inventories amounted to €268.8 million, up €6.1 million on the previous year.
- Work in progress increased by €244.5 million, from €1,252.8 million to €1,497.2 million. This change - €31.2 million of which in Italy and €181.9 million abroad - reflects the effects of production gains, particularly with regard to High Speed - High Capacity railway and in projects in Ethiopia and Denmark.
- Advances on contract work in progress and "negative" contract work in progress (i.e.: invoiced advances greater than the cumulative value of the projects constructed) totaled €1,832.8 million for an increase of €106.9 million. This change was essentially driven by the net increase in guarantee advances for the construction of the Line 3 of the Riyadh metro;
- current receivables and payables increase respectively by €41.6 million and €27.6 million, resulting in an overall increase in networking capital of €14.0 million, caused by the ordinary effects of the trend in industrial activity for the period and ordinary relations with clients and suppliers relating to that activity.
- other current assets net of other current liabilities resulted in a reduction in net working capital of €17.0 million mainly due to proceeds received during the period.

Net financial position

At March 31, 2015, the consolidated net financial position of the Group's continuing operations amounted to €214.1 million (negative by €89.2 million), while that of the non-current assets held for sale amounted to €65.2 million (negative by €81.3 million). The net financial position also includes the cash and equivalents with non-consolidated SPVs, equal to €44.5 million (€65.9 million). Specifically, this item recognizes the portion of net payables and receivables pertaining to non-controlled consortia and/or consortium companies and operating under a cost recharging system, which corresponds to the Group's share of cash and cash equivalents or financial debt with SPVs.

At the end of the period, the Net Debt/Equity ratio (based on the net financial position of continuing operations), on a consolidated basis, was 0.17.

The net financial position for non-current assets held for sale refers to the held-for-sale business units of Todini Costruzioni Generali S.p.A.

The change in the financial position was driven by the investments in property, plant and equipment and intangible assets and the use of cash by operating activities, especially in relation to the increase in working capital.

Gross debt increased by €29.0 million compared to December 31, 2014, and amounted to €1,455.9 million.

Lastly, Salini Impregilo provided guarantees in favor of non-consolidated subsidiaries for a total of €291.7 million against loans granted by banks and lending institutions.

The group's net financial position at March 31, 2015 is summarized in the following table.

Tab. 3 - Net financial position of the Salini Impregilo Group

	March 31, 2015	December 31, 2014	Change
<i>(Amounts in thousands of euros)</i>			
Non-current financial assets	103,094	89,124	13,970
Current financial assets	144,844	156,908	(12,064)
Cash and cash equivalents	955,689	1,030,925	(75,236)
Total cash and cash equivalents and other financial assets	1,203,627	1,276,957	(73,330)
Bank and other loans	(442,461)	(456,209)	13,748
Bonds	(394,687)	(394,326)	(361)
Finance lease payables	(101,555)	(102,310)	755
Total non-current indebtedness	(938,703)	(952,845)	14,142
Current portion of bank loans and current account facilities	(291,531)	(247,522)	(44,009)
Current portion of bond issues	(173,670)	(166,292)	(7,378)
Current portion of finance lease payables	(51,951)	(60,231)	8,280
Total current indebtedness	(517,152)	(474,045)	(43,107)
Derivative liabilities	(6,331)	(5,244)	(1,087)
Net financial assets held by SPVs and unconsolidated project companies (**)	44,473	65,953	(21,480)
Total other financial assets (liabilities)	38,142	60,709	(22,567)
Total net financial position – continuing operations	(214,086)	(89,224)	(124,862)
Net financial position for assets held for sale	(65,200)	(81,292)	16,092
Net financial position including non-current assets held for sale	(279,286)	(170,516)	(108,770)

(**) This item recognizes the portion of net payables and receivables pertaining to consortia and/or consortium companies over which no entity has control and operating under a cost recharging system, which corresponds to the Group's share of cash and cash equivalents or financial debt with SPVs. In the financial statements, the balances are included in Trade Receivables.

Directors' Report - Part II

Operating performance by geographic region

This chapter presents the main events that characterized the Group's operating performance in first quarter of 2015 in terms of the areas of operation. A summary description of the main contracts under way is provided in the chapter "Operating performance by geographic region" in the Annual Financial Report as at December 31, 2014.

In line with the information provided in the annual financial report referred to above, for the purposes of this Interim Report on Operations, the segment reporting is presented according to macro-geographical regions, based on the management review principles adopted by top management, for the two main segments: 'Italy' and 'Foreign'.

The highlights in the section 'Other assets' are also subject to separate disclosure, along with any financial data, related to central corporate units. The units of the Group currently classified as Non-current assets held for sale and discontinued operations are subject to disclosure in the relevant section.

Order backlog

The order backlog relating to construction contracts at March 31, 2015, was as follows:

(Salini Impregilo's share in millions of euros)

Region/Country	Project	Residual backlog at March 31, 2015	% of the total	Completion progress (%)
High Speed/High Capacity		6,016.4	23.3%	
Italy	Mestre Bypass Salerno-Reggio di Calabria	0.9	0.0%	99.8%
Italy	Highway, Lot 5 Salerno-Reggio di Calabria	40.6	0.2%	96.7%
Italy	Highway, Lot 6 Salerno-Reggio di Calabria	21.0	0.1%	96.1%
General Contracting		62.6	0.2%	
Italy	State Highway 36 connector	2.2	0.0%	99.2%
Italy	Spriana Landslide	1.9	0.0%	95.4%
Italy	Pedemontana Lombarda - Lot 1	9.8	0.0%	97.8%
Italy	A4 building of third lane	1.4	0.0%	98.3%
Italy	Milan Metro M4	421.6	1.6%	12.5%
Italy	State Highway 106 Ionica	337.9	1.3%	2.5%
Italy	Broni - Mortara	981.5	3.8%	0.0%
Italy	Port of Ancona	223.5	0.9%	0.0%
Italy	Isarco underpass	122.9	0.5%	0.5%
Italy	Metro B	946.3	3.7%	0.1%
Italy	SGF	1.2	0.0%	0.0%
Italy	other	3.7	0.0%	n.d.
Other projects in Italy		3,053.9	11.8%	
Total projects in Italy		9,132.9	35.4%	
Greece	Achelos Support Tunnel	0.2	0.0%	97.1%
Greece	Acheloos	-	0.0%	100.0%
Greece	Thessaloniki Metro	215.3	0.8%	32.3%

(Salini Impregilo's share in millions of euros)

Region/Country	Project	Residual backlog at March 31, 2015	% of the total	Completion progress (%)
Greece	Stavros Niarchos Cultural Center	127.2	0.5%	56.9%
Romania	Orastie-Sibiu Highway	10.3	0.0%	94.4%
Romania	Lugoi Deva	114.3	0.4%	13.2%
Poland	A1 Motorway Torun - Strykow	1.5	0.0%	100.0%
Poland	Road S8 Marki - Radzymin Lot 1	64.1	0.2%	0.6%
Poland	S3 Nowa Sol	109.1	0.4%	0.3%
Poland	S7 Checiny	114.0	0.4%	0.0%
	Lietavska Lucka - Visnove - Dubna			
Slovakia	Skala	405.2	1.6%	1.1%
Turkey	Gaziantep	136.2	0.5%	0.0%
Turkey	Kosekoy	14.5	0.1%	92.6%
Turkey	Cetin hydroelectric project	239.0	0.9%	1.8%
Denmark	Cityringen	792.6	3.1%	57.9%
Austria	Brenner Tunnel	174.7	0.7%	5.5%
Switzerland	Transalp Tunnel (Tat)	-	0.0%	100.0%
Switzerland	CSC	125.8	0.5%	82.8%
Projects in Europe		2,643.9	10.2%	
Dominican Republic	Acquedotto Oriental Consortium	1.0	0.0%	99.4%
Dominican Republic	Guaigui hydraulic system	82.8	0.3%	14.2%
	Puerto Cabello - Contuy			
Venezuela	Ferrocarriles	200.6	0.8%	84.8%
	Puerto Cabello - Contuy			
Venezuela	Ferrocarriles stations	365.0	1.4%	18.4%
Venezuela	Puerto Cabello Sistema Integral	328.2	1.3%	0.0%
Venezuela	Chaguaramas Railway	113.0	0.4%	57.7%
Venezuela	San Juan de Los Morros Railway	319.6	1.2%	44.2%
Venezuela	OIV Tocoma	200.4	0.8%	85.5%
Chile	Metro Santiago	30.8	0.1%	72.0%
Colombia	Sogamoso	-	0.0%	100.0%
Colombia	Quimbo	28.4	0.1%	91.4%
Colombia	Ruta del Sol Highway	574.7	2.2%	22.4%
Brazil	Serra Do Mar	0.5	0.0%	99.5%
USA	Vegas Tunnel - Lake Mead	56.2	0.2%	85.8%
USA	San Francisco Central Subway	2.4	0.0%	97.1%
USA	Gerald Desmond Bridge	161.5	0.6%	22.2%
USA	Anacostia	102.8	0.4%	29.4%
USA	Dugway Storage Tunnel Cleveland	141.6	0.5%	0.4%
Argentina	Riachuelo	408.8	1.6%	1.1%
Projects in Americas		3,118.4	12.1%	
	Step Deep Tunnel Sewer Contract			
Arab Emirates	T-03	0.2	0.0%	99.9%
Arab Emirates	Tristar JV - subcontract	16.0	0.1%	26.4%
Qatar	Abu Hamour	47.3	0.2%	49.6%
Qatar	Red Line North	1,940.4	7.5%	12.2%
Saudi Arabia	Metro Riyadh	2,000.7	7.8%	3.5%
Kazakhstan	Almaty - Khorgos (S)	105.2	0.4%	29.3%

(Salini Impregilo's share in millions of euros)

Region/Country	Project	Residual backlog at March 31, 2015	% of the total	Completion progress (%)
Kazakhstan	Almaty - Khorgos (T)	104.3	0.4%	17.0%
Kazakhstan	Almaty - Kamengorsk	38.2	0.1%	52.4%
Malaysia	Ulu Jelai	138.3	0.5%	79.6%
Projects in Asia		4,390.5	17.0%	
Australia	NW Rail Link Project	222.1	0.9%	19.0%
Projects in Australia		222.1	0.9%	
Nigeria	Suleja Minna	118.1	0.5%	28.5%
Nigeria	Inner Northern Expressway	33.5	0.1%	0.0%
Nigeria	Adiyan	164.2	0.6%	29.4%
Nigeria	District 1	197.8	0.8%	12.9%
Nigeria	Isex	5.0	0.0%	92.9%
Nigeria	Cultural Center	254.4	1.0%	37.0%
Nigeria	Idu	62.6	0.2%	75.1%
Nigeria	Gurara	9.1	0.0%	98.4%
Nigeria	Ogoni	28.9	0.1%	85.2%
Libya	Lidco	1,164.3	4.5%	12.3%
Libya	Libyan Coastal Highway	1,101.5	4.3%	0.1%
Libya	Kufra Urban Development	210.7	0.8%	0.4%
Libya	Kufra airport	46.5	0.2%	19.1%
Libya	Tripoli Airport	99.4	0.4%	0.0%
South Africa	Ingula	26.4	0.1%	94.1%
Ethiopia	Gerd	2,312.5	9.0%	36.8%
Ethiopia	Gibe III	193.6	0.8%	87.9%
Zimbabwe	Mukorsi Dam	7.6	0.0%	95.0%
Sierra Leone	Matotoka	14.8	0.1%	46.6%
Sierra Leone	Rehabilitation of urban road	2.5	0.0%	94.4%
Sierra Leone	Operation & Maintenance	0.8	0.0%	100.0%
Namibia	Neckartal Dam	191.3	0.7%	19.6%
Africa	SGF - Il nuovo Castoro	14.1	0.1%	n.d.
Fisia Italimpianti		27.0	0.1%	n.d.
Total international projects		16,661.4	64.6%	
Total portfolio CONTINUING OPERATIONS		25,794.3	100.0%	
Total Group backlog at MARCH 31, 2015		25,794.3	100.0%	

For information about the order backlog in Libya totaling €2,622.3 million, see the "Risk areas" section of this Report.

Concessions

The portfolio of concession activities held by the Salini Impregilo Group includes two main business areas: a first one, comprised of investments in already active concession holder companies in Argentina, Peru, Colombia and the United Kingdom, and a second one, consisting of Greenfield projects, which includes contracts for infrastructures in Italy and Peru that are still under construction and with regard to which the activities under concession will begin in the future.

The tables that follow show the key figures of the concession portfolio at the end of the period, broken down by type of activity.

HIGHWAYS

Country	Concessionaire	% of investment	Total	Stage	Start date	End date
	Company		km			
Italy	Broni - Mortara	61.08	50	Not yet active	2010	2057
	Port of Ancona	47		Not yet active	2014	2050
Argentina	Iglys S.A.	98		Not yet active holding company		
	Autopistas Del Sol	19.82	120	Active in liquidation	1993	2020
	Puentes del Litoral S.A.	26	59.6		1998	
	Mercovia S.A.	60	18	Active	1996	2021
Colombia	Yuma Concessionaria S.A.(Ruta del Sol)	40	465	Active	2011	2036

SUBWAY SYSTEMS

Country	Concessionaire	% of investment	Total	Stage	Start date	End date
	Company		km			
Italy	Milan subway Line 4	31.05	15	Not yet active	2014	2045
Peru	Lima Underground	18.25	35	Not yet active	2014	2049

ENERGY FROM RENEWABLE SOURCES

Country	Concessionaire	% of investment	Installed	Stage	Start date	End date
	Company		capacity			
Argentina	Yacilec S.A.	18.67	T line	Active	1992	2091
	Enecor S.A.	30.00	T line	Active	1995	2094

INTEGRATED WATER CYCLE

Country	Concessionaire	% of investment	Pop.	Stage	Start date	End date
	Company		served			
Argentina	Aguas del G. Buenos Aires S.A.	42.58	210,000	Liquidation		
Peru	Consorcio Agua Azul S.A.	25.50	740,000	Active	2000	2027

HOSPITALS

Country	Concessionaire		Beds	Stage	Start date	End date
	Company	% of investment				
Great Britain	Impregilo Wolverhampton Ltd.	20.00	150,000 medical visits	Active	2002	2032
	Ochre Solutions Ltd.	40.00	220	Active holding company	2005	2038
	Impregilo New Cross Ltd.	100.00		Not yet active		
Turkey	Gaziantep Hospital	35.50	1875	Not yet active		

CAR PARKS

Country	Concessionaire		Car parking		Start date	End date
	Company	% of investment	spaces	Stage		
Great Britain	Impregilo Parking Glasgow Ltd.	100.00	1400	Active	2004	2034
Italy	Corso del Popolo S.p.A.	55.00		Not yet active		

OTHER

Country	Concessionaire		Stage	Start date	End date
	Company	% of investment			
Italy	Piscine dello Stadio S.r.l.	70.00	Active	2014	2041

Acquisition of new orders

Nigeria - Doubling of the carriageway of the Suleja Minna road (Phase II)

On January 16, 2015, the Salini Impregilo Group was awarded the contract for the doubling of the carriageway of the Suleja Minna road (Phase II) in Nigeria. This is an important communication route since it provides access from the capital Abuja to the Northwest.

The project's function is to improve mobility and to facilitate the potential development of the entire region.

The contract involves the construction, in 48 months, of a new carriageway between km 60 and km 101 and the complete rehabilitation of the existing road from km 0 to km 101. The client is the Ministry of Public Works of Nigeria. The value of the works is approx. €112 million.

Salini Impregilo Group is already working on the implementation of Phase I of the Suleja Minna.

The award of this new contract represents the achievement of the target set at the time of the award of Phase I allowing the Salini Impregilo Group to participate in the current transformation of Nigeria's road sector and to continue to intensify its activities in the country, one of the largest of the African continent.

Risk areas

With regard it to the risk areas already discussed in the Annual Financial Report as at December 31, 2014, an analysis is provided below of the events that have taken place during the period under review.

Court of Florence

With regard to the criminal proceedings activated against the C.A.V.E.T. Consortium and certain individuals, including some former managers of the Consortium, it is worth mentioning that the appellate proceedings ended in June 27, 2011 with a decision which reversed in full the lower court's decision, thus reversing the convictions handed down by the lower court and finding both the Consortium and the indicted individuals not guilty of any of the charges. The Public Prosecutor of the Court of Florence appealed this decision to the Court of Cassation, which, on March 18, 2013, set aside in part the decision of the Florence Court of Appeals ordering that the case be returned to the Court of Appeals.

The reinstated proceedings before the Florence Court of Appeals got under way on January 30, 2014 and, on March 21, 2014, the Court of Appeals handed down a decision by which it rejected most of the charges levied by the Public Prosecutor, but upheld them in some important cases.

The ruling of the Court of Appeal of Florence, whose grounds were filed on May 29, 2014, was challenged by all the defendants and by C.A.V.E.T, as a party liable under civil law, and the related appeals were filed for Cassation in September 2014.

In February 2015 the Registrar of the Court of Appeal of Florence sent the records of the case to the Supreme Court of Cassation.

The proceedings are currently pending before the Supreme Court of Cassation awaiting the setting of the hearing for the discussion of the appeals submitted by the Consortium, as a party liable under civil law, and the defendants.

The appeals are expected to be upheld with the consequent cancellation of the ruling from the Court of Appeal of Florence.

Tax litigation

There were no significant developments in the tax litigation underway. You are reminded that a tax audit is currently underway by the Italian Finance Police – Milan Tax Police Unit on the Parent Company regarding IRES tax, IRAP tax and VAT for the years 2010, 2011 and 2012.

**Non-current assets held for
sale and discontinued
operations**

The item 'Non-current assets (liabilities) held for sale and discontinued operations' in the consolidated statement of financial position, income and cash flows of the Salini Impregilo Group as at March 31, 2015 includes the following main elements:

- the remaining net assets of the SUW Campania Projects;
- the net assets pertaining to business units of the subsidiary Todini Costruzioni Generali S.p.A. and its controlling interests earmarked for sale to Third Parties;

The main information about the performance of these disposal groups during the period under review is presented below in this chapter, in accordance with an approach consistent and homogeneous with the information presented in the Annual financial report of the Salini Group for the 2014 reporting year.

Part one - SUW Campania Projects

As already discussed in the previous financial reports, the Group became involved in the solid urban waste disposal projects in the Province of Naples and other provinces in Campania at the end of the 1990s through its subsidiaries FIBE and FIBE Campania.

The major problems that, since 1999-2000, have characterized the company's activities within the service contracts and that have been discussed in detail and reviewed in all of the financial reports published by the Group starting from that period, have evolved and became more complex over the years, giving rise to a large range of disputes, some of which major and in part still ongoing. Albeit having observed positive developments in the last few years, the general situation in terms of pending litigation is still particularly complex. A brief overview is provided below, especially in relation to the existing risk positions.

A detailed description of the litigation underway was provided in the Annual Financial Report as at December 31, 2014. In this report we note that during the first quarter of 2015 the only significant events related to the administrative litigation whereas the events for the civil and criminal litigation only concerned formal and procedural aspects.

With reference to the administrative litigation, regarding the recovery of the amounts due to FIBE from the local authorities for waste disposal fees up to the date of termination of the contracts, we note that, by order no. 2517/2015, the Regional Administrative Court of Lazio confirmed that the obligation to recover receivables due to FIBE for the administration and, on its behalf, the Commissioner appointed in its place, still stands and deemed that:

- the Commissioner's request, who asked the Court to clarify whether he/she could proceed to materially pay the sums already collected by public authorities as fees as a substitute, also believing that such execution order was already included in the appointment ruling, was inadmissible;
- that it was unable to rule on the issues raised by the public authorities, which challenged the calculation criteria and the results of the investigation by the Commissioner, believing that they related to technical matters that fell outside the

scope of the judge's cognitive powers, as well as in no position to rule on the possibility of offsetting the debt with additional presumed receivables toward Fibe about which, incidentally, the Regional Administrative Court of Lazio had already ruled with order no. 8889/2014, establishing the non-countervailability of such claims as they were subject to other pending proceedings.

On February 26, 2015, the Special Commissioner resigned for serious health reasons.

On March 5, 2015 the FIBE submitted a petition to the Regional Administrative Court of Lazio for replacement of the Special Commissioner.

On April 15, 2015 the Regional Administrative Court of Lazio appointed the General Commander of the Italian Financial Police or an executive official appointed by him for that purpose as Special Commissioner, to carry out the full execution of the 3790/2007 ruling, within the period of 180 days from the administrative communication.

We note that, after the end of the quarter, FIBE was made aware of the filing of the ruling by the Regional Tax Commission of Naples regarding the year 2009 concerning the potential local municipal tax due on the Acerra waste-to-energy plant (the rulings regarding the two following years of 2010 and 2011 concerning allegations of the same nature that have not yet been filed). This ruling is currently being examined by consultants who are advising the company in order to submit an appeal for Cassation accompanied by the related request for suspension of tax collection. Currently no provision has been made in this regard because management believes that the allegations are unfounded, also based on the advice provided by the company's consultants. For completeness of information, we note that the amount of the estimated claim for the three years considered, based on the parameters emerging from the only ruling filed, would amount to around €9.7 million.

The general situation of the Salini Impregilo Group with respect to the SUW Campania projects at March 31, 2015 still continues to be extremely complex and uncertain (as can be seen from the complexity of the above information).

The rulings by the administrative courts regarding the claims put forth for the costs of the RDF facilities that had not been amortized when the service contracts were canceled (December 15, 2005), as discussed earlier in this Report, are positive and extremely important factors, because they support the Group's arguments regarding the correctness of its conduct and the resulting assessments made to date.

Taking also into account the recent rulings handed down by the administrative judges regarding the previously mentioned environmental issues, which are still pending with regard to merit and for which the risk of an unfavorable outcome was assessed, with the support of the counsel assisting FIBE in the various disputes, as being in the realm of mere possibility, at this time, an accurate timing for the end of the various pending proceedings cannot be reasonably determined.

In view of the complexity and development of the different disputes described in detail in the preceding paragraphs, the possibility that future events, unforeseeable at this point, could occur requiring changes to the assessments made thus far cannot be excluded.

Part two - Todini Costruzioni Generali Group

In the latter part of 2013, the Board of Directors of Salini S.p.A. resolved to realize the value of the entire interest held in Todini Costruzioni Generali S.p.A. (hereinafter "Todini") through its divestment.

As illustrated above, following expressions of interest made in relation to operating activities both in Italy and abroad, it was decided to divide the Todini Group into business units, each with their own assets & liabilities and with the specific technical- administrative skills, in line with the expressions of interest received.

The following illustrates the composition of the various businesses:

Business A - Italian operating contracts

Includes the Metrocampania contracts (Naples Alifana and Secondigliano), the Variante di Valico and Naples Sarno River contracts, the plant and machinery situated at the Lungavilla Depot.

Business B - Foreign business unit

Includes all the foreign branches (operational and otherwise) with the exception of the portion of the Kazakhstan branch leader of the Almaty Khorgos JV (contract 50% attributable to Todini Costruzioni Generali and 50% attributable to Salini Impregilo), the foreign subsidiaries (with the exception of Todini Central Asia), the investments in foreign affiliates of Todini Costruzioni Generali, as well as all relationships with foreign entities included in the business unit.

Business C - Sale of business unit to Salini Impregilo

Includes the following contracts: Cagliari Capo Boi, Rome-Fiumicino, Milan-Lecco, Corso Del Popolo, Piscine dello Stadio and residues of closed Italian contracts, as well as the investees operating in the concessions (Piscine dello Stadio Srl - Piscine Scarl - Corso del Popolo SpA - Corso del Popolo Engineering Scarl).

Business D - Sale of business unit to Imprepar

Includes the non-operating subsidiaries and relationships with the non-operational associates of Todini Costruzioni Generali.

Business E - Residual part of Todini Costruzioni Generali S.p.A.

Includes the subsidiaries Maver (under closure) and Todini Central Asia, as well as the portion of the Kazakhstan branch, leader of the Almaty Khorgos JV.

It also includes the balance sheet balances of the "headquarters" with reference to contracts with third parties and the entities included in this business.

In accordance with IFRS 5, businesses A and B – which are destined for sale to third parties – have again been classified under Non-current assets held for sale and under Profit (loss) from discontinued operations, while the businesses to be sold to the Parent Company and to Imprepar as well as the residual part (Business E) have been restated under continuing operations. For comparison purposes, again in accordance with IFRS 5, the income statement data for the previous year has been shown in a consistent manner.

The tables below show the highlights from the financial statements of the Todini Group classified into non-current assets and liabilities held for sale:

Income statement data

	Q1 2015	Q1 2014
<i>(In millions of euros)</i>		
Revenue	64.1	22.6
Operating profit (EBIT)	7.9	(10.2)
Financing income (costs)	(0.3)	11.9
Net profit (loss) for the period	5.9	0.3

Statement of financial position data

	March 31, 2015	December 31, 2014
<i>(In millions of euros)</i>		
<i>Non-current assets</i>	37.3	34.4
<i>Provisions for risks, post-employment benefits and employee benefits</i>	(9.4)	(7.6)
<i>Working capital</i>	135.5	128.3
Net invested capital	163.4	155.1
Net financial position	(65.2)	(81.3)
Net assets	98.2	73.8

Events occurring after the end of the reporting period

This section presents the main events that occurred after March 31, 2015, regarding the matters not specifically commented on in earlier sections of the Interim Report on Operations.

On April 21, 2015, the Salini Impregilo S.p.A. Group completed and handed over the final section of line B1 of the Rome Metro to the City of Rome. The section stretches from the Conca d'Oro station to the Jonio station, the new terminal station of the metro line.

On April 27, 2015 the Government of Papua New Guinea and Salini-Impregilo signed an agreement to jointly develop a hydroelectric project of 1800 MW. The agreement provides for the development of an infrastructure, whose planned investment exceeds two billion dollars..

On April 29, 2015, the last sluice gate of the "Third Set of Locks" project was installed. After a three-hour-long maneuver, the 16th 4,200-tonne gate was set in place on the Pacific side of the new canal, which will allow large ships (the so-called Post-Panamax) to transit through the Central American isthmus.

The Shareholders' Meeting of Salini Impregilo S.p.A. held on April 30, 2015, approved, among other things:

- (i) the appointment of the new Board of Directors for the years 2015-2016-2017, remaining in office until approval of the financial statements as at December 31, 2017 and comprising 15 Directors, as envisaged by the Bylaws, electing 14 Directors from the majority list presented by Salini Costruttori S.p.A., namely: Marina Brogi, Giuseppina Capaldo, Mario Giuseppe Cattaneo, Roberto Cera, Laura Cioli, Claudio Costamagna, Alberto Giovannini, Nicola Greco, Pietro Guindani, Geert Linnebank, Giacomo Marazzi, Franco Passacantando, Laudomia Pucci, Pietro Salini; and 1 Director from the list presented by the legal firm Trevisan & Associati on behalf of certain minority shareholders, namely: Marco Bolgiani;
- (ii) upon reasoned proposal by the Board of Statutory Auditors, to engage KPMG S.p.A. as independent auditor of Salini Impregilo S.p.A. for the years 2015 to 2023, setting the remuneration for the performance of said activity at €1,050,000.00 per annum, as well as the criteria for any adjustment of this amount during the term of the engagement;
- (iii) the adoption of the "Performance Shares Plan 2015-2017" pursuant to Article 114-bis of Italian Legislative Decree no. 58/1998. The Plan - reserved for employees and/or consultants and/or directors tasked with specific duties at the Company and its Subsidiaries, identified by the Board of Directors at its sole and absolute discretion from among the persons tasked with duties of strategic importance within the Company and its Subsidiaries - is aimed at aligning the interests of management with that of value creation for shareholders, as well as encouraging key persons with a strategic role in the achievement of corporate objectives to remain within the Group, by providing incentives to create value for the Company, whilst simultaneously creating an instrument to promote corporate loyalty.

With regard to the events that have occurred after March 31, 2015 concerning the SUW Campania Projects, reference should be made to the section of this Annual Report on “Non-current assets held for sale - SUW Campania Projects”.

No other significant events occurred after March 31, 2015, beyond those described the previous sections of this Financial Report.

Business outlook for the current year

The macroeconomic scenario is still in a transition phase, whereas the demand for large-scale infrastructure is showing signs of more rapid growth than expected. In this macroeconomic scenario, the Salini Impregilo Group, for the quarter under review, has achieved positive results, the conclusion of the agreement for the renegotiation of its bank debt and the consolidation of the new organizational structures result from the merger between Salini and Impregilo. At the end of the first quarter of 2015, a truly outstanding order portfolio, both in qualitative and quantitative terms, and a well-balanced financial structure, continue to be important growth and development factors that support the directors' expectation that results for the subsequent periods of the current year will be in keeping with the guide lines announced to the market.

Other information

Compliance with the requirements of Article 36 of the Market Regulations

Salini Impregilo confirms that it is in compliance with the requirements of Article 36 of Consob Regulation No. 16191 (the "Market Regulations"), based on the procedures adopted before the above-mentioned regulations went into effect and the availability of the related information.

Research and development activities

In accordance with the requirements of Article 2428 of the Italian Civil Code, the Company discloses that it did not carry out any research and development activities in the first quarter of 2015.

Alternative performance indicators

As required by Consob Communication No. 6064293 of July 28, 2006, information about the composition of the performance indicators used in this document and in the corporate communications of the Salini Impregilo Group is provided below.

Financial ratios

Debt/Equity ratio: This indicator corresponds to the ratio of net financial position as the numerator (with a negative sign signifying net debt) to shareholders' equity as the denominator. The consolidated statement of financial position items making up the financial position are listed in the corresponding accounting schedules, where they are marked with an asterisk (*). The shareholders' equity items are those included in the relevant section of the consolidated statement of financial position. On a consolidated basis, the shareholders' equity used for this ratio includes the amount attributable to minority interests.

Performance indicators

1. **EBITDA or Gross operating profit:** This indicator is the algebraic sum of the following items included in the income statement for the period:
 - a. Total revenue.
 - b. Total costs, except for depreciation and amortization.

This indicator can also be shown in percentage form, as the ratio of EBITDA to Total revenue.

2. **EBIT or Operating Profit:** This indicator corresponds to the operating profit shown in the income statement and is equal to the algebraic sum of Total revenue and Total costs.
3. **Return on sales or R.o.S.:** This indicator, stated as a percentage, shows the ratio of EBIT, computed in the manner described above, to Total revenue.

The Board of Directors
by: The Chairman

Statement by the manager in charge of financial reporting pursuant to Article 154-bis, Section 2, of Legislative Decree No. 58/1998 (Consolidated Finance Act)

Pursuant to article 154-bis, Section 2, of the Consolidated Finance Act, the manager in charge of financial reporting, Massimo Ferrari, states that the financial information included in this Interim financial report is consistent with the supporting documentation and accounting books and records.

Financial statements

The accounting policies adopted in preparing the consolidated statements of financial position, income and cash flows of the Salini Impregilo Group for the quarter ended March 31, 2015.

The Interim Report on Operations of the Salini Impregilo Group at March 31, 2015 has been prepared on a going concern basis and in accordance with the International Financial Reporting Standards (IAS/IFRS).

The presentation and content of these quarterly consolidated statement of financial position, income statement and statement of cash flows comply with the disclosure requirements of Article 154-*ter* of the Consolidated Finance Act.

The recognition and measurement criteria are consistent with those issued by the International Accounting Standards Board (IASB) and endorsed by the European Union as required by Regulation No. 1606/2002 issued by the European Parliament and Council and enacted in Italy by Legislative Decree No. 38/2005.

The accounting standards and measurement criteria used to prepare these statements of financial position, income and cash flows as at March 31, 2015 are the same as those used to prepare the consolidated financial statements for the 2014 reporting year, to which the reader is specifically referred.

Consolidated statement of financial position

ASSETS	March 31, 2015	December 31, 2014
<small>(Amounts in thousands of euros)</small>		
Non-current assets		
Property, plant and equipment	607,657	567,919
Intangible assets	138,588	160,014
Investments in associates	114,027	104,422
Non-current financial assets	103,094	89,124
Deferred tax assets	136,690	138,402
Total non-current assets	1,100,056	1,059,881
Current assets		
Inventories	268,836	262,740
Contract work in progress	1,497,225	1,252,769
Trade receivables	1,700,445	1,680,303
Derivatives and other current financial assets	144,844	156,908
Current tax assets	115,914	95,477
Other tax receivables	112,445	96,489
Other current assets	668,456	689,997
Cash and cash equivalents	955,689	1,030,925
Total current assets	5,463,854	5,265,608
Non-current assets held for sale and discontinued operations	350,697	344,154
Total assets	6,914,607	6,669,643

SHAREHOLDERS' EQUITY AND LIABILITIES	March 31, 2015	December 31, 2014
<small>(Amounts in thousands of euros)</small>		
Shareholders' equity		
Share capital	544,740	544,740
Share premium reserve	120,798	120,798
Other reserves	88,488	88,490
Other components of comprehensive income	38,530	12,115
Retained earnings	346,460	249,988
Net profit (loss)	48,190	93,772
Equity attributable to the owners of the parent	1,187,206	1,109,903
Non-controlling interests	75,974	76,513
Total shareholders' equity	1,263,180	1,186,416
Non-current liabilities		
Bank and other loans	442,461	456,209
Bonds	394,687	394,326
Finance lease payables	101,555	102,310
Non-current derivatives	5,063	4,951
Post-employment benefits and employee benefits	23,609	23,320
Deferred tax liabilities	84,075	80,435
Provisions for risks	100,426	97,527
Total non-current liabilities	1,151,876	1,159,078
Current liabilities		
Current portion of bank loans and current account facilities	291,531	247,522
Current portion of bond issues	173,670	166,292
Current portion of finance lease payables	51,951	60,231
Derivatives and other current financial liabilities	1,268	293
Advances on contract work in progress	1,832,800	1,725,884
Trade payables to suppliers	1,454,320	1,426,743
Current tax liabilities	59,968	47,484
Other tax payables	55,888	53,751
Other current liabilities	331,363	335,918
Total current liabilities	4,252,759	4,064,118
Liabilities directly associated with non-current assets held for sale and discontinued operations	246,792	260,031
Total shareholders' equity and liabilities	6,914,607	6,669,643

Consolidated income statement

	Jan-Mar 2015	Jan-Mar 2014
		(\$)
<i>(Amounts in thousands of euros)</i>		
Revenue		
Revenue	972,061	829,631
Other revenue	30,182	46,244
Total revenue	1,002,243	875,875
Costs		
Purchasing costs	(168,289)	(122,495)
Subcontracts	(265,048)	(244,951)
Service costs	(292,554)	(282,038)
Personnel costs	(127,482)	(111,613)
Other operating costs	(28,497)	(16,685)
Amortization, depreciation, provisions and impairment losses	(58,612)	(50,038)
Total costs	(940,482)	(827,820)
Operating profit (loss)	61,761	48,055
Financing income (costs) and gains (losses) on investments		
<i>Financial income</i>	8,759	10,205
<i>Financial expense</i>	(24,145)	(35,491)
<i>Net exchange rate gains (losses)</i>	16,750	7,112
Financing income (costs)	1,364	(18,174)
Gains (losses) on investments	3,256	3,967
Net financing costs and net gains on investments	4,620	(14,207)
Profit (loss) before taxes	66,381	33,848
Income taxes	(21,352)	(8,842)
Profit (loss) from continuing operations	45,029	25,006
Profit (loss) from discontinued operations	6,125	(3,852)
Net profit (loss)	51,154	21,154
Net profit (loss) attributable to:		
Owners of the parent	48,190	15,171
Non-controlling interests	2,964	5,983

(\$) First quarter 2014 income statement figures restated according to IFRS 5 to account for the new discontinued perimeter of the Todini Costruzioni Generali Group. In addition, figures have been prepared in accordance with the new IFRS 10 and 11, as adopted for the FY 2014 consolidated financial statements.

Consolidated statement of comprehensive income

<small>(Amounts in thousands of euros)</small>	Jan-Mar 2015	Jan-Mar 2014
Profit for the year (a)	51,154	21,154
Items that may be subsequently reclassified to profit or loss, net of the tax effect:		
Gains (losses) on translation of foreign operations	23,662	(1,476)
Net gains (losses) on cash flow hedges, net of the tax effect		307
Other comprehensive income related to equity-accounted investees	3,290	(260)
Items that may not be subsequently reclassified to profit or loss, net of the tax effect:		
Net actuarial gains (losses) on defined benefit plans		(168)
Other comprehensive income (expense) (b)	26,952	(1,597)
Total comprehensive income (expense) (a) + (b)	78,106	19,557
Total comprehensive income (expense) attributable to:		
Owners of the parent	77,572	14,219
Non-controlling interests	533	5,337

Consolidated statement of cash flows

	Jan-Mar 2015	Jan-Mar 2014
(Amounts in thousands of euros)		(\$)
Cash and cash equivalents	1,030,925	1,127,276
Current account facilities	(27,711)	(126,624)
Total opening cash and cash equivalents	1,003,214	1,000,652
Operating activities		
Net profit attributable to owners of the parent and non-controlling interests from continuing operations	45,029	25,005
Amortization of intangible assets	8,922	11,274
Depreciation of property, plant and equipment	46,362	32,643
Net impairment losses and provisions	3,328	6,120
Accrual for post-employment benefits and employee benefits	3,380	3,599
Net (gains) losses on the sale of assets	(1,179)	(2,526)
Deferred taxes	4,070	2,652
Share of loss of equity-accounted investees	(3,238)	(3,967)
Other non-monetary items, including financial charges and foreign currency changes	36,695	(7,526)
Cash flow from operating activities	143,369	67,274
Decrease (increase) in inventories	(250,552)	(188,717)
Decrease (increase) in trade receivables	(31,134)	(113,045)
(Decrease) increase in progress payments and advances from customers	106,916	3,896
(Decrease) increase in trade payables	33,357	47,312
Decrease (increase) in other assets/liabilities	9,096	(48,808)
Total change in working capital	(132,317)	(299,362)
Decrease (increase) in other items not included in current assets	1,851	(24,509)
Cash flows generated (used) in operations	12,903	(256,597)
Investing activities		
Net investments in intangible assets	(331)	-
Investments in property, plant and equipment	(68,713)	(45,161)
Proceeds from the sale or reimbursement value of property, plant and equipment	4,548	2,526
Investments in non-current financial assets and capital transactions	(23,830)	(236)
Dividends and capital repayments from equity-accounted investees	767	-
Proceeds from the sale or reimbursement value of non-current financial assets	(270)	16
Cash flows generated (used) in investing activities	(87,829)	(42,855)
Financing activities		
Increase in bank and other loans	260,071	91,088
Decrease in bank and other loans	(238,482)	(49,102)
Change in other financial assets/liabilities	(30,988)	61,228
Cash flows generated (used) in financing activities	(9,399)	103,214

	Jan-Mar 2015	Jan-Mar 2014
(Amounts in thousands of euros)		(€)
Net cash flows generated (used) in discontinued operations	(19,781)	(39,333)
Net exchange rate losses on cash and cash equivalents	23,648	(1,713)
Increase (decrease) in cash and cash equivalents	(80,458)	(237,284)
Cash and cash equivalents	955,689	965,215
Current account facilities	(32,933)	(201,847)
Total closing cash and cash equivalents	922,756	763,368

(€) First quarter 2014 income statement figures restated according to IFRS 5 to account for the new discontinued perimeter of the Todini Costruzioni Generali Group. In addition, figures have been prepared in accordance with the new IFRS 10 and 11, as adopted for the FY 2014 consolidated financial statements.

Consolidated income statement by geographical region

First quarter 2015

(Amounts in thousands of euros)	Italy (*)	Other countries	Eliminations and unallocated items	Total
Operating revenue	138,955	918,458	(85,352)	972,061
Other revenue	21,045	11,421	(2,284)	30,182
Total revenue	159,999	929,880	(87,636)	1,002,243
Costs				
Costs of production	(111,489)	(673,552)	59,151	(725,890)
Personnel costs	(37,334)	(91,627)	1,479	(127,482)
Other operating costs	(12,650)	(14,767)	(1,080)	(28,497)
Provisions and impairment losses	(2,593)	(734)	-	(3,327)
Total costs	(164,066)	(780,680)	59,550	(885,198)
Gross operating profit (EBITDA)	(4,067)	149,200	(28,086)	117,045
<i>EBITDA %</i>	-2.5%	16.0%		11.7%
Amortization and depreciation	(14,912)	(39,112)	(1,261)	(55,285)
Operating profit (EBIT)	(18,979)	110,088	(29,347)	61,761
<i>Return on Sales</i>		11.8%		6.2%
Financing income (costs) and gains (losses) on investments			4,620	4,620
Profit (loss) before taxes				66,380
Income taxes			(21,352)	(21,352)
Profit (loss) from continuing operations				45,028
Profit (loss) from discontinued operations			6,125	6,125
Net profit (loss) for the period				51,153

(*) Operating profit (loss) includes the overhead costs for the central corporate units and the other general expenses of €27.7 million

First quarter 2014 (*)

(Amounts in thousands of euros)	Italy	Other countries	Eliminations and unallocated items	Total
Operating revenue	120,549	713,381	(4,299)	829,631
Other revenue	5,403	42,057	(1,216)	46,244
Total revenue	125,952	755,438	(5,514)	875,875
Costs				
Costs of production	(123,723)	(533,852)	8,091	(649,484)
Personnel costs	(29,690)	(84,844)	2,920	(111,614)
Other operating costs	(5,954)	(10,771)	40	(16,685)
Provisions and impairment losses	(131)	(5,647)	(341)	(6,119)
Total costs	(159,498)	(635,114)	10,710	(783,902)
Gross operating profit (EBITDA)	(33,546)	120,324	5,196	91,973
<i>EBITDA %</i>	-26.6%	15.9%		10.5%
Amortization and depreciation	(3,782)	(30,990)	(9,147)	(43,919)
Operating profit (EBIT)	(37,328)	89,334	(3,951)	48,054
<i>Return on Sales</i>		11.8%		5.5%
Financing income (costs) and gains (losses) on investments			(14,206)	(14,206)
Profit (loss) before taxes				33,848
Income taxes			(8,842)	(8,842)
Profit (loss) from continuing operations				25,006
Profit (loss) from discontinued operations			(3,851)	(3,851)
Net profit (loss) for the period				21,155

(*) First quarter 2014 income statement figures restated according to IFRS 5 to account for the new discontinued perimeter of the Todini Costruzioni Generali Group. In addition, figures have been prepared in accordance with the new IFRS 10 and 11, as adopted for the FY 2014 consolidated financial statements.

Consolidated Statement of Financial Position at March 31, 2015 by geographic region

	Italy	Other countries	Eliminations and consolidation entries	Total
<i>(Amounts in thousands of euros)</i>				
Non-current assets	575,382	476,546	(191,656)	860,272
Assets held for sale, net	121,208	32,527	(49,830)	103,905
Provisions for risks	(112,013)	(12,838)	24,425	(100,426)
Post-employment benefits and employee benefits	(14,115)	(9,494)	-	(23,609)
Tax assets (liabilities)	96,797	(31,406)	99,727	165,118
Working capital	1,102,678	(515,654)	(115,017)	472,007
Net invested capital	1,769,937	(60,319)	(232,351)	1,477,267
Shareholders' equity				1,263,180
Net financial position				214,087
Total financial resources				1,477,267

Consolidated Statement of Financial Position at December 31, 2014 by geographic region

	Italy	Other countries	Eliminations and consolidation entries	Total
<i>(Amounts in thousands of euros)</i>				
Non-current assets	596,282	455,594	(219,521)	832,355
Assets held for sale, net	160,329	(10,676)	(65,529)	84,124
Provisions for risks	61,823	(11,842)	(147,508)	(97,527)
Post-employment benefits and employee benefits	(13,942)	(9,378)	-	(23,320)
Tax assets (liabilities)	83,028	(43,637)	109,307	148,698
Working capital	923,445	(519,458)	(72,676)	331,311
Net invested capital	1,810,965	(139,397)	(395,926)	1,275,641
Shareholders' equity				1,186,416
Net financial position				89,225
Total financial resources				1,275,641