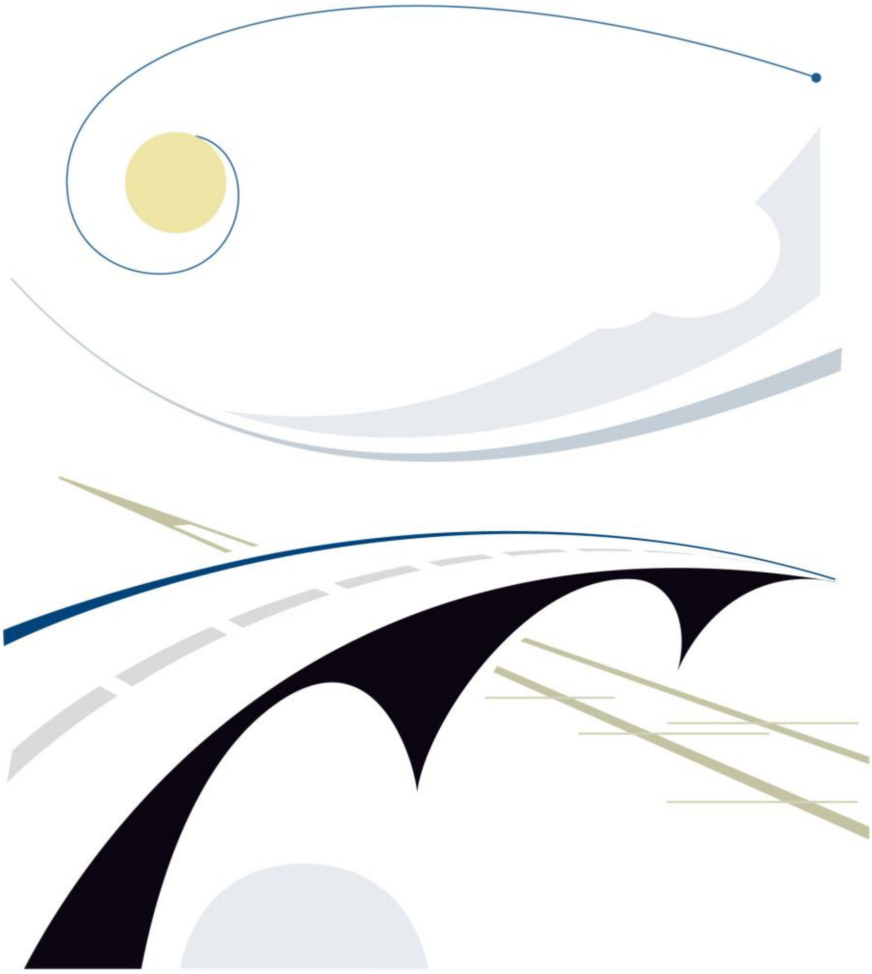
2011 Consolidated Interim Financial Report



ASTALDI

Astaldi Società per Azioni
Registered Office/Head Office: Via Giulio Vincenzo Bona 65 - 00156 Rome (Italy)
Registered with the Companies Register of Rome
Tax Code: 00398970582
R.E.A. No. 152353
VAT No.: 0080281001
Share Capital: EUR 196,849,800.00 fully paid-up

(Translation from the Italian original which remains the definitive version)

A dream, a mission: building for progress.

Satisfying customers' needs in the best way possible, achieving growth targets to increase corporate value and offering the market the most fitting solution at all times: Astaldi has been committed to building ongoing progress since the 1920s.
Building" means moving into the future: no country or nation can do without creating new infrastructures if it wishes to pursue real, concrete progress.

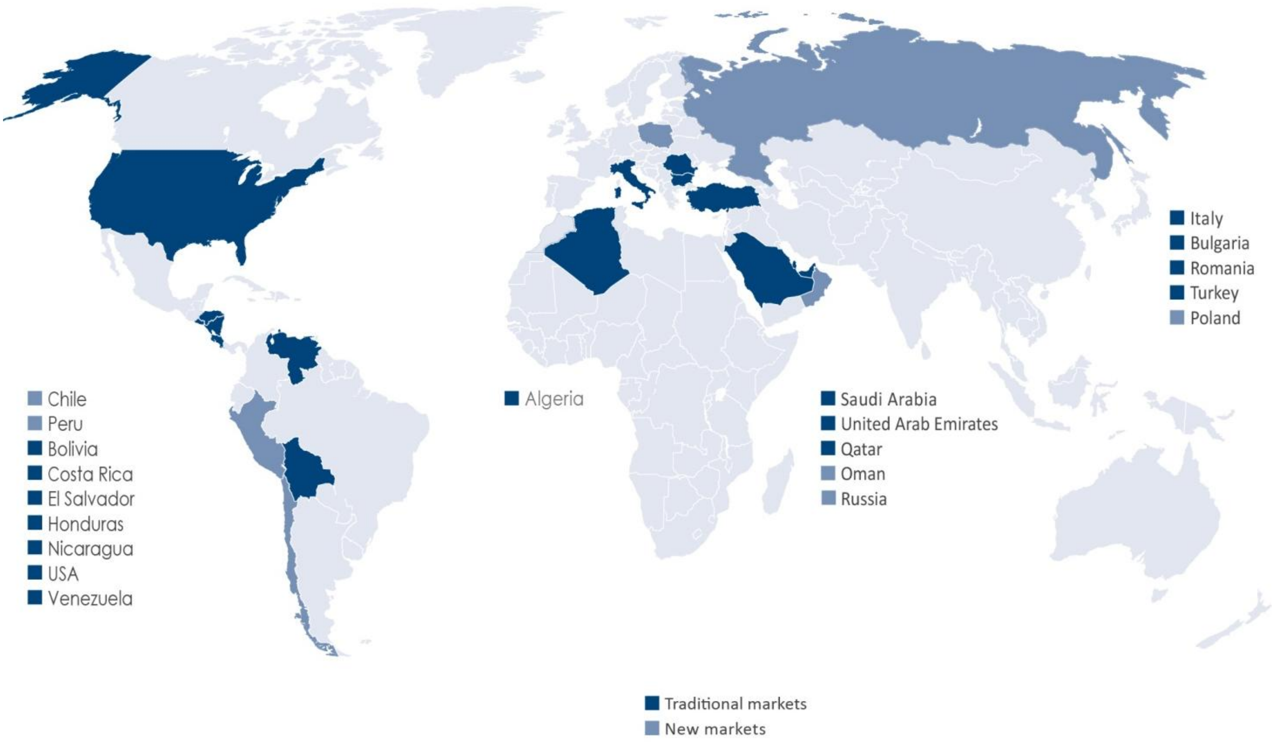
Summarised data

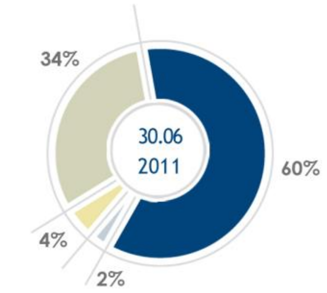
Main profit or loss figures

(millions of euro)	30.06.2011	30.06.2010
Total revenue	1,122	982
EBIT	95	87
EBIT/ Total revenue (%)	8.5%	8.8%
Profit for the year	35	31
Profit/ Total revenue (%)	3.1%	3.2%

Main statement of financial position figures

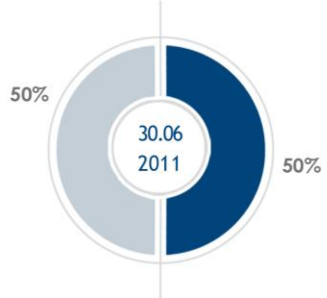
(millions of euro)	30.06.2011	31.12.2010
Non-current assets	505	427
Net invested capital	987	810
Net financial debt (excluding treasury shares)	(525)	(362)
Equity	458	443





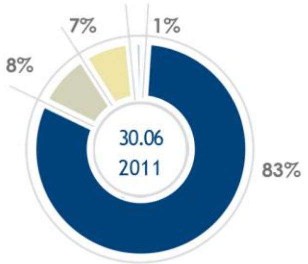
Order backlog by line of business

(millions of euro)	30.06.2011	31.12.2010
Transport infrastructures	5,408	5,511
Water and energy production plant	167	244
Civil and industrial buildings	424	499
Concessions	3,077	2,760
Total order backlog	9,076	9,014



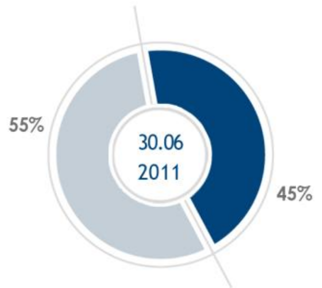
Order backlog by geographical area

(millions of euro)	30.06.2011	31.12.2010
Italy	4,509	4,855
Abroad	4,567	4,159
Total order backlog	9,076	9,014



Revenue by line of business

(millions of euro)	30.06.2011	30.06.2010
Transport infrastructures	894	721
Water and energy production plant	92	148
Civil and industrial buildings	80	43
Concessions	14	7
Total revenue	1,080	919



Revenue by geographical area

(millions of euro)	30.06.2011	30.06.2010
Italy	490	408
Abroad	590	511
Total revenue	1,080	919

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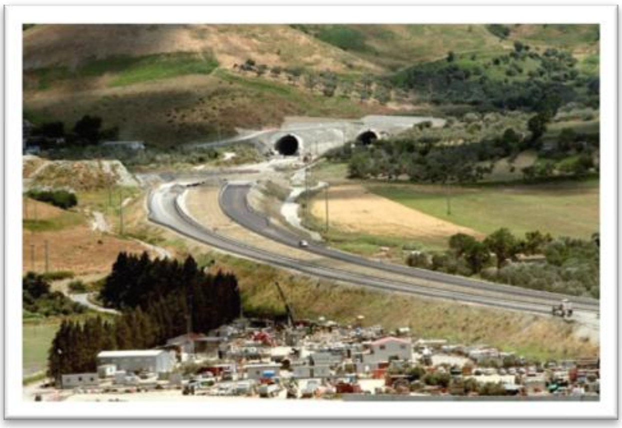
Main events

A half-year of major activities, a half-year of major works



Italy, Jonica National Road (SS-106)

Italy, Bologna Centrale HS Station

January

10-11 January – The first Astaldi management world convention was held in Siena, Italy
24 January – A Memorandum of Understanding for maximum occupational safety at the construction sites of the four hospitals in Tuscany (Prato, Pistoia, Lucca, Apuane) was signed in Florence, Italy
31 January - Astaldi presented a private initiative proposal for the construction of a 25MWp photovoltaic plant to the Municipality of Domusnovas, Italy.

February

2 February - Metro 5 S.p.A., the SPV in which Astaldi is the main shareholder signed a concession agreement with the Municipality of Milan for the extension of Line 5 of the Milan underground.
2 February - Astaldi was the preferred bidder for works to modernise Pulkovo International Airport in St. Petersburg, Russia.
14 February – The Board of Directors of Astaldi approved the end-of-year results: turnover topped EUR 2 billion for the first time ever.
17 February - Astaldi, as part of a joint venture, was awarded the contract to construct Line 5 of the Bucharest underground in Romania.

March

1 March - Astaldi took part, as part of a Confindustria delegation, in the President of the Republic of Chile's first official visit to Rome.
11 March - Astaldi, as part of a joint venture, was awarded the works to double the BidBid-Sur road in Oman.
16 March – The Board of Directors of Astaldi approved a proposal to renew the buyback plan.
21-24 March - Astaldi took part in the international economic mission in India promoted by Confindustria.
26 March – "Università" station – the new "Art Station" of Line 1 of the Naples underground in Italy – was opened.
28 March – The "Università"-"Dante" section of Line 1 of the Naples underground was put into operation.

Romania, Henri Coanda Airport in Bucharest

Italy, Università station –Naples underground

Main events of HY1

A half-year of major activities, a half-year of major works

29 March – The new passenger terminal of the Henri Coanda International Airport in Bucharest, Romania, was opened.
30 March – The cycle of Technical Visits promoted by AGI (Italy's Geotechnical Association) at the most important Italian worksites from a geotechnical viewpoint, visited the worksites for Bologna Centrale HS Station in Bologna.

April

5 April - Astaldi took part in the 19th Edition of the University-Jobs Forum, an annual meeting for young people with the world of work, organised at "Tor Vergata" University in Rome, Italy.
12 April - Astaldi, as part of a joint venture, was awarded the contract to perform Lot 4 of the Orastie-Sibiu motorway in Romania.
18 April – The Shareholders' Meeting of Astaldi approved a dividend increase to EUR 0.15 per share.
18 April – Said Shareholders' Meeting appointed Piero Gnudi to the office of Company Director, as a non-executive independent member for the remaining period of the 2010-2012 three-year term.
28 April – Astaldi Group announced its joining the airport concessions sector with an investment in the concessionaire company for the international terminal of Milas-Bodrum airport in Turkey.

May

5 May – The Mayor of Milan visited the worksites for Line 5 of the Milan underground in Italy.
5 May – Technical Visit of SGI (Italy's Geological Society) at the worksites for the Jonica National Road in Italy.
10 May – The bridge over the Danube Canal, built along the route of the Bucharest-Constanta motorway, was opened in Romania.
11 May – The Board of Directors of Astaldi approved the Group's results for Q1: Astaldi rose to first place among the infrastructures and major works companies in Italy.
16-18 May – Astaldi took part in the "tc28 - IS Roma 2011" Congress – one of the most important international events of the year in the engineering sector, hosted in Rome, Italy, by AGI (Italy's geotechnical association).
17 May – Last tests performed prior to launch of the TBMs to be used to construct Line 2 of the Warsaw underground in Poland.
18 May - Astaldi took part in the "Young People and Jobs", career day promoted by LUISS Guido Carli university in Rome.
19 May - ABI and ANCE signed an agreement in Italy to encourage access to credit for companies operating in the construction sector.
20 May – Astaldi Group, through Astaldi Concessioni, made official the purchase from the Municipality of Milan of a 4.75% stake in Autostrada Brescia-Vicenza-Verona-Padova S.p.A., the concessionaire of the A4 motorway in Italy.
27 May - Astaldi, as part of a joint venture, was provisionally awarded the contract for Line 4 of the Milan underground in Italy.

Romania, Basarab viaduct in Bucharest

Turkey, Line 2 of the Istanbul underground

Main events of HY1

A half-year of major activities, a half-year of major works

27-28 May – Astaldi's management took part in the 1st Annual Meeting of Young Geotechnical Engineers, organised in Salerno, Italy.
29 May – The Romanian Minister of Transport visited the worksites for the Arad-Orodea motorway in Romania.
30 May – The first operating test was performed on the Kadikoy-Kartal section of Line 2 of the Istanbul underground in Turkey. The ceremony was attended by Turkey's prime minister.
30 May – Astaldi Group officially submitted an offer to purchase from the Municipality of Brescia an additional stake in Autostrada Brescia-Vicenza-Verona-Padova S.p.A., the concessionaire of the A4 motorway in Italy.

June

7 June – Astaldi signed the contract for Lot 4 of the Orastie-Sibiu motorway in Romania.
9 June - Astaldi, as part of a joint venture, was awarded the contract to expand Pulkovo International Airport in St. Petersburg, Russia's number four airport for passenger traffic.
15 June – Astaldi, as part of a Confindustria delegation, took part in the Mayor of Bucharest's official visit to Rome.
16 June - Astaldi received an award from the Republic of Romania for its important contribution to the creation of infrastructures in Romania: the award ceremony took place in Piazza del Campidoglio in Rome.
16-17 June - Astaldi took part in the 6th International Port Congress, promoted in Venezuela by the DGCI (*Directorio General de Carga Internacional*) and by CAVENIT (the Venezuelan-Italian chamber of commerce).
18 June – Official opening to traffic of the Basarab viaduct in Bucharest, Romania.

Corporate Bodies

Board of Directors

Chairman	Paolo Astaldi
Deputy Chairman	Giuseppe Cafiero
Deputy Chairman	Ernesto Monti
Chief Executive Officer	Stefano Cerri
Directors	Caterina Astaldi
	Pietro Astaldi
	Luigi Guidobono Garofoli Cavalchini
	Giorgio Cirla
	Paolo Cuccia
	Piero Gnudi
	Mario Lupo
	Eugenio Pinto
	Maurizio Poloni

General Managers

Administration and Finance	Paolo Citterio
Domestic	Luciano De Crecchio
International	Cesare Bernardini
International	Rocco Nenna

Remuneration Committee

Chairman	Ernesto Monti
Members	Eugenio Pinto
	Maurizio Poloni

Internal Audit Committee

Chairman	Mario Lupo
Members	Luigi Guidobono Garofoli Cavalchini
	Eugenio Pinto

Board of Statutory Auditors

Chairman	Pierumberto Spanò
Standing Auditors	Pierpaolo Singer
	Antonio Sisca
Alternate Auditors	Marco Rigotti
	Flavio Pizzini
	Massimo Tabellini

Independent Auditors

KPMG S.p.A.

Interim Report on Operations

Introduction

Astaldi Group's Consolidated Interim Report at 30 June 2011 – comprising this Interim Report on Operations, the Condensed Interim Consolidated Financial Statements and the Statement of the Chief Executive Officer and Manager in charge of financial reporting – has been drafted pursuant to Article 154-ter of the Consolidation Finance Act[i].

Background scenario

During the first half of 2011, the world's most important economies demonstrated that they were still not able to leave behind the difficulties experienced in recent years. Indeed, many leading economies are still a source of great concern as regards public debt and restrictions placed on spending power.
Despite this, in many of the countries where Astaldi Group operates, an awareness of the anti-cyclical value of infrastructure investments has led, especially abroad, to the stepping-up of plans to boost the economy, consolidating growth opportunities in the sector in the medium and long-term.

Moreover, as far as Astaldi Group in particular is concerned:

(i) the sustainability of growth targets identified by the management is maintained in the medium-term by conservative criteria as regards inclusion of orders in the backlog which means that only contracts for which funding has already been allocated are included;

(ii) the high level of diversification as regards geographical areas, sectors and customers which the Group constantly pursues and achieves, releases the expected results from the trend of the individual business segment;

(iii) the flexibility of the business model selected to develop activities, combined with the ERM (Enterprise Risk Management) instruments implemented, makes it possible to reshape the Group's operations where specific situations are penalised by a temporary lack of financial resources;

(iv) to date, the Group boasts a "potential" backlog able to guarantee the growth process in the medium term.

Construction sector

Italy[ii] **-** The first half of 2011 offered elements of **no small concern** for the construction segment at a domestic level, also in light of the resolutions passed in July by the government during approval of the corrective financial measures[iii]. The latter, while confirming EUR 4.9 billion for the Infrastructures Fund, showed how the upturn in investments is taking its time and highlighted the spending restrictions for local administrations that are a consequence of the internal stability pact. At the same time, we can see **greater investment in the individual projects** the company is involved in. This means a difficult and complex domestic situation which Astaldi Group is tackling with a conservative policy which consists in (i) a well-balanced revenues structure, (ii) an average estimated life of the domestic construction order backlog of 3/5 years, (iii) considerable potential synergies with the concessions sector; (iv) exclusive involvement in priority projects among the government's development policies which to date, for this reason, have not presented any specific concern for late payments or slowdown in production activities. In the long term, it is felt that the need the government has to improve Italy's competitiveness, which cannot be overlooked, may represent a stimulus for focusing the limited available resources on infrastructures connected with important, priority projects for the development of Italy (motorways, railways), also performed using the PPP (Public-Private Partnership) formula.

Central Europe - Astaldi Group has long been present in Romania, and for some years now, has examined with great interest the opportunities the sector has to offer in Poland. At the current moment, the Group is also present in Bulgaria where it is carrying out remaining activities related to a railway project, but it is not performing any new commercial initiatives. It must also be remembered that in order to guarantee suitable diversification of its customer base, the company is also examining projects in Russia – where it has already secured the contract to construct Pulkovo International Airport in St. Petersburg. Said projects, performed solely with private customers of high international standing, will make it possible to grasp new interesting opportunities, including through optimisation of industrial partnerships with leading foreign operators in the sector. Please find below some brief comments on the countries of greatest interest for Astaldi Group in this area, in other words, Poland, Romania and Turkey.

Poland[iv] - The country boasts a healthy economy and can rely up until 2013 on over EUR 81 billion of structural funds and funding for agriculture allocated by the EU. Specifically, as regards infrastructures, EUR 25 billion has been confirmed for modernisation of the railway network. Additional opportunities shall arise from the investment plan approved in the run-up to the 2012 European Championships (transport infrastructures, sports facilities), as well as from the energy and environment sectors (renewable sources). The available resources and great ability of local administration to convert said resources into expenditure items offer confirmation of the area's strategic value in Astaldi Group's development policies. Lastly, it must be noted that the European Commission has presented the draft version of the EU's new financial budget for 2014-2020 which involves an increase in funding for Poland in order to create cohesion policy instruments. The European Commission proposes to create a special infrastructure fund to replace the existing transport fund, which EUR 40 billion will be allocated to, with the aim of supporting international projects in the transport, energy and information company sectors. Negotiations related to the new budget shall be completed by the end of the first half of 2012.

Romania - The country avails of cohesion infrastructure funds allocated by the EU which make it possible to confirm major investments in the transport infrastructures sector (investments mainly related to construction of the Trans-European Corridor IV). In the medium/long term, additional opportunities may arise from the PPP Law approved in December 2010. Taking into account the role it has established as a leading player in over twenty years of activity, Astaldi feels that said investments may result, in the medium term, in interesting growth opportunities for the Group, including partnerships with leading European companies in the sector.

Turkey[v] - The country recorded an 8.3% increase in GDP in 2010 and, while differing from other western economies due to its specific political characteristics, it is one of the areas that looks on infrastructures as a driving force for the country's growth. The planned investments to date in the sector are significant and are mostly related to the celebrations scheduled in 2023 for the Centenary of the Proclamation of the Modern Republic of Kemal Ataturk. On the whole, it is confirmed that **approximately USD 30 billion**, equal to over 26% of the total investments approved by the government in relation to the 9th Development Plan (2007-2013), shall be used **to improve the country's transport infrastructures** over the coming years. Considering Astaldi Group's well-established presence in the area and consolidated industrial partnerships with leading Turkish companies in the sector, it is felt that implementation of this infrastructure plan may foster interesting growth opportunities for the company.

The Maghreb – Astaldi Group has traditionally been present in Algeria - where it is performing projects mainly in the transport infrastructures sector - and, at the present time, is involved in a single project in Tunisia. Considering the socio-political problems being experienced in this area – which has led to a civil war in Libya and uprisings in Egypt and Tunisia – it must be said that these events have not affected the Astaldi Group's activities in progress in this area. It must also be noted that: (i) the project in progress in Tunisia consists in a single initiative involving the transport sector of a low contractual value, performed in a partnership with a local operator and in relation to which, no operating presence of Astaldi Group is required; (ii) all the activities needed to complete the projects in progress in Morocco are gradually being carried out since the area is no longer considered of interest for the Group's commercial development policies. Please find below a brief overview of Algeria, the only country of any strategic value in this area.

Algeria[vi] - The country is considered one of the main producers of gas at a global level. Therefore, **it boasts sufficient resources** to cover the planned investments for this area with regard to the infrastructure sector which, inter alia, envisage the start-up of a series of projects aimed at increasing the percentage of the national transport system covered by railway transport from 5% to 20% by 2015. At a socio-political level, at the draft date of this report, there are no signs such as to generate fear for the continuity of production activities in progress and the government has confirmed its major commitment with regard to approved investment plans.

Latin America – The anti-cyclical value attributed to infrastructure investments in many countries in this area means that the area is of guaranteed interest for the Group's development policies. It must be recalled that the company is mainly present in this area in the transport infrastructures and energy sectors, in Venezuela, Peru, Chile and Central America. It is also examining with interest medium-term opportunities identified in reference sectors in Brazil. Please find below some brief comments on Venezuela, Chile, Honduras and Peru.

Venezuela - 2010 witnessed a planned slowdown in the contribution to production from this country. Despite this, the country continues to be of interest in Astaldi Group's commercial development policies. Also in light of the new "Cooperation Agreement" signed in May 2010 by the Italian and Venezuelan governments, the country is witnessing a major commitment on the part of local governments to a major infrastructure development plan which sets the goal of relaunching the national economy. In this regard, in May 2011, the Venezuelan government guaranteed the funding needed to support production for projects in progress in the country – which clearly include those being performed by Astaldi – pending the definition of a new funding mechanism able to ensure intensification of programmes to implement works of strategic interest for Venezuela.

Chile – The country represents an interesting opportunity for geographical and sectoral diversification thanks to the socio-political and economic stability it can offer, the soundness of its legislative framework and the key opportunities that can be singled out in the concessions sector, especially in the renewable energy sector. Astaldi Group operates in the country with a 27.3% stake in a concession project for the construction and subsequent management of a power plant boasting 111 MW of installed power. As regards the future, it is felt that there are the conditions for future developments of the project, which has a total value of USD 1 billion, also given the relations created with its Australian partner, Pacific Hydro. It is also firmly believed that the country, considered one of the most advanced within the American continent, may reserve further opportunities in traditional sectors, i.e. motorways and undergrounds.

Peru. As in Chile, Astaldi Group operates in Peru mainly with private customers which can be identified, to date, with Minera Buenaventura – the company owning various precious metal mines and holder of the concession to develop the Huanza hydroelectric plant (98 MW). It must be recalled that the group's presence in this area corresponds to the management's need and strategic desire to diversify activities in progress in Latin America. Indeed, it is firmly believed that the country, which has seen a major increase in GDP in recent years, may offer additional opportunities in traditional sectors (motorways, ports, undergrounds).

Honduras[vii] - The National Investment Promotion Plan was approved on 18 August 2010 which listed **154 infrastructure projects to be performed,** for a **total investment of USD 14 billion**. The sectors concerned are tourism (USD 700 million), renewable energies (USD 2.6 billion), infrastructures (USD 8.7 billion), forestry affairs (USD 920 million), agro-industry (USD 956 million), textiles, transformation and services (USD 10 million). Moreover, the political climate can be said to have resolved the problems experienced in 2009 and the economy has left behind its period of crisis. In 2010, the country's GDP increased by over 2% and market forecasts envisage a greater pace of growth for the 2011-2012 period.

North America – Astaldi Group operates in the USA through its subsidiary Astaldi Construction Corp., which mainly operates in the transport infrastructures sector in the south of Florida. In order to ensure suitable diversification, the company is also examining opportunities in Canada where, taking into account existing legislation and planned investments, it is felt that projects in the transport infrastructures and energy sectors may become a reality. Please find below some brief comments on the US market.

United States of America – The American economy experienced a temporary slowdown in growth during the first half of 2011 which was affected by both the Japanese earthquake that generated a drop in commercial flows and hiccups in production chains, and the negative weather conditions. Said factors go to explain the drop in industrial activity and, hence, the lack of progress made by the labour market. As regards public accounts, which need to be corrected over the coming years, uncertainty remains over the outcome of the showdown between the Administration and Congress regarding the legal limit of public debt that can be reached. On the whole, during the first six months of the year the recession continued to have a negative effect on the construction market and hence on the earning of companies in this sector (two-thirds of the Top 400 ENR US Contractors experienced a drop in turnover in 2010 compared to the previous year). Despite this, it is felt that the country may continue to offer additional interesting opportunities in the transport infrastructures sector.

Concessions sector

As far as the concessions sector is concerned Astaldi Group is interested in opportunities able to generate synergies with the construction segment which represents its core business (green field concessions) – in Italy, but also abroad – where it is possible to use the model implemented to date characterised by: (i) high government grants; (ii) a return on investment based on cash flows guaranteed by minimum fee clauses (in the form of guaranteed availability charges, guaranteed minimum traffic, occupation fees and similar) for outsourcing contracts during the management phase.
The sectors of interest for the Group as regards concessions continue to be transport infrastructures, healthcare construction and energy production plants.
Please find below a brief overview of the changes recorded in the concessions sector in Italy and abroad during the first half of the year.

Italy – Italy offered interesting opportunities linked to the transport infrastructures and healthcare construction sectors, but also and above all to changes in the shareholder structure of some of the most important motorway concessionaires currently operating in the north of Italy. It must also be remembered that in July the Italian government issued a series of tax provisions regarding concessions, the impact of which is currently being examined and for which contractual elements exist which can lessen their effects.

Abroad – It is felt that Astaldi Group's joining of the airport concessions sector – with acquisition of the concession agreement to construct and manage the Milas-Bodrum airport in Turkey – can represent a valid premise for further expansion (Chile, Central Europe) in relation to the transport infrastructures (motorways), healthcare construction and energy production plant sectors that have always been key sectors for the company. Further opportunities may also arise in the medium/long term from the introduction of specific laws regulating the PPP formula which European countries are starting to embrace. The numerous concession projects, including those developed with private customers, which are taking shape in the hydroelectric and renewable energy sectors in Latin America (Chile, Nicaragua, Peru) and the transport infrastructures and healthcare construction sectors in Turkey, are also to be highlighted as of certain interest for the Group's development policies.

Comments on the Group's operating performance

The trend of the first six months of 2011 provides **positive signals with regard to achievement of the financial and economic targets** set during business planning.

Astaldi Group closed its accounts for the **first six months of the year with an increase in figures** thanks to the contribution of foreign activities (energy, transport infrastructures) combined with the **positive performance of projects in Italy** (transport infrastructures, civil construction) and **start-up of the production phase of recently-acquired contracts**. As regards undertakings, the effects of **significant investments in the concessions sector** made during the half-year – both financial and to support specific working capital – were recorded. At the same time, the financial items showed "structural" trends for the half-year that are typical for the Group's reference sector. On the whole, at 30 June 2011, the level of **debt, which remained steady compared to March 2011, was in keeping with management forecasts.**

Total consolidated revenue at 30 June 2011 **increased to over EUR 1.12 billion** (+14.3%, compared to EUR 982.3 million at 30 June 2010). Significant levels of earnings were confirmed: the EBITDA margin stood at 10.7% and the EBIT margin at 8.5%, in relation respectively to EBITDA of EUR 119.6 million (+6%, EUR 112.8 million at 30 June 2010) and EBIT of EUR 94.9 million (+9.4%, EUR 86.8 million at 30 June 2010). EBT (earnings before taxes) totalled EUR 56.7 million (+11%, EUR 51.1 million for the first half of 2010). The half-year ended with profit for the period of EUR 35 million (EUR 31.1 million at 30 June 2010), with a net profit margin of 3.1%.

The order backlog amounted to EUR 9.1 billion, with over EUR 1.1 billion of new orders and contractual increases secured during the first half of the year. The construction backlog stands at EUR 6 billion, with an average life of 3 years for foreign projects and 4/5 years for projects developed in Italy. Concession projects increased to EUR 3.1 billion of the total backlog with standard management periods of 30 years, against guaranteed minimum fees (in the form of availability charges, guaranteed minimum traffic, occupation fees) equalling an average of more than 50% of total estimated revenue.

Total net financial debt amounted to EUR 525.5 million, taking into account treasury shares (EUR 362.4 million at 31 December 2010). Said figure, **virtually unchanged from the figure recognised at the end of March** (EUR 527.6 million), **is in keeping with management forecasts** and the planned end-of-year targets and reflects a series of scheduled investments in the concessions sector during the first part of the year, specifically related to Line 5 of the Milan underground in Italy, the stake in Autostrada Brescia-Vicenza-Verona-Padova S.p.A. (concessionaire of the "Autostrada Serenissima"), construction and subsequent management of the Milas-Bodrum Airport in Turkey and preliminary investments for the project financing initiative to construct the Gebze-Izmir motorway in Turkey.

Consolidated profit/loss figures for the first half of 2011

Main consolidated profit/loss figures

(EUR/000)	first half of 2011	%	first half of 2010	%	Annual diff. (%)
Total revenue	1,122,281	100.0%	982,289	100.0%	+14.3%
EBITDA	119,592	10.7%	112,832	11.5%	+6.0%
EBIT	94,929	8.5%	86,801	8.8%	+9.4%
EBT	56,733	5.1%	51,100	5.2%	+11.0%
Profit for the period attributable to owners of the parent	35,026	3.1%	31,155	3.2%	+12.4%

Production

The Group's total revenue at 30 June 2011 amounted to EUR 1,122.3 million (EUR 982.3 million at 30 June 2010), showing a 14.3% increase. The figure mainly reflects the excellent levels of order backlog diversification – by geographical area and segment – achieved. Indeed, there was an increase in activities both in Italy and abroad during the half-year, thanks especially to the performance of the road, motorway and airport transport infrastructures sector.

Operating income accounted for 96.2% of total revenue, increasing to EUR 1,079.8 million (+17.4% YOY, EUR 919.6 million at 30 June 2010), mainly with the contribution from projects in progress in Central Europe and Turkey (specifically the Istanbul underground in Turkey and Henri Coanda International Airport in Bucharest, Romania), as well as from Maxi Lots DG-21 and DG-22 of the Jonica National Road (SS-106) in Italy and from railway projects in progress in Algeria. The good levels of growth in production are even more admirable if we take into account the fact that activities in progress in Venezuela were kept at especially limited levels in order to pursue the policy of curbing capital invested in this area.

Other operating income totalled EUR 42.5 million, down on EUR 62.7 million in the first half of 2010. The 2010 figure benefitted during the first part of the year from greater levels of activity linked to additional services on contracts in progress in Turkey. For more information, please refer to the Condensed Interim Consolidated Financial Statements.

Structure of operating income

As regards the first half of 2011, confirmation was provided of a **balanced operating income structure**, both as regards geographical areas and segments.

Geographical contribution

45.4% of operating revenue was generated in Italy. Domestic operating income amounted to EUR 490 million (+20.1%, compared to EUR 408 million in the first half of 2010), with 97% coming from construction – the Group's core business – and the remaining 3% from concession projects.

Foreign activities accounted for EUR 590 million (+15.5%, EUR 511 million at 30 June 2010), equal to 54.6% of operating income. The construction sector only contributed to these figures, with EUR 316 million coming from Central Europe and Turkey (29.3% of operating income), EUR 167 million from America (15.5%), EUR 87 million from the Maghreb (8.1%) and EUR 20 million from the Middle East (1.9%).

<u>Construction (domestic)</u>. The figures for the half-year reflect the positive performance of Maxi Lots DG-21 and DG-22 of the Jonica National Road (SS-106) for which 83% (Maxi Lot DG-21) and 43% (Maxi Lot DG-22) of works have been completed and for which a 12-kilometre stretch is scheduled to be opened to the public by October 2011. Works also went ahead as planned on the four new hospitals in Tuscany and the Military Police Officers' Academy [Scuola dei Brigadieri e dei Marescialli dei Carabinieri] in Florence. Specifically, as regards the Tuscan Hospitals project, it must be noted that over 36% of works have been completed for the hospital facility in Prato, over 37% of works for the hospital facility in Pistoia, over 26% of works for the hospital facility

in Lucca, while as far as the hospital facility in Massa is concerned, construction activities have only just been started. At a domestic level works also went ahead as planned with regard to the projects in progress in the underground sector (specifically, Line C in Rome, Line 5 in Milan and Lines 1 and 6 in Naples).

Construction (foreign). The figures for the half-year showed a 47% increase YOY in the contribution from Central Europe and Turkey, mainly as a result of intensification of production activities related to the Henri Coanda International Airport in Bucharest, Romania, and the Istanbul underground in Turkey. As regards the latter, it should be noted that tunnel excavation works using a TBM (*Tunnel Boring Machine*) have virtually been completed, while almost 99% of natural tunnel excavation works have been performed. As regards foreign activities, the following must be noted with regard to the first half of the year: (i) a 27.7% reduction in the contribution from the Americas, to be linked, as mentioned above, to the planned slowdown of works in progress in Venezuela, as well as completion of projects in Honduras (transport infrastructures) and Costa Rica (energy production plants); (ii) an upturn in the contribution from the Middle East thanks to entry into full operation of production activities for the Jubail Project in Saudi Arabia, compared to first half of 2010 penalised by the misalignment in the Middle East between contracts being concluded and new projects being started up; (iii) an intensification in the contribution from Algeria which is not showing any signs of instability at the present time despite the difficult socio-political situation in the Maghreb, and which generated EUR 87 million (+35.9% YOY, EUR 64 million in the first half of 2010), mainly as a result of railway projects in progress in Algeria.

Concessions. The half-year recorded EUR 14 million of concession revenues, EUR 8 million of which from Astaldi Group’s share of revenues of the concessionaire responsible for managing the Mestre hospital (“Ospedale dell’Angelo”) in Italy (in which Astaldi has a 31% stake) and the remaining EUR 6 million of which from management of 5 car parks in Italy. As regards foreign concession projects, it must be noted that in the last part of the year – and definitively as from 2012 – production activities related to the Chacayes hydroelectric plant in Chile will be started, while management under concession of the international terminal of the Milas-Bodrum airport in Turkey shall commence from the first half of 2012.

Sector contribution

Transport infrastructures proved once again to be the key sector for the Group’s activities, generating 82.8% of operating revenues, equal to EUR 894 million (EUR 721 million in the first half of 2010). Specifically, railways and undergrounds played a key role, accounting for EUR 549 million (50.8% of operating revenues) thanks to the aforementioned contracts in progress in Italy, Venezuela and Algeria; roads and motorways contributed with EUR 304 million (EUR 166 million in the first half of 2010) mainly as a result of progress on the two Maxi Lots of the Jonica National Road in Italy; ports and airports increased to EUR 41 million (EUR 20 million for HY1 2010) for the aforementioned activities in Romania related to performance of Phase 3 of the project to construct the Henri Coanda International Airport in Bucharest as well as activities to construct the aforementioned Milas-Bodrum Airport in Turkey. It must also be noted that the month of May saw the start-up of activities prior to construction of the Pulkovo International Airport in St. Petersburg, Russia, the significant effects of which shall be recognised as from 2012.

Civil and industrial construction works increased and accounted for 7.4% of operating revenues, equal to EUR 80 million (EUR 43 million in the first half of 2010), mainly thanks to intensification of the Jubail industrial project in Saudi Arabia and, as regards Italy, the aforementioned progress made on the Military Police Officers’ Academy [Scuola Carabinieri] in Florence and the four new hospitals in Tuscany.

The **water and energy** (energy production plants) **sector continued to play an important role** and generated 8.5% of operating revenues, equal to EUR 92 million (EUR 148 million in HY1 2010). The figure included the positive effect of the start-up of related activities in Peru and the progress made on works related to the Chacayes hydroelectric plant in Chile. As opposed to this, the Pirris dam in Costa Rica was largely completed and there was a slowdown in the project to construct the El Chaparral plant in El Salvador as a result of design review.

A concise representation of the breakdown of operating revenues by geographical area and sector can be found below. For more information, please refer to the Condensed Interim Consolidated Financial Statements.

Breakdown of operating income by geographical area

(EUR/000)	first half of 2011	%	first half of 2010	%	Annual diff. (%)
Italy	**490**	**45.4%**	**408**	**44.4%**	**+20.1%**
Abroad	**590**	**54.6%**	**511**	**55.6%**	**+15.5%**
Europe	316	29.3%	215	23.4%	+47.0%
America	167	15.5%	231	25.1%	-27.7%
Asia (*Middle East*)	20	1.9%	1	0.1%	n.s.
Africa (*Algeria*)	87	8.1%	64	7.0%	+35.9%
TOTAL OPERATING REVENUES	**1,080**	**100.0%**	**919**	**100.0%**	**+17.5%**

Breakdown of operating income by sector

(EUR/000)	first half of 2011	%	first half of 2010	%	Annual diff. (%)
Transport infrastructures	**894**	**82.8%**	**721**	**78.5%**	**+24.0%**
Railways and undergrounds	549	50.8%	535	58.2%	+2.6%
Roads and motorways	304	28.1%	166	18.1%	+83.1%
Ports and airports	41	3.8%	20	2.2%	+105.0%
Energy production plants	**92**	**8.5%**	**148**	**16.1%**	**-37.8%**
Civil and industrial construction	**80**	**7.4%**	**43**	**4.7%**	**+86.0%**
Concessions	**14**	**1.3%**	**7**	**0.8%**	**+100.0%**
TOTAL OPERATING REVENUES	**1,080**	**100.0%**	**919**	**100.0%**	**+17.5%**

Costs

The cost structure reflected the order backlog's significant share of foreign and general contracting projects performed mainly through joint ventures, including in association with other companies. Production costs amounted to EUR 857.4 million (+17.1%, EUR 732 million in the first half of 2010), with a slight increase in the incidence on revenues (76.4% in the first half of 2011, compared to 74.5% in the first half of 2010). Personnel expense totalled EUR 132.7 million (EUR 124.3 million in the first half of 2010), with an incidence on revenues of 11.8% and hence lower than the 12.7% recorded in the first half of 2010. Other operating costs amounted to EUR 12.6 million, in other words 1.1% of revenue (EUR 13.1 million and 1.3% of incidence in in the first half of 2010). For more information regarding the half-year's trends, please refer to the content of the Condensed Interim Consolidated Financial Statements.

Profit margins

The half-yearly figures confirmed significant levels of earnings thus demonstrating an order backlog of increasing quality.

EBITDA rose to EUR 119.6 million (+6%, EUR 112.8 million in the first half of 2010) with an EBITDA margin of 10.7%. EBIT stood at EUR 94.9 million, showing a 9.4% increase YOY (EUR 86.8 million in the first half of 2010) and an EBIT margin of 8.5%.

The results achieved in the railway sector in Italy, both following positive review of the profit margins of some projects and contractual definitions which meant additional fees being acknowledged for the Group, made a positive contribution to said profit margin. While it must be noted that the half-year figures include the negative trend of activities in the Middle East linked to operating problems which were only partially solved by the customer. Moreover, following the slowdown of activities in

Central America, the Group's result was affected by failure to absorb general and development costs. It is felt that an economic balance in this area shall be restored in the short-term once the various initiatives being finalised are put into effect.

Financing activities

Financing activities reflected the increasing volumes of activities and the trend of the Group's financial undertakings, especially in the concessions sector. Net financial expense amounted to EUR 38.1 million (EUR 35.3 million in the first half of 2010), with a slight drop in the incidence on revenue to 3.4% (3.6% in HY1 2010).
For more information regarding the components of the half-year trends, please refer to the content of the Condensed Interim Consolidated Financial Statements.

Profit for the period

The profit for the period confirmed marked levels of growth. EBT (earnings before taxes) increased by 11%, totalling EUR 56.7 million (EUR 51.1 million in HY1 2010) with a largely stable 5.1% incidence on revenue. This resulted in an increase in profit for the period of 12.4%, amounting to EUR 35 million (EUR 31.1 million in the first half of 2010), net of estimated taxes of EUR 21.5 million. Therefore, the tax rate for the half-year was 38%.

Consolidated statement of financial position at 30 June 2011

Main consolidated statement of financial position figures

(EUR/000)	30.06.2011	31.12.2010
Total non-current assets	504,622	426,697
Working capital	513,776	413,326
Total provisions	(31,664)	(30,237)
Net invested capital	**986,734**	**809,786**
Net financial liabilities	**(643,505)**	**(466,428)**
Receivables arising from concessions	114,933	99,872
Total financial liabilities [viii]	**(528,572)**	**(366,557)**
Equity	**458,162**	**443,229**

Trends for the period

The Group's equity and financial structure at 30 June 2011 reflected **consolidation of the international positioning of activities** as well as **intensification of investments in concessions** – including in light of the recent commercial successes experienced with its joining of the airport sector.

Non-current assets increased to EUR 504.6 million (EUR 426.7 million at 31 December 2010): said growth can largely be attributed to the increase in the "Iinvestments" item to EUR 153 million (EUR 84.8 million at 31 December 2010), mostly due to **investments made in the concessions sector during the half-year** which are described in more detail below.

Working capital increased to EUR 513.8 million (EUR 413.3 million at the end of 2010), with the trend for the half-year affected by: (i) a **marked increase in contracts in progress**, equal to EUR 1,094.3 million (EUR 845.9 million at 31 December 2010) due to **the intensification of production activities**; (ii) a **typically less than proportional increase in payments on account from customers**. In order to correctly interpret said figures, it must be said that unit-based criteria have been replaced by flat rate criteria for an increasingly large share of contracts and hence payments are made on account on the total services supplied. Lastly, it should be recalled that, as a result of the specific characteristics of the domestic market, the trend in the **payments on account** from customers is linked solely to the acquisition of foreign contracts since no type of payment on account of a financial nature for works performed is envisaged as regards Italy.

Therefore, net invested capital stood at EUR 986.7 million (EUR 809.8 million at the end of 2010), showing an increase of EUR 177 million during the half-year, EUR 78 million of which is to be attributed to the trend of non-current assets and the remaining EUR 100 million to the trend of working capital. Total provisions, which basically refer to provisions for current risks and charges, remained largely unvaried at EUR 31.7 million (EUR 30.2 million at 31 December 2010).

Therefore, **equity increased by approximately EUR 15 million to EUR 458.2 million** (EUR 443.2 million at 31 December 2010) against a total financial debt (excluding treasury shares) of EUR 528.6 million at 30 June 2011. Lastly, it must be recalled that in May the company proceeded to pay out a EUR 0.15 per share dividend for a total of EUR 14.6 million

Please refer to the section dealing with the net financial position for more information regarding the half-year trends of net financial debt, and to the Condensed Interim Consolidated Financial Statements for more detailed information regarding the half-year trends of the various equity items.

Investments

Technical investments in the construction sector during the half-year totalled EUR 22 million (2% of total revenue) and mainly referred to support guaranteed for projects in progress in Poland, Italy, and Romania. The figure is in keeping with estimates made during business planning and, if we are to consider the production levels recorded during HY1 2011, it provides confirmation of the Group's ability to optimise already available technical resources.

Investments in the concessions sector during the half-year totalled EUR 98 million and referred to Line 5 of the Milan underground in Italy, the new airport project in Turkey (Milas-Bodrum Airport) and the first undertakings related to purchase of a stake in Autostrada Brescia-Verona-Vicenza-Padova S.p.A (EUR 53 million), as well as investments prior to the start-up of work on the Gebze-Izmir motorway in Turkey and funding of working capital on related construction activities. At the draft date of this report, concession investments (in other words Astaldi's shares of equity paid into the operations of the individual projects in progress as well as in working capital) amounted to EUR 290 million, EUR 115 million of which refers to receivables arising from concessions, which represent the shares of investment covered by guaranteed cash flows as provided for by IFRIC-12.

Consolidated net financial debt

The net financial debt at 30 June 2011, excluding treasury shares and receivables arising from concessions, stood at EUR (525.5) million compared to EUR (527.6) million at 31 March 2011 and EUR (362.4) million at 31 December 2010. Considering the investments made during the half-year, the figures show a positive contract cash-flow trend which the management has succeeded in achieving with the aim of guaranteeing financial balance between sources and application of funds cycles.

The debt structure also remains focused on the medium/long-term with the first significant repayment deadline scheduled for 2013. In order to guarantee the best possible conditions for this share of debt, Astaldi Group's management is already examining an early repayment plan which will be assessed over the coming months.

The debt/equity ratio stood at 1.15x. The corporate debt/equity ratio, which excludes the share of debt related to concession/project financing initiatives insofar as without recourse or self-liquidating, was less than 1.

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Breakdown of net financial debt

	(EUR/000)		**30/06/2011**	**31/03/11**	**31/12/10**
A	Cash and cash equivalents		446,292	348,015	415,259
B	Securities held for trading		2,973	4,957	5,003
C	**Available funds**	**(A+B)**	**449,265**	**352,972**	**420,262**
D	**Financial receivables**		**27,964**	**34,957**	**36,471**
E	Current bank loans and borrowings		(363,572)	(346,583)	(226,148)
F	Current share of non-current debt		(99,116)	(91,459)	(93,516)
G	Other current financial liabilities		(8,613)	(10,366)	(11,256)
H	**Current financial debt**	**(E+F+G)**	**(471,302)**	**(448,408)**	**(330,920)**
I	**Net current financial debt**	**(H+D+C)**	**5,927**	**(60,478)**	**125,814**
J	Non-current bank loans and borrowings		(645,381)	(567,473)	(588,794)
K	Other non-current liabilities		(4,052)	(4,217)	(3,447)
L	**Non-current financial debt**	**(K+J)**	**(649,433)**	**(571,691)**	**(592,242)**
M	**Net financial debt**	**(L+I)**	**(643,505)**	**(632,169)**	**(466,428)**
N	Receivables arising from concessions		114,933	100,537	99,871
O	**Total financial debt**	**(M+N)**	**(528,572)**	**(531,632)**	**(366,557)**
	Treasury shares		3,056	3,996	4,168
	Total net financial debt		**(525,517)**	**(527,636)**	**(362,388)**
	Debt/Equity ratio		*1.15x*	*1.14x*	*0.82x*

Restated financial statements

Restated consolidated income statement

(EUR/000)	*Notes for reconciliation with condensed interim consolidated financial statements*	**First half of 2011**	**%**	**First half of 2010**	%	Annual diff. (%)
Revenue	1	1,079,786	96.2%	919,630	93.6%	+17.4%
Other operating income	2	42,495	3.8%	62,659	6.4%	-32.2%
Total revenue		**1,122,281**	**100.0%**	**982,289**	**100.0%**	**+14.3%**
Cost of production	3 - 4	(857,369)	-76.4%	(731,996)	-74.5%	+17.1%
Added value		**264,913**	**23.6%**	**250,293**	**25.5%**	**+5.8%**
Personnel expense	5	(132,704)	-11.8%	(124,309)	-12.7%	+6.8%
Other operating costs	7	(12,617)	-1.1%	(13,153)	-1.3%	-4.1%
EBITDA		**119,592**	**10.7%**	**112,832**	**11.5%**	**+6.0%**
Amortisation and depreciation	6	(24,417)	-2.2%	(26,213)	-2.7%	-6.9%
Provisions	7	(19)	0.0%	(283)	0.0%	-93.4%
Write downs	6	(809)	-0.1%	-	0.0%	n.s.
(Capitalisation of internal construction costs)		582	0.1%	465	0.0%	+25.1%
EBIT		**94,929**	**8.5%**	**86,801**	**8.8%**	**+9.4%**
Net financial income and charges	8 - 9	(38,117)	-3.4%	(35,319)	-3.6%	+7.9%
Effects of valuation of investments using the equity method	10	(79)	0.0%	(382)	0.0%	-79.2%
Pre-tax profit		**56,733**	**5.1%**	**51,100**	**5.2%**	**+11.0%**
Income tax expense	11	(21,480)	-1.9%	(19,749)	-2.0%	+8.8%
Profit for the period		**35,252**	**3.1%**	**31,352**	**3.2%**	**+12.4%**
Profit for the period attributable to non-controlling interests		(227)	0.0%	(197)	0.0%	+15.4%
Profit for the period attributable to owners of the parent		**35,026**	**3.1%**	**31,155**	**3.2%**	**+12.4%**

Restated consolidated statement of financial position

EUR/000	*Notes for reconciliation with condensed interim consolidated financial statements*	30/06/2011	31/12/2010	30/06/2010
Intangible assets	14	20,270	3,739	4,104
Property plant and equipment and investment property	13	295,678	302,607	316,072
Investments	15	153,040	84,830	89,564
Financial and other assets	16 - 17	35,634	35,520	31,227
TOTAL non-current assets (A)		**504,622**	**426,697**	**440,968**
Inventories	18	86,730	93,624	89,169
Contracts in progress	19	1,094,273	845,877	816,094
Trade receivables	20	41,293	30,463	30,828
Accounts receivable from customers	20	635,893	593,899	595,417
Other assets	16 - 17	193,354	213,666	182,449
Tax assets	21	88,085	101,523	103,247
Payments on account from customers	19	(400,059)	(338,489)	(380,639)
Subtotal		**1,739,570**	**1,540,563**	**1,436,565**
Trade payables	17 - 26	(127,963)	(130,951)	(123,219)
Payables due to suppliers	17 - 26	(789,998)	(695,674)	(587,236)
Other liabilities	24 - 25	(307,833)	(300,612)	(267,553)
Subtotal		**(1,225,794)**	**(1,127,237)**	**(978,008)**
Working capital (B)		**513,776**	**413,326**	**458,557**
Employee benefits		(9,125)	(8,460)	(9,229)
Provisions for current risks and charges	27	(22,539)	(21,777)	(26,579)
Total Provisions (C)		**(31,664)**	**(30,237)**	**(35,807)**
Net invested capital (D) = (A) + (B) + (C)		**986,734**	**809,786**	**863,717**
Available funds	22	446,292	415,259	341,725
Current financial assets	16	13,574	20,371	20,986
Non-current financial assets	16	14,390	16,100	17,289
Securities	16	2,973	5,003	3,991
Current financial liabilities	24	(471,302)	(330,920)	(304,490)
Non-current financial liabilities	24	(649,433)	(592,242)	(625,256)
Net financial liabilities (E)		**(643,505)**	**(466,428)**	**(545,755)**
Receivables arising from concessions	16	114,933	99,872	95,026
Total financial liabilities (F)		**(528,572)**	**(366,557)**	**(450,730)**
Equity attributable to owners of the parent	23	(444,326)	(424,988)	(392,336)
Equity attributable to non-controlling interests	23	(13,836)	(18,241)	(20,652)
Equity (G) = (D) - (F)		**458,162**	**443,229**	**412,988**

Order backlog

Astaldi Group's order backlog at 30 June 2011 **amounted to EUR 9.1 billion**, with over EUR 1.1 billion of new orders and contractual amendments.

The order backlog is characterised by a **suitable balancing of activities in Italy and abroad**, as well as by the **increasing importance of the concessions sector** which benefits from Astaldi's joining the airport sector in Turkey.

Domestic activities account for 50% of the total order backlog (EUR 4,509 million); the remaining 50% (4,567 million) refers to foreign projects, mainly developed in Central Europe, Turkey, Algeria and Latin America.

The Group's core business – construction works – accounts for 66% of the total backlog, equal to EUR 6 billion (EUR 2,303 million in Italy, EUR 3,696 million abroad). The remaining **34% of the backlog refers to concession projects whose value increased to EUR 3.1 billion** (EUR 2,206 million in Italy, EUR 871 million abroad). On the whole, a high quality of orders in progress can be confirmed and supported by the fact that:

(i) the construction order backlog comprises general contracting projects and, to a lesser extent, traditional contracts with a high technological content, with an average life of approximately 3 years for foreign initiatives and 4/5 years for domestic initiatives;

(ii) in order to ensure suitable representation of concession projects, the amounts related to the individual concession arrangements are entered in the backlog, calculating a standard duration of approximately 30 years for management activities, even if the Group is able to boast projects with user rights that are perpetual – as is the case of the Chacayes hydroelectric plant under construction in Chile – or in excess of 80 years – as is the case for some car parks under management in Italy;

(iii) the model adopted to develop concession projects makes available a guaranteed minimum fee for each of the arrangements signed to date (in the form of availability charges, guaranteed minimum traffic, occupation fees) equalling an average of 50% of total revenue, which ensures the return of most of the investments made to date in the concessions sector.

As far as sectors are concerned, **transport infrastructures once again prove to be the Group's area of maximum specialisation**, accounting for 68% of total orders, equal to EUR 6.2 billion (EUR 5,408 million for construction activities and EUR 774 million for concession projects). This is followed by **civil and industrial construction works** which total EUR 2.1 billion (EUR 424 million for construction activities and the remaining EUR 1,639 million for concession projects) and **energy production plants** which total EUR 831 million (EUR 167 million for construction activities and EUR 664 million for concession projects).

The order backlog also shows suitable diversification of the customer base.

The figures shown do not include the amounts related to orders awarded but not yet set down in contracts and/or funded. Therefore, at the draft date of this report, the sums of EUR 6.5 billion for construction activities and EUR 4.5 billion for management activities still have to be included among new acquisitions and refer to: (i) awarding of the concession for the construction and subsequent management of the Gebze-Izmir motorway in Turkey for which completion of the funding procedure is pending; (ii) temporary awarding as part of a joint venture of the concession for the construction and subsequent management of Line 4 of the Milan underground in Italy for which completion of the award and funding procedures is pending; (iii) appointment as sponsor for the project financing initiative regarding construction and subsequent management of the link road between Ancona Port and the surrounding road network for which the final outcome of the award procedure is pending; (iv) possible developments of railway projects in progress in Venezuela (contractual options) and exclusivity agreements with Pacific Hydro related to the water development project in the Alto Cachapoal valley in Chile; (v) final outcome of the procedure to award the general contracting project for Mega Lot 3 of the Jonica National Road in Italy for which the bid submitted by the Astaldi-Impregilo joint venture proved to be the best; (vi) the outcomes of initiatives conducted in the hydroelectric sector in Latin America where a Memorandum of Understanding (MOU) was signed in June for the construction of a 515MW hydroelectric plant (vii) additional projects in Italy and abroad for which the relative contracts still have to be made official (transport infrastructures, water, energy, concessions in the renewable energy sector) and/or for which Astaldi proved to be the preferred bidder in the award procedures.

For more information regarding the individual contracts already included in the order backlog, please refer to the Report on operations of Astaldi's Consolidated Financial Statements at 31 December 2010.

New orders – Construction works

Pulkovo International Airport, St. Petersburg, Russia: EUR 700 million (Astaldi has a 50% stake) for construction of a new international terminal and renovation of the existing terminal (Pulkovo 1). The EPC (Engineering Procurement Construction) contract involves the construction of a main building which will occupy a total surface area of 95,475 square metres, with 85 check-in desks, boarding gates and links with car parks and the existing Pulkovo 1 terminal and North Pier, as well as an office district (Class B, 11,660 square metres), a four-star hotel (200 rooms, 13,800 square metres) and all works connected to the operational start-up of the new facility, as well as renovation of Pulkovo 1 terminal (34,314 square metres). Once the works have been completed, the airport will be able to guarantee a level of service equivalent to IATA C and can accommodate 14,000,000 passengers per year, thus becoming the most important airport in the Baltic region. Preliminary works to be carried out prior to construction activities were started up in May 2011. The planned duration of works is 39 months. The project has been commissioned by Northern Capital Gateway, an international consortium in which Fraport (Frankfurt Airport Group, an international leader in airport management), VTB Capital (VTB Group, the second-most important Russian bank) and Copelouzos Group (a business developer working in the industrial and technological sectors at an international level) all hold a stake.

Line 5 of Bucharest underground (Lot 1 - Doamenei-PS Opera section), Romania: EUR 215 million (Astaldi has a 39% stake and is project leader) for the design and construction of structural works related to 6 kilometres of new underground line, all below ground level, and 9 stations. Work on this project commenced during the first half of 2011 and the planned duration of works is approximately three months. At the present moment, the station worksites are being set up and design activities for construction of the tunnel and stations are being performed, as well as design activities for the redistribution of public services which interfere with the works to be carried out.

Russia, Pulkovo Airport in St. Petersburg

Italy, Line 5 of Milan underground

The project has been commissioned by METROREX S.A. that is responsible for managing the Municipality of Bucharest's underground network and which reports to the local Ministry of Transport and Infrastructures.

BidBid-Sur Road (Lot 1 - Package 1A), Oman: OMR 125 million, equivalent to approximately EUR 231 million (Astaldi has a 51% stake) for the road project to double one of the Sultanate's main arteries for a total of 42 kilometres of new road section. Works are scheduled to commence within 2011, with a planned duration of just over three years. The project has been commissioned by Oman's Ministry of Transport and Communications.

Orastie-Sibiu motorway (Lot 4), Romania: EUR 114 million (Astaldi has a 70% stake and is project leader) for the design and performance of works related to the construction of approximately 17 kilometres of new motorway, including the Sibiu West road junction. As regards this project, design and site installation phases were carried out during the first part of 2011. The planned duration of works is approximately two years. The project has been commissioned by Romania's National Roads and Motorways Company.

New orders - Concessions

Milas-Bodrum Airport, Turkey: EUR 210 million (Astaldi's stake) for the design, construction and subsequent operation of the international passenger terminal of the airport, already under construction by Astaldi. Indeed, Astaldi Group has acquired, through its subsidiary Astaldi Concessioni, a 92.85% stake in MONDIAL MILAS, the company holding the concession for the airport. The project satisfies the specific strategic desire to ensure expansion of the Group's offer in the concessions sector and, given that it consists in the acquisition of a green-field concession, this results in consolidation of its role in the airport sector thanks to synergies created with the core business of construction works. On the whole, the transaction consisted in Astaldi Concessioni taking over the capital paid-up and subscribed by one of the concessionaire's partners as regards 70.85% of the stake purchased; while as far as the remaining 22% was concerned, the transaction entailed the purchase of property rights on the capital. Once works have been completed, the facility currently under construction will occupy a total surface area of 100,000 square metres. The overall investment will be equal to just over EUR 100 million funded on the basis of an 80/20 (debt/equity) financial leverage. The return on the investment is based on estimated average annual revenue of EUR 35 million, 65% of which is guaranteed by a minimum set traffic of 1,000,000 passengers per year as well as by availability charges for the duty free areas defined on the basis of an agreement with an international operator. The management phase will come into force early in 2012.

Line 5 of Milan underground, Italy (extension): EUR 124 million (Astaldi's stake) resulting from the increase in the Group's stake in this project from 23% at the end of 2010 to 31% following exercise of the option right on unopted shares resulting from the share capital increases aimed at funding extension of the section under construction along the Garibaldi-San Siro stretch.

Order backlog: summary tables

Order backlog

(EUR/000,000)	01/01/2011	Increases	Production	30/06/2011
Construction works	**6,254**	**811**	**(1,066)**	**5,999**
Transport infrastructures	5,511	791	(894)	5,408
Energy production plants	244	15	(92)	167
Civil and industrial construction works	499	5	(80)	424
Concessions	**2,760**	**331**	**(14)**	**3,077**
Order backlog	**9,014**	**1,142**	**(1,080)**	**9,076**

(EUR/000,000)	01/01/2011	Increases	Production	30/06/2011
Italy	**4,855**	**144**	**(490)**	**4,509**
of which concessions	*2,096*	*124*	*(14)*	*2,206*
Abroad	**4,159**	**998**	**(590)**	**4,567**
of which concessions	*664*	*207*	*-*	*871*
Europe	1,251	730	(316)	1,665
America	1,898	22	(167)	1,753
Africa (Algeria)	833	13	(87)	759
Asia (Middle East)	177	232	(20)	389
Order backlog	**9,014**	**1,142**	**(1,080)**	**9,076**

Subsequent events

As regards Italy, July saw the opening of the Portello station site, the last of the ten stations envisaged for construction of the underground stretch to extend Line 5 of the Milan underground.

Still as regards Italy, mention must be made of completion at the beginning of July of tunnel excavation works related to the S. Giovanni/Monte Compatri - Pantano section of Line C of the Rome underground.

As regards foreign activities, July also saw the closing of financing to modernise Pulkovo International Airport in St. Petersburg, Russia.

Outlook

The trend of the first six months of 2011 offers positive signals with regard to the sustainability of the targets set down in the 2010-2015 Business Plan approved in September 2010.

Therefore, as regards the coming months, a further boost to the growth of activities is forecast thanks to confirmation of the strategic policies set down in the Business Plan which can be summarised as follows:

- **further consolidation of the market positioning of the Group and its core business** of construction;
- **further consolidation of the commercial areas where traditionally present** through careful, in-depth analysis of diversification opportunities through adjacency growth strategies aimed at ensuring a more balanced risk profile of activities and through consolidation of industrial partnerships aimed at promoting synergies or a faster access to complementary markets/sectors of interest in the Group's commercial development strategies;
- **further targeted and selective development of the concessions sector and complementary sectors**, with an aim to guaranteeing additional consolidation of the core business of construction, on the basis of an integrated model aimed at ensuring interesting synergies.

Specifically, Astaldi Group **will see an increase in turnover generated by the core business of construction**, thanks to railway and underground contracts in progress in Italy, as well as works in progress in Central Europe and Turkey (transport infrastructures), Latin America (transport infrastructures, energy production plants) and Algeria (transport infrastructures).

There will also be an increase in the share of revenue from the concessions sector which, on the whole, will benefit from start-up of the management phase for the Chacayes hydroelectric plant in Chile (in the short-term by the end of 2011) as well as for the hospitals in Tuscany, Italy and the Milas-Bodrum Airport in Turkey (in the medium-term). As from 2012, it will be possible to include the first results of the entry into operation of these facilities among Astaldi Group's revenue together with revenue from works that are currently in operation, i.e. the Mestre hospital and five car parks in Italy.

Therefore, the synergies created between the construction and concession sectors should lead to further **consolidation of the Group's leadership** in its reference sector, already anticipated in part by achievement of first place in the sector rankings in Italy, drafted on the basis of turnover figures for the first six months of 2011.

The Group's accounts will also benefit from **further, targeted and selective diversification of the customer base**. The first positive results of the start-up of works related to the EPC contract to modernise the international terminal at Pulkovo Airport in St. Petersburg, Russia are pending. Additional positive outcomes from initiatives conducted in the hydroelectric sector in Latin America are expected by the end of 2011. In this regard, a MOU was signed in June for the construction of a new hydroelectric plant (515 MW) in Latin America.

From a commercial viewpoint, **expansion of the Group's offer in the concession sector is expected**. As regards Turkey, Astaldi Group's bid proved to be the best in the procedure to award the project financing initiative for construction and subsequent management of the Etlik Hospital Centre, already defined as the largest hospital centre in Europe (approximately EUR 900 million for civil works and total concession revenues of approximately EUR 3.1 billion with Astaldi holding a 51% stake). The amounts relating to Astaldi Group's stake in this project shall be included among the backlog subsequent to final awarding of the contract. Still as regards Turkey, completion of the financing procedures for the project finance initiative to construct the Gebze-Izmir motorway is expected. Said contract was definitively awarded to Astaldi as part of a joint venture in 2010 and preliminary special survey and works design activities have been carried out as scheduled.

Moreover, numerous construction and concession projects are currently being developed in Italy and abroad in the various sectors of interest. Specifically, bids have been submitted in the transport infrastructures sector and, as regards concessions, in the healthcare, energy and transport sectors, which it is felt will result in an additional increase in production volumes in the medium term.

Additional interesting opportunities may also arise from **entry into the motorway concessions sector in Italy as well as into complementary sectors.**
In this regard, it must be recalled that, as regards Astaldi Concessioni's stake in Autostrada Brescia-Verona-Vicenza-Padova S.p.A. (Italy's Serenissima A4 motorway), the purchase of 71,250 shares for a total value of EUR 50 million, equal to 4.75% of Autostrada Serenissima's share capital, from the Municipality of Milan was made official in May. Astaldi Group, through Astaldi Concessioni, also participated in proportion to its stake, in the share capital increase for a total EUR 50 million resolved upon during the year by the concessionaire of Autostrada Serenissima, expressing at the same time its interest in subscribing any unopted shares up to a maximum of 10% of said shares. Therefore, in light of the transactions performed, Astaldi Group, through Astaldi Concessioni, now holds 78,326 shares, equal to 4.8% of the concessionaire's total share capital). As regards the financing needed to back this transaction, Astaldi Concessioni proceeded to cover the amount with its own equity in part and by entering into an ad hoc loan agreement for the sum of EUR 35 million. It must also be noted that, with a view to consolidating its presence in the strategic motorway concessions sector, once again through Astaldi Concessioni, the Group also submitted a binding bid to purchase from the Municipality of Brescia an additional 62,818 shares in Autostrada Brescia-Verona-Vicenza-Padova S.p.A. Astaldi Concessioni was awarded said shares, offering a price of EUR 630 per share for a total of EUR 39.6 million. The complete formalisation of this transaction – which shall take place upon completion of all the necessary procedures related to any exercise of the pre-emption right by other shareholders of the concessionaire – is planned by the end of 2011. Once this has been made official, said transaction will bring Astaldi Group's stake from the current 4.8% to 8.65%.

Therefore, on the whole, **confirmation was provided of a significant investment and diversification plan for activities in the concessions sector** which will be backed by the high self-financing capacity of projects in progress, further pursued by strict and severe control of invested capital as well as optimisation of technical resources already available within the Group.

Lastly, it must be noted that, with the aim of ensuring the best possible balance between sources and application of funds, Astaldi Group's management is currently examining a plan to partially refinance its debt. The initiative, which shall be subject to careful and appropriate assessment over the coming months, does not meet any short-term needs, but is aimed at ensuring early refinancing and at the best conditions possible, of debt falling due in the medium term. Indeed, it must be recalled that the Group's current debt structure remains focused on the medium/long-term and that the first significant repayment to finance is scheduled for 2013.

Main risks and uncertainties

The business model adopted by Astaldi Group is based, inter alia, on constant monitoring of the risks connected with business management.
In this regard, Astaldi Group has acquired a series of risk management instruments in recent years, which, further implemented in 2010, make it possible to control the main strategic, financial, operating and compliance-related risks.
The Corporate Risk Management department was also made official within the company. The aim of said department is to draw up a structured and integrated risk management system so as to help the management with the decision-making process, striving to minimise various risk events during the whole corporate business cycle and in the different contractual areas (traditional contracts, general contracting projects, concessions and project financing initiatives).
The ERM (Enterprise Risk Management) model adopted is three-dimensional, in other words split by the type of risk (operational, financial, strategic and compliance), level (corporate, country, contract) and project phase (development, implementation, operation).

Risk management is considered a "focal" element, especially in the planning process which defines the business plan's key risks and the general risk management procedures. Said model implies that Enterprise Risk Management activities and responsibilities (identification, assessment, management and monitoring) must be attributed to the organisation's various levels on the basis of the type of risk in question and the time phase during which said risk arises – so as to ensure constant "direct" monitoring of the so-called risk factors.

On the whole, the risk management system adopted provides for an integrated approach which makes it possible to achieve well-defined aims, in other words:

- reduction of the estimated variability of EBIT by implementing a structured risk management process which makes it possible to identify, manage and monitor risks and opportunities related to each individual project;
- optimization of the bid preparation phase through the use of a system based on acquired experience;
- better understanding of the risks/opportunities connected with the operation and definition of the most appropriate instruments and methods for managing them;
- definition of an overall framework of the impact of risks/opportunities at a project as well as corporate level.

As regards current legislation regulating the "description of main risks and uncertainties", it must be pointed out that, at the present moment, there are no specific situations that may have a significant impact on the Group's economic and financial performance.

Please find below a description of the areas in relation to which the Group performs close monitoring by applying targeted procedures and other mitigation instruments, taking into account the reference macroeconomic scenario and sector the company operates in.

Country risk - Astaldi Group is, by its very nature, exposed to risks that are typical of international activities (for example, risks related to unstable political situations and local economies and the risks related to changes in the macroeconomic, tax or legislative situation). Therefore, the identification of new Group projects in foreign countries is accompanied by preliminary, in-depth assessment of said risks which are then constantly monitored. Moreover, it is important to note that foreign activities performed by the Group are concentrated solely in countries (i) offering development opportunities for long-term infrastructure investment plans, (ii) that consider the works of interest for the Group as priorities in local investment policies, (iii) for which international insurance cover is guaranteed or in whose regard there are bilateral agreements between the Italian and local governments, (iv) with a certain reference legislative framework.

Risk of estimates - A major part of activities is performed on the basis of contracts which provide for a specific consideration upon awarding in the sector the Group operates in. The greater charges and/or costs which the Group may encounter and/or incur while performing said contracts must be covered by the Group and can be recovered from the customer in accordance with legislation regulating the contract and/or agreed contractual terms and conditions. Consequently, the margins achieved on contracts of this type can vary compared to the original estimates as a result of the recoverability of the aforementioned greater charges and/or costs.

Risks related to the trend of infrastructure investments - The main area of the Group's activities is currently represented by the performance of major and complex works, especially for government institutions, and is therefore seriously affected by planned investment in infrastructures in the various countries. Said investments are affected by the economic cycle trend whose main variables are the growth of GDP, inflation rate changes, interest rate trends, consumer dynamics and exchange rate dynamics. In the light of said variables, the Group has opted to operate solely in situations where infrastructure works are considered priorities in the investment policies of individual countries.

Risks related to capital markets - The current situation of the financial markets highlights critical phenomena in terms of limitation of credit and fluctuation in the cost of money. The Group has undertaken, as from previous years, to bring into line its debt structure and position it in the medium/long term, curbing variations in the cost of money through an interest risk hedging policy.

Currency risks - The current situation of currency markets can bring to light some extremely volatile situations. The Group has already undertaken to control said risk, as from previous years, through suitable direct and indirect hedging transactions.

Risk related to the price trend of raw materials – The fluctuation, in some cases considerable, in the price of some raw materials can entail an increase in the costs of production which the Group tends to neutralise through diversified procurement policies, framework agreements with strategic suppliers, contractual price review clauses and the use of ad hoc actions by local governments aimed at mitigating the financial consequences.

Other information

Information on transactions with related parties

In keeping with the provisions contained in Article 2391-bis of the Italian Civil Code and CONSOB Regulations regarding the procedure for regulating transactions with related parties approved under Resolution No. 17221 of 12 March 2010 as subsequently amended with the Resolution passed on 23 June 2010, the Board of Directors' meeting held on 10 November 2010 approved, with the positive opinion of the independent directors appointed to this purpose, the internal procedures for identifying, approving and performing transactions with related parties, carried out by Astaldi S.p.A. directly or through its subsidiaries.
As regards equity and economic relations with related parties, please refer to Attachment A of the Condensed Interim Consolidated Financial Statements at 30 June 2011.
It must be noted that during the first half of 2011, no "significant" transactions were performed pursuant to relevant legislation and the relative procedures adopted by the company.
As regards relations between the Group companies, it must be noted that these are regulated at market conditions, taking into account the quality of the goods and/or services supplied. Moreover, said relations involve no significant interests of other related parties of Astaldi S.p.A.

Alternative performance indicators

Astaldi's management assesses the economic and financial performance of the Group and its business segments on the basis of some indicators not provided for by IFRS.

Please find below, as required by Communication CESR/05 – 178b, a description of the components of each of said indicators:

EBITDA: is obtained by eliminating the following elements from EBIT, as described below: (i) amortisation of intangible assets and deprecation of property, plant and equipment and investment property (ii) write-downs and provisions, (iii) capitalisation of internal construction costs.

EBIT (net operating result): refers to the result pre-tax and prior to financial income and charges, without any adjustments. Income and charges resulting from the management of non-consolidated investments and securities are also excluded from EBIT together with the results of any sales of consolidated investments, included under the heading "financial income and charges" in the financial statements, or under the heading of "effects of valuation of investments using the equity method" for the results of investments valued using the equity method;

EBT (Earnings Before Taxes): is calculated as the net operating result excluding financial income and charges and the effects of valuation of investments using the equity method.

Debt/Equity ratio: said indicator is by the ratio between the net financial position – drafted in accordance with the CESR model (Committee European Securities Regulators) – as numerator and equity as denominator, excluding treasury shares.

ROI (*Return On The Investment*): is calculated at the ratio between EBIT (net operating result) and average invested capital for the period.

On behalf of the Board of Directors
the Chairman
(signed on the original)

Paolo Astaldi

[i] The Financial Report has been drafted by applying the same accounting standards adopted to draft the Financial Report at 31 December 2010, with the exception of those standards which came into effect as of 1 January 2011 which, even if already mentioned in the aforementioned Financial Report at 31 December 2010, are presented in the Condensed Interim Consolidated Financial Statements in the paragraph entitled "Standards and Interpretations with effect as of 1 January 2011". It must also be noted that, as from 2011, the Group has chosen with regard to jointly-controlled companies, to apply proportionate consolidation in accordance with IAS 31. This goes to replace valuation using the equity method (single-line consolidation). For a description of the relative effects, please refer to the Condensed Interim Consolidated Financial Statements and to the paragraph entitled "Change in measurement and recognition criteria for jointly-controlled companies as from 1 January 2011: proportionate consolidation".

[ii] Sources: *"Osservatorio Congiunturale sull'Industria delle Costruzioni – Giugno 2011"* by Direzione Affari Economici e Centro Studi ANCE; *"L'Ance: troppi tagli, risorse ridotte del 34%*", Sole 24 Ore of 21 July 2011.

[iii] Reference is made to Law No. 111 of 15 July 2011, "*Conversione in legge, con modificazioni, del D. L. n. 98 del 6 luglio 2011, recante disposizioni urgenti per la stabilizzazione finanziaria*".

[iv] Source: "*La Polonia dribbla la crisi e attira investimenti esteri*", Sole 24 Ore of 23 January 2011; "*Polonia - Newsletter Fondi UE*", No. 14 July - August 2011, by ICE – Italy's Foreign Trade Institute.

[v] Sources: "*Un secondo Bosforo dal Mar Nero all'Egeo"*, Sole 24 Ore of 28 April 2011; "*L'Europa è in attesa di Ankara, la laica"*, Extension of 31 August 2011; "*Sprint estero per le costruzioni*", Sole 24 Ore of 1 April 2011.

[vi] Source: "*Rapporto per il VI Laboratorio Euro-Mediterraneo*", by the Chamber of Commerce of Milan.

[vii] Source: *Piano Appalti in Honduras*, Sole 24 Ore of 18 July 2011.

[viii] Figure stated inclusive of treasury shares equal to EUR 3.1 million at 30 June 2011 and to EUR 4.2 million at 31 December 2010.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2011

Consolidated income statement (*)

	Notes	First half 2011	First half 2010 - restated
INCOME STATEMENT			
Revenue	1	1,079,786	919,630
of which from related parties	*28*	*80,953*	
Other operating income	2	42,495	62,659
of which from related parties	*28*	*1,508*	*3,020*
Total revenue		**1,122,281**	**982,289**
Purchase costs	3	(211,685)	(165,248)
Service costs	4	(645,683)	(566,748)
of which to related parties	*28*	*76,158*	*101,972*
Personnel expense	5	(132,704)	(124,309)
Amortisation,depreciation and impairment losses	6	(25,226)	(26,213)
Other operating costs	7	(12,635)	(13,435)
Total costs		**(1,027,934)**	**(895,953)**
(Capitalisation of internal construction costs)		582	465
Operating result		**94,929**	**86,801**
Financial income	8	25,198	29,825
of which from related parties	*28*	*450*	*41*
Financial charges	9	(63,315)	(65,144)
Effect of valuation of investments using the equity method	10	(79)	(382)
TOTAL FINANCIAL EXPENSE		**(38,196)**	**(35,701)**
PRE-TAX PROFIT (LOSS) FROM CONTINUING OPERATIONS		**56,733**	**51,100**
Income tax expense	11	(21,480)	(19,749)
PROFIT (LOSS) FROM CONTINUING OPERATIONS		**35,252**	**31,352**
PROFIT (LOSS) FOR THE PERIOD		**35,252**	**31,352**
Profit attributable to owners of the parent		35,026	31,155
Profit attributable to non-controlling interests		227	197
Basic earnings per share	12	0.35	0.31
Diluted earnings per share		0.35	0.31

(*) Please note that as from 2011, the Group decided to apply the criterion of proportionate consolidation in accordance with IAS 31. As a result, said criterion was also applied to the 2010 first half figures in order to make figures comparable with those for 2011. For an analysis of the effects, please refer to the section entitled "Change in measurement and recognition criteria for jointly-controlled companies as from 1 January 2011: proportionate consolidation".

Consolidated statement of comprehensive income

	Notes	First half 2011	First half 2010 - restated
Profit for the period		**35,252**	**31,352**
Change in Hedging Reserve – Subsidiaries		5,944	(4,048)
Change in Hedging Reserve – Associates		(1,590)	(2,133)
Change in Translation Reserve – Subsidiaries		(2,719)	5,942
Change in Translation Reserve - Associates		(23)	(285)
Total other comprehensive income net of tax effect	23	**1,612**	**(524)**
Change in Hedging Reserve - non - controlling interests		(363)	116
Change in Translation Reserve - non - controlling interests		(882)	2,221
Total other comprehensive income net of tax effect - non controlling interests		**(1,245)**	**2,337**
Total statement of comprehensive income for the period		**35,620**	**33,165**
of which attributable to owners of the parent		36,638	30,631
of which attributable to non - controlling interests		(1,018)	2,533

Consolidated Statement of financial position (*)

Statement of financial position - ASSETS	Notes	30/06/2011	31/12/2010 restated
Non-current assets			
Property, plant and equipment	13	294,518	301,429
Investments property		1,160	1,178
Intangible assets	14	20,270	3,739
Investments	15	153,040	84,830
of which:			
Equity - accounted investees		98,371	82,866
Non-current financial assets	16	132,502	119,517
of which from related parties	*28*	*18,647*	*19,686*
Other non-current assets	17	23,165	21,440
Deferred tax assets		6,614	8,610
Total non-current assets		**631,269**	**540,744**
Current assets			
Inventories	18	86,730	93,624
Accounts receivable from customers	19	1,094,273	845,877
of which from related parties	28	*54,257*	*46,735*
Trade receivables	20	677,186	624,362
of which from related parties	*28*	*33,119*	*27,000*
Current financial assets	16	22,786	28,276
Tax assets	21	88,085	101,523
Other current assets	17	296,711	308,408
of which from related parties	*28*	*20,648*	*28,332*
Cash and cash equivalents	22	446,292	415,259
Total current assets		**2,712,064**	**2,417,330**
Total assets		**3,343,333**	**2,958,074**
Statement of financial position - LIABILITIES			
Equity			
Share capital		196,850	196,850
Treasury shares		-3,266	-3,244
Reserves:			
Legal reserve		20,797	18,453
Extraordinary reserve		172,640	143,522
Retained earnings		41,130	27,581
Other reserves		5,147	4,380
Other comprehensive income		-23,998	-25,611
Total share capital and reserves		**409,301**	**361,932**
Profit for period		35,026	63,056
Total equity attributable to owners of the parent		**444,326**	**424,988**
Profit for the period attributable to non – controlling interests		227	466
Other comprehensive income items attributable to non – controlling interests		-1,394	-149
Consolidation reserve attributable to non – controlling interests		15,003	17,924
Minority equity		**13,836**	**18,241**

Total equity	23	**458,162**	**443,229**
Non-current liabilities			
Non-current financial liabilities	24	651,078	593,925
of which to related parties	*28*	*1,645*	*1,645*
Other non-current liabilities	25	98,780	98,223
Employee benefits		9,125	8,460
Deferred tax liabilities		2,434	1,587
Total non-current liabilities		**761,417**	**702,195**
Current liabilities			
Payables due to customers	19	400,059	338,489
of which to related parties	*28*	*4,477*	*9,564*
Trade payables	26	1,024,880	922,346
of which to related parties	*28*	*125,758*	*116,767*
Current financial liabilities	24	488,176	354,007
Tax liabilities		69,520	58,942
Provisions for risks and charges	27	22,539	21,777
Other current liabilities	25	118,580	117,089
of which to related parties	*28*	*338*	*465*
Total current liabilities		**2,123,753**	**1,812,650**
Total liabilities		**2,885,171**	**2,514,845**
Total equity and liabilities		**3,343,333**	**2,958,074**

(*) Please note that as from 2011, the Group decided to apply proportionate consolidation accordance with IAS 31. As a result, said method was also applied to the 2010 first half figures in order to make figures comparable with those at 30 June 2011. For an analysis of the effects, please refer to the section entitled “Change in measurement and recognition criteria for jointly-controlled companies as from 1 January 2011: proportionate consolidation”.

Statement of Changes in Consolidated Equity

Changes during HY1 2011	*Share capital excluding treasury shares*	*Legal reserve*	*Extra-ordinary reserve*	*Other comprehensive income*	*Other reserves*	*Retained earnings*	*Profit for the period*	**Total equity attributable to owners of the parent**	**Non controlling interests**	**Total equity**
Balance at 1 January 2011 IFRS	193,606	18,453	143,522	(25,610)	4,380	27,581	63,056	424,988	18,241	443,229
Profit from continuing operations 2011							35,026	35,026	227	35,253
Cash flow hedgs				4,354				4,354	(363)	3,991
Translation of foreign operations				(2,742)				(2,742)	(882)	(3,624)
TOTAL COMPREHENSIVE INCOME				**1,612**			**35,026**	**36,638**	**(1,018)**	**35,620**
Treasury shares	(22)		(80)		49			(53)		(53)
Dividends							(14,645)	(14,645)	(944)	(15,589)
Provision pursuant to Article 27							(703)	(703)		(703)
Transactions with non – controlling interests						(2,616)		(2,616)		(2,616)
Change in consolidated investments									(2,444)	(2,444)
Allocation of profit from continuing operations 2010		2,345	29,198			16,165	(47,708)			
Stock grant reserve					718			718		718
Balance at 30 June 2011 IFRS	**193,584**	**20,798**	**172,640**	**(23,998)**	**5,147***	**41,130**	**35,026**	**444,327**	**13,835**	**458,162**

(*) The effect of Other comprehensive income items generated a Hedging Reserve of EUR (16,539) and a Translation Reserve of EUR (7,458) at 30 June 2011.

Changes during HY1 2010	*Share capital excluding treasury shares*	*Legal reserve*	*Extra-ordinary reserve*	*Other comprehensive income*	*Other reserves*	*Retained earnings*	*Profit for the period*	*Total*	**Non controlling interests**	**Total equity**
Balance at 1 January 2010 IFRS	193,610	14,972	91,278	(24,710)	3,083	40,987	55,902	375,122	18,265	393,387
Profit from continuing operations 2010							31,155	31,155	197	31,352
Cash flow hedgs				(6,182)				(6,182)	116	(6,066)
Translation of foreign operations				5,658				5,658	2,221	7,879
TOTAL COMPREHENSIVE INCOME				**(524)**			**31,155**	**30,631**	**2,534**	**33,165**
Treasury shares	(21)		23		(57)			(55)		(55)
Dividends							(12,687)	(12,687)	(1,552)	(14,239)
Provision pursuant to Article 27							(1,044)	(1,044)		(1,044)
Allocation of profit from continuing operations 2009		3,481	52,408			(13,718)	(42,171)	-		-
Other changes					(38)	3		(35)		(35)
Change in consolidation interests									1,405	1,405
Stock grant reserve					404			404		404
Balance at 30 June 2010 IFRS	**193,589**	**18,453**	**143,709**	**(25,234)(*)**	**3,392**	**27,272**	**31,155**	**392,336**	**20,652**	**412,988**

(*) The effect of other comprehensive income items generated a Cash flow hedge reserve of EUR (23,348) and a Translation reserve of EUR (1,885) at 30/06/2010.

Consolidated Statement of cash flows

	30/06/2011	30/06/2010 restated
A – CASH FLOW FROM OPERATING ACTIVITIES:		
Profit for the period attributable to owners of the parent and non – controlling interests	**35,252**	**31,352**
Adjustments to reconcile profit for the period with cash flow from (used in) by operating activities:		
Deferred taxes	975	(183)
Amortisation, depreciation and impairment losses	25,226	26,213
Provision for risks and charges	19	283
Post – employment benefits	896	903
Costs for employee incentive plans	557	179
Losses on disposal of non-current assets	1,428	831
Effects of valuation using the equity method	79	382
Gains on disposal of non-current assets	(968)	(716)
Subtotal	28,213	27,893
Changes in operating assets and liabilities (working capital):		
Trade receivables	(52,824)	91,554
of which from related parties	*(6,119)*	*6,046*
Inventories and Accounts receivable from customers	(241,502)	(166,321)
of which from related parties	(7,522)	
Trade payables	102,535	69,064
of which to related parties	*8,991*	*(52,713)*
Provisions for risks and charges	(66)	2,487
Payables due to customers	61,569	(2,266)
of which to related parties	(5,087)	
Other operating assets	25,408	(50,686)
of which from related parties	*7,684*	*15,956*
Other operating liabilities	11,940	(7,956)
of which to related parties	*(127)*	*1,381*
Payment of post – employment benefits	(231)	(1,229)
Subtotal	(93,172)	(65,353)
Cash flow from operating activities	**(29,706)**	**(6,107)**
B – CASH FLOW FROM INVESTING ACTIVITIES:		
Construction		
Net investments in intangible assets	(5,954)	(647)
Net investments in property, plant and equipment and investment property	(16,203)	(19,158)
Sale (Purchase) of other investments net of cash acquired, hedging of losses on non-consolidated companies and other changes in scope of consolidation	(2)	
Income from sale of property, plant and equipment and investment property, intangible assets and investment property	(460)	(116)
Income from sale of investments and assets in portfolio		
Change in financing of investments	327	(1,257)

Subtotal Cash flow from investing activities – Construction	**(22,292)**	**(21,177)**
Concessions		
Net investment in property, plant and equipment and investment property	(614)	(2,660)
Net investment in intangible assets	(11,247)	
Purchase of other investments net of cash acquired, hedging of losses on non-consolidated companies and other changes in scope of consolidation	(72,912)	
Changes in financing of investments	998	(8,189)
Changes in receivables from concessions	(8,265)	(11,060)
Subtotal Cash flow from investing activities - Concessions	**(92,040)**	**(21,909)**
Cash flow from investing activities	**(114,332)**	**(43,086)**
C – CASH FLOW FROM FINANCING ACTIVITIES:		
Dividends paid out + other changes	(15,696)	(15,753)
Opening (repayment) of non-current liabilities net of commissions	57,153	14,070
of which to related parties		*609*
Net change in current financial liabilities (including leases)	134,169	(55,621)
Purchase of securities/bonds and treasury shares	(555)	(3,677)
Cash flow from financing activities	**175,072**	**(60,981)**
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	**31,033**	**(110,174)**
CASH AND CASH EQUIVALENTS AT START OF THE PERIOD	415,259	451,899
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	446,292	341,725

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

General information

Astaldi Group, which has been operating for over eighty years in Italy and abroad in the design and construction of major civil engineering works, is one of the most important groups in the international construction sector, and is a leading general contractor and sponsor of project finance initiatives in Italy.

The Group operates through the parent, Astaldi, a public company with registered offices at Via Giulio Vincenzo Bona, 65, Rome, listed in the STAR division of the Milan Stock Exchange since June 2002.

Form, Content and basis of preparation

The Condensed Interim Consolidated Financial Statements (hereinafter referred to as the Consolidated Interim Financial Statements) of Astaldi Group at 30 June 2011, provided for in Art 154-ter, paragraphs 2 and 3 of the Consolidated Finance Act, were drawn up in compliance with the International Financial Reporting Standards endorsed by the European Union and in accordance with CONSOB regulations regarding international accounting standards. These standards are integrated with the interpretations by IFRIC (International Financial Reporting Interpretations Committee) and SIC (Standing Interpretations Committee) also endorsed by the European Union.

The Consolidated Interim Financial Statements, presented in condensed format as permitted by IAS 34, were drafted applying the same accounting standards as adopted to draft the Consolidated Financial Statements at 31 December 2010 except for those taking effect as from 1 January 2011, which even if already set forth in the aforementioned financial statements, are listed once more in the last section “Standards and interpretations with effect as from 1 January 2011”. It must be noted that from 2011, the Group has opted to apply the proportionate consolidation instead of the equity method (single-line consolidation) for jointly-controlled companies in accordance with IAS 31. Said change does not have any effect on the 2010 profit for the period and equity, but since it generates analytical, albeit proportionate consolidation, it produces a difference in the representation of financial position and result of operations compared to the representation obtained through single-line consolidation resulting from the equity method. Nevertheless, please refer to the section below for an overview of the representative effects arising from applying of proportionate consolidation.

This document does not include all the information normally provided in annual financial statements and must be read jointly with the Group's consolidated financial statements at 31 December 2010. Specifically, the consolidated interim financial statements comprise:

1. Income statement and statement of comprehensive income;
2. Statement of financial position;
3. Statement of changes in equity;
4. Statement of cash flows;
5. Notes.

As already mentioned in the previous financial reports, the Group has chosen to present comprehensive income in two separate statements as permitted by IAS 1.81; as a result the income statement comprises a statement showing profit (loss) items for the period (Income Statement), and a statement which adds the "Other comprehensive income" to the profit (loss) for the period (Statement of Comprehensive Income). "Other comprehensive income" is represented by the Hedging reserve and Translation reserve only, which will affect profit or loss in future reporting periods, in accordance with the provisions of IAS 39 and IAS 21.

The consolidated interim financial statements are drawn up in Euros, representing the parent is functional and reporting currency; Attachment C shows the exchange rates used by the Group at 30 June 2011 to translate the financial statements and financial statement items expressed in currencies other than the Euro.

All the values are shown in thousands of Euros unless otherwise indicated. Consequently, in some statements, the total amounts may differ slightly from the sum of the amounts composing said totals due to rounding off.

The consolidated interim financial statements at 30 June 2011 are subject to review as set forth in CONSOB Resolution No. 10867 of 31 July 1997. The results of this review, undertaken by the auditing firm KPMG S.p.A., will be made public in accordance with applicable legislation.

Change in measurement and recognition criteria for jointly-controlled companies as from 1 January 2011: proportionate consolidation

Astaldi Group, as already mentioned, opted to consolidate operations of jointly-controlled companies in accordance with the proportionate method as from 2011. Application of this method means that the assets, liabilities, costs and revenue of the investee are shown separately by nature in the parent is consolidated financial statements, hence making it easier to interpret accounting information and results. Said criterion, which goes to replace the equity method, was adopted to allow for a better representation of the results of the Group's operations performed through industrial partnerships, asrecognising the individual assets and liabilities, income and expenses. Indeed, as from last year, the Group preferred to take part in tenders for the awarding of infrastructure projects, to be performed using the general contracting formula, by entering into joint venture arrangements with other industrial partners thus setting up special purpose vehicles. In this regard, partners have agreed to split the risks and benefits arising from performance of the individual contracts in relation to their respective stakes, while at a governance level, the desire to unanimously manage all activities deemed strategic, with regard to both contractual and industrial aspects and all financial and control-related areas, has always prevailed. Proportionate consolidation was also applied taking into account the changes introduced in accordance with IAS 31, already published by IASB (International Accounting Standard Board) in the new IFRS 11 "Joint Arrangements", but with endorsement by the European Union pending.

Please find below the corresponding income statement and statement of financial position figures, showing the effects resulting from application of proportionate consolidation.

INCOME STATEMENT	***First half 2010 Proportionate consolidation***	***First half 2010 Published***	***Effect of proportionate consolidation***
Revenue	919,630	912,268	7,361
Other operating income	62,659	64,006	-1,347
of which from related parties	*3,020*	*4,722*	*-1,702*
Total revenues	**982,289**	**976,275**	**6,014**
Purchase expense	-165,248	-155,200	-10,048
Service costs	-566,748	-576,834	10,086
of which to related parties	*-101,972*	*-144,072*	42,100
Personnel expense	-124,309	-121,569	-2,739
Amortisation, depreciation and impairment losses	-26,213	-25,874	-339
Other operating costs	-13,435	-13,191	-245
Total costs	**-895,953**	**-892,667**	**-3,286**
(Capitalisation of internal construction costs)	465	465	-
Operating profit	**86,801**	**84,073**	**2,729**
Financial income	29,825	25,927	3,898
of which from related parties	*41*	*232*	-191
Financial charges	-65,144	-61,366	-3,778
Effects of valuation of investments using the equity method	-382	1,457	-1,839

TOTAL FINANCIAL EXPENSE	**-35,701**	**-33,982**	**-1,719**
PRE-TAX PROFIT FROM CONTINUING OPERATIONS	**51,100**	**50,091**	**1,010**
Income Tax expense	-19,749	-18,739	-1,010
PROFIT FROM CONTINUING OPERATIONS	**31,352**	**31,352**	**-**
PROFIT FOR THE PERIOD	**31,352**	**31,352**	**-**
Profit attributable to owners of the parent	31,155	31,155	-
Profit attributable to non – controlling interests	197	197	-

STATEMENT OF FINANCIAL POSITION - ASSETS	**31/12/2010 Proportionate consolidation**	**31/12/2010 Published**	***Effect of proportionate consolidation***
Non-current assets			
Property, plant and equipment	301,429	298,680	2,749
Investment property	1,178	1,178	-
Intangible assets	3,739	3,716	23
Investments	84,830	95,874	-11,045
of which:			
Equity - accounted investees	82,866	93,910	-11,045
Non-current financial assets	119,517	82,794	36,723
of which from related parties	*19,686*	*22,452*	*-2,766*
Other non-current assets	21,440	21,287	153
Deferred tax assets	8,610	8,609	1
Total non-current assets	**540,744**	**512,138**	28,606
Current assets			
Inventories	93,624	86,466	7,159
Accounts receivable from customers	845,877	845,877	-
of which from related parties	*46,735*	*46,735*	-
Trade receivables	624,362	617,841	6,521
of which from related parties	*27,000*	*48,055*	*-21,055*
Current financial assets	28,276	27,908	368
Tax assets	101,523	90,430	11,094
Other current assets	308,408	297,904	10,505
of which from related parties	*28,332*	*28,385*	*-53*
Cash and cash equivalents	415,259	391,527	23,732
Total current assets	**2,417,330**	**2,357,952**	59,378
Total assets	**2,958,074**	**2,870,090**	87,983

STATEMENT OF FINANCIAL POSITION - LIABILITIES			
Equity			
Share capital	193,606	193,606	-
Reserves:			

Legal reserve	18,453	18,453	-
Extraordinary reserve	143,522	143,522	-
Retained earnings	27,581	27,581	-
Other reserves	4,380	4,380	-
Other comprehensive income	-25,611	-25,611	-
Total share capital and reserves	**361,932**	**361,932**	-
Profit for the period	63,056	63,056	-
Total equity attributable to owners of parent	**424,988**	**424,988**	-
Profit attributable to non – controlling interests	466	466	-
Other comprehensive income attributable to non – controlling interests	-149	-149	-
Consolidation reserve attributable to non – controlling interests	17,924	17,924	-
Minority equity	**18,241**	**18,241**	-
Total equity	**443,229**	**443,229**	-
Non-current liabilities			
Non-current financial liabilities	593,925	563,618	30,307
of which to related parties	*1,645*	*1,683*	*-38*
Other non-current liabilities	98,223	98,223	-
Employee benefits	8,460	8,382	77
Deferred tax liabilities	1,587	742	844
Total non-current liabilities	**702,195**	**670,966**	31,229
Current liabilities			
Payables due to customers	338,489	326,367	12,122
of which to related parties	9,564	9,564	-
Trade payables	922,346	881,651	40,694
of which to related parties	*116,767*	*150,321*	*-33,554*
Current financial liabilities	354,007	343,275	10,731
Tax liabilities	58,942	54,458	4,484
Provision for risks and charges	21,777	20,220	1,557
Other current liabilities	117,089	129,924	-12,835
of which to related parties	*465*	*16,704*	*-16,239*
Total current liabilities	**1,812,650**	**1,755,895**	56,755
Total liabilities	**2,514,845**	**2,426,861**	87,983
Total equity and liabilities	**2,958,074**	**2,870,090**	87,983

Use of estimates

Drafting of the condensed interim consolidated financial statements and related notes in compliance with IFRS requires the formulation of estimates and assumptions which affect the carrying amounts of assets and liabilities in the financial statements, as well as information regarding contingent assets and liabilities. Estimates are used, for example, to recognise the allowance for impairment, contract work in progress, amortisation and depreciation, impairment losses on assets, employee benefits, taxes and other provisions and accruals.

The estimates are based on the most recent information available to company management at the time of drafting this document, without adverse effects on its reliability.

The ensuing results may differ from said estimates. The estimates and assumptions are reviewed periodically and the effects of any changes are recognised in profit or loss in the period of change. More specifically, taking into account the Group's specific sector, which provides for payment of a sum upon awarding of the individual contracts, it should be pointed out that the profit margins on said contracts, recognised in profit or loss on the basis of systematic calculation criteria, may change with regard to original estimates. This is in relation to the probability of recovering the greater charges that may be incurred while performing works. Lastly, with regard to the taxes calculated herein, it should be pointed out that they were provided for on the basis of current tax rates, deemed to be applicable to the expected annual results on the basis of legislation in force, including in the countries where the Group operates

Consolidation scope

Please find below a list of the subsidiary companies included in the consolidation scope. It should be noted that there are some changes in the scope(*) compared to 31 December 2010:

1	Astaldi International Ltd.	100.00%
2	Messina Stadio S.c.r.l. in liquidation	100.00%
3	Astaldi Concessioni S.r.l.	100.00%
4	Sartori Tecnologie Industriali S.r.l.	100.00%
5	Groupement de Raccordement de la Station d'El Hamma (G.R.S.H.)	100.00%
6	Astaldi Bulgaria LTD	100.00%
7	Astaldi International Inc.	100.00%
8	Astaldi-Astaldi International J.V.	100.00%
9	Astaldi Algerie - E.u.r.l.	100.00%
10	Astaldi Construction Corporation	100.00%
11	Astaldi Arabia Ltd.	100.00%
12	Euroast S.r.l. in liquidation	100.00%
13	Italstrade IS S.r.l.	100.00%
14	Redo-Association Momentanée	100.00%

15	Seac S.p.a.r.l. in liquidation	100.00%
16	Garbi Linea 5 S.c.a.r.l. **(I)**	100.00%
17	Ospedale del Mare S.C.r.l. **(I)**	100.00%
18	I.F.C. Due S.c.r.l. in liquidation	99.99%
19	CO.MERI S.p.A.	99.99%
20	AR.GI S.c.p.A.	99.99%
21	Partenopea Finanza di Progetto S.p.A. **(I)**	99.99%
22	CO.NO.CO. S.c.r.l. in liquidation	99.98%
23	Portovesme S.c.r.l. in liquidation	99.98%
24	Astur Construction and Trade A.S.	99.98%
25	Astaldi de Venezuela C.A.	99.80%
26	ASTALROM S.A.**(I)**	99.55%
27	Romairport S.r.l.	99.26%
28	Constructora Astaldi Fe Grande Cachapoal Limitada	95.00%
29	Mondial Milas Bodrum **(II)**	92.85%
30	Toledo S.c.r.l.	90.39%
31	Susa Dora Quattro S.c.r.l. in liquidation	90.00%
32	S. Filippo S.c.r.l. in liquidation	80.00%
33	Forum S.c.r.l. in liquidation	79.99%
34	Bussentina S.c.r.l. in liquidation	78.80%
35	AS. M. S.c.r.l.	75.91%
36	Mormanno S.c.r.l. in liquidation	74.99%
37	S.P.T. - Società Passante Torino S.C.r.l.	74.00%
38	CO.ME.NA. S.c.r.l. in liquidation	70.43%
39	Astaldi-Max Bogl-CCCF JV S.r.l.	66.00%
40	Scuola Carabinieri S.C.r.l.	61.40%
41	Cachapoal Inversiones Limitada	60.00%
42	Quattro Venti S.c.r.l. in liquidation	60.00%
43	Inversiones Assimco Limitada	60,00%
44	Consorcio Rio Pallca	60.00%
45	C.O.MES. in liquidation S.C.r.l.	55.00%
46	Italstrade Somet JV Rometro S.r.l.	51.00%
47	Infraflegrea Progetto S.p.A.	51.00%
48	Romstrade S.r.l.	51.00%
49	Italstrade CCCF JV Romis S.r.l.	51.00%
50	Astaldi Ozcar **(III)**	51.00%

(*) The changes in the consolidation scope consist in: (I) changes in the percentage of interest held in relation to companies that are already subsidiaries; said changes have been recognised as equity transactions in compliance with IAS 27. (II) acquisition of a 92.85% stake, recognised in compliance with IFRS 3; please see section 'Business combinations' for the relative disclosure. (III) setting up of a new company with a 51% stake.

Business combinations

In April, Astaldi Group, through its investee, Astaldi Concessioni, purchased a total 92.85% stake in the Turkish company MONDIAL MILAS A.S., the concessionaire for the Milas-Bodrum Airport in Turkey; the acquisition date has been identified as 1 April 2011 in compliance with IFRS 3.

The transaction corresponds to the specific strategic goal of ensuring expansion of the Group's offer in the concessions segment and, given that it consists in the purchase of a green-field concession, serves to consolidate the Group's leadership in the airport segment thanks to synergies generated with the construction core business.

In brief, the transaction consisted in Astaldi Concessioni taking over the share capital paid in and subscribed by one of the partners in the concessionaire as regards 72.85% of the stake acquired; while for the remaining 20%, it entailed acquisition of beneficial rights over the share capital. On the whole, the total amount of the transaction, equal to EUR 16,037 thousand, corresponds to the carrying amount of the equity acquired on the acquisition date which, in turn, is equal to the fair value of the assets acquired and liabilities assumed, with no goodwill or negative goodwill being recorded.

As regards the measurement of equity attributable to non – controlling interest, it must be noted that it was calculated applying the same criteria as those used to calculate the fair value of the Group's net assets.

Standards and interpretations with effect as from 1 January 2011

Please find below a list of the new EU Regulations which came into effect as from 1 January 2011 and which introduced amendments to existing standards and new interpretations.

- Reg 574/2010: Amendment to IFRS 7 (Financial instruments) in the section concerning disclosures;
- Reg 632/2010: Amendment to IAS 24 (Related party disclosures);
- Reg 633/2010: Interpretation of IFRIC 14 (Prepayments of a minimum funding requirement);
- Reg 662/2010: IFRIC 19 (Extinguishing financial liabilities with equity instruments);
- Reg 149/2011: introduces some improvements to individual standards known as IFRS Improvements;

Said amendments did not entail any significant changes in terms of measurement, recognition and presentation of profit or loss and statement of financial position figures.

Analysis of the main changes in profit or loss and statement of financial position figures

(Figures expressed in thousands of Euros)

1. Revenue: EUR/000 1,079,786 (EUR/000 919,630)

Revenue from works at 30 June 2011 showed an increase of approximately 17% compared to the same period of the previous year, in line with forecasts including as regards the concessions segment.

The item comprised the following:

€/000	First half of 2011	First half of 2010	Difference
Revenue from sales and services	93,619	123,601	**(29,982)**
Concession revenue	29,703	18,267	**11,436**
Changes in contract work in progress	956,464	777,762	**178,702**
Total	**1,079,786**	**919,630**	**160,157**

It must be noted that "Revenue from sales and services" includes the amounts for works performed and accepted by the respective customers; "Concession revenue" includes construction and management activities related to concessions, while "Changes in contract work in progress" represents the amount of works performed during the year but not yet completed.

A geographical breakdown of the item is as follows:

€/000	First half of 2011	%	First half of 2010	%	Difference
Italy	489,566	45.3%	408,427	44.4%	81,139
Europe	316,154	29.3%	214,979	23.4%	101,175
America	167,232	15.5%	230,692	25.1%	(63,460)
Africa	87,079	8.1%	64,426	7.0%	22,653
Asia	19,756	1.8%	1,106	0.1%	18,650
Total	**1,079,786**	**100.0%**	**919,630**	**100.0%**	**160,157**

Note must be taken of a significant increase in projects in progress in Italy (Maxi Lots DG-21 and DG-22 of the Jonica National Road), Romania (Henri Coanda International Airport in Bucharest) and Turkey (especially the Istanbul underground in Turkey), as well as railway projects in progress in Algeria. For more details, please refer to the Interim Report on Operations.

2. Other operating income: EUR/000 42,495 (EUR/000 62,659)

Other income decreased compared to the same period of last year and comprised items not directly related to the Group's production activities, but secondary to the core business and of a lasting nature. The item comprised the following:

€/000	First half of 2011	First half of 2010	Difference
Revenue from sales of goods	19,788	22,731	**(2,942)**
Services to third parties	11,528	15,688	**(4,160)**
Services for the management of joint ventures	602	737	**(135)**
Rental and lease income	1,097	2,441	**(1,344)**
Net gains for disposal of property, plant and equipment and investment property	1,087	716	**371**
Other	8,393	20,347	**(11,954)**
Total	**42,495**	**62,659**	**(20,164)**

Specifically, the decrease is to be attributed to revenue from sales of goods and services related to minor complementary services for projects in progress in Turkey. The "Other" item mainly comprised insurance indemnities and adjustments to previous valuations for a total of EUR/000 4,437 (2010: EUR /000 11,592).

3. Purchase costs: EUR/000 211,685 (EUR/000 165,248)

€/000	First half of 2011	First half of 2010	Difference
Purchase costs	226,471	163,564	**62,907**
Changes in inventories of raw and subsidiary materials, consumables and goods	(14,786)	1,684	**(16,470)**
Total	**211,685**	**165,248**	**46,438**

Purchase costs showed an increase compared to the same period of last year, especially as regards Italy, Europe and Algeria.

4. Service costs: EUR/000 645,683 (EUR/000 566,748)

Service costs increased by approximately 13.9% compared to the first half of 2010, mainly in relation to the increase of subcontracting costs. Said increase can be attributed to the operating methods the Group uses, in its main role as General Contractor, to perform more complex infrastructures.

The item comprised the following:

€/000	First half of 2011	First half of 2010	Difference
Consortia costs	76,155	103,140	**(26,984)**
Subcontracts and other services	464,914	370,031	**94,883**
Technical, administrative and legal consultancies	36,220	36,650	**(431)**
Directors' and statutory auditors' fees	1,793	1,907	**(115)**
Utilities	5,954	6,083	**(129)**
Travel and transfers	2,257	2,004	**253**
Insurance	11,015	8,752	**2,263**
Leases and other costs	36,642	23,956	**12,686**
Rentals and condominium expenses	2,674	3,993	**(1,319)**
Maintenance costs for leased assets	430	402	**28**
Other	7,630	9,829	**(2,199)**
Total	**645,683**	**566,748**	**78,935**

More specifically, the increase in the item in question is connected, as mentioned earlier, to the increase in subcontracting costs and is linked to the areas characterised by a greater increase in production, as shown in the table below:

	First half of 2011	%	First half of 2010	%	Difference
Italy	239,184	51.4%	180,817	48.9%	58,367
Europe	146,192	31.4%	110,161	29.8%	36,031
America	59,584	12.8%	60,959	16.5%	(1,374)
Africa	10,686	2.3%	15,843	4.3%	(5,157)
Asia	9,268	2.0%	2,252	0.6%	7,016
Total	**464,914**	**100.0%**	**370,031**	**100.0%**	**94,884**

Lastly, note must be taken of a decrease in consortia costs at a domestic level, especially with regard to Line C of the Rome underground contract.

5. Personnel expense: EUR/000 132,704 (EUR/000 124,309)

The fairly insignificant increase in personnel expense must be interpreted together with the lower incidence of said costs on total revenue compared to the corresponding period of the previous year (2011:11.8% 2010: 12.7%), thus demonstrating a more efficient use of human resources as regards the various production phases of the projects.

The item comprised the following:

€/000	First half of 2011	First half of 2010	Difference
Wages and salaries	89,245	81,677	**7,568**
Social security charges	20,837	19,676	**1,161**
Other costs	21,169	21,873	**(705)**
Other post – employment benefits	896	903	**(7)**
Cost of share-based payments	557	179	**378**
Total	**132,704**	**124,309**	**8,395**

The "Cost of share-based payments" item includes the measurement of an incentive plan for the top management linked to the achievement of set economic-financial targets; in this regard, please refer to the description of the plan set forth in the Annual Financial Report. Specifically, given the measurement assumptions measurement, the item in question comprised:

€/000	Stock grant value	Financial liability value	Total
Incentive plan	557	-	557

As regards the cost of the incentive plan, please find below the actuarial assumptions regarding measurement:

- Dividend rate: 2.72%
- Volatility: 27%
- Probability of achievement of targets: 95%
- Risk free rate: 2.14%

The tables below show personnel expense broken down by geographical area and the average number of personnel by category.

€/000	First half of 2011	%	First half of 2010	%	Difference
Italy	56,091	42.3%	52,755	42.4%	3,336
Europe	26,181	19.7%	20,185	16.2%	5,997
America	33,706	25.4%	31,785	25.6%	1,922
Africa	11,359	8.6%	12,804	10.3%	(1,446)
Asia	5,367	4.0%	6,780	5.5%	(1,414)
Total	**132,704**	**100.0%**	**124,309**	**100.0%**	**8,395**

Category	30/06/2011	31/12/2010	Difference
Senior management	157	146	11
Junior managers	145	141	4
Office workers	2,079	2,284	(205)
Manual workers	5,388	5,792	(404)
Total	**7,769**	**8,363**	**(594)**

6. Amortisation, depreciation and impairment losses: EUR/000 25,226 (EUR/000 26,213)

The item decreased slightly compared to the same period of last year and comprised the following:

€/000	First half of 2011	First half of 2010	Difference
Amortisation of intangible assets	671	508	**162**
Depreciation of prperty, plant and equipment and investment property	23,746	25,705	**(1,958)**
Allowance for impairment	809	-	**809**
Total	**25,226**	**26,213**	**(987)**

As regards the allowance for impairment, the total amount calculated during the half-year takes into account their recoverable value depending on the nature of the counterparty, related especially to partners in consortium companies owned by the Astaldi Group.

7. Other operating costs: EUR/000 12,635 (EUR/000 13,435)

There was a decrease in the item compared to the same period of the previous year as shown in the table below:

€/000	First half of 2011	First half of 2010	Difference

Provisions for risks and charges	19	283	(264)
Other operating costs	12,617	13,153	(536)
Total	**12,635**	**13,435**	**(800)**

The decrease in the Provisions for risks and charges is directly related to the estimated performance of contracts to completion, as well as to estimated charges related to outstanding disputes. As regards other operating costs, which also showed a decrease compared to last year, the item comprised the following:

€/000	**First half of 2011**	**First half of 2010**	**Difference**
Gains and losses for value adjustments	483	872	**(389)**
Tax charges	5,144	5,677	**(533)**
Other administrative and sundry costs	6,990	6,604	**386**
Total	**12,617**	**13,153**	**(536)**

FINANCIAL OPERATIONS

Financial operations recorded net financial expense of EUR 38.1 million with a slight increase compared to the same period of last year (2010: EUR 35.3 million).

Specifically:

8. Financial income: EUR/000 25,198 (EUR/000 29,825)

There was a decrease in financial income compared to the same period of last year and it comprised the following:

€/000	**First half of 2011**	**First half of 2010**	**Difference**
Income from associates	631	448	**183**
Bank interest income and fees	1,521	1,165	**356**
Surety fees	815	259	**555**
Exchange rate gains	10,178	16,234	**(6,056)**
Income on derivatives	1,711	309	**1.403**
Other financial income	10,341	11,410	**(1,069)**
Total	**25,198**	**29,825**	**(4,628)**

“Other financial income” referred to interest receivable on concessions, calculated by discounting unconditional cash flows for the various projects the Group manages using the project finance formula, as well as interest on late payments accrued on individual receivables.

9. Financial charges: EUR/000 63,315 (EUR/000 65,144)

Financial charges equal to a total of EUR***/000*** 63,315 showed a decrease compared to last year and comprised the following:

€/000	First half of 2011	First half of 2010	Difference
Surety fees	14,489	9,658	**4,831**
Bank interest expense and fees	17,169	15,811	**1,358**
Exchange rate losses	15,352	24,440	**(9,087)**
Losses on derivatives	8,037	8,399	**(361)**
Financial charges on leases agreements	165	282	**(117)**
Other financial charges	7,960	6,426	**1,534**
Total	**63,172**	**65,016**	**(1,844)**
Impairment losses on securities and receivables	143	128	**14**
Total	**143**	**128**	**14**
Total financial charges	**63,315**	**65,144**	**(1,829)**

The item in question decreased as a result of the decrease in exchange rate losses which depended both on the trend of exchange rates and the Group’s effective management of currency policies. As regards “Bank interest expense and fees”, it should be noted that the increase compared to the corresponding period of the past year mainly referred for:

- EUR/000 14,378 to interest expense on bank loans;
- EUR/000 1,906 to current account interest expense;
- the remaining sum to sundry charges of a secondary nature, accrued with the same banks.

Lastly, note should be taken of the increase in surety fees, up on the same period of 2010. Said increase can mainly be attributed to the issue of operating guarantees – bid bonds and performance bonds – in relation to Group projects partly in progress and partly in the bidding phase.

10. Effects of valuation of investments using the equity method: EUR/000 -79 (EUR000 -382)

The effects of accounting for investments using the equity method on profit or loss are slightly negative. This is due to: i) the fact that Group companies are for the most part consortium companies; ii) the change the accounting policy applied to jointly-controlled companies.

11. Income tax expense: EUR/000 21,480 (EUR/000 19,749)

The Group taxes expense at 30 June 2011 calculated at the date of this report represents estimates at the expected tax charge at year-end, with specific reference to the tax rates provided for by the various tax laws in force in the areas where the Group operates. These totalled EUR 21,480 showing a slight increase compared to the same period of last year, despite a slightly lower tax rate than in the same period of 2010. The item comprised the following:

€/000	First half of 2011	First half of 2010	Difference
Current taxes	21,800	19,581	2,219
Net deferred taxe (assets) liabilities	974	(183)	1,157
Taxes relating to previous years	(1,294)	351	(1,645)
Total	**21,480**	**19,749**	**1,731**

12. Earnings per share: EUR 0.35 (EUR 0.31)

	First half of 2011	First half of 2010
Profit attributable to owners of the company	**35,026**	**31,155**
Weighted average number of shares (all ordinary)	98,424,900	98,424,900
Weighted average number of treasury shares	(626,168)	(798,551)
Weighted average number of shares to be used to calculate basic earnings per share	**97,798,733**	**97,626,349**
Basic earnings per share	**0.358**	**0.319**
Diluted earnings per share	**0.357**	**0.319**

In this regard we can note an increase of approximately 12% in earnings per share compared to the same period of last year, also in terms of diluted earnings per share.

13. Property, plant and equipment: EUR/000 294,518 (EUR/000 301,429)

The item in question, as at 30 June 2011, decreased by approximately EUR***/000*** 6,911 as shown in the table below.

€/000	*Land and buildings*	*Specific and general plant*	*Excavators, power shovels, vehicles*	*Sundry equipment and machinery*	*Assets under constructions and payments on account*	*Total*
balance at 31.12.2010, net of depreciation (1)	**44,841**	**81,091**	**36,821**	**31,305**	**107,371**	**301,429**
Increases						
- from acquisitions		4,861	4,265	3,828	9,207	22,161
	44,841	**85,951**	**41,087**	**35,133**	**116,578**	**323,590**
Depreciation	**-570**	**-9,495**	**-7,730**	**-5,933**		**-23,728**
Other disposals	-46	-1,605	-1,433	-513	-992	-4,589
Exchange rate difference	-204	6	-539	-145	-78	-960
Other changes	-19	705	617	31	-1,129	205
balance at 30.06.2011, net of depreciation (2)	**44,002**	**75,562**	**32,001**	**28,574**	**114,379**	**294,518**
(2) of which						
- Cost	52,072	148,995	116,658	84,077	107,371	509,173
- Accumulated depreciation	-7,231	-67,904	-79,837	-52,771		-207,743
Net carrynig amount	**44,841**	**81,091**	**36,821**	**31,305**	**107,371**	**301,430**
(2) of which						
- Cost	51,736	149,958	116,671	85,015	114,379	517,758
- Accumulated depreciation	-7,734	-74,396	-84,670	-56,441		-223,240
Net carrynig amount	**44,002**	**75,562**	**32,001**	**28,574**	**114,379**	**294,518**

14. Intangible assets: EUR/000 20,270 (EUR/000 3,739)

€/000	**Intellectual property rights**	**Concessions, licenses, trademarks and similar rights**	**Other intangible assets**	**Total**
Balance at 31/12/2010, net of amortisation (1)	594	659	2,486	3,739
Increases				
- from acquisitions	270		5,685	5,954
- concession service arrangements – Construction phase		11,247		11,247
Total	**864**	**11,906**	**8,171**	**20,941**
Amortisation	-201	-8	-462	-671
Balance at 30/06/2011, net of amortisation (2)	**663**	**11,898**	**7,709**	**20,270**
(1) of which				

- Cost	2,085	695	4,022	6,802
- Accumulated amortisation	-1,491	-36	-1,535	-3,063
Net value	**594**	**659**	**2,486**	**3,739**
(2) of which				
- Cost	1,968	11,942	9,706	23,616
- Accumulated amortisation	-1,305	-44	-1,997	-3,346
Net **carrynig amount**	**663**	**11,898**	**7,709**	**20,270**

It must be noted that the increase in the item in question can be attributed above all to concessions in their infrastructure construction phase, which will be recovered through revenue from operations of the infrastructure, and refer specifically to car park concessions in Italy and the airport concession in Turkey.

15. Investments: EUR/000 153,040 (EUR/000 84,830)

The balance of investments showed an increase in relation to the investment policy, above all in the concessions segment and specifically with the acquisition of a stake in Autostrada Brescia – Vicenza – Verona - Padova S.p.A. (the concessionaire of Italy's A4 motorway); please refer to the Interim Report on Operations for more details in this regard. The caption 'Investments' which as investments recognised at cost are shown net of accumulated depreciation equal to EUR/000 8, comprised the following:

€/000	**30/06/11**	**31/12/10**	**Difference**
Equity - accounted investees	98,371	82,866	15,505
Investments accounted for at cost	54,669	1,964	52,705
Total	**153,040**	**84,830**	**68,210**

16. Financial assets

Non-current financial assets: EUR/000 132,502 (EUR/000 119,517)

Non-current financial assets, EUR/000 126,647 of which were included in the net financial position, were mainly related to receivables arising from concessions. They were calculated by discounting unconditional cash flows (guaranteed minimum). Approximately EUR/000 12,900 of the increase can be specifically attributed to the Bodrum Airport (Turkey) concession, which is currently under construction.The item comprised also receivables from Group companies totalling EUR/000 5,802, mainly in relation to financing of work in progress.

Current financial assets: EUR/000 22,786 (EUR/000 28,276)

Current financial assets decreased compared to last year and mainly referred to:

- receivables of the subsidiary Partenopea Finanza Progetto S.p.A. amounting to approximately EUR/000 13,574, from A.S.L. NA 1 (Naples Local Health Authorities) in relation to the grant provided under the "Merloni Law" and subsequent amendments and additions
- receivables arising from concessions totalling EUR/000 2,676
- securities in the corporate portfolio totalling EUR/000 2,973
- derivative assets receivables totalling EUR/000 3,563.

17. Other assets

Other non-current assets: EUR/000 23,165 (EUR/000 21,440)

The item showed a partial increase and comprised the following:

€/000	30/06/11	31/12/10	Difference
Tax assets	3,784	4,507	**(724)**
Other assets	19,381	16,933	**2.448**
Total other non-current assets	23,165	21,440	**1,724**

In this regard, it must be noted that:

- tax assets referred to claims for refunds from the tax authorities, specifically for direct taxes totalling EUR/000 891 and indirect taxes totalling EUR/000 2,892; the latter are related above all to Central America (Honduras);
- other assets mainly comprised: receivables for payments on account to suppliers and subcontractors amounting to EUR/000 914; guarantee deposits of EUR/000 2,409; prepaid expenses for surety fees totalling EUR/000 2,539;

prepaid expenses for insurance premiums amounting to EUR/000 9,227; and other prepaid expenses EUR/000 4,287.

Other current assets: EUR/000 296,711 (EUR/000 308,408)

€/000	30/06/11	31/12/10	Difference
Receivables from associates	28,388	27,985	**403**
Receivables from other companies	110	147	**(37)**
Other assets	268,213	280,276	**(12,063)**
Total	**296,711**	**308,408**	**(11,697)**

Specifically, the item comprised:

- receivables from associates and other investees totalling EUR/000 28,498. For detailed information on current transactions please see the attachment on related parties;
- other assets totalling EUR/000 268,213 referring mainly to: receivables for payments on account to suppliers and subcontractors totalling EUR/000 106,920; receivables from other clients for the sale of goods and services totalling EUR/000 83,591; receivables from social security organisations and advances to personnel totalling EUR/000 4,066; prepaid expenses and accrued income totalling EUR/000 7,861.

The changes in the allowance for impairment related to this item are shown below:

€/000	31/12/2010	Allowance	Income-related use	Equity-related use	Other	30/06/2011
allowance for impairment	-4,171	-	-	-	-2	**-4,169**
Total	**-4,171**	**-**	**-**	**-**	**-2**	**-4,169**

18. Inventories: EUR/000 86,730 (EUR/000 93,624)

The item comprised the following:

€/000	30/06/11	31/12/10	Difference
Raw materials, subsidiary materials and consumables	83,035	90,292	**(7,258)**
Finished products and goods	1,711	1,567	**144**
Travelling goods and materials	1,985	1,765	**220**
Total	**86,730**	**93,624**	**(6,894)**

A geographical breakdown of inventories is shown below:

€/000	30/06/11	%	31/12/10	%	Difference
Italy	7,329	8.4%	7,523	8.0%	(195)
Europe	35,307	40.7%	35,685	38.1%	(379)
America	33,801	39.0%	42,661	45.6%	(8,860)
Africa	7,812	9.0%	5,760	6.2%	2,052
Asia	2,482	2.9%	1,995	2.1%	487
Total	**86,730**	**100.0%**	**93,624**	**100.0%**	**(6,894)**

19. Accounts receivable from customers EUR/000 1,094,272 (EUR/000 845,877) – Payables due to customers EUR/000 400,059 (EUR/000 338,489)

The items comprised the following:

€/000	30/06/2011	31/12/2010	Difference
CURRENT ASSETS			
Contract work in progress	6,309,695	4,933,795	1,375,900
Allowance for impairment losses on contracts to completion	-15,063	-16,494	1,431
Total contract work in progress	6,294,632	4,917,301	1,377,331
Payments on account from customers	-5,200,360	-4,071,424	-1,128,936
Total accounts receivable from customers	**1,094,272**	**845,877**	**248,395**
CURRENT LIABILITIES			
Contract work in progress	195,079	440,107	-245,028
Payments on account from customers	-244,810	-500,999	256,189
Contract advances	-338,555	-268,086	-70,469
Allowance for impairment losses on contracts to completion	-11,772	-9,511	-2,261
Total Payables from customers	**-400,059**	**-338,489**	**-61,570**

Specifically, the increase in payables due from customers refers to Europe and Algeria as well as Italy.

20. Trade receivables: EUR/000 677,186 (EUR/000 624,362)

€/000	30/06/11	31/12/10	Difference
Receivables from customers	652,795	610,902	41,893

Receivables from associates	39,650	29,510	10,140
Receivables from parents	9	13	-4
Receivables from other investees	1,634	941	693
Allowance for impairment	(16,902)	(17,004)	102
Total	**677,186**	**624,362**	**52,824**

Trade receivables showed a general increase to be attributed especially to Italy and Europe.

€/000	30/06/11	%	31/12/10	%	Difference
Italy	275,744	40.7%	216,504	34.7%	59,240
Europe	105,493	15.6%	94,931	15.2%	10,562
America	235,142	34.7%	256,180	41.0%	(21,038)
Africa	58,998	8.8%	53,239	8.5%	5,760
Asia	1,807	0.2%	3,508	0.6%	(1,701)
Total	**677,186**	**100.0%**	**624,362**	**100.0%**	**52,824**

Allowance for impairment

The impairment test for receivables generated the following changes in the related allowance during the first half of 2011:

€/000	31/12/2010	Accruals	Release	Utilisation	Other	30/06/2011
Allowance for impairment	-11,065	-814			45	**-11,834**
Interest in arrears	-5,939	-128	1,000			**-5,067**
Total	**-17,004**	**-942**	**1,000**		**45**	**-16,901**

21. Tax assets: EUR/000 88,085 (EUR/000 101,523)

Tax assets, including the allowance for impairment equal to EUR/000 198, comprised:

- receivables for direct taxes totalling EUR/000 22,403 recorded pursuant to and for purposes of legislation applicable in the countries where the Group operates;
- receivables for indirect taxes (VAT) totalling EUR/000 65,879 for contracts in progress in Italy and abroad, which will be recovered through progressive invoicing of works in progress and by offsetting against direct tax payables where

possible.

22. Cash and cash equivalents: EUR/000 446,292 (EUR/000 415,259)

The item in question comprised the following:

€/000	30/06/11	31/12/10	Difference
Bank and post office accounts	445,625	414,553	**31,072**
Cash and cash equivalents	668	706	**(39)**
Total	**446,292**	**415,259**	**31,033**

A geographical breakdown of the item is shown below:

€/000	30/06/2011	31/12/2010	Difference
Italy	227,367	270,913	**(43,546)**
Europe	170,157	89,503	**80,654**
Asia	515	4,123	**(3,608)**
America	31,937	30,506	**1,431**
Africa	16,316	20,214	**(3,898)**
Total	**446,292**	**415,259**	**31,033**

23. Equity: EUR/000 458,162 (EUR/000 443,229)

The share capital, subscribed and fully paid-in consists of 98,424,900 ordinary shares of a nominal value of EUR 2. Treasury shares held at the end of the period totalled 594,634 (821,979 shares in 2010); their nominal value, totalling EUR 1,189, was recorded as a direct reduction of share capital. The share capital was likewise reduced of the treasury shares used for the stock grant plan totalling 1,038,800 in number (799,800 shares in 2010) worth a total of EUR 2,077. That there are no shares subject to restraints and no capital increases under way subject to option.

At 30 June 2011, in accordance with the company's shareholders' book and other related information which is obligatory pursuant to law (as per Article 120 of Legislative Decree No. 58/98), the shareholders of Astaldi S.p.A. holding more than a 2% interest in the company were as follows:

DIRECT SHAREHOLDER	Number of shares	% of interest
Fin.Ast S.r.l.	39,238,495	39.866%
Finetupar International S.A.	12,327,967	12.525%

TOTAL Fin.Ast. S.r.l.	**51,566,462**	**52.392%**
Odin Forvaltning AS	**4,841,885**	**4.919%**
Pictet Funds (Europe) SA	**2,051,920**	**2.085%**
Pictet Asset Management Ltd	**2,024,396**	**2.057%**
TOTAL	**60,484,663**	**61.453%**
Market	**37,940,237**	**38.547%**
Grand total	**98,424,900**	**100%**

The equity reserves are shown in the table below:

€/000	30/06/2011	31/12/2010	Difference
Legal reserve	20,797	18,453	2,344
Extraordinary reserve	172,640	143,522	29,118
Retained earnings	41,130	27,581	13,549
Other reserves	5,147	4,380	767
Other comprehensive income statement Items	-23,998	-25,611	1,613
Total	215,716	168,325	47,391

The differences in the items shown in the table above are detailed below:

- The legal reserve increased by EUR/000 2,344 in relation to the provision of Article 2430 of the Italian Civil Code.
- The extraordinary reserve increased compared to the previous year by a total of EUR/000 29,118. Specifically: EUR/000 29,198 for the residual amount of prior year profit allocated in the parent's 2010 statutory financial statements and EUR/000 (80) in relation to the buyback .
- Retained earnings which totalled EUR/000 41,130 included the economic effects arising from line-by-line, proportionate and single-line consolidation of the Group's investments. The item also included the acquisitions attributable to non – controlling interests regarding companies already controlled by the Group, as shown in the Statement of Changes in Equity which should be referred to.
- The main changes in Other reserves referred to the difference in the stock grant reserve for of EUR/000 718 and the effects of the buyback operation for the sum of EUR/000 49. Specifically, they referred to:

- the overall positive effects of first time application of IFRS for EUR/000 1,093;
- the positive effects of application of IFRIC 12 “Service concession arrangements” for EUR/000 10,396;
- the negative effects arising from translation of the financial statements of foreign permanent establishments as well as investees, with reference to the IFRS transition date, for EUR/000 23,770;
- the consolidation reserve totalling EUR/000 9,303;
- the positive effects of recognising stock grant for EUR/000 6,418 (2010: EUR/000 5,700);
- the positive effects of negotiating treasury shares for EUR/000 1,706 (2010: EUR/000 1,658)

- The other comprehensive income items include the effects of the hedging reserve and translation reserve for foreign operations; the changes in said items are shown below.

(*EUR/000*)	**Initial hedging Reserve**	**Translation Reserve**	**Reconciliation of changes in equity**
Initial balance at 01/01/2010	(17,167)	(7,543)	(24,710)
Change during previous period	(3,728)	2,827	(901)
Balance at 01/01/2011	(20,894)	(4,716)	(25,610)
Change during the period	4,354	(2,742)	1,612
Final balance at 30/06/2011	**(16,539)**	**(7,458)**	**(23,997)**

The Hedging Reserve is shown below:

€/000	**30/06/2011**	**31/12/2010**	**Difference**
Parent/Subsidiaries Reserve	13,646	21,634	-7,988
Tax effect	-3,590	-5,529	1,939
Carrying amount net of tax effect	**10,056**	**16,105**	**-6,049**
Associates Reserve	7,929	5,871	2,058
Total	**17,985**	**21,976**	**-3,991**
Attributable to owners of the parent	**16,539**	**20,894**	**-4,355**
Attributable to non – controlling interests	**1,445**	**1,082**	**363**

Please refer to the disclosure on hedge derivatives for details of changes in the Parent /Subsidiaries Reserve equal to EUR/000 13,646.

24. Financial liabilities

Financial liabilities showed a general increase which, however, must also be related to the investment trend in the concessions sector and the relative cash flow generated. Indeed, if on the one hand there was an increase in liabilities, a related trend in financial assets can be seen on the other, thus synchronising inflows and outflows from a time viewpoint. Lastly, the debt structure is mainly in the medium/long-term. Please find below a breakdown of these liabilities.

Non-current financial liabilities: EUR/000 651,078 (EUR/000 593,925)

Non-current financial liabilities increased compared to 31 December 2010 and comprised the following:

€/000	30/06/11	31/12/10	Difference
Bank payables	641,219	584,486	**56,733**
Non-current position of loans	4,162	4,308	**(146)**
Leases payables	4,052	3,447	**605**
Financial payables to associates	1,645	1,683	**(38)**
Total	**651,078**	**593,925**	**57,153**

Current financial liabilities: EUR/000 488,176 (EUR/000 354,007)

The item comprised the following:

€/000	30/06/11	31/12/10	Difference
Bank payables	380,447	249,235	**131,212**
Current portion of loans	99,116	93,516	**5,600**
Payables to other lenders	5,256	7,772	**(2,516)**
Lease payables	3,358	3,484	**(126)**
Total	**488,176**	**354,007**	**134,169**

For completeness of information these items,also comprise covenants and negative pledges related to the Group's loans.

The levels of financial covenants applying to current committed corporate loans with the lending banks that lend to the Group are listed below:

- ratio between the net financial position and equity attributable to owners of the parent: less than or equal to 1.60x at year-end and less or equal to 1.75x at the end of the half-year;

- ratio between net financial position and EBITDA: less than or equal to 3.50x at year-end and less or equal to 3.75x at the end of the half-year;

Definition of the items comprising the net financial position is in line with the provisions contained in CONSOB Resolution No. 6064293 of 28 July 2006.

Failure to comply with the aforementioned indexes, when not corrected within a period stated in the various loans contracts ("cure period"), may entail cancellation of the loan and consequent claim by the lending banks to speed up repayments.

The loan agreements which the aforementioned covenants apply to are as follows:

- "Multi-Tranche Facility" loan of EUR 325 million, signed on 18 July 2006, of a total duration of 7 years, organised by Mediocredito Centrale (Unicredito Group) and The Royal Bank of Scotland and subscribed by a pool of banks; expiry in April 2013;

- Loan of EUR 110 million, signed on 16 July 2009 with Banca Popolare di Milano, as at of a pool of lending banks, with a 5-year duration and final expiry in June 2014.

- Bilateral, committed, revolving loan of EUR 50 million, subscribed by Efibanca on 14 July 2008, with a 6-year duration and final expiry in July 2014;

- Bilateral, committed, revolving loan of EUR 30 million, subscribed by West LB on 7 August 2008, with a 5-year duration and final expiry in August 2013;

- Bilateral, committed, revolving loan of EUR 30 million, subscribed by BayernLB Italia on 5 October 2007, with expiry in October 2011;

- Bilateral, committed, revolving loan of EUR 15 million, subscribed by Dexia in August 2010, with a 12-month duration and expiry in August 2011.

The aforementioned financial covenants also apply to the following loans subscribed in relation to specific working projects:

- Bilateral committed loan of EUR 18.5 million, subscribed on 4 June 2009 with GE Capital (formerly Interbanca SpA) to cover the design and construction costs for an underground car park in Piazza Cittadella, Verona. Duration: 19 years, expiry in June 2027.

The loan is covered by a mortgage on surface rights, the transfer of receivables arising from a guaranteed minimum and the transfer of insurance coverage on the minimum fee.

- Loan of USD 36 million, subscribed on 5 August 2009 with Unicredit and MPS Capital Services as the lending banks.

Said loan, to be used to partially cover funding needed to develop the concession in Chile called the "Chacayes Hydroelectric project", has a 7-year duration with final expiry on 8 August 2016. The beneficiary is Inversiones Assimco Limitada: repayment of said loan is completely guaranteed by Astaldi SpA through corporate surety and pledge on shares (Astaldi's stake) in the beneficiary company.

The same covenant levels also apply to a committed credit facility for the issue of signed undertakings (guarantees and sureties) of EUR 175 million, signed on 30 November 2006, 7-year duration, organised by Mediocredito Centrale (Unicredito Group) and the Royal Bank of Scotland and subscribed by a pool of banks: expiry in November 2013.

The so-called EUR 40 million stand-by credit facility organised by BNL-Gruppo BNP Paribas Group and a pool of banks in favour of the subsidiary Co.meri SpA, guaranteed by Astaldi SpA, reached expiry and was completely repaid during the first half of 2011.

It must also be noted that on 22 June 2011, Astaldi SpA signed EUR 35 million loan agreement with ING Bank and Centrobanca linked to investments in the concessions sector. The loan has a five-year duration, with the option to renew for a further two years up to a total duration of seven years.

Said loan provides for the application of the same levels of financial covenants as the other loans.

As regards negative pledge clauses, it must be noted that the Group tends to align these undertakings to those defined in its own main corporate loan agreement (the multi tranche loan of EUR 325 million organised by Mediocredito Centrale and the Royal Bank of Scotland) when negotiating other loan agreements.

Said agreement stipulates that the Group may not afford collateral (mortgages, pledges, etc.) on its own assets with the exception of some specific cases.

Specifically, said undertaking does not apply to:

- guarantees that already exist when stipulating a new loan agreement;

- guarantees furnished in relation to loans dedicated to individual projects, performed using the traditional contract, general contracting or project financing formulas;

- or, in addition to the above cases, for amounts not in excess of a set amount which, in the case of the agreement in question, is EUR 3 million.

It must be noted that the aforementioned covenants were fully complied with during the period this interim financial report refers to.

Hedging instruments

At 30 June 2011 the notional value of derivate hedging instruments totalled approximately EUR/000 573,857 of which EUR/000 503,753 qualified for hedge accounting and EUR/000 70,104 not qualified for hedge accounting.
Please find below tables summarizing the transactions performed to hedge the interest rate risk, based on cash flow hedging, broken down between those which hedge accounting is applied and those to which the Group decided not to apply hedge accounting.

Hedge accounting items:

Amounts shown in thousands of Euros

TYPE OF DERIVATIVE	TYPE OF TRANSACTION	RESIDUAL NOTIONAL VALUE	FAIR VALUE AT 30/06/11
	Financial assets	20,000	-79,492
	Medium/long-term debt	411,253	-12,543

IRS		**431,253**	**-12,623**
	Financial assets	20,000	-78,553
	Medium/long-term debt	52,500	-1,038
OPTIONS		**72,500**	**-1,117**
Total		**503,753**	**-13,739**

Non-Hedge accounting items:

Amounts shown in thousands of Euros

TYPE OF DERIVATIVE	TYPE OF TRANSACTION	RESIDUAL NOTIONAL VALUE	FAIR VALUE AT 30/06/11
	Financial assets	55,904	(680)
	Medium/long-term debt	1,700	(24)
IRS		**57,604**	**(703)**
	Medium/long-term debt	12,500	(47)
OPTIONS		**12,500**	**(47)**
Total		**70,104**	**(750)**

Hedging Reserve:

	Interest rate risk
Initial reserve at 31/12/2010	-21,634
Impact on hedging reserve net of release to profit or loss	-7,433
Final reserve at 30/06/2011	**-14,201**
Ineffective portion	-241
Hedge accounting items:	-14,442

Currency risk

At 30 June 2011, the exchange rate derivative portfolio included the following currency hedging transactions:

- EUR/TRY against planned payments in local currency – Turkey;
- EUR/USD against forecast revenue in USD – Turkey;
- EUR/USD against forecast revenue in USD - Romania;
- PLN/EUR against forecast revenue in local currency - Poland.

Hedges performed by applying hedge accounting entailed recognising EUR 554,665 to equity (Hedging).

Hedge accounting items:

Figures shown in thousands of Euros

COMPANY	TYPE OF DERIVATIVE	TYPE OF TRANSACTION	CURRENCY	RESIDUAL NOTIONAL VALUE	FAIR VALUE AT 30/06/2011
ASTALDI – TURKEY BRANCH	FORWARD	Hedging of costs in Turkish lire	TRY	60,500	(1,562)
Subtotal				**60,500**	**(1,562)**
AGP METRO POLSKA	FORWARD	Hedging of revenue in thousands of Euros	EUR	41,500	124
Subtotal				**41,500**	**124**
ROMAIRPORT	FORWARD	Hedging of revenue in USD	USD	14,730	1,036
Subtotal				**14,730**	**1,036**
Total					**(402)**

Non-Hedge accounting items:

Figures shown in thousands of Euros

COMPANY	TYPE OF DERIVATIVE	TYPE OF TRANSACTION	CURRENCY	RESIDUAL NOTIONAL VALUE	FAIR VALUE AT 30/06/2011
ASTALDI – TURKEY BRANCH	OPTIONS	Claim Hedging	USD	50,000	2,404
Total				**50,000**	**2,404**

Hedging Reserve:

	currency risk
Opening reserve at 31/12/2010	0

Impact on hedging reserve net of release to profit or loss	555
Closing reserve at 30/06/2011	**555**
Ineffective portion	-153
Hedge accounting items:	402

Net financial position

In accordance with CONSOB Resolution No. DEM/6064293 of 28 July 2006 and in compliance with the CESR Recommendation of 10 February 2005, **net financial debt** at 30 June 2011 was as follows:

	€/000		30/06/2011	December 2010	June 2010
A	Cash and cash equivalents		446,292	415,259	341,725
B	Securities held for trading		2,973	5,003	3,991
C	**Liquid assets**	**(A+B)**	**449,265**	**420,262**	**345,716**
D	**Financial receivables**		**27,964**	**36,471**	**38,275**
E	Current bank payables		(363,572)	(226,148)	(250,926)
F	Current portion of non-current debt		(99,116)	(93,516)	(43,326)
G	Other current financial liabilities		(8,613)	(11,256)	(10,238)
H	**Current financial debt**	**(E+F+G)**	**(471,302)**	**(330,920)**	**(304,490)**
I	**Net current financial debt**	**(H+D+C)**	**5,927**	**125,814**	**79,501**
J	Non-current bank loans and borrowings		(645,381)	(588,794)	(620,770)
K	Other non-current liabilities		(4,052)	(3,447)	(4,486)
L	**Non-current financial debt**	**(K+J)**	**(649,433)**	**(592,242)**	**(625,256)**
M	**Net financial debt**	**(L+I)**	**(643,505)**	**(466,428)**	**(545,755)**
N	**Receivables arising from concessions (*)**		**114,933**	**99,871**	**95,026**
O	**Total financial debt**	**(M+N)**	**(528,572)**	**(366,557)**	**(450,730)**

The parent holds treasury shares equal to EUR 3,056 that were included in the net financial position shown in the Interim Report on Operations, therefore generating **a final net financial debt of EUR (525,517).** Receivables arising from concessions, shown as a result of the components provided for in the CESR model, represent the discounted value of unconditional cash flows attributable to the guaranteed minimums due to the Group with regard to the concessions segment.

Please refer to the Interim Report on Operations for more information.

25. Other liabilities

Other non-current liabilities: EUR/000 98,780 (EUR/000 98,223)

The item mainly comprised long-term deferred income totalling EUR/**000** 97,448 for contributions accrued in relation to contracts in progress.

Other current liabilities: EUR/000 118,580 (EUR/000 117,089)

	30/06/11	31/12/10	Difference
Payables to associates	1,239	113	**1,126**
Payables to other companies	33	33	**-**
Payables to personnel	30,152	24,561	**5,592**
Other liabilities	87,156	92,382	**(5,226)**
Total other current liabilities	**118,580**	**117,089**	**1,491**

Please see the attachment on related parties for an analysis of relations with Group companies. It should be pointed out that "*Other liabilities*" refers mainly to operating payables to third parties totalling EUR/000 61,028, payables to personnel totalling EUR/000 21,070 and accrued expense and deferred income totalling EUR/000 3,577.

26. Trade payables: EUR/000 1,024,880 (EUR/000 922,346)

Trade payables comprised the following:

€/000	30/06/11	31/12/10	Difference
Payables to suppliers	896,917	791,395	**105,522**
Payables to associates	125,105	121,141	**3,964**
Payables to other investees	2,858	9,810	**(6,952)**
Total	**1,024,880**	**922,346**	**102,534**

The increase in trade payables refers above all to Europe (Romania and Poland) and in part to Italy, but nevertheless must be related to the trend in receivables and available funds generated in said areas.

27. Provisions for risks and charges EUR/000 22,539 (EUR/000 21,777)

The item comprised the following:

	Provisions for contract undertakings	Provisions for investment risks	Provision for legal obligations	Provisions pursuant to Art. 27 of Bylaws	Total
Balance at 31/12/2010	**15,639**	**2,580**	**2,500**	**1,058**	**21,777**
Accruals	23				**23**
Use					
Charging to advances					
Reclassification					
Allocation of 2010 profit				703	**703**
Other		35			**35**
Balance at 30/06/2011	**15,662**	**2,615**	**2,500**	**1,761**	**22,539**

Please find below a description of the components of the item in question:

- the provisions for contract undertakings mainly cover a conservative estimate of the charges related to works that have been completed, but for which the final phase of the respctive contracts has still to be defined, as well as to activities related to works in progress;
- the provisions for investment risks cover the deficit, attributable to owners of the parent, with regard to the carrying amount of said investments;
- the provision for legal obligations includes the allocation of charges calculated by carefully examining the individual cases, performed including with the assistance of external consultants, on the basis of objective and valuation factors;
- the provision pursuant to Article 27 of the Bylaws has been used for donations and increased as a result of the allocation of profit as set forth by specific resolutions.

In order to complete the information provided as regards provisions for risks and charges, please find below a summary of the provisions recognised in the financial statements, with an indication of their nature and specific classification.

	Statement of financial position	*30/06/2011*	*31/12/2010*	*Note*
Provisions directly reducing assets (*in thousands of Euros*)	-	**36,347**	**37,883**	
Allowance for impairment losses on investments	*Investments*	8	8	*15*
Provision for future losses	*Accounts receivable from customers*	15,063	16,494	*19*
Allowance for impairment	*Trade receivables*	11,834	11,065	*20*
Provision for interest in arrears	*Trade receivables*	5,067	5,939	*20*
Allowance for impairment losses on other assets	*Other current assets*	4,177	4,179	*17*
Provision for interest in arrears on tax liabilities	*Tax assets*	198	198	*21*
Provisions recognised under liabilities (*in thousands of Euros*)		***34,310***	***31,287***	
For investment risks	*Provisions for risks and charges*	*2,615*	*2,580*	*27*
For contract undertakings	*Provisions for risks and charges*	*15,662*	*15,025*	*27*
Other provisions for risks and charges	*Provisions for risks and charges*	*4,261*	*4,171*	*27*
For future contract losses	*Due to customers*	*11,772*	*9,511*	*19*
Total provisions	-	**70,657**	**69,170**	

Information on potential risks

It should be noted that the Group is involved in civil and administrative proceedings and lawsuits related to the routine performance of its business. On the basis of information currently available and taking into account existing provisions for risks, it is believed that said proceedings and lawsuits will not have any negative consequences on the consolidated financial statements.

As regards two tax notices of assesment issued following general assesemts on of VAT, IRES (company tax) and IRAP (regional production tax) for 2005 (and in part for 2004), as well as two official tax assesemts reports referring to 2007, and extended to 2006 solely in relation to some items, the information already provided in the notes to the financial statements at 31/12/2010 can be confirmed.

28. Relations with related parties

Attachment A shows the amounts of transactions and current balances arising from financial and commercial transaction with related parties. In this regard it must be pointed out that said transactions were undertaken at market conditions.

However, it should be specified that, given the specific business sector the Group operates in, relations with consortia and consortium companies (special-purpose vehicles) must be related to the receivables from third parties (recognised among "trade receivables") that are not summarised in the table attached to these notes.

Other information

Segment reporting

The table below shows production revenue and operating result, taking into account the provisions set forth in IFRS 8 in relation to reportable segments.

30.06.2011 (thousands of Euros)	Italy	Europe	America	Africa	Asia	Other assets	Adjustments and derecognition	Consolidated total
Revenue	716,142	339,168	167,023	86,663	19,756	62	(249,027)	1,079,786
Operating result	52,722	21,743	9,722	23,222	(10,360)	(7,069)	4,950	94,929

30.06.2010 (thousands of Euros)	Italy	Europe	America	Africa	Asia	Other assets	Adjustments and derecognitions	Consolidated total
Revenue	595,154	215,467	228,319	62,357	1,106	(171)	(182,602)	919,630
Operating result	31,081	22,335	56,218	9,321	(15,645)	(17,373)	864	86,801

Dividends paid

Dividends totalling EUR 14,644,967.10 (EUR 12,686,906.23 in 2010) were paid during 2011. The dividend approved by the Shareholders' Meeting of 18 April 2011 of Euro 0.15 per share (Euro 0.13 in 2010) was paid on 5 May 2011, with ex-dividend date on 2 May 2011. The number of shares benefiting from the dividend was 97,633,114 (97,591,591 in 2010) out of a total of 98,424,900 shares, and net of treasury shares totalling 791,786.

Guarantees and sureties

Personal guarantees (shown in thousands of Euros)

The total amount of guarantees given amounted to EUR 2,197,896 and referred to the following:

1. sureties for the opening of credit facilities, used to ensure correct cash flows for individual contracts, issued in favour of associates and other non-consolidated investees, set up for this purpose pursuant to current legislation in the sector, totalling EUR 64,119;
2. sureties for works issued, in the Group's interest, by banks and insurance companies, in favour of customers for various purposes on behalf of the Group, subsidiaries, associates and other investees, totalling EUR 2,089,799;
3. other sureties, issued for various purposes, totalling EUR 43,978.

Third-party sureties issued in our favour (shown in thousands of Euros)

The sureties issued by banks and insurance companies in favour of Italian and foreign suppliers and subcontractors totalled EUR 240,252, and were related to contractual obligation undertaken by the latter in our regard.

Subsequent events

Please refer to the Interim Report on Operations for an analysis of subsequent events.

List ofinvestments

In compliance with applicable legislation, Attachment B lists investments at 30 June 2011.

Date of publication of Interim Financial Report

Pursuant to current legislation, the Board of Directors of Astaldi S.p.A. approved this interim financial report and authorised its publication on 4 August 2011.

ATTACHMENTS TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

ATTACHMENT A

RELATIONS WITH RELATED PARTIES

ATTACHMENT A_RELATED PARTIES

EUR/000

	Non-current financial assets	Amounts due from customers	Trade receivables	Other current assets	Non-current financial liabilities	Amounts due to customers	Trade payables	Other current liabilities	Revenues	Other operating revenues	Service costs	Other financial income
Adduttore Ponte Barca S.c.r.l. in liquidation	0	0	6	0	0	0	0	0	0	0	5	0
Astaldi Bayindir J.V.	0	0	308	5,984	0	0	(1,272)	(1)	0	0	0	0
Avola S.c.r.l. in liquidation	84	0	675	41	0	0	(162)	0	0	(10)	0	0
Blufi 1 S.c.r.l. in liquidation	0	0	0	48	0	0	0	0	0	0	0	0
C.F.M. S.c.r.l. in liquidation	0	0	68	113	0	0	(124)	0	0	0	0	(3)
Colli Albani S.c.r.l. in liquidation	5	0	815	5	0	0	(343)	0	0	0	0	0
Consorcio Astaldi-ICE	0	0	416	0	0	0	0	0	0	0	0	0
Consorcio Contuy Medio	0	0	38	778	0	0	(1,302)	(25)	0	0	117	0
Consorcio Grupo Contuy - Proyectos y Obras de Ferrocarriles	0	0	1,253	5,213	0	0	(3,114)	0	0	(105)	618	0
Consorzio A.F.T. - Algeria subsidiary	75	0	0	347	0	0	0	(236)	0	0	0	0
Consorzio A.F.T. in liquidation	279	0	108	21	0	0	0	0	0	0	0	0
Consorzio A.F.T. Kramis	285	0	0	0	0	0	0	0	0	0	0	0
Consorzio A.F.T. Kramis - Algeria subsidiary	125	0	2,793	498	0	0	(8)	0	0	0	0	(9)
Consorzio C.I.R.C. in liquidation	0	0	22	0	0	0	(107)	0	0	0	10	0
Consorzio Consarno	127	0	70	0	0	0	(18)	0	0	0	18	0
Consorzio Consavia S.c.n.c. in liquidation	0	0	5	1	0	0	(0)	0	0	0	0	0
Consorzio Dipenta S.p.A. - Ugo Vitolo in liquidation	0	0	0	0	0	0	(2)	0	0	0	0	0
Consorzio Europeo Armamento Alta Velocità - C.E.A.A.V.	90	0	0	0	0	0	(37)	0	0	0	1	0
Consorzio Ferrofir in liquidation	0	0	0	0	0	0	(206)	0	0	0	207	0
Consorzio Gi.It. in liquidation	0	0	0	0	0	0	(220)	0	0	0	0	0
Consorzio Iricav Due	0	0	31	0	0	0	(662)	0	0	(34)	183	0
Consorzio Iricav Uno	0	0	549	109	0	0	(2,476)	0	0	(260)	1,872	0
Consorzio Ital.Co.Cer.	0	0	0	0	0	0	(87)	0	0	0	0	0
Consorzio Italvenezia	0	0	0	0	0	0	(134)	0	0	0	9	0
Consorzio Novocen in liquidation	0	0	0	0	0	0	(57)	(0)	0	0	0	0
Consorzio Pedelombarda 2	0	0	0	60	0	0	0	0	0	0	0	0
Consorzio Ponte Stretto di Messina in liquidation	220	0	0	1	0	0	0	0	0	0	0	0
Consorzio Qalat	0	0	0	0	0	0	(91)	0	0	0	0	0
Copenhagen Metro Construction Group J.V. (COMET)	0	0	0	0	0	0	(0)	0	0	0	0	0
Diga di Blufi S.c.r.l. in liquidation	0	0	6,198	637	0	0	(5,469)	0	0	0	1	0
Ecosarno S.c.r.l.	0	0	0	0	0	0	(312)	0	0	0	527	0
Fosso Canna S.c.r.l. in liquidation	205	0	247	6	0	0	(83)	0	0	0	0	0
FSC S.c.r.l. in liquidation	0	0	0	0	0	0	0	0	0	0	1	0
GEI - Grupo Empresas Italianas	0	0	70	3,897	0	0	(7,381)	(17)	0	0	20	0
Groupement Eurolep	0	0	0	0	0	0	0	(26)	0	0	0	0
Groupement Italgisas	838	0	123	16	0	0	0	0	0	0	0	0
Infraflegrea S.c.r.l. in liquidation	0	0	523	9	0	0	(994)	0	0	0	15	0
Italsagi Sp. Zo. O.	340	0	14	28	0	0	0	0	0	0	0	0
M.N. Metropolitana di Napoli S.p.A.	0	0	24	0	0	0	(9)	0	0	0	0	0
Max Bogl-Astaldi-CCCF Asocierea JV S.r.l.	347	0	408	0	0	0	(137)	0	0	0	0	(5)
Metro 5 S.p.A.	1,509	27,573	50	2	0	0	(2)	0	(22,484)	(245)	466	(36)
METRO C S.c.p.a.	0	0	426	5	0	0	(64,848)	0	(104)	(230)	57,172	0
Metrogenova S.c.r.l.	0	0	117	203	0	0	(124)	(33)	0	(72)	1,173	0
Monte Vesuvio S.c.r.l. in liquidation	250	0	255	0	0	0	(60)	0	0	0	0	0
Mose-Treporti S.c.r.l.	0	0	684	0	0	0	(16,737)	0	0	(84)	7,013	0
N.P.F. - Nuovo Polo Fieristico S.c.r.l. in liquidation	0	0	63	779	0	0	0	0	0	(6)	32	0
Nova Metro S.c.r.l. in liquidation	0	0	0	0	0	0	(33)	0	0	0	3	0
Pacific Hydro Chacayes	11,909	24,376	16	0	0	(1,893)	(105)	0	(39,397)	0	48	(382)
Pedelombarda S.c.p.A.	0	0	7,131	0	0	0	(11,434)	0	0	(151)	6,061	0
Pegaso S.c.r.l.	0	0	343	1,105	0	0	(498)	(0)	0	(87)	360	0
Piana di Licata S.c.r.l. in liquidation	307	0	257	2	0	0	(139)	0	0	(78)	0	0
Pont Ventoux S.c.r.l. in liquidation	0	0	3,458	583	0	0	(5,712)	0	0	(9)	91	(16)
Principe Amedeo S.c.r.l. in liquidation	0	0	339	114	0	0	(232)	0	0	0	0	0
S. Leonardo S.c.r.l. in liquidation	5	0	2,628	2	0	0	(698)	0	0	0	0	0
S.A.C.E.S. S.r.l. in liquidation	0	0	0	0	(1,645)	0	0	0	0	0	0	0
S.E.I.S. S.p.A.	1,647	0	10	0	0	0	0	0	0	0	0	0
SA.T. S.p.A.	0	2,308	1,573	0	0	(2,583)	0	0	(18,968)	(129)	0	0
Tangenziale Seconda S.c.r.l. in liquidation	0	0	68	4	0	0	(19)	0	0	0	0	(0)
Truncu Reale S.c.r.l. in liquidation	0	0	199	1	0	0	(2)	0	0	0	0	0
Vesuviana Strade S.c.r.l. in liquidation	0	0	146	15	0	0	(63)	0	0	(8)	2	0
Viadotti di Courmayeur S.c.r.l. in liquidation	0	0	503	22	0	0	(242)	0	0	0	133	0
Yellow River Contractors	0	0	90	0	0	0	0	0	0	0	0	0
General total	**18,647**	**54,257**	**33,119**	**20,648**	**(1,645)**	**(4,477)**	**(125,758)**	**(338)**	**(80,953)**	**(1,508)**	**76,158**	**(450)**
Percentage of incidence on transactions	**14.07%**	**4.74%**	**5.41%**	**6.96%**	**0.25%**	**1.16%**	**12.27%**	**0.29%**	**7.50%**	**3.55%**	**11.79%**	**1.79%**

ATTACHMENT B

GROUP COMPANIES

Astaldi Group companies

at 30 June 2011

A - Companies consolidated using the line-by-line method

AR.GI S.c.p.A.	Via G.V. Bona, 65 - Rome - Italy	EUR	35,000,000.00	99,990%	0,000%	
AS. M. S.c.r.l.	Via Raffaele Morghen, 36 - Naples - Italy	EUR	10,000.00	75,910%	0,000%	
Astaldi - Ozkar JV	Al Masriq Building, office 45 - 4 floor Azaibah - Muscat - Sultanate of Oman	EUR	0.00	51,000%	0,000%	
Astaldi Algerie - E.u.r.l.	25 Citè Mohamed Hadj Ahmed Hydra wilaya d'Alger - Algiers - Algeria	DZD	50,000,000.00	100,000%	0,000%	
Astaldi Arabia Ltd.	P.O. Box 58139 - Riyadh - Saudi Arabia	SAR	5,000,000.00	60,000%	40,000%	Astaldi International Ltd.
Astaldi Bulgaria LTD	67 Tsanko Tserkovski Str., Entrance V, 4 floor - Sofia - Bulgaria	BGN	5,000.00	100,000%	0,000%	
Astaldi Concessioni S.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	0.00	100,000%	0,000%	
Astaldi Construction Corporation	8220 State Road 85 Davie - Florida - U.S.A.	USD	66,005,000.00	100,000%	0,000%	
Astaldi de Venezuela C.A.	C.C. C.T. 1ra Etapa Piso 6 Of. 620 - Caracas - Venezuela	VEB	110,300,000.00	99,803%	0,000%	
Astaldi International Inc.	Bank of Liberia Building P.O. Box 660 - Monrovia - Liberia	USD	3,000,000.00	100,000%	0,000%	
Astaldi International Ltd.	34-36 Gray's Inn Road - London - United Kingdom	GBP	2,000,000.00	100,000%	0,000%	
Astaldi-Astaldi International J.V.	R. Armando Tivane, 466 - Matola Maputo - Mozambique	USD	10,000.00	100,000%	0,000%	
Astaldi-Max Bogl-CCCF JV S.r.l.	Str.Carol Davilla no. 70 - Bucharest - Romania	EUR	10,000.00	66,000%	0,000%	
ASTALROM S.A.	Varianta Nord, 1 - Calarasi - Romania	RON	3,809,898.00	99,553%	0,000%	
Astur Construction and Trade A.S.	Aydinpinar Cad. Kucukmehmetler Koyu - Ankara - Turkey	TRY	3,000,000.00	89,968%	10,011%	
Bussentina S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	25,500.00	78,800%	0,000%	
C.O.MES. in liquidation S.C.r.l.	Via G.V.Bona, 65 - Rome - Italy	EUR	20,000.00	55,000%	0,000%	
Cachapoal Inversiones Limitada	Avenida Apoquindo 3846, oficinas 1101 y 1102 - Santiago - Chile	USD	63,712,990.00	0,000%	100,000%	Inversiones Assimco Limitada
CO.ME.NA. S.c.r.l. in liquidation	Via Cappella Vecchia, 8 - Naples - Italy	EUR	20,658.00	70,432%	0,000%	
CO.MERI S.p.A.	Via G.V. Bona, 65 - Rome - Italy	EUR	35,000,000.00	99,990%	0,000%	
CO.NO.CO. S.c.r.l. in liquidation	Via Adige, 19 - Milan - Italy	EUR	25,500.00	99,980%	0,000%	
Consorcio Rio Pallca	Avenida Camino Real 390, Torre Central Officina 810, San Isidro - Lima - Peru	PEN	0.00	60,000%	0,000%	
Constructora Astaldi Fe Grande Cachapoal Limitada	Avenida El Condor 844, Oficina 401, Ciudad Empresarial, Huechuraba - Santiago - Chile	CLP	10,000,000.00	95,000%	0,000%	
Euroast S.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	15,300.00	100,000%	0,000%	
Forum S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	51,000.00	79,989%	0,000%	
Garbi Linea 5 S.c.a.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	10,000.00	100,000%	0,000%	
Groupement de Raccordement de la Station d'El Hamma (G.R.S.H.)	25 Rue Mohamed Hadj Ahmed Hydra - Algiers - Algeria	DZD	0.00	72,000%	28,000%	Astaldi Algerie Eurl
I.F.C. Due S.c.r.l. in liquidation	Via G. V. Bona, 65 - Rome - Italy	EUR	45,900.00	99,990%	0,000%	
Infraflegrea Progetto S.p.A.	Via privata D. Giustino, 3/A - Naples - Italy	EUR	500,000.00	51,000%	0,000%	
Inversiones Assimco Limitada	Avenida Apoquindo 3846, oficinas 1101 y 1102 - Santiago - Chile	USD	40,633,000.00	0,000%	60,000%	Astaldi Concessioni S.r.l.
Italstrade CCCF JV Romis S.r.l.	Piata Pache Protopopescu, 9 - Bucharest - Romania	LEI	5,400,000,000.00	51,000%	0,000%	
Italstrade IS S.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	232,200.00	100,000%	0,000%	
Italstrade Somet JV Rometro S.r.l.	Str. Cap. Av. A. Serbanescu, 49 Sector 1 - Bucharest - Romania	LEI	22,000,000.00	51,000%	0,000%	
Linea A S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	25,500.00	0,000%	100,000%	Italstrade IS Srl
Messina Stadio S.c.r.l. in liquidation	Via Adige, 19 - Milan - Italy	EUR	45,900.00	100,000%	0,000%	
Mondial Milas - Bodrum Havalimani Uluslararasi Terminal Isletmeciligi Ve Yatirim A.S.	Kizkulesi Sokak, 38/4, Gaziosmanpasa, Cankaya - Ankara - Turkey	TRY	37,518,000.00	0,000%	92,850%	Astaldi Concessioni S.r.l.
Mormanno S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	10,200.00	74,990%	0,000%	
Ospedale del Mare S.C.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	50,000.00	100,000%	0,000%	
Partenopea Finanza di Progetto S.p.A.	Via della Metamorfosi s.n.c. - Naples - Italy	EUR	9,300,000.00	99,990%	0,000%	
Portovesme S.c.r.l. in liquidation	Via Adige, 19 - Milan - Italy	EUR	25,500.00	99,980%	0,000%	
Quattro Venti S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	51,000.00	60,000%	0,000%	
Redo-Association Momentanée	Av. De la Justice, 1257 - Kinshasa - Dem. Rep. of the Congo	ZRZ	50,000.00	75,000%	25,000%	Seac Sparl in liquid.
Romairport S.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	500,000.00	99,263%	0,000%	
Romstrade S.r.l.	Piata Pache Protopopescu, 9 - Bucharest - Romania	LEI	##############	51,000%	0,000%	
S. Filippo S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	10,200.00	80,000%	0,000%	
S.P.T. - Società Passante Torino S.C.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	50,000.00	74,000%	0,000%	
Sartori Tecnologie Industriali S.r.l.	Via Bettolo, 17 - Brindisi - Italy	EUR	1,000,000.00	100,000%	0,000%	
Scuola Carabinieri S.C.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	50,000.00	61,400%	0,000%	
Seac S.p.a.r.l. in liquidation	Avenue des Fleurs - Kinshasa/Gombe - Dem. Rep. of the Congo	ZRZ	200,000,000.00	100,000%	0,000%	
Susa Dora Quattro S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	51,000.00	90,000%	0,000%	
Toledo S.c.r.l.	Via Morghen, 36 - Naples - Italy	EUR	50,000.00	90,394%	0,000%	

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B - Companies consolidated using the proportionate method

AGP Metro Polska	Grzybowska 80/82, 3. Floor 00-844 Warsaw - Poland		0.00	45,000%	0,000%	
Asociera FCC Construccion S.A./Astaldi S.p.A. JV	Str. Paul Greceanu 24, Sector 2 - Bucharest - Romania	EUR	0.00	50,000%	0,000%	
Asociera JV FCC Contruccion S.A.- Astaldi S.p.A.	Str. Paul Greceanu 24, Sector 2 - Bucharest - Romania	EUR	0.00	50,000%	0,000%	
Asocierea Astaldi- FCC - Delta ACM - AB Construct	Str. Carol Devila, 70 Sector 5 - Bucharest - Romania	EUR	0.00	39,000%	0,000%	
Asocierea JV Astaldi S.p.A. - Max Bogl	Str. Carol Devila, 70 Sector 5 - Bucharest - Romania	RON	0.00	60,000%	0,000%	
Astaldi - Gulermak Ortak Girisimi JV	Karakoy - Istanbul - Turkey	EUR	0.00	51,000%	0,000%	
Astaldi - UTI - Romairport Joint Venture	Str. Carol Devila, 70 Sector 5 - Bucharest - Romania	RON	0.00	49,000%	30,000%	Romairport
Astaldi Bayindir J.V.	Ilkadim Sokak, 19 Gaziomanpasa- Ankara - Turkey	TRY	0.00	50,000%	0,000%	
Astaldi-FCC Joint Venture (J.V. Basarab Overpass)	Str. Carol Davila, 70 Sector 5 - Bucharest - Romania	RON	0.00	50,000%	0,000%	
Astaldi-Max Bogl- Euroconstruct-Arcadis JV	Str. Carol Devila, 70 Sector 5 - Bucharest - Romania	RON	0.00	32,300%	0,000%	
Avola S.c.r.l. in liquidation	Via Adige, 19 - Milan - Italy	EUR	10,200.00	50,000%	0,000%	
Avrasya Metro Grubu JV (AMG JV)	Istanbul - Turkey	TRY	0.00	42,000%	0,000%	
Avrasya Metro Grubu Srl	Via S. Michele, 35 - Agliana (PT) - Italy	EUR	10,000.00	42,000%	0,000%	
C.F.M. S.c.r.l. in liquidation	Via privata D. Giustino , 3/A - Naples - Italy	EUR	40,800.00	50,000%	0,000%	
CO.SAT Società Consortile a responsabilità limitata	Via G.V. Bona, 65 - Rome - Italy	EUR	10,000.00	50,000%	0,000%	
Colli Albani S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	25,500.00	60,000%	0,000%	
Consorcio Constructor Tumarin	Carretera Masaya-Km 6,5 Plaza Santo Domingo, Ed.Cobirsa II-4° Piso - Managua - Nicaragua	PES	0.00	50,000%	0,000%	
Consorzio A.F.T. Kramis	Via G.V. Bona, 65 - Rome - Italy	EUR	100,000.00	49,995%	0,000%	
Consorzio Dipenta S.p.A. - Ugo Vitolo in liquidation	Via Chiatamone, 57 - Naples - Italy	EUR	2,582.00	50,000%	0,000%	
Consorzio Ferrofir in liquidation	Via F.Tovaglieri, 17- Rome - Italy	EUR	30,987.00	66,666%	0,000%	
Consorzio Gi.It. in liquidation	Via privata D. Giustino, 3/A - Naples - Italy	EUR	2,582.00	50,000%	0,000%	
Constructora Astaldi Fe Grande Limitata Ltda	Penalolén - Regiòn Metropolitana - Santiago - Chile	CLP	10,000,000.00	49,000%	0,000%	
G.R.B.K. Barrage de Kerrada et Adduction Chelif-Kerrada du Transfert M.A.O	25, Rue Mohamed El Hadj Ahmed, Hydra - Algiers - Algeria	DZD	0.00	68,680%	0,000%	
G.T.J Etude et Rèalisation d'un Tunnel	25, Rue Mohamed El Hadj Ahmed, Hydra - Algiers - Algeria	DZD	0.00	60,000%	0,000%	
Groupement Astaldi-Somatra Get (G.A.S.)	Place Erroussafi Mutuelleville, 1002 - Tunis- Tunisia	EUR	0.00	60,000%	0,000%	
Groupement ASTEH	25, Rue Mohamed El Hadj Ahmed, Hydra - Algiers - Algeria	DZD	0.00	51,000%	0,000%	
Groupement GR-RDM	25, Rue Mohamed El Hadj Ahmed, Hydra - Algiers - Algeria	DZD	0.00	51,000%	0,000%	
IC ICTAS-ASTALDI Insaat A.S.	Konur Sokak n. 58/207, Kizilay - Ankara - Turkey	TRY	2,000,000.00	50,000%	0,000%	
Infraflegrea S.c.r.l. in liquidation	Via privata D. Giustino, 3/A - Naples - Italy	EUR	46,600.00	50,000%	0,000%	
JV Bogl - Astaldi - Euroconstruct - Tecnologica - Proiect Bucuresti	Bd. Eroii Sanitari, 49 Sector 5 - Bucharest - Romania	RON	0.00	26,000%	0,000%	
M.O.MES S.c.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	10,000.00	55,000%	0,000%	
Monte Vesuvio S.c.r.l. in liquidation	Via dei Missaglia, 97 - Milan - Italy	EUR	45,900.00	50,000%	0,000%	
Piana di Licata S.c.r.l. in liquidation	Via Adige, 19 - Milan - Italy	EUR	10,200.00	43,750%	0,000%	
Pont Ventoux S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	51,000.00	56,250%	0,000%	
Principe Amedeo S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	10,200.00	50,000%	0,000%	
S. Leonardo S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	10,200.00	51,000%	0,000%	
Sharaf - Astaldi LLC	Emirate of Dubai - United Arab Emirates	AED	3,000,000.00	49,000%	0,000%	
Veneta Sanitaria Finanza di Progetto S.p.A. - V.S.F.P. S.p.A.	Via Paccagnella, 11 - Mestre (VE) - Italy	EUR	20,500,000.00	31,000%	0,000%	
Viadotti di Courmayeur S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	10,200.00	66,670%	0,000%	

C - Equity - accounted investees

Adduttore Ponte Barca S.c.r.l. in liquidation	Via di Pietralata, 140 - Rome - Italy	EUR	45,900.00	24,330%	0,000%
Blufi 1 S.c.rl. in liquidation	Zona Industriale - Agrigento - Italy	EUR	25,823.00	32,000%	0,000%
Consorcio Contuy Medio	Avida Andres Bello, Ed. Atlantic Piso 7, Of. 1-7 - Venezuela	USD	40,000.00	28,300%	0,000%
Consorcio Rio Urubamba	Av. Paseo de la Republica 4675, Surquillo - Lima - Peru	EUR	0.00	50,000%	0,000%
Consorzio A.F.T. in liquidation	Via G.V. Bona, 65 - Rome- Italy	EUR	46,481.00	33,330%	0,000%
Consorzio C.I.R.C. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	51,000.00	25,000%	0,000%
Consorzio Consarno	Via Napoli, 329 - Castellammare di Stabia (NA) - Italy	EUR	20,658.00	25,000%	0,000%
Consorzio Consavia S.c.n.c. in liquidation	Via F. Tovaglieri, 17 - Rome - Italy	EUR	20,658.00	25,000%	0,000%
Consorzio Europeo Armamento Alta Velocità - C.E.A.A.V.	Via G.V. Bona, 65 - Rome - Italy	EUR	206,583.00	25,000%	0,000%
Consorzio Iricav Due	Via F. Tovaglieri, 413 - Rome - Italy	EUR	510,000.00	32,990%	0,000%
Consorzio Iricav Uno	Via F. Tovaglieri, 17 - Rome - Italy	EUR	520,000.00	27,910%	0,000%
Consorzio Ital.Co.Cer.	Via Giovanni da Procida, 36 - Rome - Italy	EUR	51,600.00	30,000%	0,000%

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Consorzio Italvenezia	Via Salaria, 1039 - Rome - Italy	EUR	77,450.00	25,000%	0,000%	
Consorzio Metrofer in liquidation	Via Salaria , 1033 - Rome - Italy	EUR	25,823.00	33,320%	0,000%	
Consorzio Novocen in liquidation	Via Orazio, 143 - Naples - Italy	EUR	51,640.00	40,760%	0,000%	
Consorzio Pedelombarda 2	Via dei Missaglia, 97 - Milan - Italy	EUR	10,000.00	17,960%	0,000%	
Consorzio Ponte Stretto di Messina in liquidation	Via G.V.Bona, 65 - Rome - Italy	EUR	100,000.00	51,970%	0,000%	
Consorzio Qalat	Corso Carlo Marx, 19 - Misterbianco (CT) - Italy	EUR	10,327.00	40,000%	0,000%	
Copenhagen Metro Construction Group J.V. (COMET)	Refshaleoen, 147 P.O. Box 1920 - Copenhagen - Denmark	DKK	0.00	15,000%	0,000%	
Diga di Blufi S.c.r.l. in liquidation	Corso Vercelli, 9 - Milan - Italy	EUR	45,900.00	50,000%	0,000%	
Ecosarno S.c.r.l.	Viale Italia,1 - Sesto S. Giovanni (MI) - Italy	EUR	50,490.00	33,334%	0,000%	
Fosso Canna S.c.r.l. in liquidation	Corso Vercelli, 9 - Milan - Italy	EUR	25,500.00	32,000%	0,000%	
FSC S.c.r.l. in liquidation	Via Scapacchiò, 41 - Selvazzano Dentro (PD) - Italy	EUR	3,000.00	0,000%	30,000%	Sartori Sud S.r.l.
GEI - Grupo Empresas Italianas	C.C.C. Tamanaco 1ra Etapa, Piso 6, Oficina 620, Chuao - Caracas - Venezuela	VEB	2,000,100,000.00	33,335%	0,000%	
Groupement Italgisas	Angle Boulevard de la Resistance et Rue de Puissesaux - Casablanca - Morocco	MAD	207,014,000.00	0,000%	40,000%	Italstrade IS Srl
M.N. Metropolitana di Napoli S.p.A.	Via Galileo Ferraris, 101 - Naples - Italy	EUR	3,655,397.00	22,620%	0,000%	
Max Boegl - Astaldi J.V.	Blv.Eroi Sanitar,49 - Bucharest - Romania	RON	0.00	40,000%	0,000%	
Max Bogl-Astaldi-CCCF Asocierea JV S.r.l.	Blv.Eroi Sanitar,49 - Bucharest - Romania	EUR	10,000.00	33,000%	0,000%	
Metro 5 Lilla S.r.l.	Via Adige, 19 - Milan - Italy	EUR	20,000,000.00	0,000%	100,000%	Metro 5
Metro 5 S.p.A.	+	EUR	50,000,000.00	31,000%	0,000%	
METRO C S.c.p.a.	Via di Torre Spaccata, 172 - Rome - Italy	EUR	150,000,000.00	34,500%	0,000%	
Metrogenova S.c.r.l.	Via IV Novembre snc -Spianata Acquasola - 16121 Genoa - Italy	EUR	25,500.00	21,810%	0,000%	
Mose-Treporti S.c.r.l.	Via C.Battisti no. 2 - Venice - Mestre - Italy	EUR	10,000.00	35,000%	0,000%	
N.P.F. - Nuovo Polo Fieristico S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	40,000.00	50,000%	0,000%	
Nova Metro S.c.r.l. in liquidation	Via Montello, 10 - Rome - Italy	EUR	40,800.00	24,100%	0,000%	
Otoyol Yatirim Ve Isletme A.S.	Bugday Sokak n. 9, Kavaklidere, Cankaya - Ankara - Turkey	TRY	250,000,000.00	15,750%	0,000%	
Pacific Hydro Chacayes	9th floor, Isidora Goyenechea Avenue, Santiago - Chile	USD	50,603,340.00	0,000%	27,350%	Cachapoal Inversiones Limitada
Pedelombarda S.c.p.A.	Via dei Missaglia, 97 - Milan - Italy	EUR	80,000,000.00	24,000%	0,000%	
Pegaso S.c.r.l.	Via F. Tovaglieri, 17 - Rome - Italy	EUR	260,000.00	43,750%	0,000%	
S.A.C.E.S. S.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	26,000.00	37,000%	0,000%	
S.E.I.S. S.p.A.	Via P. Delitala, 11 - Cagliari - Italy	EUR	3,877,500.00	48,330%	0,000%	
SA.T. S.p.A.	Via Rimini, 27- Prato- Italy	EUR	10,000,000.00	35,000%	0,000%	
Tangenziale Seconda S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome- Italy	EUR	45,900.00	42,730%	0,000%	
Truncu Reale S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	30,600.00	34,000%	0,000%	
Vesuviana Strade S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	45,900.00	30,000%	0,000%	
Yellow River Contractors	P.O. Box 073 - Luoyang - People's Republic of China	USD	999,336.00	14,000%	0,000%	
D - Companies valued at cost						
Aguas de San Pedro S.A. de C.V.	Barrio Las Palmas entre 20 y 27 calle, 3a avenida - San Pedro Sula - Honduras	HNL	100,000,000.00	0,000%	15,000%	Astaldi Concessioni S.r.l.
Association en participation SEP Astaldi-Somatra-Bredero	Tunisia	TND	0.00	40,000%	0,000%	
Astaldi-Sarantopulos J.V.	Athens - Greece	----	0.00	14,000%	0,000%	
Autostrada Brescia Verona Vicenza Padova S.p.A.	Via Flavio Gioia, 71 - Verona - Italy	EUR	117,966,632.00	0.000%	4.801%	Astaldi Concessioni S.r.l.
C.F.C. S.c.r.l.	Via privata D. Giustino, 3/A - Naples - Italy	EUR	45,900.00	0,010%	0,000%	
Co.Sa.Vi.D. S.c.r.l.	Carini - Contrada Foresta Z.I. - Palermo - Italy	EUR	25,500.00	0,010%	0,000%	
Consorcio Astaldi-ICE	Av. Libertador Bolivar, 1842 - Cochabamba - Bolivia	BOB	0.00	50,000%	0,000%	
Consorcio Grupo Contuy - Proyectos y Obras de Ferrocarriles	CCC T. 1ra Etapa Piso 6 Of. 620 Chuao - Caracas - Venezuela	VEB	0.00	32,330%	0,000%	
Consorzio Asse Sangro in liquidation	Via della Fonte di Fauno, 2/A bis - Rome - Italy	EUR	464,811.00	4,762%	0,000%	
Consorzio Centro Uno in liquidation	C.so Vittorio Emanuele, 130 - Naples - Italy	EUR	154,937.00	2,000%	0,000%	
Consorzio Ferroviario Vesuviano	Via Argine, 425 - Naples - Italy	EUR	153,000.00	0,004%	0,000%	
Consorzio Groupement Lesi-Dipenta	Via Indonesia, 100 - Rome - Italy	EUR	258,228.00	0,010%	0,000%	
Consorzio TRA.DE.CI.V.	Via Galileo Ferraris, 101 - Naples - Italy	EUR	154,937.00	17,727%	0,000%	
Costruttori Romani Riuniti Grandi Opere S.p.A.	Via P. Stanislao Mancini, 2 - Rome - Italy	EUR	5,164,568.00	1,000%	0,000%	
Fondazione Accademia Nazionale di S. Cecilia	Via Vittoria, 6 - Rome - Italy	EUR	0.00	0,001%	0,000%	
Fondazione Filarmonica Arturo Toscanini	Strada della Repubblica, 57 - Parma - Italy	EUR	0.00	0,001%	0,000%	
Fusaro S.C.r.l.	Via privata D. Giustino, 3/A - Naples - Italy	EUR	10,200.00	0,010%	0,000%	
G.G.O. S.c.r.l. in liquidation	Zona Industriale - Agrigento - Italy	EUR	25,500.00	10,000%	0,000%	

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Groupement Eurolep	Shifflandestrasse, 35 - Aaran 5000 - Switzerland	CHF	100,000.00	22,000%	0,000%	
IGI - Istituto Grandi Infrastrutture	Via Ovidio, 32 - Rome - Italy	EUR	0.00	0,001%	0,000%	
Imprese Riunite Genova S.c.r.l. in liquidation	Brigata Liguria, 1/18 - Genoa - Italy	EUR	25,500.00	16,100%	0,000%	
Imprese Riunite Genova Seconda S.c.r.l. in liquidation	Via Serra, 2/9 - Genoa - Italy	EUR	25,000.00	16,100%	0,000%	
Italsagi Sp. Zo. O.	Ul. Powstancow - Katowice - Poland	PLN	100,000,000.00	0,000%	34,000%	Italstrade IS Srl
Italstrade CCCF JV Bucuresti S.r.l.	Gheorghe Manu, 20 Sector 1 - Bucharest - Romania	LEI	2,000,000.00	1,000%	0,000%	
M.N.6 S.C.r.l.	Via G.Ferraris n.101 - Naples - Italy	EUR	51,000.00	1,000%	0,000%	
NO.VI.F.IN. Nova Via Festinat Industrias S.c.r.l.	Riviera di Chiaia, 72 - Naples - Italy	EUR	10,329.00	0,010%	0,000%	
Pantano S.c.r.l.	Via Montello, 10 - Rome - Italy	EUR	40,800.00	10,000%	0,000%	
Pavimental S.p.A.	Piazza Ferdinando De Lucia, 15 - Rome - Italy	EUR	4,669,132.00	1,303%	0,000%	
Platamonas Sarantopulos J.V.	Athens - Greece	----	0.00	14,450%	0,000%	
Roma Lido S.c.r.l. in liquidation	Via Anna Maria Adorni, 1 - Parma - Italy	EUR	10,200.00	19,115%	0,000%	
Skiarea Valchiavenna S.p.A.	Via del Crotto, 52 - Campodolcino - Italy	EUR	8,118,182.00	0,227%	0,000%	
Sociedad Concesionaria BAS S.A.	Santiago - Chile	CLP	8,876,340,000.00	0,100%	0,000%	
Teheran Laviran		----	0.00	16,500%	0,000%	

ATTACHMENT C

<u>EXCHANGE RATES</u>

EXCHANGE RATES APPLIED TO TRANSLATE FINANCIAL STATEMENTS IN FOREIGN CURRENCIES Source : BanK of italy

COUNTRY	CURRENCY	Exchange rates :	2011 Rate at 30/06/2011	2011 First half 2011 Average	2010 Rate at 31/12/2010	2010 First half 2010 Average
Albania	Albanian Lek	ALL	141.250000	140.603667	138.860000	137.950833
Algeria	Algerian Dinar	DZD	104.147000	101.689850	99.261200	97.607683
Angola	Angolan Kwanza	AOA	134.851000	130.797833	123.790000	121.824000
Saudi Arabia	Saudi Arabian Riyal	SAR	5.420170	5.261978	5.010600	4.981768
Bolivia	Bolivian Boliviano	BOB	10.131600	9.835360	9.366760	9.327003
Bulgaria	Bulgarian Lev	BGN	1.955800	1.955800	1.955800	1.955802
Burundi	Burundian Franc	BIF	1,796.220000	1,734.160000	1,641.430000	1,634.266667
Caribbean	East Caribbean Dollar	XCD	3.902310	3.788398	3.607740	3.586765
Central African Republic	CFA Franc	XOF	655.957000	655.957000	655.957000	655.957000
Chile	Chilean Peso	CLP	677.864000	667.026167	625.275000	696.328833
Colombia	Colombian Peso	COP	2,571.820000	2,577.555000	2,571.380000	2,588.525000
Dem. Rep. of the Congo	Congolese Franc	CDF	1,329.480000	1,294.640000	1,222.800000	1,204.020000
Costa Rica	Costa Rican Colon	CRC	725.541000	701.545167	678.448000	711.859667
Croatia	Croatian Kuna	HRK	7.401800	7.397107	7.383000	7.267208
Denmark	Danish Krone	DKK	7.458700	7.456112	7.453500	7.442187
El Salvador	El Salvador Colon	SVC	12.646400	12.277233	11.691800	11.623783
United Arab Emirates	United Arab Emirates Dirham	AED	5.308530	5.153538	4.907810	4.879158
Japan	Japanese Yen	JPY	116.250000	115.029667	108.650000	121.495000
Djibouti	Djiboutian Franc	DJF	256.860000	249.362167	237.471000	236.090000
Guatemala	Guatemalan Quetzal	GTQ	11.218200	10.882350	10.694800	10.768797
Guinea	Guinean Franc	GNF	9,681.840000	9,018.198333	8,129.370000	7,157.208333
Honduras	Honduran Lempira	HNL	27.309100	26.511667	25.247600	25.100717
Libya	Libyan Dinar	LYD	1.779890	1.732945	1.676060	1.691143
Malawi	Malawian Kwacha	MWK	218.975000	212.505333	202.955000	199.086000
Morocco	Moroccan Dirham	MAD	11.324200	11.276867	11.179800	11.157033
Mozambique	New Mozambican Metical	MZN	41.465700	43.295400	43.947600	40.153550
Nicaragua	Nicaraguan Cordoba Oro	NIO	32.401300	31.084067	29.239400	28.014433
Norway	Norwegian Krone	NOK	7.787500	7.824192	7.800000	8.007475
Oman	Omani Rial	OMR	0.556084	0.539878	0.514030	0.510966
Pakistan	Pakistan Rupee	PKR	124.259000	119.801500	114.475000	112.400167
Panama	Panamanian Balboa	PAB	1.445300	1.403112	1.336200	1.328430
Peru	Peruvian Nuevo Sol	PEN	3.979630	3.904130	3.750860	3.779668
Poland	Polish Zloty	PLN	3.990300	3.951755	3.975000	4.002615
Qatar	Qatari Riyal	QAR	5.262960	5.109262	4.863750	4.835620
United Kingdom	Pound Sterling	GBP	0.902550	0.868041	0.860750	0.870017
Dominican Republic	Dominican Peso	DOP	54.968400	52.991350	50.003900	48.341217
Romania	Romanian Leu	RON	4.243500	4.179755	4.262000	4.149215
Russia	Russian Ruble	RUB	40.400000	40.144883	40.820000	39.922700
Rwanda	Rwandan Franc	RWF	870.473000	840.915833	793.703000	764.499000
Singapore	Singapore Dollar	SGD	1.776100	1.765350	1.713600	1.855582
United States	US Dollar	USD	1.445300	1.403112	1.336200	1.328430
South Africa	South African Rand	ZAR	9.856900	9.685127	8.862500	10.003642
Switzerland	Swiss Franc	CHF	1.207100	1.270432	1.250400	1.436740
Taiwan	New Taiwan Dollar	TWD	41.548200	40.782017	39.043800	42.334117
Tanzania	Tanzanian Shilling	TZS	2,334.110000	2,134.368333	1,991.010000	1,836.156667
Tunisia	Tunisian Dinar	TND	1.976650	1.954838	1.921480	1.880405
Turkey	New Turkish Lira	TRY	2.350000	2.206388	2.069400	2.022003
European Monetary Union	*Euro*	EUR	1.000000	1.000000	1.000000	1.000000
Venezuela	Venezuelan Bolivar Fuerte	VEF	6.207060	6.025870	5.738510	5.550737
Zambia	Zambian Kwacha	ZMK	7,029.270000	6,678.781667	6,400.260000	6,319.348333

It must be noted that the exchange rate expresses the quantity of foreign currency needed to purchase 1 Euro.

Statement on the Condensed Interim Consolidated Financial Statements at 30 June 2011 pursuant to Article 154-*bis* of Italian Legislative Decree No. 58/98 and Article 81-*ter* of CONSOB Regulation No. 11971 of 14 May 1999 and subsequent amendments and additions

1. Taking into account the provisions contained in Article 154-*bis*, paragraphs 3 and 4 of Italian Legislative Decree No. 58 of 24 February 1998, the undersigned Stefano Cerri, in his capacity of Chief Executive Officer, and Paolo Citterio, in his capacity of Manager in charge of Financial reporting of Astaldi S.p.A., hereby attest:
   • the appropriateness in relation to the Company's characteristics and
   • the actual application
   of administrative and accounting procedures used to prepare the Condensed Interim Consolidated Financial Statements at 30 June 2011.

2. The administrative and accounting procedures used to formulate the Condensed Interim Consolidated Financial Statements at 30 June 2011 were formulated and their appropriateness assessed on the basis of provisions and methodologies defined by Astaldi S.p.A. in compliance with the Internal Control – Integrated Framework model issued by the Committee of Sponsoring Organizations of the Treadway Commission (so-called CO.S.O. Report) which represents a reference framework for internal audit systems generally accepted at an international level.
   There are no significant observations to be made in this regard.

3. This is also to attest that:
   3.1 The Condensed Interim Consolidated Financial Statements at 30 June 2011:
   a) were drafted in compliance with the applicable IFRS endorsed by the European Community pursuant to (EC) Reg. No. 1606/2002 of the European Parliament and Council of 19 July 2002;
   b) correspond with the results of the books and accounting records;
   c) give a true and fair view of the financial position and results of operations of the issuer and of all the companies included in the consolidation scope.

   3.2 The Interim Report on Operations at 30 June 2011 contains a reliable analysis of the major events occurring in the first sixth months of the year and of their impact on the Condensed Interim Consolidated Financial Statements, as well as a description of the main risks and uncertainties for the second part of the year. The above mentioned Interim Report on Operations includes also a reliable analysis of the information on major transactions with related parties.

Rome, 4 August 2011

(Signed on the original):

Stefano Cerri
Chief Executive Officer

Paolo Citterio
Manager in charge of Financial reporting

KPMG

KPMG S.p.A.
Revisione e organizzazione contabile
Via Ettore Petrolini, 2
00197 ROMA RM

Telefono +39 06 809611
Telefax +39 06 8077475
e-mail it-fmauditaly@kpmg.it

(Translation from the Italian original which remains the definitive version)

Auditors' report on review of condensed interim consolidated financial statements

To the shareholders of
Astaldi S.p.A.

1 We have reviewed the condensed interim consolidated financial statements of the Astaldi Group as at and for the six months ended 30 June 2011, comprising income statement, statement of comprehensive income, the statement of financial position, statement of changes in equity, statement of cash flows and notes thereto. The parent's directors are responsible for the preparation of these condensed interim consolidated financial statements in accordance with the International Financial Reporting Standard applicable to interim financial reporting (IAS 34), endorsed by the European Union. Our responsibility is to prepare this report based on our review.

2 We conducted our review in accordance with Consob (the Italian Commission for Listed Companies and the Stock Exchange) guidelines set out in Consob resolution no. 10867 dated 31 July 1997. The review consisted primarily of the collection of information about the captions of the condensed interim consolidated financial statements and the consistency of application of the accounting policies through discussions with company directors and analytical procedures applied to the financial data presented in such condensed interim consolidated financial statements. The review excluded such audit procedures as tests of controls and substantive procedures on assets and liabilities and is substantially less in scope than an audit conducted in accordance with generally accepted auditing standards. As a consequence, contrary to the report of other auditors on the annual consolidated financial statements, we do not express an audit opinion on the condensed interim consolidated financial statements.

The condensed interim consolidated financial statements present the corresponding figures of the annual consolidated and condensed interim consolidated financial statements of the previous year for comparative purposes. As disclosed in the note "*Change in measurement and recognition criteria for jointly-controlled companies as from 1 January 2011: proportionate consolidation*", the directors restated some of the corresponding figures included in the prior year annual consolidated and condensed interim consolidated financial statements. Other auditors respectively audited and reviewed such annual consolidated and condensed interim consolidated financial statements and issued their reports thereon on 25 March 2011 and 5 August 2010, respectively. We have examined the methods used to restate the corresponding figures and related disclosures for the purpose of preparing this report.

3 Based on our review, nothing has come to our attention that causes us to believe that the condensed interim consolidated financial statements of the Astaldi Group as at and for the six months ended 30 June 2011 have not been prepared, in all material respects, in conformity with the International Financial Reporting Standard applicable to interim financial reporting (IAS 34), endorsed by the European Union.

Rome, 5 August 2011

KPMG S.p.A.

(signed on the original)

Benedetti Gamucci
Director of Audit