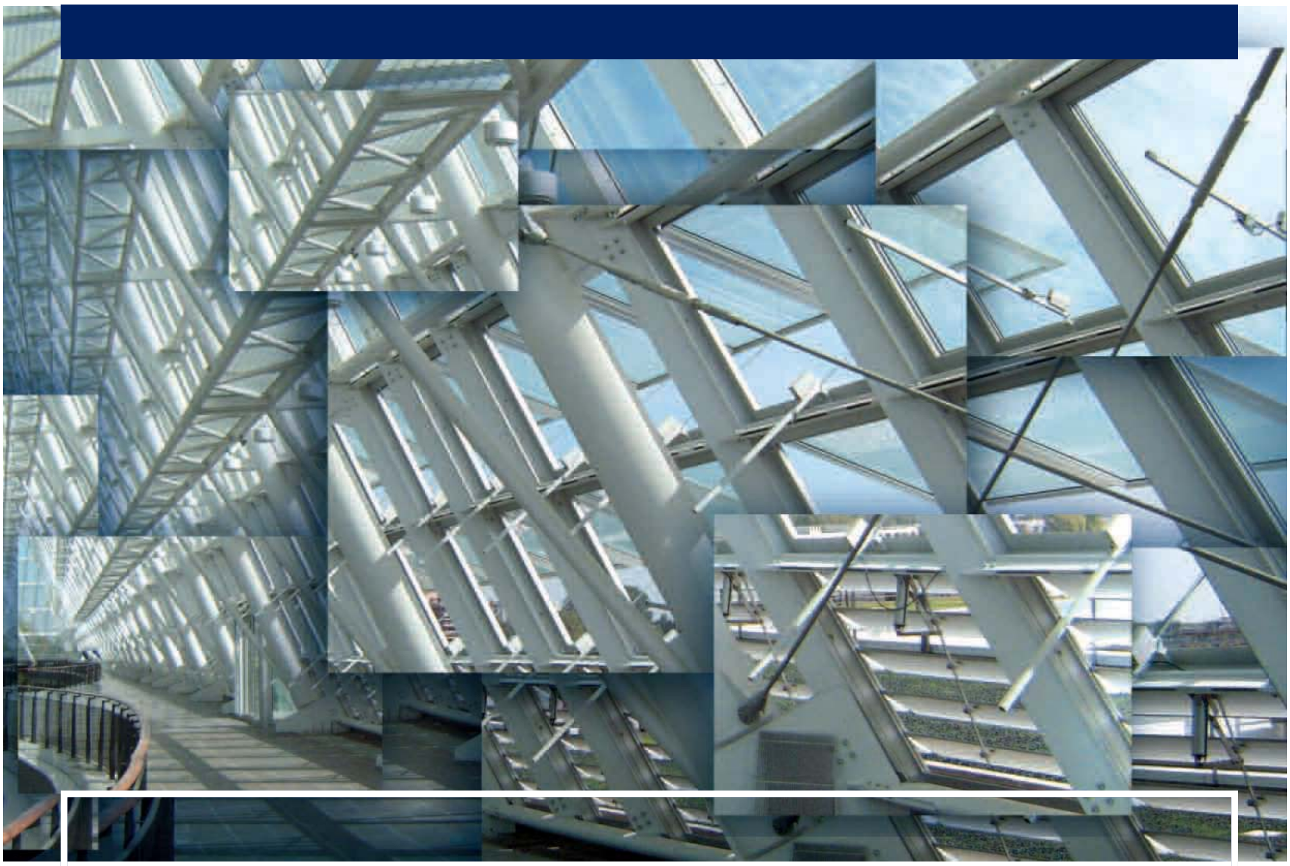


Half-Yearly Financial Report
30 June 2008

ASTALDI

Astaldi Società per Azioni
Registered Office and Head Office: Rome (Italy), Via Giulio Vincenzo Bona no. 65
Entered in the Rome Company Register
TIN 00398970582
R.E.A. no. 152353
VAT no. 0080281001
Share capital: EUR 196.849.800,00 fully-paid up

CONTENTS

CORPORATE BODIES

(Situation at 30 June 2008)

Board of Directors [1]

Honorary Chairman	Monti Ernesto
Chairman	Di Paola Vittorio
Deputy Chairman	Astaldi Paolo
Chief Executive Officer	Cafiero Giuseppe
Chief Executive Officer	Cerri Stefano
Directors	Astaldi Caterina
	Astaldi Pietro
	Cavalchini Garofoli Luigi Guidobono
	Grassini Franco Alfredo
	Lupo Mario
	Oliva Nicola
	Poloni Maurizio
	Tosato Gian Luigi

Internal Audit Committee

Chairman	Lupo Mario
Members	Cavalchini Garofoli Luigi Guidobono
	Grassini Franco Alfredo

[1] Appointed by the Shareholders' Meeting with the resolution of 2 May 2007 for the 3-year period 2007-2009, the Board of Directors will remain in office until the approval of the financial statements for the year 2009.

Remuneration Committee

Chairman	Monti Ernesto
Members	Grassini Franco Alfredo
	Poloni Maurizio

Board of Auditors

Chairman	Spanò Pierumberto
Statutory Auditors	Singer Pierpaolo
	Sisca Antonio
Substitute Auditors	Lauri Maurizio
	Pizzini Flavio
	Tabellini Massimo

Independent Auditors

Independent Auditors	Reconta Ernst & Young S.p.A.

General Managers

General Manager - International	Cafiero Giuseppe
General Manager - Domestic	Oliva Nicola
General Manager - Administration and Finance	Citterio Paolo[1]
Deputy General Manager - International	Nenna Rocco
Deputy General Manager - International	Cesare Bernardini
Deputy General Manager – Domestic	Giannotti Gianfranco

[1] Paolo Citterio, General Manager - Administration and Finance, was appointed as manager in charge of drafting the corporate accounting documents by the Board of Directors of 31 July 2007, pursuant to Art. 154-*bis*, Italian Legislative Decree no. 58/1998.

SIGNIFICANT EVENTS AT 30 JUNE 2008

14 January. In **Romania,** Astaldi was awarded the third phase of the project for the development and modernization of the "Henri Coanda" International Airport in Bucharest, a contract with a value of EUR 76 million, concluding what the Group has already undertaken in this area in the airport sector.

17 January. Astaldi acquired the general contracting for the construction of the new **Istanbul Underground Network**, in Turkey. As leader of an international joint venture, Astaldi gained first place in an international public tender. The contract has an overall value of EUR 751 million (with Astaldi's share 42%).

11 February. Astaldi announced the signature of a contract with a value of US$ 93 million, for the design and construction of civil engineering works related to an aluminum production plant in the Mesaieed industrial district, in **Qatar**, confirming the expertise acquired by the Group in the plant engineering in the petrochemical sector.

5 March. The Astaldi Group took part in **Expocomer 2008, Panama**, an event promoted to create business opportunities for the area, thus confirming the interest and open commercial policies of the Group with regard to this new market.

6 March. The project finance initiative for the construction and management of Line 5 of the Milan Underground gained the international **"Deal of the Year 2007"** award in the category "*Europe Transport Light Rail*". The "Euromoney Project Finance" Award Ceremony is one of the most prestigious international events of its kind in the sector. Astaldi is the leader of the joint venture undertaking the works.

7 March. Astaldi announced the **signature of the contract** for the construction of the new Istanbul Underground on a general contracting basis. The signature followed the provisional assignment of the project in January; the Astaldi share of the contracts totals EUR 315 million.

27 March. The Astaldi Board of Directors approved the consolidated financial statements for 2007 financial year, and in the light of the results achieved, decided to submit a proposal to the General Meeting for the payment of an **increased dividend** of 0.1 euro per share.

1 April. The City of Milan was assigned to be the venue for **Expo 2015**, a full recognition of Italian excellence. The New Expo Fair Centre in Milan, built by Astaldi in 2005 in just 24 months, will be one of the protagonists of the event.

9 April. An EU Delegation visited the construction site of the new **Plovdiv-Svilengrad** railway line in Bulgaria. This institutional visit highlighted the great interest shown by the European Union for initiatives that can favor cohesion between the old EU and the new Member States.

9 April. In Mestre, work started for the transfer of all the equipment and archives from the old Umberto I Hospital to the **New Hospital in Mestre**, built by Astaldi and inaugurated in September 2007.

15 April. The Astaldi Board of Directors **approved the Business Plan for 2008-2012**: according to forecasts, in 2012 revenues will double to over EUR 2.6 billion, with a net profit of EUR 100 million.

21 April. Astaldi made available the 2007 Annual Report on corporate governance.

22 April. Astaldi participated in the **"PPP in CEE and SEE Summit" in Vienna**, an international event for promoting private-public partnership on the European level. Astaldi's participation in this event confirms the expertise achieved by the Group in this sector, and the company's willingness to develop further new business opportunities, exporting abroad a know-how long consolidated on the domestic level, especially in the field of transport infrastructures, healthcare construction, parking facilities and water management.

23 April. Astaldi recorded the first major success in the sector of concession management of motorways, with the appointment as promoter for the project finance initiative for the construction and management of the link between the **Port of Ancona** with nearby major roads. The value of the initiative is EUR 580 million; it will be undertaken by a joint venture in which Astaldi has a share of 24%.

29 April. Astaldi acquired on a provisional basis the general contracting for the construction of an initial section of the **Pedemontana Lombarda** motorway. The value of the initiative is EUR 630 million; it will be undertaken by a joint venture in which Astaldi has a share of 24%.

14 May. The Astaldi Board of Directors approved the results of the first quarter 2008, recording a **growing net profit** of +16.7% and an orders backlog of over EUR 8.5 billion.

21 May. Astaldi participated in the 8th **Intertunnel 2008** exhibition in Turin, the international event for the companies operating in the tunnel sector, an area in which Astaldi boasts extensive expertise and is a major player in Italy and abroad.

23 May. The first **two TBMs** (*Tunnel Boring Machines*) started operation for the construction of the new Line C of the Rome Underground.

4 June. The **first surgical operation** was performed in the New Hospital in Mestre, this confirming the full operation of the new hospital, in full compliance with the timing agreed with the administration.

5 June. Astaldi took part in the **ANCE mission to Poland**, an institutional visit showing how the Group has opened to a new market with significant growth potential.

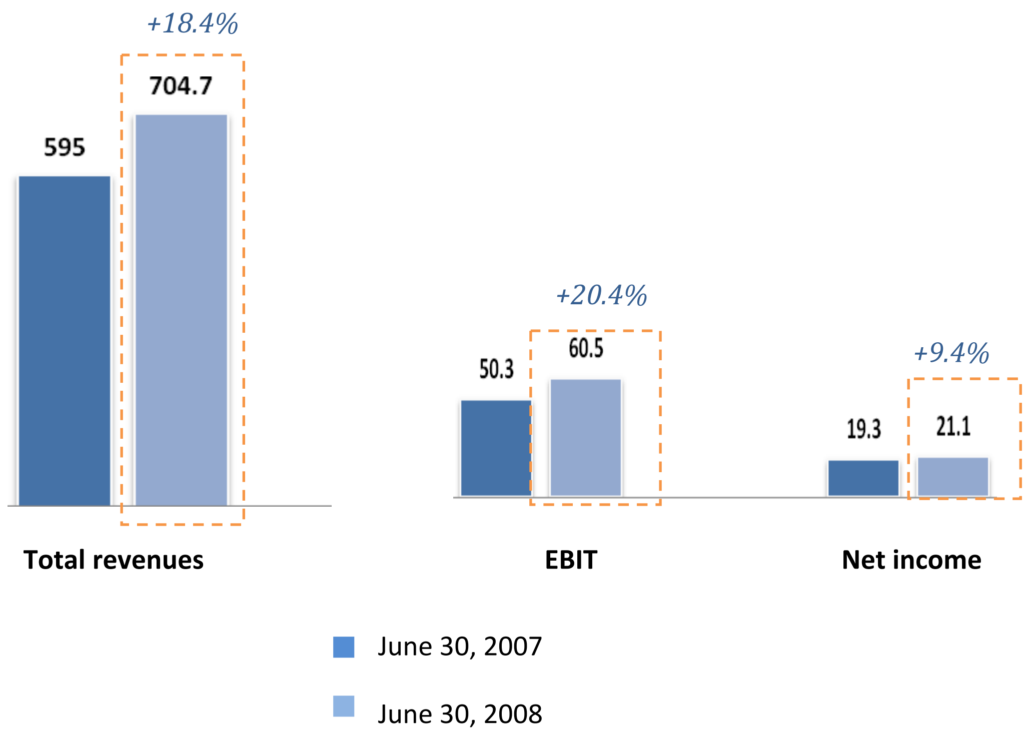
18 June. The Councilor for Traffic, Transport and the Environment of the City of Milan **visited the construction site** of the new Line 5 of the Milan Underground, acknowledging the significant advancement of works with respect to contract schedules.

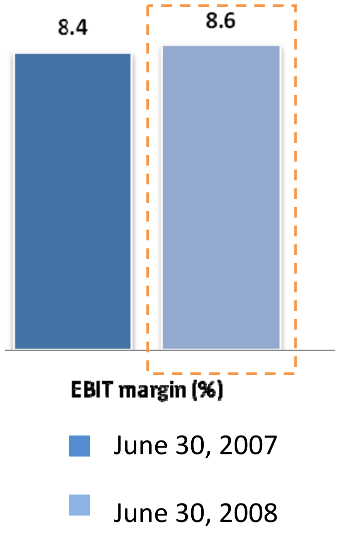
30 June. Confirmation of a **loan** by an international pool of banks totaling EUR 776 million for the Municipality of Istanbul, for the construction of the new underground line, to be undertaken by Astaldi as leading company of a joint venture.

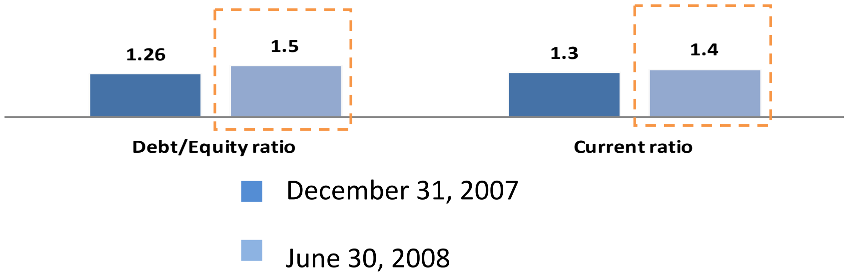
INTERIM HALF-YEARLY MANAGEMENT REPORT

Summary of main balance sheet and assets data

- *Total revenues EUR 704.7 million (+18.4%).*
- *EBIT EUR 60.5 million (+20.4%).*
- *Net profit EUR 21.1 million (+9.4%).*
- *Net financial position EUR (496.5) million, net of treasury shares.*

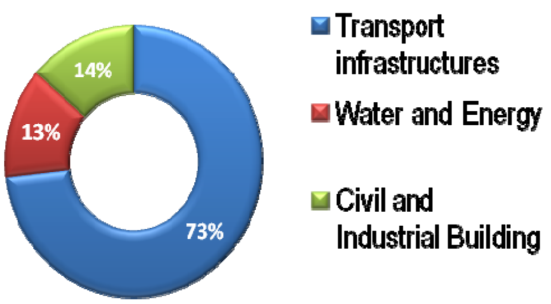




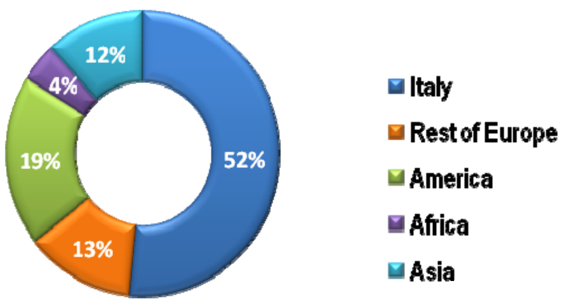


- *Revenues EUR 672.8 million (+18.9%)*

Revenues by line of business

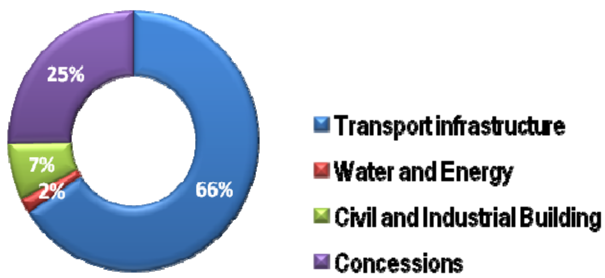


Revenues by geographical areas

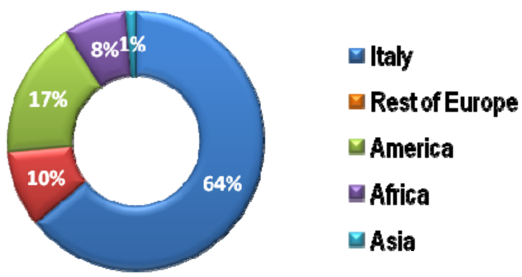


- *Orders backlog EUR 8.4 billion.*

Orders backlogby line of business



Orders backlog by geographical areas



The context

During the first half of 2008, the Astaldi Group has continued to strengthen its position in specific areas of the world it has traditionally occupied (Italy, Eastern Europe, North Africa, Middle East), which provide interesting development opportunities and long-term infrastructure investments. At the same time, commercial penetration in neighboring markets with the best expansion proposals has been promoted. All this, with investments mainly made by the Group, guarantees further capacity for business growth. The major sectors continue to be the ones in which the Group is traditionally active, and where it has long had a consolidated competitive position: first of all, the sector of transport infrastructures, especially railways and underground lines, the waterworks sector and energy in general, and civil and industrial construction. The interest for the sector of concessions is also significant, with the know-how acquired on the domestic level enabling the identification of interesting growth opportunities also abroad.

There follows a brief summary of the context in which the Group operates.

Italy. Although Italy is experiencing a situation characterized by a structural lack of financial resources, there are numerous factors suggesting growth of the sector on the domestic level. The infrastructure gap with the main European countries means a need for infrastructures that has consolidated the identifiable growth opportunities, especially in the sector of motorway, railway and underground transport infrastructures, in construction, and in concessions operations, especially for the expansion of urban transport and cross-border links. The assignment of Expo 2015 to the City of Milan means further opportunities for improved growth rates, in the fields of civil and industrial construction, and of transport and mobility. It should also be recalled that the new national energy strategy, among other things, calls for the return to nuclear energy, an area where the Astaldi Group can boast significant accrued experience. For the Group, the probable expansion of high speed/high capacity transport infrastructures may represent another especially interesting objective. In the light of all these requirements, a way to respond to the current lack of resources is the PPP (public-private partnership) solution, fostering collaboration between the public and private sector. Astaldi has long acquired in-depth financial and technical know-how in this respect, as well as sufficient expertise and competences to fully comprehend the potentials of this solution.

Eastern Europe. There are interesting development opportunities in the new EU Member States, especially Romania and Poland, thanks to the cohesion funds provided by the European Union. The timing aspects and operational procedures by which these funds will be converted into public tender announcements have yet to be clarified.

Turkey. Major initiatives in the transport sector are expected here. A further acceleration of infrastructure investments in Turkey could occur as a direct consequence of privatization in the energy and motorways sectors.

Algeria. Significant investments are expected here, above all in the light of the huge resources deriving from the sale of gas, of which Algeria has enormous reserves. On the basis of the Report for the VI Euro-Mediterranean Workshop of the Milan Chamber of Commerce, investments expected in the sector of transport infrastructures alone (ports, airports, railways and motorways), could reach EUR 140 billion for the next three years. In particular, the aim of the National Rail Transport Company (SNTF) is to increase the share of the national transport system covered by railways from 5% to 20% by 2015.

Middle East. A significant rise in infrastructure investments is taking place in the area, thanks to the high price of crude oil. The credibility acquired by the Group, above all in the field of plant engineering applied to the petrochemical sector, makes a growing role of the Group increasingly likely. We can recall that in the Middle East the Group interests are mainly concentrated in the oil&gas sector, in partnership with the major international plant and engineering firms, a sector in which the operational capacity and reliability demonstrated by the Group now represent an important asset for starting a new growth phase.

Latin America. Considerable development opportunities can be identified in this area. In particular, Venezuela is a market where the Astaldi Group has operated successfully for over 20 years, and where there are major new business potentials that could arise on the basis of the current bilateral agreements signed between the Italian Government and the Venezuelan Government in January 2008, for the expansion of the country's infrastructures. It should likewise be pointed out that commercial initiatives are underway in Central America to strengthen the Group's presence in the area, especially in the sector of waterworks.

In the light of all this, it should in any case be pointed out that the overall risk management policy adopted by the Group aims to guarantee an adequate geographical diversification of business. Therefore, every single commercial initiative is assessed in the context of an overall strategic framework outlined in business planning, which tends not to increase the weight of any single area beyond certain limits.

Reclassified account schedules

Reclassified consolidated income statement

Euro/000	*Reference to notes in financial statements*	30/06/08 June		30/06/07 June	
Revenues	*1*	672,769	95.5%	565,609	95.1%
Other operating revenues	*2*	31,886	4.5%	29,389	4.9%
Total Revenues		**704,655**	**100.0%**	**594,998**	**100.0%**
Production costs	*3 - 4*	(506,190)	-71.8%	(421,106)	-70.8%
Added value		**198,465**	**28.2%**	**173,892**	**29.2%**
Personnel costs	*5*	(104,322)	-14.8%	(92,071)	-15.5%
Other operating costs	*7*	(14,059)	-2.0%	(9,817)	-1.6%
EBITDA		**80,084**	**11.4%**	**72,004**	**12.1%**
Depreciation/amortization	*6*	(19,580)	-2.8%	(16,534)	-2.8%
Provisions	*7*	(382)	-0.1%	(5,474)	-0.9%
(Capitalization of internal construction costs)		391	0.1%	270	0.0%
EBIT		**60,514**	**8.6%**	**50,267**	**8.4%**
Net financial income and charges	*8 - 9*	(21,373)	-3.0%	(18,982)	-3.2%
Effects of evaluation of equity investments using equity method	*10*	319	0.0%	1,292	0.2%
Pre-tax Profit (loss)		**39,460**	**5.6%**	**32,577**	**5.5%**
Taxes	*11*	(15,389)	-2.2%	(13,705)	-2.3%
Profit (loss) for the year		**24,071**	**3.4%**	**18,873**	**3.2%**
Profit (loss) attributable to minority interests		(2,943)	-0.4%	432	0.1%
Group net profit		**21,128**	**3.0%**	**19,305**	**3.2%**

Reclassified consolidated balance sheet

Euro/000	*Reference to notes in financial statements*	30 June 2008	31 December 2007
Intangible assets		3,081	3,374
Tangible assets	*12*	264,695	246,675
Equity investments	*13*	98,463	96,877
Other net fixed assets	*11 - 14 - 15*	25,866	30,364
TOTAL fixed assets (A)		**392,106**	**377,290**
Inventories	*16*	76,356	60,915
Contracts in progress	*17*	639,576	519,229
Trade receivables	*18*	30,998	36,844
Accounts receivables	*18*	428,264	426,223
Other assets	*15*	180,350	160,091
Tax receivables	*19*	82,846	88,592
Advances from customers	*17*	(260,620)	(237,466)
Subtotal		**1,177,771**	**1,054,428**
Trade payables	*15 - 24*	(71,512)	(88,474)
Payables to suppliers	*15 - 24*	(429,198)	(383,834)
Other liabilities	*11 - 22*	(204,967)	(213,518)
Subtotal		**(705,677)**	**(685,826)**
Working capital (B)		**472,093**	**368,603**
Employee benefits		(10,271)	(10,932)
Provisions for non-current risks and charges	*25*	(24,323)	(24,333)
Total funds (C)		**(34,595)**	**(35,265)**
Net invested capital (D) = (A) + (B) + (C)		**829,605**	**710,628**
Cash and cash equivalents	*20*	291,156	295,538
Current receivables from banks	*14*	12,668	22,943
Non-current receivables from banks	*15*	5	2,423
Securities	*14*	24,632	14,764
Current financial payables	*22*	(348,067)	(322,385)
Non-current financial payables	*22*	(481,560)	(411,826)
Net financial payables / receivables (E)		**(501,166)**	**(398,543)**
Group equity	*21*	(321,810)	(310,251)
Minority interests equity	*21*	(6,629)	(1,834)
Equity (G) = (D) - (E)		**328,439**	**312,085**

Comment on the balance sheet, assets and financial results of the Group

The dynamics leading to the Group's economic, assets and financial performance during the first half of 2008 are basically due to the further improvement of the revenues and operational situation, and the improved quality of the orders backlog, in line with the forecasts made by business planning. The Group accounts at 30 June 2008 are likewise affected by the significant stimulus to production activities during the period, especially in Italy, following the implementation of recently acquired general contracting and project finance projects.

The trend in the growth in revenues and the orders backlog, characterizing Group *performance* in recent financial years, has been confirmed, thus showing the validity of the strategic guidelines adopted.

In order to better understand the economic and financial dynamics of the Group, we should stress that in recent years, the growth process has undergone a significant acceleration, thanks to the strategic choices aimed at controlled expansion in the areas of interest and in the corresponding capital invested.

The current phase is therefore a turning point, after which the benefits will be seen in terms of contribution to the margins of the capital invested, with the consequent generation of major cash flows.

There follow comments on the changes recorded at 30 June 2008 in the main items of the consolidated income statement and balance sheet. For further details, see the contents of the summarized half-yearly consolidated financial statements.

Economic performance of the Group

The accounts for the half-year reflect the trend towards the gradual improvement of the revenues and operational performance of the Group, in line with what was recorded during in 2007.

The volume of production has grown as a direct consequence of the expansion of activities undertaken in the traditional international markets, but also due to the benefits from the achievement of the full production phase for the general contracting and project finance projects started up last year on the domestic market. There has also been a higher quality works being undertaken, leading to a higher average performance of the orders backlog, favored by the prevalence of works under general contracting, and thus characterized by a higher technological content.

There follow the comments on the changes occurring in the main items of the profit and loss account.

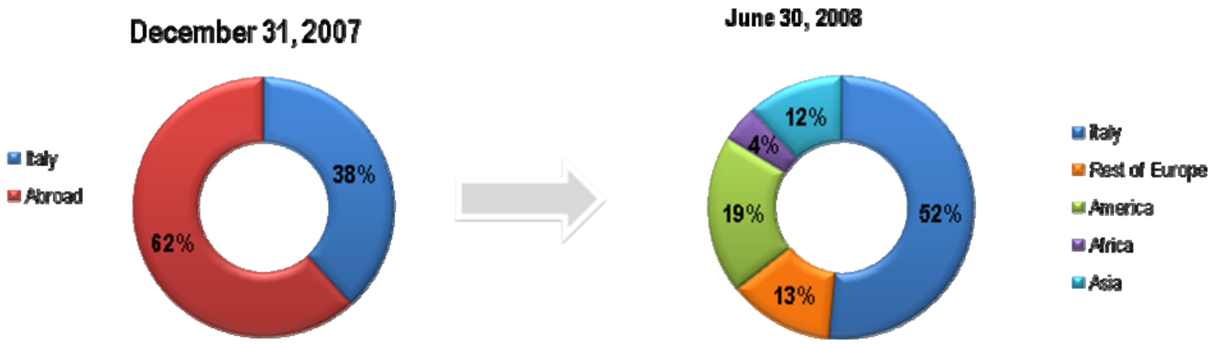
REVENUES FROM CORE ACTIVITIES

The revenues for the half-year period was EUR 672.8 million, up by +18.9% compared to EUR 565.6 million at 30 June 2007. The increase recorded reflects the acceleration of production activities, especially in Italy, where the main general contracting projects acquired over recent years have reached the full production phase.

The contribution of the domestic sector has thus increased (52% of revenues). This is due to the undertaking of production for the two lots of the “Jonica” national road under construction (especially for DG21), but also the acceleration in the construction works for the new High Speed Railway Station in Bologna and the Turin railway junction. On the international market, representing 48% of the revenues, the positive contribution of the activities undertaken above all in Venezuela (railways) and Eastern Europe (railways and motorways) has been confirmed.

There follows a graph of how the geographical composition of revenues changed during the period in question.

Geographical composition of revenues



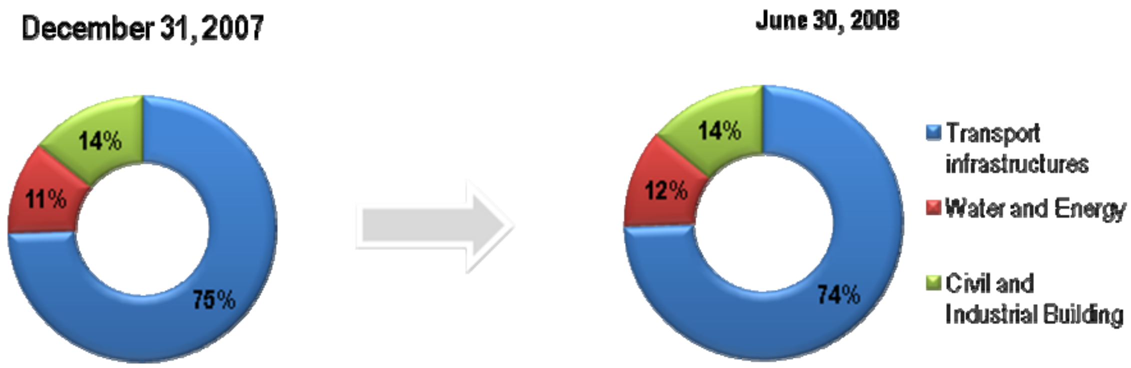
Changes occurring in the geographical composition of revenues on an annual basis

Euro/Million	June 30, 2008	%	June 30, 2007	%
Italy	348	51.7%	209	36.9%
Abroad	325	48.3%	357	63.1%
Europe	88	13.1%	79	14.0%
America	128	19.0%	178	31.4%
Asia	30	4.5%	20	3.5%
Africa	79	11.7%	80	14.1%
TOTAL	673	100.0%	566	100.0%

With regard to the contribution to production of the individual sectors, the sector of transport infrastructures (especially railways and underground lines) has confirmed its major role, representing 74% of revenues. This is followed by civil and industrial construction (14%) and the sector of waterworks and energy (12%), which recorded a higher share in determining revenues during the period also thanks to the various projects being implemented in Algeria and Central America.

There follows a graph for the period showing the composition of revenues in terms of the areas of activity, compared with the entire 2007 financial year. This confirms the stability of the strategic business choices which have always featured significant sector specialization.

Sector composition of revenues



Changes occurring on a half-year basis in the sector composition of revenues

Euro/Million	June 30, 2008	%	June 30, 2007	%
Transport infrastructure	500	74.3%	427	75.4%
Water and energy	78	11.6%	69	12.2%
Civil and industrial building	95	14.1%	70	12.4%
TOTAL	673	100.0%	566	100.0%

Other operating revenues items totaled EUR 31.9 million, up by +8.5% compared to EUR 29.4 million at 30 June 2007. This is related to the overall increase recorded for the works undertaken, consisting in items not directly referring to production activity, but in any case serving the core business. The result is total revenues of EUR 704.7 million at the end of the half-year period, i.e. an increase of +18.4% compared to EUR 595 million at 30 June 2007. This result, besides highlighting the Group's operational capacity, strengthens the overall growth forecasts made in strategic planning.

COSTS OF PRODUCTION

The amount and structure of costs reflect the increase recorded for the production volumes and the greater orientation of the orders backlog towards general contracting initiatives.

The direct production costs amounted to EUR 506.2 million (+20.2%, compared to EUR 421.1 million at 30 June 2007), with the impact on total revenues rising from 70.8% to 71.8% compared to the corresponding period of the previous year.

Personnel costs totaled EUR 104.3 million (+13.3%, compared to EUR 92.1 million in the first half of 2007), with an impact on revenues falling to 14.8% (from 15.5% in the corresponding period of the previous year), also following greater use of outsourcing for the contracting activities typically involved in general contracting projects.

Other operating costs totaled EUR 14.1 million (+43.2%, compared to EUR 9.8 million in the first half of 2007); as the productions costs, they recorded an increase mainly related to activities underway abroad.

OPERATING RESULTS

The overall performance of the Group reflects the positive trend in production activities and the good margin rates for the current orders backlog, with a balance of margins between the domestic and international sector. The EBITDA is EUR 80.1 million (+11.2% compared to EUR 72 million of the previous year), with an EBITDA margin of 11.4%. The EBIT totaled EUR 60.6 million, with a considerable rise of +20.4% (compared to EUR 50.3 million at 30 June 2007), with an EBIT margin rising to 8.6% from the 8.4% recorded in the corresponding period of the previous year. These figures also reflect the benefits of the need for lower allocations and of the greater economies of scale recorded in the half, aspects which are increasingly characterizing the Group's growth.

NET FINANCIAL CHARGES

Net financial charges amounted to EUR 21.4 million (EUR 19 million at 30 June 2007), basically due to the increased operations of the Group, which involve higher average borrowing due to the capital invested usually associated with the increase of production volumes and as well as business cycles. At the same time, there are also higher commitments in terms of guarantees issued by the Group, and therefore higher charges, considering the higher average value of the orders, and of the orders in the current backlog as well as those being evaluated (bid bonds, performance bonds). It should, however, be pointed out that this aspect, in any case in line with the Business Plan for 2008-2012, has also produced a significant rise in the return on capital invested (ROI), which is well over 15%. Moreover, despite the sharp fluctuations on the credit market, the changes in the cost of borrowing were rather low for the half-year period, also thanks to the prudent policy applied in the previous financial years to hedge borrowing rate risks.

TAX

The tax rate has fallen compared to the same period last year (39% compared to 42% at 30 June 2007), considering the actions undertaken to optimize the international taxation situation. It should be pointed out that the fall in the tax rate is not definitive for the entire year, since this figure depends on the “geographical mix” of income for the second half.

NET PROFIT

The net profit totaled EUR 21.1 million, with an increase of +9.4% compared to EUR 19.3 million recorded at 30 June 2007, with a net margin of 3%.

Assets and financial structure of the Group

The assets and financial structure of the Group, as already stated previously, highlights the significant commitments related to operational efforts in construction for general contracting and project financing initiatives, i.e. the activities which by their very nature involve a growing return on the capital invested and debt structures which are, by their nature, self-liquidating.
In line with planning, the changes occurring in the assets and financial structure of the Group reflect the effects of an investments policy highlighting and promoting advanced technology initiatives (general contracting) and project finance initiatives which by their very nature involve lower financial risk profiles due to non-recourse structures.

NET FIXED ASSETS

Net fixed assets totaled EUR 392.1 million, higher with respect to EUR 377.3 million recorded at the end of 2007. The increase is basically due to the change in tangible assets, rising to EUR 264.7 million from EUR 246.7 million at 31 December 2007, also in connection with the investment program in project finance initiatives. In any case, the percentage of investments on total production tends to correspond to the indications already provided at the time of presentation of the business plan.

WORKING CAPITAL

Working capital totaled EUR 472.1 million (EUR 368.6 million at 31 December 2007), as a direct consequence of the increased revenues recorded during the period, which has involved an increase in contracts in progress. The latter amounted to EUR 639.6 million (EUR 519.2 million at the end of last year) with an increase basically due to the acceleration in projects abroad, especially in Venezuela, Romania and Algeria, areas where a fall in working capital is forecast starting from the third quarter of 2008. It should be pointed out that during the month of July, clients certified and approved works totaling just under EUR 200 million.

NET INVESTED CAPITAL

Net invested capital totaled EUR 829.6 million, higher compared to EUR 710.6 million recorded at 31 December 2007, as a direct consequence of the support provided to new initiatives in terms of investments and the trends recorded in the working capital. In general, this phenomenon, already forecast in strategic planning, is clearly explained by the increase of economic margins and, in the medium term, by cash flows forecast for 2009.

EQUITY

The equity totaled EUR 328.4 million, compared to EUR 312.1 million recorded at 31 December 2007. The change in the half-year period, amounting to EUR 16 million in absolute terms, is basically due to the profit recorded in the period and the change in reserves net of the dividend paid totaling EUR 9.8 million.

NET FINANCIAL POSITION

The net financial position at 30 June 2008, net of treasury shares totaled EUR (496.5) million. The comparison with the equivalent figure recorded at the end of 2007 (totaling EUR (393.5) million), shows an increase on a half-year basis of EUR 103 million, of which EUR 59.5 million regarding the second quarter. This change is due to the dynamics of the projects underway, with working phases requiring considerable capital invested, and in delays in payments, for current works.

The support guaranteed to works underway and major stimulus provided by the Group for starting up the important initiatives acquired over the last two years have resulted in greater financial resources to support production; the return is guaranteed by cash flows deriving from the construction activities for general contracting initiatives and, for the concession sector, from the management phase.

The figures of the net financial position in half-year period has been affected by normal business cycles, a factor further amplified by the increase recorded in production volumes (+18.9%) and the delays in some payments, currently forecast for the second half of the year. This phenomenon, together with expect flows in working capital for the second half, should enable us to bring the net financial position to the planned levels by the end of the year. This is confirmed when we recall the possible receipt of the contract advance payment for the contracts being defined in Algeria and in America, respectively in the sector of railway transport infrastructures and energy.

The following chart shows the structure of net financial indebtedness, with the components and changes occurring on a quarterly basis during the last year.

Net financial position: development

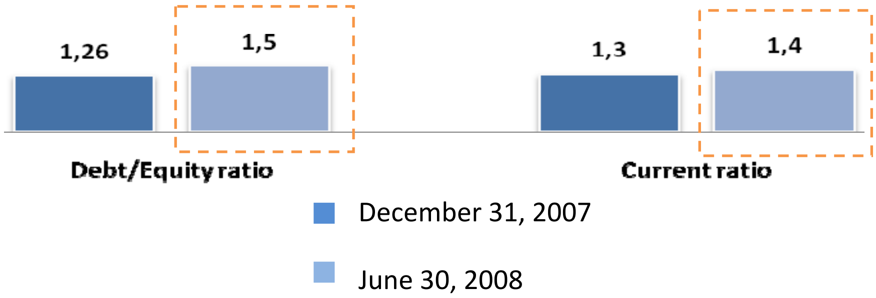
	Euro/000	30/06/08 June	31/03/08 March	31/12/07 December	30/06/07 June
A	Cash and cash equivalents	291,156	309,311	295,538	233,443
B	Securities held for trading	24,632	10,871	14,764	21,189
C	**Available funds**	**315,788**	**320,182**	**310,303**	**254,632**
D	**Receivables from banks**	**12,673**	**19,322**	**25,365**	**9,767**
E	Current bank payables	(259,369)	(215,055)	(212,182)	(290,574)
F	Current share of non-current indebtedness	(75,904)	(79,990)	(97,328)	(955)
G	Other current payables	(12,794)	(16,476)	(12,874)	(11,662)
H	**Current financial indebtedness**	**(348,067)**	**(311,520)**	**(322,385)**	**(303,191)**
I	**Current net financial indebtedness**	**(19,606)**	**27,984**	**13,284**	**(38,793)**
L	Non-current bank payables	(467,135)	(456,070)	(396,039)	(339,189)
M	Other non-current payables	(14,424)	(14,385)	(15,787)	(19,041)
N	**Non-current financial indebtedness**	**(481,560)**	**(470,455)**	**(411,826)**	**(358,230)**
	Net financial indebtedness	**(501,166)**	**(442,472)**	**(398,543)**	**(397,023)**
	Treasury shares in portfolio	4,662	5,438	5,048	3,243
	Net financial position, total	**(496,504)**	**(437,034)**	**(393,495)**	**(393,780)**

The debt position continues to reflect the process of repositioning of long-term indebtedness, which during the last year has considerably improved the financial profile of the Group, offering greater elasticity to liquidity management.

There is a growing share of resources dedicated to specific contracts and foreign areas, following the funding transactions for the individual initiatives, with reimbursement guaranteed by the financial flows of the projects. In this regard we can point out that on 30 June 2008, an international pool of banks finalized a loan of EUR 776 million granted to the Municipality of Istanbul, dedicated to the project for the construction of the new Kadıköy-Kartal underground line, to be undertaken by Astaldi as leading company in a joint venture. The mandated lead arrangers of this pool of banks are Abn Amro, BIIS (Gruppo Intesa San Paolo), Black Sea

Trade and Development Bank, Depfa Bank, Dexia/Denizbank, Turkiye vakiflar bankasi, Société Générale, Unicredit Corporate Banking, with Fortis as global coordinator and facility agent, Calyon as SACE agent and WestLB as documentation agent. The purpose of the credit line is to provide the Municipality of Istanbul with the financial resources for the construction of the new underground line on the Asian side of Istanbul. The loan package includes coverage of EUR 250 million for 14 years by SACE, the Italian export credit agency, and a commercial loan of EUR 526 million wholly underwritten by the *mandated lead arrangers*.

The *debt/equity* ratio of 1.5 is significantly reduced if we exclude the quota of debt related to project finance activities which is, by its nature, self-liquidating. The current ratio, calculated as a ratio between short-term assets and short-term liabilities, is 1.4. As shown in the following graph, these two financial ratios recorded an increase compared to 30 June 2007, basically due to the increase of working capital.

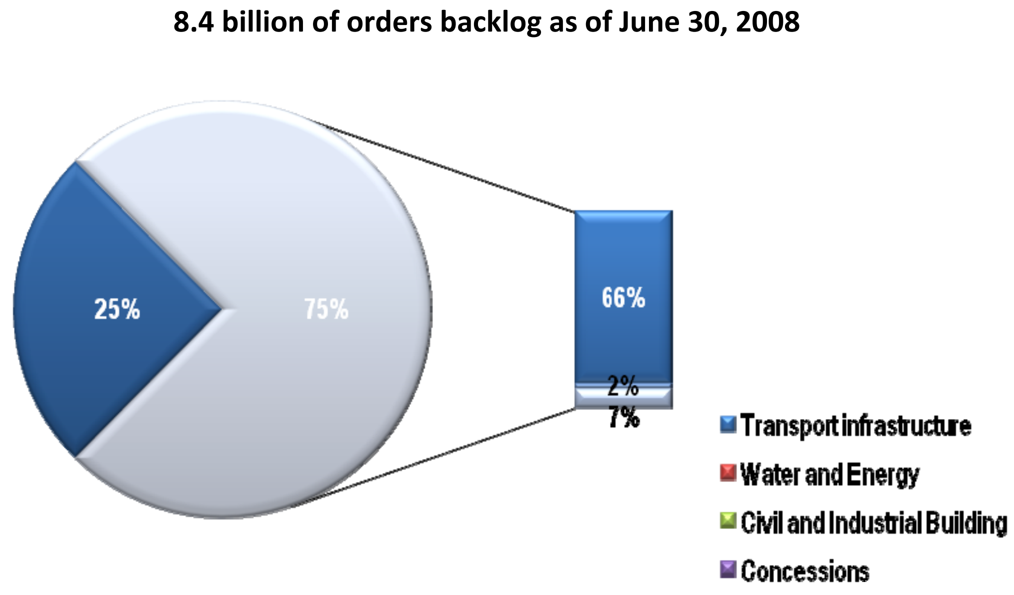


Orders backlog

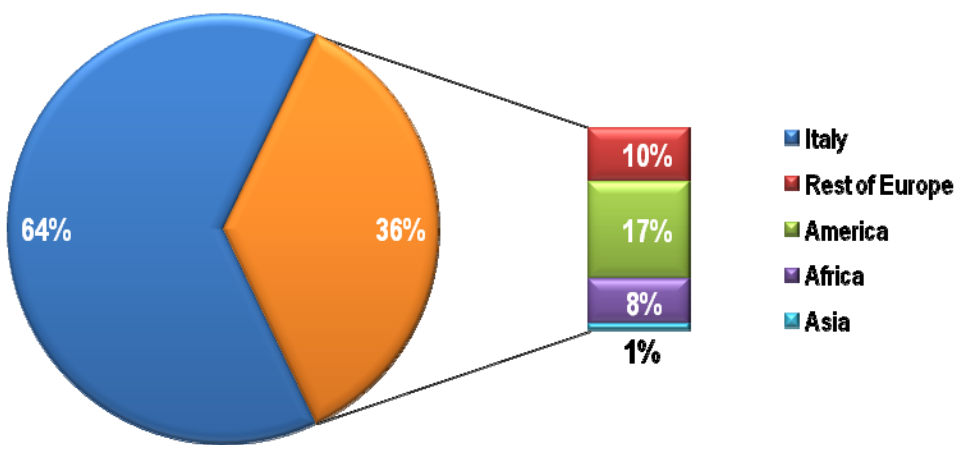
During the first half of 2008, major objectives were reached in the strategy of the international consolidation of the Group, especially in the sector of transport infrastructures and plant engineering applied to the oil&gas sector. We should also recall the important developments recorded in the sector of concessions.

At 30 June 2008, the overall value of the Group orders backlog totaled EUR 8.4 billion, of which EUR 6.3 billion in the construction sector and EUR 2.1 billion for concession and project finance activities.
The figure includes EUR 757 million in new orders, basically from the sector of transport infrastructures in Italy and abroad.
The overall structure of the orders backlog is in line with the one recorded in previous periods, and reflects the commercial development policies adopted by the Group on the global level. The following graph shows the geographical and sector composition of the orders backlog.

Sector distribution of the orders backlog at 30 June 2008



Geographical distribution of the orders backlog at 30 June 2008



The construction activities, totaling EUR 6.3 billion, represent 75% of total orders and mainly regard initiatives managed by Astaldi as General Contractor, with EUR 3.5 billion in Italy and the remaining EUR 2.8 billion abroad. Transport infrastructures are confirmed as the major sector of Group operations, accounting for EUR 5.5 billion (66% of overall orders), mainly consisting of railway and underground lines. In the half-year period, the latter recorded an increase of EUR 368 million, bringing its quota of the orders backlog to EUR 4.2 billion. This confirms the Group's consolidated leadership, especially in this specific sector, not only on the domestic level, but also in foreign markets characterized by

heavy international competition, as shown by the recent acquisition of the contract for the new underground in Istanbul, Turkey.
The major, qualified position of the Group has also been confirmed in the sector of concessions, representing in absolute terms a major element of overall orders, totaling EUR 2.1 billion, mainly related to initiatives on the domestic market in the field of healthcare construction, transport infrastructures and parking facilities. In any case, there is also a share abroad in this area, though currently limited to the field of waterworks, in the future there could be very interesting opportunities in the sector of transport infrastructures. Finally, we can point out the further consolidation in the sector of concessions in Italy, not yet included in the orders backlog, with the appointment in April of the joint venture including Astaldi, as Promoter for the project finance initiative for the construction and subsequent management of the link between the Port of Ancona and nearby major roads. The possible insertion of the figures for this initiative in the orders backlog, of which further details will be provided subsequently, will take place upon the conclusion of the phases of the tender.
With regard to the contribution of the single geographical areas in determining the orders backlog, at the end of the half-year period the major sector was the domestic market, amounting to EUR 5.4 billion (63% of total orders), also thanks to the significant acquisitions acquired over the past two years. At the same time the significance of international activities was confirmed, mainly in the rest of Europe (Romania, Bulgaria, Turkey) and in the Americas (Venezuela and Central America); these totaled EUR 3 billion, representing 37% of the total orders backlog.
The new orders recorded in the half-year period have made a positive contribution to these figures, totaling EUR 757 million and mainly related to new initiatives in the sector of transport infrastructures; these include international projects in Turkey, Romania, the Middle East and Central America, as well as in Italy, thus confirming the commercial success achieved by the Group in highly competitive contexts, offering advanced technological and management skills and not just the best bid price. It should, in fact, be pointed out that on the international level the technical, financial and management skills are a key factor in persuading clients to choose the Group.
There follow details of the new initiatives recorded in the various areas during the period.

Italy. The strategically significant awarding of an initial section of the Pedemontana Lombarda motorway was recorded in April. This contract, worth EUR 630 million (the Astaldi share being 24%) which as a whole provides for the final and executive design and the construction of approximately 47 kilometers of motorway and secondary roads, with 13 kilometers of tunnels and approximately 1.7 kilometers of bridges and viaducts. The start-up of construction activities will take place after the design phase and the duration of the works will be approximately 3 years.
There is also an important initiative in Naples, with the construction of the new Line 6 of the underground. The company AS.M. S.c.r.l., in which Astaldi has a share of 75.91%, was set up in April for the construction of the San Pasquale station in Line 6 of the Naples underground, in the section between the Mergellina and Municipio stations. Astaldi's share of the works amounts to approximately EUR 44 million and during the period work already started for the construction site installation, with the undertaking of construction operations being forecast by the end of 2008.

Turkey. As for the commercial success shown by the Group in highly dynamic international situations we can recall the success achieved in Turkey, where Astaldi, as leader of a joint venture, has been awarded the contract with the Municipality of Istanbul for the general contracting construction of a new underground line in Istanbul, with an overall value of EUR 751 million (the Astaldi share being 42%). The contract provides for the construction of a double track underground line with approximately 20 kilometers of tunnels on the Kadıköy-Kartal section; besides the civil engineering works, it includes the supply of the electromechanical and signaling equipment. The duration of the works is expected to be 3 years, with the start-up of operations in the second half of 2008. This project is expected to contribute to the expansion of the city's public transportation network, and currently represents the most significant project planned for the near future by the Municipality of Istanbul. The awarding of the contract thus confirms the Group's leadership on the international and in the sector of urban transport infrastructures. At the same time, it provides recognition for what Astaldi has already done in this country, in the project for the Istanbul-Ankara motorway, characterized by considerable design and construction complexity.

Romania. The role of Astaldi is also important in this area. In January, the company was awarded the contract for the new phase of the project for development and modernization of the Henri Coanda (formerly Otopeni) International Airport in Bucharest, with a contract value of EUR 76 million. Astaldi has already completed the first two phases of this project. The contract for this new phase of the works provides for the construction of plant engineering and civil works, among other things, for the extension of the passenger arrivals and departures terminals, the refurbishing of the headquarters building, the reorganization of passenger flows and the construction of new surface car parking facilities. Works will start by the first half of 2008, and the forecast duration is approximately 36 months. This contract is a recognition of the Group's operating capacities for the works completed in the previous stages of this project. At the same time, it reflects the role of major player that Astaldi intends to have in Eastern Europe; for the Group, this means not only Romania, but also Bulgaria, where it is already active, and in coming years, Poland. As for the latter, results will be forthcoming from a series of tenders in the sector of healthcare construction and transport infrastructures, and positive developments are expected.

Middle East. Activities are also growing in the Middle East, which up to now in 2008 has accounted for over EUR 89 million to the growth of the consolidated orders backlog. In February, the Astaldi Group acquired a project worth US$ 140 million for the design and construction of civil engineering works for an aluminum production plant in the Mesaieed industrial area, in Qatar. The most important aspects of the contract, awarded to Astaldi by a major company on the international level, include the design and construction of storage silos with a diameter of 40 meters and a total volume capacity of over 300,000 cubic meters.

The following tables show the performance of the orders backlog during the period, indicating the contribution of the sectors and countries concerned.

Performance of the orders backlog and contribution of activity sectors

Million euro	Start of period 01/01/2008	Increases	Decreases for production	End of period 30/06/2008
Transport infrastructures	5,386	630	-500	5,517
of which:				
Railways and undergrounds	*4,127*	368	*-323*	*4,173*
Roads and motorways	*1,169*	183	*-158*	*1,194*
Airports and ports	*89*	80	*-19*	*150*
Waterworks and hydroelectric plants	237	11	-78	170
Civil and industrial construction	574	115	-95	594
Concessions	2,119	0	0	2,119
Situation of orders backlog	**8,316**	**757**	**(673)**	**8,400**

Performance of orders backlog and contribution of geographical areas

Million euro	Start of period 01/01/2008	Increases	Decreases for production	End of period 30/06/2008
Italy	***5,539***	***200***	***(348)***	***5,392***
Abroad	***2,777***	***557***	***(325)***	***3,008***
Europe	*480*	*406*	*(88)*	*799*
America	*1,516*	*54*	*(128)*	*1,442*
Africa	*747*	*0*	*(79)*	*668*
Asia	*34*	*96*	*(30)*	*100*
Situation of orders backlog	**8,316**	**757**	**(673)**	**8,400**

The figures of the orders backlog at 30 June 2008 do not take into account orders acquired after the closing of the half-year period, or the possible developments of the initiatives being taken in Venezuela and Italy.

In particular, for the domestic market, we can recall that the joint venture consisting of Astaldi (24%), Impregilo (leader and mandatary with 47%), Pizzarotti (18%) and Itinera (11%) was appointed as Promoter for the project finance initiative for the construction and subsequent management of the link between the Port of Ancona, the A14 motorway and "Adriatica" national road (SS 16). The overall value of the investment totaled approximately EUR 580 million and the concession contract, involving a management period of 30 years, will be awarded after the completion of the tender and the negotiated procedure in which the Promoter will enjoy the right of pre-emption. The new double-lane road will be approximately 11 kilometers long, of which 8 kilometers of main road and the remainder for connections. Much of the route will be underground, with the construction of approximately 4 kilometers of two-tube tunnels and two viaducts approximately 1.6 kilometers long. The duration of the works is 72 months, including the design and testing phase; the time will be calculated starting from the signing of the agreement.

Events subsequent to the closing of the period

Since the closing of the half-year period, there have been some major achievements for the Group on the domestic level.

In particular, the Milan rail link was inaugurated on 17 July. This maxi-tunnel was built mainly under the city center to link the railway lines coming from the north-west (Milan-Turin, Milan-Domodossola and the regional lines managed by Ferrovie del Nord), with those coming from the north-east (Milan-Genoa, Milan-Bologna, Mortara-Milan). The link has 3.5 kilometers of double track leading from Porta Vittoria to Rogoredo station, creating a junction between long distance traffic and trains on the four regional lines that terminate at Rogoredo; this is an important solution for the city's traffic requirements, also in view of Expo 2015.

We should also point out the operation of the TBMs (*Tunnel Boring Machines*) to be used to excavate the tunnels for the construction project of the new Line C of the Rome underground and the new Line 5 of the Milan underground. On 3 July, excavation started for the tunnel linking the 30 stations planned for the new Line C of the Rome underground, on the Pantano-Piazzale Clodio section. On 1 August, the TBM started operations in the project for the construction of the new Line 5 of the Milan underground. TBMs, also known as "mechanical moles", are actually highly mechanized mobile construction facilities, allowing excavation to advance from 8 to 12 meters per day, with maximum safety conditions for the workers and the residents of the areas affected by excavation, with considerable advantages in terms of construction time. Astaldi is currently using TBMs in Rome and Milan, as well as in Brescia, where the company is building the new underground line.

Main risks and contingencies regarding the second half

With regard to current requirements on "description of the main risks and contingencies for the remaining months of the financial year", it should be pointed out that there are currently no special situations likely to have any significant impact on the economic and financial performance of the Group in the second half 2008.

Nevertheless, in the general macroeconomic scenario and the sector in which the company operates, there is concern for the following areas, which the Group is carefully monitoring.

Raw materials. The increase, in some cases significant, in the price of some raw materials may involve an increase in the costs of production, though the Group tends to counter these by policies for the diversification of purchases, framework agreements with strategic suppliers, contract clauses for price review and the use of specific measures by local authorities aimed at mitigating these economic effects.

Capital market. Critical factors should be highlighted in the current situation on the financial markets, in terms of the credit squeeze, the rise in interest rates and fluctuations on the currency markets. Starting from previous financial years, the Group has adjusted and repositioned borrowing in favor of medium/long-term instruments, containing the rise in interest rates by a specific policy of hedging the interest rate risk and implementing suitable transactions for the direct and indirect hedging of exchange rate risk.

Country/customer risk. For the rest of the financial year, the activity undertaken by the Group is concentrated in the construction of major infrastructures, which besides having adequate financial coverage, also represent priority goals in the investment policies of the countries where the Astaldi Group operates. In particular, in some parts of the world, these initiatives are undertaken under “bilateral agreements” between the Italian Government and the Government of the countries concerned, thus producing a more favorable country/customer risk profile.

Information on operations with related parties

With regard to operations with related parties, it should be pointed out that these come within the normal activities of the Group companies, and are regulated by market conditions. For information on these relationships, see note 26 of the summarized half-yearly consolidated financial statements at 30 June 2008.

Performance forecasts

For over 80 years, the Astaldi Group has been a protagonist on the international scene, and considers the expansion of its sphere of actions to be a strategic challenge that has proved to be successful. In Europe and the rest of the world, Astaldi is a widely known and appreciated name, and the Group can boast the range of works completed, the dimension of the projects, and the undeniable development taking place in the countries and areas where it operates. These are the factors enabling the Group to enjoy the results of the commercial and production efforts made in recent years, also confirming for the first half of 2008 its capacity to achieve and support its strategic guidelines.

For the future, the consolidation of the Group is expected in the areas, such as Latin America, the Maghreb, Eastern Europe and the Arabian Peninsula, where the Astaldi has long been established. These areas will ensure the pursuit of increasingly ambitions growth targets, also thanks to the contribution from the opening of markets in neighboring areas, such as Poland with respect to Eastern Europe and Peru and the Chile with respect to Central America, areas which already have a regulatory framework and infrastructure investment plans of indubitable interest. The current orders backlog in the Middle East is expected to increase further due to the growth strategy already adopted, which has led to the opening of a new branch in Abu Dhabi and the setting up of a mixed company in Dubai.

The domestic market will also represent a major strategic opportunity to be developed, especially for all the initiatives related to the assignment of Expo 2015 to the city of Milan. In particular, new scenarios could come about in the cities for underground lines, a sector in which the current network of 75 kilometers and 88 stations is expected to increase to 142 kilometers with 152 stations by 2015; in other words, a doubling of capacity from 3 to 6 underground lines. A step forward for implementing this project is the approval by the CIPE (Inter-Ministry Committee for Economic Planning) of the alternate route relative to the Garibaldi station in the context of the project for the construction of the new Line 5 of the Milan underground, now being undertaken by Astaldi, leading company of a joint venture. This change provides the technical conditions for the further extension of the line towards the western districts of the city.

Again on the domestic market, further scenarios could also open up in Rome medium term for the new Line C of the Rome underground, now being built by Astaldi, and for the new Line D for which the tender procedures are currently underway.

Abroad, a further contribution could come from Latin America, especially Venezuela, where there are already significant contract options to be exercised for railway contracts in progress.

With regard to other commercial initiatives being studied, in accordance with strategic planning guidelines, the focus of the Group is on general contracting and project financing initiatives, developed in Italy and abroad, mainly in the sectors of transport infrastructures, energy production facilities, civil and healthcare construction, and parking facilities. For some of these initiatives, we are awaiting the outcome of the tenders; for others, the procedures for pre-qualification, verification and awarding are still underway.

In this context, the Astaldi Group is prepared on the whole to examine and take advantage of all the growth opportunities that might occur, but at the same time it will continue to develop a sector with considerable growth potential, like the concessions sector.

In particular, there will be a positive impact of new scenarios on the domestic market in the sector of motorway concessions, with the appointment in April of the joint venture consisting of Astaldi (24%), Impregilo (leader and mandatary with 47%), Pizzarotti (18%) and Itinera (11%) as Promoter for the project finance initiative for the construction and subsequent management of the links between the Port of Ancona, the A14 motorway and “Adriatica” national road (SS 16), already mentioned in the paragraph of this report on the orders backlog. This initiative is a concrete step in the strategy of the Astaldi Group to enter the sector of motorway concessions, long considered a sector that is complementary to concessions for the construction of hospitals, parking facilities and underground lines. At the same time, this new success has consolidated the know-how and expertise achieved by the Group in the field of concessions, creating the premises for further growth in this sector, not only in Italy, but also abroad.

Finally, with regard to the entire year 2008, the economic objectives set forth in business planning have been confirmed; from the assets and financial point of view, the second half of 2008 should show a reduction in working capital in some foreign areas, with the generation of resources for further investments in the concessions sector.
It should also be pointed out that starting from this financial year, the accounts will also reflect the effects of the management operation of the new hospital in Mestre, built by Astaldi in joint venture, in just 4 years. This is a significant result not only from the construction point of view, but also with regard to the economic and financial equilibrium of the project, and thus for the management activities.
Finally, we can point out that in 2008, the arbitration proceedings of 28.3.2006, advanced by Astaldi with respect to Consorzio di Bonifica Alli Punta di Copanello, in relation to the contract for the construction of the dam on the river Melito, has made further progress. The Board of Arbitrators has ordered two technical inspections which have ascertained, among other things, that the work as designed by the Consortium, cannot be implemented, and that the executive design drawn up by them requires significant revision. Considering the present situation of the arbitration proceedings and the outcome of the two technical inspections, it is reasonable to assume that the arbitration proceedings will conclude by September 2008.

Alternative performance indicators: non-GAAP measures

The Astaldi management has assessed the economic and financial performance of the Group and of business segments on the basis of some indicators not provided for by IFRS.
As requested by Communication CESR/05 - 178b, the components of each of these indicators are described below.

EBIT (*Earnings Before Interest and Taxes*): this is the result before tax and before financial income and charges, without any adjustment. EBIT also exclude income and charges derived from the management of non-consolidated equity investments and securities, as well as the results of any disposals of consolidated equity investments, recorded in the financial statements under “financial income and charges” or, for the results of equity investments alone evaluated by the equity method, under the item “effects of the evaluation of equity investments with the equity method”.

EBITDA (*Earnings Before Interest Taxes Depreciation and Amortization*): is determined by excluding the following elements from EBIT as defined above:

- Write-down of intangible and tangible assets
- Devaluation and provisions
- Capitalization of internal construction costs.

Debt/Equity ratio: this indicator is the ratio between the net financial position in the numerator and the equity in the denominator, net of treasury shares in portfolio.

ROI (*Return on Investment*): this indicator is calculated as the ratio between EBIT (net operating result) and the average capital invested in the period.

Current ratio: this indicator is calculated as the ratio between short-term assets and short-term liabilities.

For The Board of Directors

(Chairman)

Vittorio Di Paola

Summarized half-yearly consolidated financial statements at 30 June 2008

Consolidated income statement

(Euro/000)	Notes	30/06/08	30/06/07
Operations			
Revenues	1	672,769	565,609
Other operating revenues	2	31,886	29,389
of which from related parties	26	*3,506*	*3,091*
Total revenues		704,655	594,998
Purchase costs	3	(138,453)	(136,375)
of which for related parties	26	*(61)*	*(1)*
Service costs	4	(367,738)	(284,731)
of which for related parties	26	*(44,596)*	*(32,492)*
Personnel costs	5	(104,322)	(92,071)
Amortization, depreciation and write-downs	6	(19,580)	(16,534)
Other operating costs	7	(14,441)	(15,290)
Total costs		(644,533)	(545,002)
(Capitalization of internal construction costs)		391	270
Operating result		60,514	50,267
Financial income	8	26,334	16,729
of which from related parties		*639*	*200*
Financial charges	9	(47,706)	(35,711)
Effects of evaluation of equity investments with the equity method	10	319	1,292
TOTAL FINANCIAL AREA AND EQUITY INVESTMENTS		(21,054)	(17,690)
PRE-TAX PROFIT (LOSS) OF CONTINUED OPERATIONS		39,460	32,577
Taxes	11	(15,389)	(13,705)
PROFIT (LOSS) OF CONTINUED OPERATIONS		24,071	18,873
PROFIT (LOSS) FOR THE PERIOD		24,071	18,873
Profit attributable to the Group		21,128	19,305
Profit attributable to third parties		2,943	(432)
Profit per basic share		0,217	0,229
Diluted profit per share		0,217	0,229

Consolidated balance sheet

(Euro/000)	Notes	30/06/08	31/12/07
ASSETS			
Non-current assets			
Property, plant and equipment	12	264,506	246,483
Investment property		189	192
Intangible assets		3,081	3,374
Equity investments	13	98,463	96,877
of which:			
Equity investments valued using the equity method		96,454	94,851
Non-current financial assets	14	6,913	10,329
of which from related parties	*26*	*6,913*	*7,911*
Other non-current assets	15	14,329	15,380
Deferred tax assets	11	4,629	7,078
TOTAL Non-current assets		392,111	379,712
Current assets			
Inventories	16	76,356	60,915
Amounts due by customers	17	639,576	519,229
Trade receivables	18	459,262	463,067
of which from related parties	*26*	*31,000*	*36,859*
Current financial assets	14	37,300	37,463
Tax receivables	19	82,846	88,592
Other current assets	15	244,624	252,167
of which from related parties	*26*	*32,995*	*23,549*
Cash and cash equivalents	20	291,156	295,538
Total Current assets		1,831,120	1,716,973
Total Assets		2,223,231	2,096,685
EQUITY	21		
Share capital		194,094	195,050
Reserves:			
Legal reserve		13,542	12,152
Extraordinary reserve		77,164	61,857
Profit (loss) carried forward		26,808	19,583
Other reserves		-10,926	-16,488
Total capital and reserves		300,682	272,153
Profit (loss) for the period		21,128	38,097
Total Group equity		321,810	310,251
Reserves		3,686	1,515
Profit (loss) for the period		2,943	319
Minority interests equity		6,629	1,834
Total equity		328,439	312,085
LIABILITIES			

Non-current liabilities			
Non-current financial liabilities	22	483,257	413,524
of which to related parties	*26*	*1,698*	*1,698*
Other non-current liabilities	23	61,654	57,964
Employee benefits		10,271	10,932
Deferred tax liabilities	11	728	182
TOTAL Non-current liabilities		555,910	482,602
Current liabilities			
Amounts due to customers	17	260,620	237,466
Trade payables	24	564,984	564,141
of which to related parties	*26*	*71,512*	*88,474*
Current financial liabilities	22	348,067	322,385
Tax payables		33,868	42,232
Provisions for current risks and charges	25	24,323	24,333
Other current liabilities	23	107,020	111,442
of which to related parties	*26*	*48,754*	*46,506*
TOTAL Current liabilities		1,338,882	1,301,998
Total liabilities		1,894,792	1,784,600
Total equity and liabilities		2,223,231	2,096,685

Schedule of changes in consolidated equity

(Euro/000)	Share capital	Legal reserve	Extraordinary reserve	Other reserves	Total	Accumulated profit	Profit for the period	Total	Minority interests	Total equity
IAS/IFRS balance at 1 January 2007	195,391	10,767	43,475	(18,987)	230,646	18,930	30,091	279,667	1,392	281,059
Cash flow hedge reserve				4,651	4,651			4,651		4,651
Income (charges) from equity valuation				1,018	1,018			1,018		1,018
Exchange rate differences from conversion				(366)	(366)			(366)		(366)
Treasury shares	292		289	207	788			788		788
Net income (charges) entered directly under equity	292		289	5,510	6,091			6,091		6,091
Profit at 30 June 2007							19,304	19,304	(432)	18,872
Dividends							(8,323)	(8,323)		(8,323)
Fund pursuant to Art. 27							(415)	(415)		(415)
Allocation of 2006 result		1,385	19,264	241	20,890		(20,890)			
Other changes				225	225	315	(463)	77	(12)	65
IAS/IFRS balance at 30 June 2007	195,683	12,152	63,028	(13,011)	257,852	19,245	19,304	296,401	948	297,349

(Euro/000)	Share capital	Legal reserve	Extraordinary reserve	Other reserves	Total	Accumulated profit	Profit for the period	Total	Minority interests	Total equity
IAS/IFRS balance at 1 January 2008	195,049	12,152	61,857	(16,488)	252,570	19,583	38,097	310,250	1,834	312,085
Cash flow hedge reserve				5,587	5,587			5,587		5,587
Exchange rate differences from conversion				(1,122)	(1,122)			(1,122)	2,551	1,429
Treasury shares	(955)		(1,150)		(2,105)			(2,105)		(2,105)
Net income (charges) entered directly under equity	(955)		(1,150)	4,465	2,360			2,360	2,551	4,911
Profit for the year 2008							21,128	21,128	2,943	24,071
Dividends							(9,752)	(9,752)	(838)	(10,590)
Fund pursuant to Art. 27							(417)	(417)		(417)
Allocation of 2007 result		1,390	16,457		17,847	10,081	(27,928)			
Other changes				(14)	(14)	(2,857)		(2,871)	(139)	(2,732)
Stock grant assignment reserve				1,111	1,111			1,111		1,111
IAS/IFRS balance at 30 June 2008	194,094	13,542	77,164	(10,926)	273,874	26,807	21,128	321,809	6,629	328,439

Consolidated cash flow statement

(Euro/000)		
A - CASH FLOW FROM OPERATING ACTIVITIES:	30.06.2008	30.06.07
Result for the period of the Group and minority interests	*24,071*	*18,872*
Adjustments to reconcile net profit (loss) to cash flow generated (used) by operating activities:		
Deferred taxes	312	609
Amortization, depreciation and write-downs	19,580	16,533
Provision for risks and charges	382	5,474
Costs for employee severance indemnity and defined employee benefit plans	759	1,083
Costs for employee incentive plans	1,935	0
Losses on disposals of non-current assets	106	92
Effects of valuation using equity method	(319)	(1,292)
Gains on disposals of non-current assets	(1,130)	(745)
Subtotal	*21,625*	*21,754*
Changes in operating assets and liabilities (working capital):		
Trade receivables	3,805	8,401
Inventories and Amounts due by customers	(135,788)	(62,131)
Trade payables	843	(4,438)
Provision for risks and charges	(392)	3,415
Advances from customers	23,154	3,209
Other operating assets	16,789	(54,398)
Other operating liabilities	(10,796)	7,300
Payments of employee severance indemnity and defined employee benefit plans	(1,420)	(2,270)
Subtotal	*(103,805)*	*(100,912)*
Total	(58,109)	(60,286)
B - CASH FLOW FROM INVESTMENT ACTIVITIES:		
Purchase of investment property	3	3
Net investment in intangible assets	(216)	(103)
Net investment in tangible assets	(37,094)	(46,825)
Sale (Purchase) of other equity investments net of acquired cash flow, hedging of non consolidated company losses and other changes in the area of consolidation	(1,268)	(4,334)
Income from the sale of tangible and intangible assets, and investment property	1,024	653
Change in financing of equity investments	3,416	1,713

Total	(34,135)	(48,893)
C - CASH FLOW FROM FINANCING ACTIVITIES:		
Dividends paid + other changes	(7,717)	(2,583)
Opening (repayment) of non-current loans net of commissions	69,733	19,031
Net change in current financial payables (including leasing agreements)	25,682	78,999
Sale (purchase) securities/bonds and treasury shares	164	9,552
Total	87,862	104,999
NET INCREASE (DECREASE) OF CASH AND CASH EQUIVALENTS	(4,382)	(4,180)
CASH AND CASH EQUIVALENTS AT START OF PERIOD	295,538	237,623
CASH AND CASH EQUIVALENTS AT END OF PERIOD	291,156	233,443

EXPLANATORY NOTES TO THE CONSOLIDATED ACCOUNTS

General Information

The Astaldi Group, which has operated for over 80 years in Italy and abroad in the sector of the design and construction of major civil engineering works, is one of the most important groups operating in the international construction sector, and is a leading general contractor and promoter of project finance initiatives in Italy.

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

Form, Contents and Criteria of Financial Statements

The summarized half-yearly consolidated financial statements (*henceforth referred to as the half-yearly consolidated financial statements*) of the Astaldi Group at 30 June 2008, formulated pursuant to Art. 154-ter paragraph 2 and 3 of the Finance Consolidation Act, has been drawn up in compliance with the International Financial Reporting Standards approved by the European Union and in accordance with CONSOB regulations regarding international accounting standards.

These standards are integrated with the interpretations by the IFRIC (International Financial Reporting Interpretations Committee) and SIC (Standing Interpretations Committee) also approved by the European Union.

The Group opted to present its half-yearly consolidated financial statements in a concise format as provided for in IAS 34.

Therefore, this document, does not contain all the information normally provided for in financial statements and must be read jointly with the consolidated financial statements of the Group at 31 December 2007.

Specifically, the half-yearly consolidated financial statements comprise:

1. Income Statement;
2. Balance Sheet;
3. Schedule of changes in equity;
4. Cash flow statement;
5. Notes.

The accounting standards adopted in the drafting of the half-yearly consolidated financial statements are in compliance with the ones applied for drafting the consolidated financial statements of the Group for the year ended at 31 December 2007. It is expected that the same standards will be applied in drafting the consolidated financial statements for 2008. However, these standards may not coincide with the provisions of the IAS/IFRS in force at 31 December 2007 as a result of future European Commission policies being approved and modifying international accounting standards or their interpretation. Finally, it should be pointed out that in first half 2008 there were no approval measures by the European Union. In this regard, see the contents of the consolidated financial statements at 31 December 2007. On the other hand, in relation to the amendments and new versions of accounting principles and interpretations issued respectively by the IASB and IFRIC in the first half 2008, but as already stated not yet approved on the date when this report was drawn up, the following table shows the innovations currently assumed to be significant for the Group. After an initial analysis, the Group believes that the possible impact on the financial statements is not likely to be especially significant. It should in any case be recalled that the first date for the application of many of these will start from 1 January 2009, while for the others it will be subsequent to 2009.

Standard – Interpretation	Type	Summary – contents	Date of application
IFRS 3	New version	The main changes to IFRS 3 regard the elimination of the requirement to evaluate the single assets and liabilities of the subsidiary at fair value in any subsequent acquisition, in the case of the gradual acquisition of subsidiaries. In the case of acquisitions of equity under 100%, the share of minority interests equity may be evaluated either at fair value, or using the method already provided for previously in IFRS 3.	1 January 2010
IAS 27	Amendment	Changes in the share of equity not involving the loss of control must be regarded as equity transactions with the equity method. Losses attributable to minority shareholders shall be allocated to the quota of minority interests equity, even when these exceed their corresponding share in the capital of the company concerned.	1 January 2010
IFRS 2	Amendment	For purposes of valuation of instruments of remuneration based on shares, only the	1 January 2009

		employment conditions and performance conditions may be considered as conditions for accrual in the plans. Furthermore, in case of cancellation of the plan, the same accounting conditions shall be applied, whether the plan derives from the company, or from the counterpart.	
IFRS 5	Change	If an enterprise has agreed to a disposal plan involving the loss of control over a subsidiary, all the assets and liabilities of the subsidiary shall be reclassified under assets earmarked for sale, even if after the disposal the company retains a minority stake in the former subsidiary.	1 January 2010
IAS 1	Change	The assets and liabilities deriving from derivatives not held for investment purposes shall be classified in the financial statements distinguishing between current and non-current assets and liabilities.	1 January 2009
IAS 20	Change	The benefits deriving from loans granted by a government authority at an interest rate far below the market rate shall be treated as public subsidies and thus follow the rules for classification set forth in IAS 20	1 January 2009

IAS 28	Change	In the case of equity holdings valued under the equity method, no eventual loss of value must be allocated to single assets (and in particular to goodwill) composing the book value of the equity, but rather to the overall value of the subsidiary. Therefore, when there are the conditions for the subsequent recovery of the value, this recovery must be entered to the full.	1 January 2009
IAS 39	Change	Definition of new effective yield rates for a financial instrument at the end of the status of hedging of fair value.	1 January 2009

The half-yearly consolidated financial statements are drawn up in Euro, which is the operating and reference currency of the Parent Company; in this regard it should also be pointed out that Annex "C" shows the exchange rates utilized by the Group on 30 June 2008 for the conversion of the financial statements and accounting items expressed in currencies other than the Euro.

All the figures are shown in thousands of Euros unless otherwise stated. Consequently, in some schedules, the total amounts may differ slightly from the sum of the amounts composing them due to rounding-up.

Finally, these half-yearly consolidated financial statements at 30 June 2008 are subject to limited auditing as set forth by CONSOB Ruling no. 10867 of 31 July 1997.

The results of this activity, undertaken by the auditing company Reconta Ernst & Young S.p.A., will be made public in compliance with applicable regulations.

Use of Estimates

In compliance with the IFRSs, drafting of the half-yearly consolidated financial statements and accompanying notes requires the formulation of estimates and undertakings which affect the values of the financial statement assets and liabilities and the information related to potential assets and liabilities. The estimates are used, for example, to enter provisions for bad debts, contracts in progress, amortizations, write-down of receivables, employee benefits, taxes, other provisions and allocations. In particular, for employee benefits, we should point out the new type of defined contribution plan for employee severance indemnity, the details of which are discussed in detail in the 2007 financial statements.

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

The results which might emerge could differ from these estimates. The estimates and undertakings are reviewed periodically and the effects of any changes are reflected in the income statement in the period in which the change occurred. More specifically, taking into account the specific sector of the Group, which provides for a fee payment at the time of awarding of the single contracts, it should be pointed out that the margins on these contracts, recorded in the income statement on the basis of systematic calculation criteria, may change with respect to the original estimate. This is related to the probability of recovering the higher charges that may be incurred during the performance of the works. Finally, with regard to the taxes calculated in these financial statements, it should be pointed out that they were allocated on the basis of current tax rates, deemed to be applicable to the expected annual results on the basis of the rules in force, also in the countries where the Group operates.

Area of Consolidation

There follows a list of the subsidiaries companies included in the area of consolidation.

	Subsidiaries	%
1	Astaldi Algerie E.U.r.l.	100.00%
2	Astaldi Arabia Limited	100.00%
3	Astaldi Construction Corporation	100.00%
4	Astaldi International Inc.	100.00%
5	Astaldi International Limited	100.00%
6	Astaldi-Astaldi International J.V.	100.00%
7	Astaldi-Burundi Association Momentanée	100.00%
8	Cospe S.C.r.l.	100.00%
9	Diga di Arcichiaro S.C.r.l. in liquidation	100.00%
10	DIP.A. S.C.r.l. in liquidation	100.00%
11	Euroast S.r.l. in liquidation	100.00%
12	Groupement G.R.S.H.	100.00%
13	Linea A S.C.r.l. in liquidation	100.00%
14	Montedil-Astaldi S.p.A. (MONTAST) in liquidation	100.00%
15	Redo-Association Momentanée	100.00%
16	Sartori Sud S.r.l.	100.00%
17	Seac S.p.a.r.l. in liquidation	100.00%
18	Italstrade IS S.r.l.	100.00%
19	Todaro S.r.l. in liquidation	100.00%
20	Astaldi Bulgaria LTD	100.00%
21	AR.GI S.p.A.	99.99%
22	CO.MERI S.p.A.	99.99%
23	Consorzio Astaldi-C.M.B. Due in liquidation	99.99%
24	I.F.C. Due S.C.a.r.l. in liquidation	99.99%
25	Astaldi Finance S.A.	99.96%
26	Astaldi de Venezuela C.A.	99.80%
27	Romairport S.r.l.	99.26%
28	ASTALROM S.A.	99.12%
29	Astur Construction and Trade A.S.	99.00%
30	Palese Park S.r.l.	99.00%
31	Silva S.r.l. in liquidation	99.00%
32	Toledo S.C.r.l.	90.39%
33	Susa Dora Quattro S.C.r.l.	90.00%
34	CO.N.O.C.O. S.C.r.l.	80.00%
35	Eco Po Quattro S.C.r.l. in liquidation	80.00%
36	Portovesme S.C.r.l.	80.00%
37	S.Filippo S.C.r.l. in liquidation	80.00%

38	Bussentina S.C.r.l. in liquidation	78.80%
39	AS.M. S.c.r.l.	75.91%
40	Mormanno S.C.r.l. in liquidation	74.99%
41	S.P.T. Società Passante Torino S.C.r.l.	74.00%
42	Consorzio Olbia Mare in liquidation	72.50%
43	CO.ME.NA. S.C.r.l.	70.43%
44	Messina Stadio S.C.r.l.	66.67%
45	Astaldi-Max Bogl-CCCF J.V. S.r.l.	66.00%
46	SCAR Scrl	61.40%
47	Garbi Line 5 S.C.r.l.	60.00%
48	Ospedale del Mare S.C.r.l.	60.00%
49	Quattro Venti S.C.r.l.	60.00%
50	Forum S.C.r.l.	59.99%
51	Partenopea Finanza di Project S.p.A.	59.99%
52	C.O.MES. S.C.r.l.	55.00%
53	Italstrade Somet J.V. Rometro S.r.l.	51.00%
54	Romstrade S.r.l.	51.00%
55	SC Italstrade - CCCF JV Romis S.r.l.	51.00%
56	Infraflegrea Project S.p.A.	51.00%

No longer in the area of consolidation: Astaldi-Senegal association en participation; Consorcio Astaldi C.B.I.; Astaldi-Uti_Romairport JV
Now in the area of consolidation: AS.M. S.c.r.l.

Analysis of the main changes in income statement and balance sheet items

1. Revenues: EUR 672,769 (EUR 565,609)

Revenues from works at 30 June 2008, shows an increase of approximately 19% compared to the same period of the previous year. This item consists of the following:

	30/06/08	30/06/07	Change
Revenues from sales and services	258,590	295,883	(37,294)
Change in products in progress, semi-finished and finished, and building initiatives	3,956	391	3,565
Change in contracts in progress	410,223	269,335	140,888
Total	672,769	565,609	107,160

The increase derives mainly from the domestic area as well as the European and Asian areas, where major contracts have recently been acquired, in particular in Turkey and Qatar. The geographical composition of the item is the following:

	30/06/08	%	30/06/07	%	Change
Italy	347,902	51.7%	210,428	37.2%	137,474
Europe	88,261	13.1%	77,870	13.8%	10,391
America	127,733	19.0%	177,597	31.4%	(49,865)
Africa	79,238	11.8%	79,920	14.1%	(682)
Asia	29,636	4.4%	19,794	3.5%	9,841
Total	672,769	100.0%	565,609	100.0%	107,160

For further details see the Interim Management Report.

2. Other revenues: EUR 31,886 (EUR 29,389)

Other revenues rose by approximately 8.5% with respect to the last period and comprised items not directly related to the Group’s production activity, but in any case secondary to the core business and of a lasting nature. This item is composed as follows:

	30/06/08	30/06/07	Change
Revenues from sales of goods	3,957	3,285	672
Services to third parties	11,059	10,699	360
Services for the management of joint initiatives	1,304	1,129	175

Rentals and leases receivable	3,034	2,051	983
Net gains for transfer of tangible assets	1,130	746	384
Gains from disposal of leased assets		2	(2)
Other	11,402	11,476	(74)
Total	31,886	29,389	2,497

It should be pointed out that the components of the aggregate in question, when compared to the same of the last year, showed a similar trend in amount and composition. The "Other" item includes: revenues for the transfer of contract rights for initiatives in Italy, amounting to EUR 2,493; surpluses of previous allocations due to the successful definition of previous liabilities amounting to EUR 3,562; indemnities and adjustments of valuations already made amounting to EUR 3,688.

3. Purchase costs: EUR 138,453 (EUR 136,375)

	30/06/08	30/06/07	Change
Purchase costs	146,220	141,525	4,695
Change in inventories of raw materials, subsidiary materials, consumables and goods	(7,767)	(5,149)	(2,618)
Total	138,453	136,375	2,077

Purchase costs, also due to greater recourse to third party contracting, showed a slight increase of approximately 1.5% in the period, in any case lower than the percentage increase of production achieved thanks to general contracting status.

4. Service costs: EUR 367,738 (EUR 284,731)

Service costs rose with respect to the first half of 2007 by approximately 29%, thus confirming, as already mentioned previously, the greater use of the general contracting system for the construction of more complex infrastructures.

This item consists of the following:

	30/06/08	30/06/07	Change
Consortium costs	53,613	36,297	17,316
Subcontracts and other services	250,356	188,635	61,721
Technical, administrative and legal consulting	24,169	24,452	(283)
Directors' and auditors' fees	1,766	2,195	(429)
Utilities	4,760	3,840	920
Travel and transfer	2,506	1,666	840
Insurance	8,513	6,590	1,923
Leasing and other costs	14,361	11,989	2,372
Rent and condominium expenses	3,330	2,624	706
Maintenance costs for leased assets	356	252	104
Other	4,006	6,190	(2,184)
Total	367,738	284,731	83,007

The overall increase of EUR 83,007 can be almost entirely attributed to the increase in costs for subcontracts and consortium costs. The increase for subcontracting costs occurred above all in the domestic area as shown in the following table:

	30/06/08	%	30/06/07	%	Change
Italy	156,382	62.5%	77,515	41.1%	78,867
Europe	21,077	8.4%	22,382	11.9%	(1,305)
America	44,107	17.6%	65,363	34.7%	(21,256)
Africa	18,075	7.2%	12,457	6.6%	5,619
Asia	10,715	4.3%	10,919	5.8%	(204)
Total	250,356	100.0%	188,635	100.0%	61,721

5. Personnel costs: EUR 104,322 (EUR 92,071)

	30/06/08	30/06/07	Change
Wages and salaries	70,176	63,145	7,031
Social security charges	17,597	15,540	2,057
Other costs	13,855	12,299	1,555
Other benefits subsequent to employment	759	1,087	(328)
Cost of share-based payments	1,935		1,935
Total	104,322	92,071	12,251

The increase in absolute terms of personnel costs, lower on a percentage basis than the growth of production volumes, is directly correlated to the increase of production activity and in line with the Group forecasts. It should be pointed out that the item "*cost of share-based payments"* refers to the valuation of the two mixed plans, with cash and stock grant components, fully described in the 2007 financial statements which can be consulted for complete information. In this regard we should first of all point out that the date of assignment of these benefits comes within the second half of 2007, and that the assumptions underlying the calculation for the first half of 2008 are similar to those defined in the 2007 financial statements. Finally, we can mention that the first tranche of the mixed plan consisting of tranches was paid in the first half of 2008.

The following tables show the personnel costs according to geographical area and the average number of personnel by category.

	30/06/08	%	30/06/07	%	Change
Italy	49,615	47.6%	40,872	44.4%	8,743
Europe	15,778	15.1%	17,104	18.6%	(1,326)
America	22,910	22.0%	20,698	22.5%	2,212
Africa	12,029	11.5%	11,787	12.8%	242
Asia	3,990	3.8%	1,611	1.7%	2,379
Total	104,322	100.0%	92,071	100.0%	12,251

	30/06/08	31/12/2007	Change
Managers	131	122	9
Executives	114	62	52
Clerical workers	2,480	2,265	215
Workers	6,978	6,400	578
Total	9,703	8,849	854

6. Amortization, depreciation and write-downs: EUR 19,580 (EUR 16,534)

Amortization rose with respect to the last period by approximately 18% in line with the increase in production. This item consists of the following:

	30/06/08	30/06/07	Change
Amortization of intangible assets	509	419	90
Amortization of tangible assets	19,071	16,115	2,956
Total	19,580	16,534	3,046

7. Other operating costs: EUR 14,441 (EUR 15,290)

	30/06/08	30/06/07	Change
Provisions for risks and charges	382	5,474	(5,092)
Other operating costs	14,059	9,817	4,242
Total	14,441	15,290	(849)

Provisions for risks and charges, totaling EUR 382, was lower compared to the same period in the previous year due to the valuation of the results of contracting activities.

The other operating costs are shown in the following table:

	30/06/08	30/06/07	Change
Gains and losses for adjustments in valuation	2,544	42	2,502
Tax charges	5,721	3,360	2,361
Other administrative and sundry costs	5,793	6,415	(621)
Total	14,059	9,817	4,242

8. Financial income: EUR 26,334 (EUR 16,729)

Financial income rose with respect to the last period by approximately 57%; also because of the increase in profit on exchange rates, which compensated losses of the same type, also following the systematic foreign exchange monitoring implemented by the Group.

This item consists of the following:

	30/06/08	30/06/07	Change
Income from associated companies	33		33
Income from other investee companies	8	1,045	(1,036)

Income from financial operations with banks	7,605	3,873	3,732
Surety fees	539	236	302
Exchange rate profit	9,154	4,888	4,267
Income from derivatives	3,209	2,993	216
Revaluation of securities		392	(392)
Other financial income	5,785	3,302	2,483
Total	26,334	16,729	9,605

The item other financial income totaling EUR 5,785 consists mainly of: recording by the Croatia branch of interest receivable on the arbitration proceedings for the construction of the Zagreb-Goričan motorway, accrued for the period, with reference to the period concerned in this report, totaling EUR 2,034; recording by the Parent Company of interest for arrears by clients, mainly public clients.

9. Financial charges: EUR 47,706 (EUR 35,711)

The financial charges totaling EUR 47,706, with respect to the previous period, rose by approximately 33%, considerably lower in percentage terms with respect to the increase of financial income.

This item consists of the following:

	30/06/08	30/06/07	Change
Surety fees	5,863	6,081	(-219)
Charges from financial transactions with banks	26,939	17,022	9,917
Exchange rate losses	5,586	3,890	1,696
Charges from derivatives	1,094	1,150	(-56)
Financial charges on leasing agreements	612	684	(-73)
Other financial charges	7,393	4,781	2,612
Total	47,486	33,609	13,878
Depreciation of equity	85	41	44
Depreciation of securities and receivables	135	2,061	(1,926)
Total	220	2,102	(1,882)
Total financial charges	47,706	35,711	11,995

In particular, the item "*charges from financial transactions with banks"* mainly refers to:

- EUR 20,204: interest payable on bank lending;
- EUR 5,722: current account interest payable;
- For the remainder, to other sundry charges, of a secondary nature, accrued in favor of the banks.

It should finally be pointed out that the amount for sureties refers to operational bonds - Bid Bonds and Performance Bonds - regarding the initiatives of the Group, party current and party in the tender phase. The other financial charges item mainly refers to charges deriving from the transfer of all risks and benefits to third parties, regarding certain financial assets (trade receivables), in the context of the complex activity of financial planning of contracts in progress.

10. Effects of valuation of equity investments with the equity method: EUR 319 (EUR 1,292)

The effects of valuation of equity investments with the equity method recorded an economic decrease above all in relation to:

- The conversion into a consortium company of "Metro C", operating, in compliance with current legislation, on its own behalf but on behalf of the consortium members;
- The end of the works regarding the activities of the Metro Los Teques Consortium, already operating in Venezuela, for the construction of an underground line.

11. Taxes: EUR 15,389 (EUR 13,705*)*

The taxes of the Group at 30 June 2008 totaled EUR 15,389, with an increase of approximately EUR 1,684 with respect to the same period last year. However, the tax rate fell with respect to the last period of 2007 (2008: 39%; 2007: 42%), although at the time of the drafting of this report, this fall is not expected to occur for the end of the current financial year.

This item consists of the following:

	30/06/08	30/06/07	Change
Current taxes	13,481	10,969	2,512
Net deferred taxes (anticipated)	2.220	609	1,611
Taxes related to previous years	(312)	2,126	(2,438)
Total	15,389	13,705	1,684

Finally, it should be pointed out that at 30 June 2008 deferred taxation showed a positive balance totaling EUR 3,901 as shown in the following table:

	30/06/08	30/06/07	Change
Deferred taxes receivable	4,629	7,078	(2,449)
Deferred taxes payable	728	182	546
Total	3,901	6,896	2,995

12. Property, plant and equipment: EUR 264,506 (EUR 246,483)

This item increased by approximately EUR 18,023 compared to 31 December 2007 as shown in the following table.

	Land and buildings	*Specific and general plant*	*Excavators, power shovels and vehicles*	*Various equipment and machinery*	*Fixed assets in progress and advances*	*Total*
Value at 31/12/2007, net of depreciation (1)	40,849	57,427	48,103	34,674	65,429	246,483
Increases						
- deriving from acquisitions	601	13,895	7,540	8,740	12,795	43,571
	41,451	71,323	55,643	43,414	78,224	290,054

Depreciation	-471	-6,147	-7,704	-4,745		-19,068
Other disposals		-757	-1,371	-2,757	-1,287	-6,172
Exchange rate differences	-151	-94	-70	-7		-322
Other changes	44	-10	-15	-5	-1	13
Value at 30.06.2008, net of depreciation (2)	40,872	64,314	46,483	35,900	76,936	264,506
(1) of which						
- *Cost*	44,914	89,780	97,317	62,547	65,429	359,988
- *Provision for depreciation*	-4,065	-32,353	-49,214	-27,873		-113,505
Net value	40,849	57,427	48,103	34,674	65,429	246,483
(2) of which						
- *Cost*	45,351	100,566	100,344	68,424	76,936	391,622
- *Provision for depreciation*	-4,479	-36,252	-53,861	-32,523		-127,115
Net value	40,872	64,314	46,483	35,900	76,936	264,506

For further details see the Half-Yearly Management Report.

13. Equity investments: EUR 98,463 (EUR 96,877)

The value of equity investments showed a slight increase with respect to 31 December 2007 and has the following composition:

	30/06/08	31/12/07	Change
Equity investments valued with the equity method	96,454	94,851	1,603
Equity investments valued at cost	2,010	2,026	(16)
Total	98,463	96,877	1,586

Non-current equity investments entered at cost are represented net of the depreciation provision totaling EUR 8.

14. Financial assets

Non-current financial assets: EUR 6,913 (EUR 10,329)

Non-current financial assets consist of receivables from associated companies totaling EUR 6,841 with the remainder from other companies, as a policy of financial support especially for contracts in progress.

For detailed information on current transactions see the Annex on related parties.

Current financial assets: EUR 37,300 (EUR 37,463)

Current financial assets fell slightly with respect to the end of the previous year. This item refers in particular to:

- Receivables of the subsidiary Partenopea Finanza di Progetto S.p.A totaling approximately EUR 9,000, from A.S.L. NA 1 (Naples' local health authority) in relation to the contribution provided under the "Merloni Law" and subsequent amendments and additions;
- Hedging derivatives totaling EUR 14,284 on which detailed information is provided in note 22;
- Securities in corporate portfolio totaling EUR 10,308.

15. Other assets

Other non-current assets: EUR 14,329 (EUR 15,380)

This item fell slightly and consists of the following:

	30/06/08	31/12/07	Change
Taxes receivables	3,289	3,627	(338)
Other assets	11,040	11,753	(713)
Total other non-current assets	14,329	15,380	(1,051)

In this regard it should be pointed out that:

- Tax receivables refer to tax credit for which application for refund has been made to the tax authorities, in particular for direct taxation amounting to EUR 2,013 and for indirect taxation amounting to EUR 1,275;
- Other assets refer mainly to: receivables for advances to suppliers and subcontractors of EUR 922; guarantee deposits of EUR 1,197; prepaid expenses for sureties commissions totaling EUR 516; prepaid expenses for insurance premiums totaling EUR 6,602; other accruals totaling EUR 1,779.

Other current assets: EUR 244,624 (EUR 252,167)

	30/06/08	31/12/07	Change
Receivables from associated companies	32,592	22,130	10,462
Receivables from other companies	402	1,418	(1,016)
Other assets	211,629	228,619	(16,989)
Total other current assets	244,624	252,167	(7,544)

In detail the item consists of:

- Receivables from associated companies and other investee companies totaling EUR 32,592. For detailed information on the current transactions see the Annex on related parties;
- Other assets totaling EUR 211,629 and referring mainly to receivables for advances to suppliers and subcontractors totaling EUR 64,274; receivables from other customers for the sale of goods and services totaling EUR 56,486; prepaid expenses and accrued income totaling EUR 35,235, and the difference between the nominal value of credit items transferred at the factor before 31 December 2003 and the amounts actually received.

It should be pointed out that the changes in the credit depreciation provision relating to this item derive only from exchange rate differences in the period for a total of EUR 405.

16. Inventories: EUR 76,356 (EUR 60,915)

Inventories rose by approximately 25%, also considering the increase totaling EUR 3,956 regarding the contracts for parking facilities in Verona and Bologna. This item consists of the following:

	30/06/08	31/12/07	Change
Raw materials, subsidiary materials and consumables	50,969	43,196	7,774
Products in progress and semi-finished products	10,584	6,628	3,956
Finished products and goods	454	885	(431)
Travelling goods and assets	14,349	10,206	4,142
Total	76,356	60,915	15,441

In terms of geographical composition the inventories are as follows:

	30/06/08	%	31/12/07	%	Change
Italy	17,626	23.1%	12,536	20.6%	5,090
Europe	19,080	25.0%	16,579	27.2%	2,501
America	28,534	37.4%	22,692	37.3%	5,842
Africa	10,288	13.5%	9,108	15.0%	1,180
Asia	828	1.1%			828
Total	76,356	100.0%	60,915	100.0%	15,441

17. Amount due from customers EUR 639,576 (EUR 519,229) – Amount due to customers EUR 260,620 (EUR 237,466)

These items are analyzed as follows:

Current assets	30/06/2008	31/12/2007	Change
contracts in progress	2,107,677	1,668,456	439,221
depreciation provision for final losses	(8,056)	(8,290)	234
Total contracts in progress	2,099,621	1,660,166	439,455
advances from customers	(1,460,045)	(1,140,937)	(319,108)
Total amount due from customers	639,576	519,229	120,347
Current liabilities			
contracts in progress	53,446	36,179	17,268
advances from customers	(314,066)	(273,645)	(40,421)
Total amount due to customers	(260,620)	(237,466)	(23,153)

The contract advances included in the amounts due to customers totaled EUR 237,001.

In should be pointed out that there is a significant contribution to the increase of works in progress due to contract work in progress abroad as shown in the following table:

	30/06/08	%	31/12/07	%	Change
Italy	241,321	37.7%	241,512	46.5%	(192)
Europe	113,148	17.7%	85,978	16.6%	27,169
America	166,722	26.1%	113,090	21.8%	53,632
Africa	103,706	16.2%	65,125	12.5%	38,580
Asia	14,680	2.3%	13,523	2.6%	1,157
Total	639,576	100.0%	519,229	100.0%	120,347

We should also point out, for better clarification of the items shown, that in the month of July various customers certified and approved works totaling just under EUR 200 million.

For more information see the Half-Yearly Management Report.

18. Trade receivables: EUR 459,262 (EUR 463,067)

	30/06/08	31/12/07	Change
Receivables from customers	465,006	474,026	(9,021)
Receivables from associated companies	30,138	36,187	(6,050)
Receivables from parent companies	24	18	6
Receivables from other investee companies	838	654	184
Depreciation funds	(36,743)	(47,818)	11,075
Total	459,262	463,067	(3,805)

Trade receivables show a slight expected decrease with respect to 31 December 2007 and have the following geographical composition:

	30/06/08	%	31/12/07	%	Change
Italy	148,317	32.3%	129,495	28.0%	18,823
Europe	60,378	13.1%	68,957	14.9%	(8,580)
America	175,132	38.1%	172,744	37.3%	2,388
Africa	65,742	14.3%	82,876	17.9%	(17,134)
Asia	9,692	2.1%	8,996	1.9%	697
Total	459,262	100.0%	463,067	100.0%	(3,805)

Bad debt provision

The bad debt provision, which is the result of an analytical valuation of receivables and the provision for arrears interest, underwent the following changes during the period:

	31/12/2007	Allocation	Use B/S	Absorption I/S	Reclassification(*)	Exchange rate diff.	30/06/2008
Receivables from customers							
Provision for bad debts	*17,538*	*381*	*(1,138)*	(10,190)	*376*	(90)	6,877
Provision for arrears interest	*30,280*	*135*	-	*(549)*	-	-	*29,866*
Total	*47,818*	*516*	*(851)*	*(11,026)*	*376*	*(90)*	*36,743*

(*) See note 25

Absorption of the provision refers to compensation of previous depreciation in the Romanian area.

19. Tax receivables: EUR 82,846 (EUR 88,592)

The value of the tax receivables consists mainly of:

- Receivables for direct taxation amounting to EUR 25,343, net of the depreciation fund of EUR 198;
- Receivables for indirect VAT amounting to EUR 57,699, referred to contracts in progress in Italy and abroad, which will be absorbed by progressive invoicing of works in progress and, where possible, with compensation of direct taxation payable.

20. Cash and cash equivalents: EUR 291,156 (EUR 295,538)

This item consists of the following:

	30/06/08	31/12/07	Change
Bank and post office	290,357	294,776	(4,419)
Cash on hand	800	762	37
Total	291,156	295,538	(4,382)

In this regard it should be pointed out that the slight decrease of cash and cash equivalents is due to ordinary management connected with financial support to activities in progress in the domestic and international area (especially Algeria, Romania, Venezuela) which made a significant contribution to total revenues for the period. There follows the geographical composition of the item:

	30/06/08	31/12/07	Change
Italy	188,958	201,170	(12,212)
Europe	58,730	43,846	14,884
America	18,567	21,554	(2,987)
Africa	13,428	28,521	(15,093)
Asia	11,473	447	11,026
Total	291,156	295,538	(4,382)

It should be pointed out that cash and cash equivalents, in order to implement a cash management policy for the single contracts, are subordinated to the same, and their use is accurately planned with reference to the performance of works in the specific geographical areas. In particular, we can report cash and cash equivalents totaling approximately EUR 30,000 made available for the recently acquired contract for the construction of the underground line in Istanbul (Turkey).

21. Share capital and reserves: EUR 328,439 (EUR 312,085)

The share capital, subscribed and fully paid-up, comprises no. 98,424,900 ordinary shares with a nominal value of 2 Euros each.

In this regard it should be pointed out that the share capital in the period considered was reduced, amounting to EUR 956, with no. 478,000 acquired in the period and made available to the stock grant plan. The number of treasury shares held at the end of this period is no. 900,000 shares, as at 31 December 2007. It is furthermore specified that there are no shares subjected to constraints or capital increases in progress subject to options.

Equity reserves are as follows:

-	Legal reserve	EUR 13,542
-	Extraordinary reserve	EUR 77,164
-	Profit (loss) carried forward	EUR 26,806
-	Other reserves	EUR (10,926)

The changes in share capital and reserves are illustrated in the "Schedule of changes in equity".

Nature, purpose and composition of reserves.

Legal reserve

The legal reserve amounts to EUR 13,542 (31.12.2007 EUR 12,152) and its composition is in compliance with Article 2430 of the Italian Civil Code.

Extraordinary reserve

The extraordinary reserve amounts to EUR 77,164 (31.12.2007 EUR 61,857) and is credited or charged in accordance with the resolutions of the Shareholders' Meeting. In particular, the reserve rose by EUR 15,307 with respect to 31 December 2007; this represents the effect amounting to EUR 16,457, of them remaining allocation of the profit for the year 2007, and of buy-back operations totaling EUR (1,150).

Profit carried forward

The item amounted to EUR 26,806 and reflects the economic consequences of application of the IFRSs, consolidation of equity investments in subsidiaries, and application of the equity method for the valuation of the associated companies and joint ventures, as well as profit remaining among the available funds of shareholders of the individual Group Companies.

Other reserves

This item recorded a loss of EUR 10,926. It represents an adjustment to the equity and comprised the following:

1. The overall consequences resulting from first-time application of the International Accounting Standards (01/01/2004 – 01/01/2005 for IAS 32/39), which were negative for EUR 2.121;

2. The effects deriving from conversion of the financial statements of foreign permanent establishments and investee companies which, with reference to the IFRS transition date is negative for EUR 24,304;
3. The exchange rate differences deriving from the conversion of the financial statements of foreign subsidiaries was negative for EUR 8,646;
4. The consolidation reserve amounting to EUR 9,330;
5. Other reserves amounting to EUR 14,815, the difference in which is mainly attributable to the cash-flow hedge reserve and stock grant reserve.

22. Financial liabilities

Non-current financial liabilities: EUR 483,257 (EUR 413,524)

Non-current financial liabilities recorded an increase with respect to 31 December 2007 and consist of the following:

	30/06/08	31/12/07	Change
Due to banks (*)	465,360	393,710	71,650
Non-current amount of loans (*)	1,776	2,329	(553)
Financial leasing payables (*)	14,424	15,787	(1,363)
Due to associated companies	1,698	1,698	
Total	483,257	413,524	69,733

(*) Included in net financial position amounting to EUR 481,560

Current financial liabilities: EUR 348,067 (EUR 322,385)

This item consists of the following:

	30/06/08	31/12/07	Change
Due to banks	261,576	214,882	46,694
Current amount of loans	1,117	1,047	70
Payables to other lenders	74,787	96,281	(21,494)
Financial leasing payables	10,587	10,175	412
Total	348,067	322,385	25,683

It should be pointed out that during the period, the Group, in relation to the new characteristics of the concession contract for the “ex-Manifattura Tabacchi” parking facilities, has reviewed the contract terms of the loan (expiry and amount) for the construction of these parking facilities. In particular, the new expiry date is 21 May 2025 (it was previously 4 October 2019) and the new amount is EUR 12.3 million (the previous amount was EUR 11 million). Likewise, with regard to the funding to the subsidiary Co.meri S.p.A. for the construction of the “Jonica” national road, the duration of the funding was changes, with the new expiry date in April 2010 (previously June 2008) thus adjusting it to the duration of the works.

For completeness of information on these items, it is pointed out that in July 2008 the Group has contracted some loans, in any case to be used for funding of working capital, in relation to the planned operational requirements; the main characteristics are listed below.

1) A loan of EUR 50,000, agreed on 14 July 2008 with Efibanca, as pool leader, and Banca Popolare di Lodi and Credito Bergamasco as lending banks.

   The loan does not involve real guarantees, has a duration of 6 years and has the final expiry date of 14 July 2014; it is structured with a Period of Utilization of 1 year, by which the Company has the option of using the credit line in one or more *tranches*. Repayment shall take place starting in the fourth year, in four equal half-year installments starting on 14 January 2013.

   The interest rate payable is the euribor rate plus a spread which, for the first year, amounts to 1.25% and subsequently is adjustable every year within the 1.05 – 1.45% range on the basis of the value of the ratio between the net financial position on consolidated Group level and EBITDA.

There follow details on the financial covenants for borrowing, calculated on an annual basis:

- Ratio between the net financial position and Group equity: lower than or equal to 1.60x for the whole year;
- Ratio between net financial position and EBITDA: lower than or equal to 3.50x for the whole year.

Failure to comply with these parameters, save for other specific agreements with the bank, would result in the automatic cancellation of the loan and the acceleration of repayment.

2) A loan of US$ 60,000, agreed on 14 July 2008 with BNP Paribas.

The loan provides for a back-to-back guarantee issued by the SACE in favor of the bank, covering 70% of the amount; the purpose of the loan is to cover the difference between costs and revenues of the Venezuela branch, as well as repayment of a previous loan with similar characteristics agreed with Banca Nazionale del Lavoro.

The technical form of utilization is a stand-by revolving credit line, with utilization in 1, 2 or 3 months, and provides for the following financial covenants on an annual basis, based on the consolidated financial statements of the Group:

- Ratio between the net financial position and Group equity: lower than or equal to 1.60x for the whole year;
- Ratio between net financial position and EBITDA: lower than or equal to 3.50x for the whole year.

Hedging derivatives

Interest rate

At 30 June 2008 the notional value of hedging in operational derivatives amounted to approximately EUR 559,197.

There follow tables summarizing these operations, all based on the principles for hedging of financial flows, divided between cash flow hedging and those for which the Group has decided not to apply hedge accounting,

Cash flow hedging derivatives:

Type of derivative	Type of operation	NOTIONAL VALUE	FAIR VALUE 30/06/2008	FAIR VALUE 31/12/2007
OPTIONS		78,569	2,128	923
	Short-term indebtedness	29,641	663	806
	Medium/Long-term indebtedness	48,929	1,465	116
IRS		390,892	10,317	4,030
	Financial assets	167,941	1,604	(288)
	Short-term indebtedness	35,000	1,182	1,796
	Medium/Long-term indebtedness	185,357	7,472	2,448
	Mortgage loan payable	2,593	59	74
Grand total		469,461	12,445	4,953

The financial flow hedging stated above is considered to be highly effective and has involved the entering under equity of unrealized profit amounting to EUR 12,398.

There follows the table showing operations to which hedge accounting has not been applied; the effects of these items have been entered directly into the Group Company income statements at 30 June 2008:

No hedge accounting items:

Type of derivative	Type of operation	NOTIONAL VALUE	FAIR VALUE 30/06/2008	FAIR VALUE 31/12/2007
OPTIONS				(111)
	Short-term indebtedness			(111)
IRS		89,736	1,609	939
	Short-term indebtedness	71,000	1,094	825
	Medium/long-term indebtedness	10,000	381	0
	Leasing agreements	8,736	134	114
Grand total		89,736	1,609	828

Exchange rate risk

At 30 June 2008 the portfolio of exchange rate derivates included forward purchase operations of US Dollars against Euro, to cover forecast costs of the Bolivia branch, and forward purchase operations of Romanian Lei (RON) against Euro, to cover forecast payments in the Romanian branch.

Company	Instrument	Underlying (Euro equiv.)	Fair Value 31/12/2007	Fair Value 30/06/2008	Equity	Income Statement
Bolivian Branch	Forward	5,142	-532	-282	-89	-193
Bolivian Branch Total		5,142	-532	-282	-89	-193
Romanian Branch	Forward	9,000	-837	-822	-822	0
	Options	9,500	-785	-974	-852	-121
Romanian Branch Total		18,500	-1,622	-1,796	-1,674	-121
Grand total		23,642	-2,154	-2,078	-1,763	-314

All the operations have applied hedge accounting and involved the entering under equity (hedge accounting reserve) of an unrealized profit amounting to EUR 1,763.

Net financial position

According to the CONSOB Communication of 28 July 2006 no. DEM/6064293 and in compliance with CESR Recommendation of 10 February 2005, we report that net financial indebtedness at 30 June 2008 is as follows:

			30/06/08	31/12/07
		Notes	June	December
A	Cash and cash equivalents	20	291,156	295,538
B	Securities held for trading	14	24,632	14,764
C	Available funds (A)+(B)		315,788	310,303
D	Financial receivables	14/15	12,673	25,365
E	Current bank payables	22	(259,369)	(212,182)
F	Current share of non-current indebtedness	22	(75,904)	(97,328)
G	Other current payables	22	(12,794)	(12,874)
H	Current financial indebtedness (E)+(F)+(G)		(348,067)	(322,385)
I	Net current financial indebtedness (H)+(C)+(D)		(19,606)	13,284
J	Non-current bank payables	22	(467,135)	(396,039)
K	Other non-current payables	22	(14,424)	(15,787)
L	Non-current financial indebtedness (J) + (K)		(481,560)	(411,826)
M	Net financial indebtedness (L) + (I)		(501,166)	(398,543)

It should be pointed out that the Parent Company holds treasury shares in its portfolio totaling EUR 4,662, which have been included in the net financial position recorded in the Interim Management Report, thus resulting in a final value for that item of EUR (496,504), while at 31 December 2007 it amounted to EUR (393,495).

For further details see the Interim Management Report.

23. Other liabilities

Other non-current liabilities: EUR 61,654 (EUR 57,964)

	30/06/08	31/12/07	Change
Tax payables		116	(116)
Other liabilities	61,654	57,848	3,806
Total other non-current liabilities	61,654	57,964	3,690

Other current liabilities: EUR 107,020 (EUR 111,442)

	30/06/08	31/12/07	Change
Payables to associated companies	48,717	46,483	2,234
Payables to other companies	37	23	14
Payables to personnel	25,355	20,098	5,258
Other liabilities	32,911	44,839	(11,928)
Total other current liabilities	107,020	111,442	(4,422)

For an analysis of relationships with Group Companies see the Annex on related parties.

24. Trade payables: EUR 564,984 (EUR 564,141)

Trade payables are in line with production for the half and consist of the following:

	30/06/08	31/12/07	Change
Payables to suppliers	493,472	475,666	17,806
Payables to associated companies	69,233	86,376	(17,144)
Payables to other investee companies	2,279	2,098	181
Total	564,984	564,141	843

For an analysis of relationships with Group Companies see the Annex on related parties.

25. Provisions for liabilities EUR 24,323 (EUR 24,333)

This item consists of the following:

	Provision for contract-related bonds	Equity investment risks	Pursuant to Article 27 of the Articles of Association	Total
Balance at 31/12/2007	17,111	6,865	357	24,333
Allocations	603	224		827
Use	(315)	(563)		(878)
Allocation for reclassification	(376)			(376)
Allocation of 2007 profit			417	417
Balance at 30/06/2008	17,024	6,526	774	24,323

There follows the description of the components of this item:

- Provisions for contract-related bonds mainly cover the prudential estimate of charges related to works that have been completed but for which the conclusive phase of the respective contracts has not yet been defined, besides activities related to contracts in progress;
- The provision for equity investment risks reflects the negative equity difference, attributable to the Group, with respect to the book value of this equity;

- The provision pursuant to Article 27 of the Articles of Association has been utilized 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 with on the provisions for risks and charges, the provisions entered in the financial statements are shown below with indication of their nature and specific positioning.

	Adjusted asset item	*30/06/2008*	*31/12/2007*	*note*
Provisions which directly reduce assets		55,024	66,738	
- Provision for write-down of equity investments	*Equity investments*	*8*	*8*	*13*
- Provision for write-down of final losses	*Amounts due from customers*	*8,056*	*8,290*	*17*
- Provision for bad debts	*Trade receivables*	*6,877*	*17,538*	*18*
- Provision for arrears interest	*Trade receivables*	*29,866*	*30,280*	*18*
- Provision for write-down of other assets	*Other current assets*	*10,019*	*10,424*	*15*
- Provision for tax arrears interest	*Tax receivables*	*198*	*198*	*19*
Liability provisions				
- Provision for risks and charges		*24,323*	*24,333*	
of which:				
b) - For equity investment risks		*6,526*	*6,865*	
c) - For contract-related bonds		*17,015*	*17,111*	
d) – Pursuant to Article 27 of the Articles of Association		*782*	*357*	
Total provisions		79,347	91,071	

26. Relations with related parties

Annex "A" shows the transactions and current balances from existing financial and commercial relations with related parties. In this regard it should be pointed out that these transactions have been made at market conditions.

However, it should be noted that relations with consortiums and consortium companies (special-purpose companies), taking into account the particular sector in which the Company operates, must be correlated to the receivables from third parties (entered under trade receivables) that are not summarized in the table attached to these notes.

Other information

Revenues and results by geographical area

The following table shows the value of production and operating result by geographical area.

Information at 30/06/2008 (thousands of Euros)	Italy	Europe	America	Africa	Asia	Other activities	Adjustments and cancellations	Total consolidated
Revenues	471,540	90,880	127,733	79,238	29,636	(31)	(126,225)	672,769
Operating result	30,709	8,089	24,963	11,945	(1,542)	(15,312)	1,661	60,514

Information at 30/06/2007 (thousands of Euros)	Italy	Europe	America	Africa	Asia	Other activities	Adjustments and cancellations	Total consolidated
Revenues	278,668	81,388	176,086	79,920	19,794	1,182	(71,430)	565,609
Operating result	12,717	(11,100)	45,402	8,481	1,294	(7,158)	631	50,267

Paid dividends

Dividends amounting to EUR 9,752,490 (EUR 8,322,510 in 2007) were paid in 2008. The dividend approved by the Shareholders' Meeting of 23 April 2008 of EUR 0.10 per share (EUR 0.085 in 2007), was paid on 8 May 2008, with coupon detachment on 5 May 2008. The number of shares benefiting from the dividend was no. 97,524,900 (no. 97,911,881 in 2007) out of a total of no. 98,424,900 shares, and net of the amount related to treasury shares totaling 900,000.

Guarantees and sureties

Personal guarantees

The overall value of guarantees furnished totaled EUR 1,082,479 and referred to the following:

1. Sureties for opening credit facilities, to be used to ensure proper cash flows in relation to individual projects, issued in favor of associated companies and other non-consolidated investee companies, set up for this purpose pursuant to current legislation for a total of EUR 24,254;
2. Sureties for works, issued in the Group's interest by banks and insurance companies, in favor of clients on behalf of subsidiary, associated and other investee companies, totaling EUR 1,020,816;
3. Other sureties, issued for various purposes, totaling EUR 37,410.

Third party sureties issued in our favor

These refer to EUR 106,987 in sureties issued by banks and insurance companies in the interest of Italian and foreign suppliers and subcontractors, in relation to contract agreements undertaken in our favor.

Subsequent events

Since the closing of the half-year period, there have been some major achievements for the Group on the domestic level.

In particular, the Milan rail link was inaugurated on 17 July. This maxi-tunnel was built mainly under the city center to link the railway lines coming from the north-west (Milan-Turin, Milan-Domodossola and the regional lines managed by Ferrovie del Nord), with those coming from the north-east (Milan-Genoa, Milan-Bologna, Mortara-Milan). The link has 3.5 kilometers of double track leading from Porta Vittoria to Rogoredo station, creating a junction between long distance traffic and trains on the four regional lines that terminate at Rogoredo; this is an important solution for the city's traffic requirements, also in view of Expo 2015.

We should also point out the operation of the TBMs (*Tunnel Boring Machines*) to be used to excavate the tunnels for the construction project of the new Line C of the Rome Underground and the new Line 5 of the Milan Underground. On 3 July, excavation started for the tunnel linking the 30 stations planned for the new Line C of the Rome Underground, on the Pantano-Piazzale Clodio section. On 1 August, the TBM started operations in the project for the construction of the new Line 5 of the Milan Underground. TBMs, also known as "mechanical moles", are actually highly mechanized mobile construction facilities, allowing excavation to advance from 8 to 12 meters per day, with maximum safety conditions for the workers and the residents of the areas affected by excavation, with considerable advantages in terms of construction time. Astaldi is currently using TBMs in Rome and Milan, as well as in Brescia, where the company is building the new underground line.

List of equity investments

In compliance with regulatory requirements, Annex "B" contains information on equity investments at 30 June 2008.

Date of publication of the Half-Yearly Financial Report

On 6 August 2008 the Board of Directors of Astaldi S.p.A., pursuant to the law in force, authorized the publication of this Half-Yearly Financial Report.

Certification of summarized half-yearly financial statements pursuant to Art. 154 – Bis of Legislative Decree 58/98

1. The undersigned Stefano Cerri, in his quality as Chief Executive Officer, and Paolo Citterio, in his quality as Manager in charge of drafting the accounting documents of Astaldi S.p.A. hereby certify, also taking into account the provisions of Art. 154-bis, para. 3 and 4, of Legislative Decree no. 58 of 24 February 1998:
   - The adequacy in relation to the characteristics of the enterprise and
   - The effective application of the administrative and accounting procedures for the formation of the summarized half-yearly statement for the first half of 2008.

2. The administrative and accounting procedures for the formation of the summarized half-yearly statements for the first half of 2008 have been defined and the valuation of their adequacy made on the basis of the regulations and methods defined by Astaldi in accordance with the *Internal Control – Integrated Framework* model issued by the *Committee of Sponsoring Organizations of the Treadway Commission* which is a reference framework for the internal auditing system generally accepted on the international level.

3. It is likewise certified that:

3.1 The summarized half-yearly statements:

a) Have been drawn up in accordance with the applicable international accounting principles recognized in the European Community pursuant to Regulation (EC) no. 1606/2002 of European Parliament and Council of 19 July 2002 and in particular of the IAS 34 – interim financial statements;
b) Correspond to the results of the accounting books and documents;
c) Provide a truthful and correct representation of the assets and financial situation of the issuing company and the companies as a whole included in the consolidated financial statements;

3.2 The interim report likewise contains references to important events that occurred in the first six months of the financial year and their impact on the summarized financial statements, together with a description of the main risks and contingencies for the remaining six months of the year. The interim report also contains information on the major transactions with related parties.

Rome, 6 August 2008.

s. Stefano Cerri Chief Executive Officer	s. Paolo Citterio Manager in charge of drawing up corporate accounting documents

	Other non-current financial assets	Trade receivables	Other current assets	Non-current financial liabilities	Trade payables	Other current liabilities	Other operating revenues	Purchase costs	Service costs	Financial income
Aguas de San Pedro S.A. de C.V.	0	93,805	0	0	0	0	-93,805	0	0	0
Alosa Imm.	1,144,773	33,467	1,921	0	-11,133	0	-3,099	0	0	0
Astaldi - FCC JV Basarab	300,000	1,925,811	0	0	-11,909	0	-795,635	10,700	0	-36,659
Astaldi - Uti - Romairport J.V.	0	4,245,832	39	0	-1,203,000	0	0	0	0	0
C AFTAlg	75,000	2,014	793,519	0	-19,257	-669,639	0	0	0	0
C AsSangro	0	0	0	0	-6,713	0	0	0	0	0
C AST-ICE	0	416,063	498	0	0	0	0	0	0	0
C Avola	84,192	686,283	41,243	0	-162,482	0	0	0	0	0
C BaydirJV	0	168,969	5,962,412	0	-25,683	0	0	0	0	0
C Centro1	0	52,108	0	0	-300	0	0	0	0	0
C CFC	0	0	176	0	-21,377	-33,165	0	0	0	0
C Concil	0	0	800	0	0	0	0	0	0	0
C Dipenta	0	0	0	0	-1,799	0	0	0	0	0
C FAT	0	735	351	0	0	0	0	0	0	0
C Fat SRom	0	4,543	0	0	0	0	0	0	0	0
C FerVesuv	0	0	67	0	-132	0	0	0	0	0
C Fusaro	0	14,318	0	0	-51,176	0	-14,318	0	0	0
C GEI	0	69,602	5,366,484	0	-4,687,167	-654,883	0	0	180	0
C GGO	0	921	173	0	-1,015	0	0	0	0	0
C IRGenova	0	0	0	0	-252,696	0	0	0	13,400	0
C IRGenova2	0	584	270	0	0	0	0	0	0	0
C Irismuse	0	0	0	0	-1,460	0	0	0	0	0
C Italsagi	340,433	14,121	27,568	0	0	0	0	0	0	0
C NOVIFIN	0	0	0	0	-82	0	0	0	0	0
C PBarca	4,866	0	0	0	-258,102	0	0	45,550	74,961	0
C RocEvad	0	0	0	0	-173	0	0	0	0	0
C Salini	0	1,948	0	0	0	0	0	0	0	0
C SLeonard	0	2,728,195	1,944	0	-807,905	0	0	0	0	0
C TanSecon	0	65,245	3,909	0	-16,135	0	0	0	413	-265
C Team	0	0	23,863	0	-17,547	0	0	0	59,623	0
C Trade CiV	0	138,575	0	0	-102,253	0	-247,257	0	1,266,461	0
C.Ponte St	260,911	12,368	1,137	0	-35,689	0	0	0	0	0
CAFTKraAlg	0	1,344,671	2,765,917	0	-43,454	-106,899	-59,764	0	0	-321
CEA	0	0	0	0	-573	0	0	0	0	0
CIR	0	0	0	0	0	0	0	0	0	0
CItalCoCer	0	0	60	0	-192,463	0	-34	0	58,989	0
CItalgigas	837,654	97,387	12,700	0	0	0	0	0	0	0
CItalVenez	0	0	0	0	-116,725	0	0	0	4,509	0
ColumHodur	0	0	0	0	-505	0	0	0	0	0
Comet JV	0	97	1,868,110	0	-114	0	0	0	0	0
Consorcio Metro Los Teques	0	0	1,200,063	0	-344	-648,392	0	0	0	0
Consorzio A.F.T.	279,008	107,593	20,907	0	0	0	0	0	0	0
Consorzio AFT Kramis	0	0	6,495	0	0	0	0	0	0	0
Consorzio Almo	0	10,415	0	0	-15,976	0	0	0	0	0
Consorzio Amedeo	0	339,328	113,911	0	-237,083	0	0	0	0	0
Consorzio A-Vianin	0	53,746	26,123	0	0	0	0	0	0	0
Consorzio Blufi 1	0	352	47,529	0	0	0	0	0	0	0
Consorzio C.E.A.A.V.	697,217	0	0	0	-92,872	-193	0	0	5,780	0
Consorzio C.I.R.C.	0	24,903	0	0	-92,774	0	0	0	-14,948	0
Consorzio CAlbani	0	814,561	4,648	0	-343,345	0	-5,314	0	0	0
Consorzio Carnia	0	146,098	0	0	-13,173	0	0	0	0	0
Consorzio CFM	0	176,002	30,637	0	-155,841	0	-1,941	0	0	-1,372
Consorzio Co.Fe.Sar.	0	282,099	63	0	-236,370	0	0	0	0	0
Consorzio Consarno	126,862	93,766	0	0	-326,962	0	0	0	62,745	-9,289
Consorzio Consavia	0	22,191	0	0	-572	0	0	0	0	0
Consorzio ContMed	0	0	0	0	-507,485	0	0	0	0	0
Consorzio ContMed	0	84,012	2,574,581	0	-598,514	-10,065	-32,823	0	0	0

	Other non-current financial assets	Trade receivables	Other current assets	Non-current financial liabilities	Trade payables	Other current liabilities	Other operating revenues	Purchase costs	Service costs	Financial income
Consorzio DEI	117	0	0	0	0	0	0	0	0	0
Consorzio FCanna	204,743	239,100	6,193	0	-82,755	0	0	0	0	-7,274
Consorzio Ferrofir	0	39,868	188	0	-1,096,609	0	-2,164	0	124,383	0
Consorzio GI.IT	0	0	0	0	-219,182	0	0	0	935	0
Consorzio Iricav Due	0	61,975	0	0	-534,859	0	-48,914	0	197,918	0
Consorzio Iricav Uno	0	402,399	2,462,013	0	-1,804,616	0	-129,676	0	4,425,514	0
Consorzio LAR	1,437,228	0	0	0	-1,806,932	0	-8,128	0	421,094	-33,341
Consorzio Licata	294,957	178,662	1,800	0	-139,073	0	0	0	0	0
Consorzio Marsico	29,545	0	0	0	0	0	0	0	0	0
Consorzio NOVMetro	0	0	0	0	-22,799	0	-2,232	0	4,564	0
Consorzio Novocen	1,896	0	0	0	-276	0	0	0	14,821	0
Consorzio Qalat	0	5,102	0	0	-413,429	0	0	0	0	0
Consorzio Santang	219,168	71	0	0	0	-110	0	0	0	-71
Consorzio Siracusa	0	3,145	0	0	-16,907	0	-299	0	0	0
Consorzio Truncu	0	165,142	12,500	0	-4,263	0	0	0	534	-655
Consorzio Vasco	0	266,717	0	0	-1,950	0	0	0	0	0
Consorzio VCaudina	0	754,036	6,164	0	-613,005	0	0	0	-52,376	0
Diga di Blufi S.c.r.l.	0	6,201,263	636,627	0	-5,407,101	0	0	0	2,092	-883
Ecosarno S.c.r.l.	128,312	0	0	0	-310,142	0	0	0	588,293	0
Eurolep	0	0	0	0	0	-24,962	-3,436	0	0	0
FINAST	0	24,342	5,909	0	0	0	-5,000	0	0	0
Groupe ETRHB HADDAD	0	0	2,059,041	0	0	0	0	0	0	0
Groupement ASTEH	0	0	2,728,746	0	0	0	0	0	0	0
Groupemet T.J.	0	0	11,734	0	0	0	0	0	0	0
Infraflegrea Scrl	0	623,380	9,057	0	-890,238	0	-99,735	0	14,391	0
Irminio scrl	0	0	0	0	-1,258	0	0	0	0	0
Isclero Scrl	0	0	112,601	0	0	0	-149,811	0	0	0
M.O.MES Scrl	0	0	0	0	0	-4,125	0	0	0	0
Max Boegl - Astaldi	0	2,053	0	0	-308,000	0	-89,340	0	0	-2,053
Max Bogl-Astaldi-CCCF Asocierea JV Srl	0	332,827	0	0	-228,601	0	-2,250	263	0	-2,331
Metro 5 S.p.A.	0	161,644	65,804	0	-757,798	-4,724,737	-284,782	259	760,933	0
Metro C	0	240,093	5,400	0	-26,882,985	-39,168,487	-356,261	0	24,199,867	0
Metro Veneta S.c.r.l.	0	360	0	0	-19,041	0	0	0	798	0
Metrogenova S.c.r.l.	0	598,107	232,167	0	-1,775,540	-82,046	-273,711	0	1,942,714	0
MN MetroNA	0	23,799	0	0	-3,543	0	0	0	0	0
Monte Vesuvio S.c.r.l.	250,000	477,460	0	0	-59,858	0	-18,224	0	0	0
Mose Treporti S.c.r.l.	0	353,338	0	0	-8,156,849	0	-85,410	0	5,510,300	0
N.P.F - Nuovo Polo Fieristico	0	100,453	1,687,798	0	0	0	-72,925	0	1,345,698	0
Pantano S.c.r.l.	71,797	0	1	0	-1,116,346	0	-4,471	0	1,038,948	0
Pegaso S.c.r.l.	0	249,637	1,067,038	0	-732,430	0	-156,688	0	1,493,634	0
Pont Ventoux S.c.r.l.	0	3,170,128	579,403	0	-6,529,312	0	-12,701	4,550	930,201	-388,660
Roma Lido S.c.r.l.	0	141,545	0	0	-541,552	0	0	0	31,123	0
SA.T. S.p.A.	0	454,100	0	0	0	-2,625,000	-378,417	0	0	0
SACES	0	0	0	-1,697,560	0	0	0	0	0	0
Seas - Astaldi Sarl	0	0	370,583	0	-6,708	-1,525	0	0	0	0
SEIS	124,802	0	0	0	0	0	0	0	0	0
Sharaf-Astaldi LLC	0	673	0	0	0	0	0	0	0	0
TransEuro	0	11,765	0	0	0	0	0	0	0	0
Veneta Sanitaria di Progetto SpA	0	682,326	655	0	-200,044	0	-52,000	0	23,520	-151,847
Vesuviana Strade S.c.r.l.	0	72,925	14,737	0	-49,576	0	-15,835	0	43,766	-3,651
Viadotti di Courmayeur S.c.r.l.	0	598,083	20,323	0	-107,896	0	0	0	149	0
Yellow River Contractor JV	0	90,300	80	0	0	0	0	0	0	0
Total	**6,913,481**	**30,999,546**	**32,994,682**	**-1,697,560**	**-71,511,803**	**-48,754,228**	**-3,506,400**	**61,322**	**44,595,927**	**-638,672**
% ratio on operations	**100%**	**6.7%**	**13.5%**	**0.4%**	**12.7%**	**45.6%**	**11.0%**	**0.04%**	**12.1%**	**2.4%**

ANNEX "B"

Astaldi Group companies

at 30 June 2008

Companies	Address	Currency	Nominal value of share capital	% Direct	% Indirect	Holder of indirect interest
A - Companies consolidated using line-by-line method						
AR.GI S.p.A.	Via G.V. Bona, 65 - Rome - Italy	EUR	35,000,000	99,990%	0,000%	
AS. M. S.c.r.l.	Via Raffaele Morghen, 36 - Naples - Italy	EUR	10,000	75,910%	0,000%	
Astaldi Algerie - E.u.r.l.	25 Citè Mohamed Hadj Ahmed Hydra wilaya d'Alger - Algiers - Algeria	DZD	50,000,000	100,000%	0,000%	
Astaldi Arabia Ltd.	P.O. Box 58139 - Riyad - Saudi Arabia	SAR	5,000,000	60,000%	40,000%	Astaldi International Ltd.
Astaldi Bulgaria LTD	67 Tsanko Tserkovski Str., Entrance V, 4 floor - Sofia - Bulgaria	BGN	5,000	100,000%	0,000%	
Astaldi Construction Corporation	8220 State Road 85 Davie - Florida - U.S.A.	US$	27,400,000	100,000%	0,000%	
Astaldi de Venezuela C.A.	C.C. C.T. 1ra Etapa Piso 6 Of. 620 - Caracas - Venezuela	VEF	110,300,000	99,804%	0,000%	
Astaldi Finance S.A.	Boulevard du Prince Henri 19-21 - Luxembourg	EUR	250,000	99,960%	0,000%	
Astaldi International Inc.	Bank of Liberia Building P.O. Box 660 - Monrovia - Liberia	US$	3,000,000	0,000%	100,000%	Astaldi International Ltd.
Astaldi International Ltd.	34-36 Gray's Inn Road - London - United Kingdom	GBP	2,000,000	100,000%	0,000%	
Astaldi-Astaldi International J.V.	R. Armando Tivane, 466 - Matola Maputo - Mozambique	US$	10,000	0,000%	100,000%	Astaldi International Ltd.
Astaldi-Burundi Association Momentanée	Avenue de l'O.U.A. B.P. 325 - Bujumbura - Burundi	US$	50,000	0,000%	100,000%	Astaldi International Ltd.
Astaldi-Max Bogl-CCCF JV S.r.l.	Str.Carol Davilla n°70 - Bucharest - Romania	EUR	10,000	66,000%	0,000%	
ASTALROM S.A.	Varianta Nord, 1 - Calarasi - Romania	LEI	13,618,975,000	99,118%	0,000%	
Astur Construction and Trade A.S.	Aydinpinar Cad. Kucukmehmetler Koyu - Ankara - Turkey	TRL	23,790,610,000	99,000%	0,000%	
Bussentina S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	25,500	78,800%	0,000%	
C.O.MES. S.C.r.l.	Via G.V.Bona, 65 - Rome - Italy	EUR	20,000	55,000%	0,000%	
CO.ME.NA. S.c.r.l. in liquidation	Via Cappella Vecchia, 8 - Naples - Italy	EUR	20,658	70,432%	0,000%	
CO.MERI S.p.A.	Via G.V. Bona, 65 - Rome - Italy	EUR	35,000,000	99,990%	0,000%	
CO.NO.CO. S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	25,500	80,000%	0,000%	
Consorzio Astaldi-C.M.B. Due in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	10,329	99,995%	0,000%	
Consorzio Olbia Mare in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	15,494	72,500%	0,000%	
Cospe S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	10,200	0,000%	100,000%	Italstrade IS Srl
Diga di Arcichiaro S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	35,700	0,000%	100,000%	Italstrade IS Srl
DIP.A. S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	10,200	0,000%	100,000%	Italstrade IS Srl
Eco Po Quattro S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	25,500	80,000%	0,000%	
Euroast S.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	15,300	100,000%	0,000%	
Forum S.c.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	51,000	79,989%	0,000%	
Garbi Linea 5 S.c.a.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	10,000	60,000%	0,000%	
Groupement de Raccordement de la Station d'El Hamma (G.R.S.H.)	25 Rue Mohamed Hadj Ahmed Hydra - Algiers - Algeria		0	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	99,990%	0,000%	
Infraflegrea Progetto S.p.A.	Via privata D. Giustino, 3/A - Naples - Italy	EUR	500,000	51,000%	0,000%	
Italstrade CCCF JV Romis S.r.l.	Piata Pache Protopopescu, 9 - Bucharest - Romania	LEI	5,400,000,000	51,000%	0,000%	
Italstrade IS S.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	232,200	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	51,000%	0,000%	
Linea A S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	25,500	0,000%	100,000%	Italstrade IS Srl
Messina Stadio S.c.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	45,900	66,660%	0,000%	
Montedil-Astaldi S.p.A. (MONTAST) in liquidation	Via G.V. Bona, 65 - Rome- Italy	EUR	408,000	0,000%	100,000%	Italstrade IS Srl
Mormanno S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	10,200	74,990%	0,000%	
Ospedale del Mare S.C.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	50,000	60,000%	0,000%	
Palese Park S.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	1,020,000	99,000%	0,000%	
Partenopea Finanza di Progetto S.p.A.	Via Galileo Ferraris 113-B - Naples - Italy	EUR	9,300,000	59,990%	0,000%	
Portovesme S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	25,500	80,000%	0,000%	
Quattro Venti S.c.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	51,000	60,000%	0,000%	
Redo-Association Momentanée	Av. De la Justice, 1257 - Kinshasa - Democratic Republic of Congo	ZRZ	50,000	75,000%	25,000%	Astaldi International Ltd.
Romairport S.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	500,000	99,260%	0,000%	
Romstrade S.r.l.	Piata Pache Protopopescu, 9 - Bucharest - Romania	LEI	10,000,000,000	51,000%	0,000%	
S. Filippo S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	10,200	80,000%	0,000%	

Astaldi Group companies

at 30 June 2008

Companies	Address	Currency	Nominal value of share capital	% Direct	% Indirect	Holder of indirect interest
S.P.T. - Società Passante Torino S.C.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	50,000	74,000%	0,000%	
Sartori Sud S.r.l.	Via Bettolo, 17 - Brindisi - Italy	EUR	160,000	100,000%	0,000%	
Scuola Carabinieri S.C.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	50,000	61,400%	0,000%	
Seac S.p.a.r.l. in liquidation	Avenue des Fleurs - Kinshasa/Gombe - Democratic Republic of Congo	ZRZ	200,000,000	0,000%	100,000%	Astaldi International Ltd.
Silva S.r.l. in liquidation	Via Monte Santo, 1 - Rome - Italy	EUR	15,300	99,000%	0,000%	
Susa Dora Quattro S.c.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	51,000	90,000%	0,000%	
Todaro S.r.l. in liquidation	Via Giovanni Pacini, 12 - Palermo - Italy	EUR	233,580	0,000%	100,000%	Italstrade IS Srl
Toledo S.c.r.l.	Via Morghen, 36 - Naples - Italy	EUR	50,000	90,394%	0,000%	
C - Companies valued using equity method						
Adduttore Ponte Barca S.c.r.l. in liquidation	Via di Pietralata, 140 - Rome - Italy	EUR	45,900	24,330%	0,000%	
Almo S.c.r.l. in liquidation	Via privata D. Giustino, 3/A - Naples - Italy	EUR	46,481	35,000%	0,000%	
Alosa Immobiliare S.p.A. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	10,320,000	50,000%	0,000%	
Astaldi - UTI - Romairport Joint Venture	Str. Carol Devila, 70 Sector 5 - Bucharest - Romania	EUR	0	40,000%	0,000%	
Astaldi-FCC Joint Venture (J.V. Basarab Overpass)	Str. Carol Davila, 70 Sector 5 - Bucharest - Romania	---	0	50,000%	0,000%	
Astaldi - Max Bogl - Euroconstruct - Arcadis JV	Str. Carol Davila, 70 Sector 5 - Bucharest - Romania	---	0	40,000%	0,000%	
Avola S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	10,200	50,000%	0,000%	
Avrasya Metro Grubu JV (AMG JV)	Istanbul - Turkey	----	0	42,000%	0,000%	
Blufi 1 S.c.rl. in liquidation	Zona Industriale - Agrigento - Italy	EUR	25,823	32,000%	0,000%	
C.F.M. S.c.rl. in liquidation	Via privata D. Giustino , 3/A - Naples - Italy	EUR	41,317	50,000%	0,000%	
Carnia S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	45,900	33,000%	0,000%	
Colli Albani S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	25,500	60,000%	0,000%	
Consorcio Contuy Medio	Avida Andres Bello, Ed. Atlantic Piso 7, Of. 1-7 - Venezuela	US$	40,000	28,300%	0,000%	
Consorcio Metro Los Teques	Caracas - Venezuela	VEF	0	30,000%	0,000%	
Consorzio A.F.T. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	46,481	33,330%	0,000%	
Consorzio A.F.T. Kramis	Via G.V. Bona, 65 - Rome - Italy	EUR	100,000	49,995%	0,000%	
Consorzio C.I.R.C. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	51,000	25,000%	0,000%	
Consorzio Co.Fe.Sar. in liquidation	Via Salaria, 1033 - Rome - Italy	EUR	51,646	30,000%	0,000%	
Consorzio Consarno	Via Napoli, 329 - Castellammare di Stabia (NA) - Italy	EUR	20,658	25,000%	0,000%	
Consorzio Consavia S.c.n.c. in liquidation	Via F. Tovaglieri, 17 - Rome - Italy	EUR	20,658	25,000%	0,000%	
Consorzio Europeo Armamento Alta Velocità - C.E.A.A.V.	Via G.V. Bona, 65 - Rome - Italy	EUR	206,583	25,000%	0,000%	
Consorzio Ferrofir in liquidation	Via F.Tovaglieri, 17- Rome - Italy	EUR	30,987	66,666%	0,000%	
Consorzio Gi.It. in liquidation	Via privata D. Giustino, 3/A - Naples - Italy	EUR	2,582	50,000%	0,000%	
Consorzio Iricav Due	Via F. Tovaglieri, 413 - Rome - Italy	EUR	510,000	32,990%	0,000%	
Consorzio Iricav Uno	Via F. Tovaglieri, 17 - Rome - Italy	EUR	520,000	27,910%	0,000%	
Consorzio Ital.Co.Cer.	Via Giovanni da Procida, 36 - Rome - Italy	EUR	51,600	30,000%	0,000%	
Consorzio Italvenezia	Via Salaria, 1039 - Rome - Italy	EUR	77,450	25,000%	0,000%	
Consorzio Metrofer in liquidation	Via Salaria , 1033 - Rome - Italy	EUR	25,823	33,320%	0,000%	
Consorzio Novocen	Via Orazio, 143 - Naples - Italy	EUR	51,640	40,760%	0,000%	
Consorzio Ponte Stretto di Messina in liquidation	Via G.V.Bona, 65 - Rome - Italy	EUR	100,000	24,740%	0,000%	
Consorzio Qalat	Corso Carlo Marx, 19 - Misterbianco (CT) - Italy	EUR	10,327	40,000%	0,000%	
Copenhagen Metro Construction Group J.V. (COMET)	Refshaleoen, 147 P.O. Box 1920 - Copenhagen - Denmark	DKK	0	0,000%	15,000%	Astaldi International Ltd.
Diga di Blufi S.c.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	45,900	50,000%	0,000%	
Ecosarno S.c.r.l.	Viale Italia, 1 - Sesto S. Giovanni (MI) - Italy	EUR	50,490	33,334%	0,000%	
Fosso Canna S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	25,500	32,000%	0,000%	
FSC S.c.r.l.	Via Scapacchiò, 41 - Selvazzano Dentro (PD) - Italy	EUR	3,000	0,000%	30,000%	Sartori Sud S.r.l.
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	---	0	68,680%	0,000%	
G.T.J Etude et Rèalisation d'un Tunnel	25, Rue Mohamed El Hadj Ahmed, Hydra - Algiers - Algeria	---	0	60,000%	0,000%	
GEI - Grupo Empresas Italianas	C.C.C. Tamanaco 1ra Etapa, Piso 6, Oficina 620, Chuao - Caracas - Venezuela	VEF	2,000,100,000	33,335%	0,000%	
Groupement ASTEH	25, Rue Mohamed El Hadj Ahmed, Hydra - Algiers - Algeria	---	0	51,000%	0,000%	
Groupement GR-RDM	25, Rue Mohamed El Hadj Ahmed, Hydra - Algiers - Algeria	---	0	51,000%	0,000%	
Groupement Italgisas	Angle Boulevard de la Resistance et Rue de Puissesaux - Casablanca - Morocco	MAD	207,014,000	0,000%	40,000%	Italstrade IS Srl

Astaldi Group companies

at 30 June 2008

Companies	Address	Currency	Nominal value of share capital	% Direct	% Indirect	Holder of indirect interest
Infraflegrea S.c.r.l. in liquidation	Via privata D. Giustino, 3/A - Naples - Italy	EUR	46,600	50,000%	0,000%	
Isclero S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	12,000	31,170%	0,000%	
JV Bogl - Astaldi - Euroconstruct - Tecnologica - Proiect Bucuresti	Bd. Eroii Sanitari, 49 Sector 5 - Bucharest - Romania		0	26,000%	0,000%	
M.N. Metropolitana di Napoli S.p.A.	Via Galileo Ferraris, 101 - Naples - Italy	EUR	3,655,397	22,620%	0,000%	
M.O.MES S.c.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	10,000	55,000%	0,000%	
Marsico Nuovo S.c.r.l. in liquidation	Viale Italia, 1 - Sesto San Giovanni (MI) - Italy	EUR	10,200	25,000%	0,000%	
Max Boegl - Astaldi J.V.			0	40,000%	0,000%	
Max Bogl-Astaldi-CCCF Asocierea JV S.r.l.	Blv.Eroi Sanitar,49 - Bucharest - Romania	EUR	10,000	33,000%	0,000%	
Metro 5 S.p.A.	Via Gastone Pisoni, 2 - Milan - Italy	EUR	25,000,000	23,300%	0,000%	
METRO C S.c.p.a.	Via di Torre Spaccata, 172 - Rome - Italy	EUR	150,000,000	34,500%	0,000%	
Metrogenova S.c.r.l.	Via IV Novembre snc -Spianata Acquasola - 16121 Genoa - Italy	EUR	25,500	21,810%	0,000%	
Metroveneta S.c.r.l. in liquidation	Via G. V. Bona, 65 - Rome - Italy	EUR	25,500	50,000%	0,000%	
Monte Vesuvio S.c.r.l. in liquidation	Viale Italia, 1 - Sesto S. Giovanni (MI) - Italy	EUR	45,900	50,000%	0,000%	
Mose-Treporti S.c.r.l.	Via C.Battisti n°2 - Venice - Mestre - Italy	EUR	10,000	35,000%	0,000%	
N.P.F. - Nuovo Polo Fieristico S.c.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	40,000	50,000%	0,000%	
Nova Metro S.c.r.l. in liquidation	Via Montello, 10 - Rome - Italy	EUR	40,800	24,100%	0,000%	
Pegaso S.c.r.l.	Via F. Tovaglieri, 17 - Rome - Italy	EUR	260,000	43,750%	0,000%	
Piana di Licata S.c.r.l. in liquidation	Via G. V. Bona, 65 - Rome - Italy	EUR	10,200	43,750%	0,000%	
Pont Ventoux S.c.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	51,000	56,250%	0,000%	
Principe Amedeo S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	10,200	50,000%	0,000%	
Priolo Siracusa S.c.r.l. in liquidation	Piazza Velasca, 4 - Milan - Italy	EUR	11,000	20,000%	0,000%	
Raggruppamento Astaldi-Vianini in liquidation	S.P. per Fisciano Km.1 - Fisciano (SA) - Italy	EUR	25,823	50,000%	0,000%	
S. Leonardo S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	10,200	51,000%	0,000%	
S.A.C.E.S. S.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	26,000	37,000%	0,000%	
S.E.I.S. S.p.A.	Via Baiamonti, 10 - Rome - Italy	EUR	3,877,500	48,330%	0,000%	
SA.T. S.p.A.	Via G.V. Bona, 65 - Rome - Italy	EUR	10,000,000	35,000%	0,000%	
Santangelo S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	51,000	45,000%	0,000%	
SHARAF - ASTALDI LLC	Emirate of Dubai - United Arab Emirates	AED	3,000,000	49,000%	0,000%	
Tangenziale Seconda S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	45,900	42,730%	0,000%	
Transeuropska Autocesta d.o.o	Maksimirska 120/III 10000 - Zagreb - Croatia	HRK	49,019,600	49,000%	0,000%	
Truncu Reale S.c.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	30,600	34,000%	0,000%	
V.A.S.CO. Imprese Riunite	Via Montello, 10 - Rome - Italy	EUR	51,646	29,000%	0,000%	
Valle Caudina S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	50,000	52,240%	0,000%	
Veneta Sanitaria Finanza di Progetto S.p.A. - V.S.F.P. S.p.A.	Piazzetta Monsignor Olivotti, 9 - Mestre - VE - Italy	EUR	20,500,000	31,000%	0,000%	
Vesuviana Strade S.c.r.l.	Via G.V. Bona, 65 - Rome - Italy	EUR	45,900	30,000%	0,000%	
Viadotti di Courmayeur S.c.r.l. in liquidation	Via G.V. Bona, 65 - Rome - Italy	EUR	10,200	66,670%	0,000%	
Yellow River Contractors	P.O. Box 073 - Luoyang - People's Republic of China	US$	999,336	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	15,000%	0,000%	
Association en participation SEP Astaldi-Somatra-Bredero	Tunisia	TND	0	40,000%	0,000%	
Astaldi Africa S.p.A. in liquidation	Addis Abeba - Ethiopia	EUR	1,033	100,000%	0,000%	
Astaldi Bayindir J.V.	Ilkadim Sokak, 19 Gaziomanpasa- Ankara - Turkey	----	0	50,000%	0,000%	
Astaldi-Sarantopulos J.V.	Athens - Greece	----	0	14,000%	0,000%	
C.F.C. S.c.r.l.	Via privata D. Giustino, 3/A - Naples - Italy	EUR	45,900	0,010%	0,000%	
Co.Sa.Vi.D. S.c.r.l.	Carini - Contrada Foresta Z.I. - Palermo - Italy	EUR	25,500	0,010%	0,000%	
Consorcio Astaldi - C.B.I.	Av. Iturralde 1308 Esquina San Salvador - La Paz - Bolivia	US$	100,000	60,000%	0,000%	
Consorcio Astaldi-ICE	Av. Libertador Bolivar, 1842 - Cochabamba - Bolivia	----	0	50,000%	0,000%	
Consorcio Grupo Contuy - Proyectos y Obras de Ferrocarriles	CCC T. 1ra Etapa Piso 6 Of. 620 Chuao - Caracas - Venezuela	VEF	0	32,330%	0,000%	
Consorzio Asse Sangro in liquidation	Via della Fonte di Fauno, 2/A bis - Rome - Italy	EUR	464,811	4,762%	0,000%	
Consorzio Centro Uno	C.so Vittorio Emanuele, 130 - Naples - Italy	EUR	154,937	2,000%	0,000%	
Consorzio Dipenta S.p.A. - Ugo Vitolo in liquidation	Via Chiatamone, 57 - Naples - Italy	EUR	2,582	50,000%	0,000%	

Astaldi Group companies

at 30 June 2008

Companies	Address	Currency	Nominal value of share capital	% Direct	% Indirect	Holder of indirect interest
Consorzio Ferroviario Vesuviano	Via Argine, 425 - Naples - Italy	EUR	154,937	0,004%	0,000%	
Consorzio Groupement Lesi-Dipenta	Via Indonesia, 100 - Rome - Italy	EUR	258,228	0,010%	0,000%	
Consorzio Team	Viale Sarca, 336 - Milan - Italy	EUR	45,900	11,111%	0,000%	
Consorzio TRA.DE.CI.V.	Via Galileo Ferraris, 101 - Naples - Italy	EUR	154,937	17,727%	0,000%	
Costruttori Romani Riuniti Grandi Opere S.p.A.	Via P. Stanislao Mancini, 2 - Rome - Italy	EUR	5,164,568	1,000%	0,000%	
Fondazione Accademia Nazionale di S. Cecilia	Via Vittoria, 6 - Rome - Italy	EUR	0	0,001%	0,000%	
Fondazione Filarmonica Arturo Toscanini	Strada della Repubblica, 57 - Parma - Italy	EUR	0	0,001%	0,000%	
Fusaro S.C.r.l.	Via privata D. Giustino, 3/A - Naples - Italy	EUR	10,200	0,010%	0,000%	
G.G.O. S.c.r.l. in liquidation	Zona Industriale - Agrigento - Italy	EUR	25,500	10,000%	0,000%	
Groupement Eurolep	Shifflandestrasse, 35 - Aaran 5000 - Switzerland	CHF	100,000	22,000%	0,000%	
IGI - Istituto Grandi Infrastrutture	Via Ovidio,n°32 - Rome - Italy	EUR	0	0,001%	0,000%	
Imprese Riunite Genova S.c.r.l. in liquidation	Brigata Liguria, 1/18 - Genoa - Italy	EUR	25,500	16,100%	0,000%	
Imprese Riunite Genova Seconda S.c.r.l. in liquidation	Via Serra, 2/9 - Genoa - Italy	EUR	25,000	16,100%	0,000%	
Irimuse S.c.r.l. in liquidation	Via Salaria, 1039 - Rome - Italy	EUR	619,745	0,100%	0,000%	
Italsagi Sp. Zo. O.	Ul. Powstancow - Katowice - Poland	PLN	100,000,000	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	1,000%	0,000%	
M.N.6 S.C.r.l.	Via G.Ferraris n.101 - Naples - Italy	EUR	51,000	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	0,010%	0,000%	
Pantano S.c.r.l.	Via Montello, 10 - Rome - Italy	EUR	40,800	10,000%	0,000%	
Pavimental S.p.A.	Piazza Ferdinando De Lucia, 15 - Rome - Italy	EUR	4,669,132	1,303%	0,000%	
Platamonas Sarantopulos J.V.	Athens - Greece	----	0	14,450%	0,000%	
Roma Lido S.c.r.l.	Via Parigi, 11 - Rome - Italy	EUR	10,200	19,115%	0,000%	
Skiarea Valchiavenna S.p.A.	Via del Crotto, 52 - Campodolcino - Italy	EUR	8,118,182	0,227%	0,000%	
Sociedad Concesionaria BAS S.A.	Santiago de Chile - Chile	CLP	8,876,340,000	0,100%	0,000%	
Societe SEAS - ASTALDI SARL (SE.AS SARL)	B.P. 1426 - Pointe Noire - Democratic Republic of Congo	XAF	10,000,000	10,000%	0,000%	

ANNEX "C"

EXCHANGE RATES USED TO CONVERT FINANCIAL STATEMENTS SHOWN IN FOREIGN CURRENCIES Source: Banca d'Italia

COUNTRY	*CURRENCY*		*June-08*	*Average 1st half 2008*	*December-07*	*Average 2007*
Albania	Lek	*ALL*	122.0510	122.9300	120.9590	123.6310
Algeria	Algerian dinar	*DZD*	98.0380	99.7429	97.6409	95.3088
Angola	Kwanza	*AOA*	116.6650	114.8445	109.2940	105.0200
Saudi Arabia	Saudi riyal	*SAR*	5.8325	5.7409	5.4599	5.1353
Bolivia	Boliviano	*BOB*	11.2328	11.4016	11.1137	10.7478
Bulgaria	Bulgarian lev	*BGN*	1.9558	1.9558	1.9558	1.9558
Burundi	Burundian franc	*BIF*	1,840.2000	1,788.6067	1,652.3100	1,483.3800
Caribbean	Caribbean dollar	*XCD*	4.1993	4.1334	3.9340	3.7003
Central African Republic	CFA franc	*XOF*	655.9570	655.9570	655.9570	655.9570
Chile	Chilean peso	*CLP*	769.9030	714.4742	727.0980	714.9480
Colombia	Colombian peso	*COP*	2,683.7600	2,809.2467	2,936.4000	2,841.5000
Democratic Republic of Congo	Franc Congolais	*CDF*	858.1590	842.7862	806.0380	760.6620
Costa Rica	Costa Rica colon	*CRC*	809.0910	768.9383	725.7690	708.7770
Croatia	Croatian kuna	*HRK*	7.2469	7.2698	7.3178	7.3376
Denmark	Danish krone	*DKK*	7.4586	7.4567	7.4599	7.4507
El Salvador	Salvadoran colon	*SVC*	13.6087	13.3953	12.7491	11.9917
United Arab Emirates	Unit.Ar. Emirates dirham	*AED*	5.7125	5.6224	5.3512	5.0328
Japan	Japanese yen	*JPY*	166.2640	160.5627	163.5530	161.2530
Djibouti	Djibouti franc	*DJF*	276.4050	272.0703	258.9460	243.5630
Guatemala	Quetzal	*GTQ*	11.6684	11.6224	11.1202	10.5197
Guinea	Guinea franc	*GNF*	6,797.1800	6,581.9167	6,055.0900	5,970.3100
Honduras	Lempira	*HNL*	29.5183	29.0479	27.6362	25.9466
Libya	Libyan dinar	*LYD*	1.8567	1.8347	1.7789	1.7289
Malawi	Kwacha	*MWK*	218.7970	215.0070	204.0860	191.6640
Morocco	Moroccan dirham	*MAD*	11.4596	11.4305	11.3467	11.2203
Mozambique	Metical	*MZN*	37.4656	36.8849	35.0611	35.0346
Nicaragua	Cordoba Oro	*NIO*	30.0622	29.2994	27.4843	25.2953
Norway	Norwegian krone	*NOK*	7.9916	7.9493	8.0117	8.0165
Pakistan	Pakistan rupee	*PKR*	104.8350	98.7559	89.1597	83.2468
Panama	Balboa	*PAB*	1.5553	1.5309	1.4570	1.3705
Peru	Nuevo Sol	*PEN*	4.4878	4.3605	4.3439	4.2848
Qatar	Qatari riyal	*QAR*	5.6620	5.5712	5.3027	4.9879
United Kingdom	Pound sterling	*GBP*	0.7915	0.7753	0.7206	0.6843
Dominican Republic	Dominican peso	*DOP*	53.1115	51.9768	48.8266	45.2820
Romania	Romanian new leu	*RON*	3.6556	3.6709	3.5351	3.3353
Rwanda	Rwanda franc	*RWF*	844.4090	832.2207	793.7390	749.5820
Singapore	Singapore dollar	*SGD*	2.1278	2.1232	2.1108	2.0636
United States	US dollar	*USD*	1.5553	1.5309	1.4570	1.3705
South Africa	South African rand	*ZAR*	12.3467	11.7434	9.9626	9.6596
Switzerland	Swiss franc	*CHF*	1.6139	1.6059	1.6592	1.6427
Taiwan	New Taiwan dollar	*TWD*	47.2353	47.4060	47.2268	45.0098
Tanzania	Tanzanian shilling	*TZS*	1,842.9600	1,816.5333	1,682.6000	1,700.0800
Tunisia	Tunisian dinar	*TND*	1.8304	1.8123	1.7885	1.7515
Turkey	New Turkish lira	*TRY*	1.9207	1.8896	1.7195	1.7865
European Monetary Union	*Euro*	*EUR*	1.0000	1.0000	1.0000	1.0000
Venezuela	Bolivar fuerte	VEF	3.3396	3.2873	3,128.7000	2,942.8300
Zambia	Kwacha	*ZMK*	5,072.3600	5,457.7950	5,588.6600	5,476.0600

Please note that the exchange rate expresses the foreign currency required to buy 1 Euro.

Source: Banca d'Italia