

INTERIM FINANCIAL REPORT AT 31 MARCH 2015

Disclaimer

This Interim Financial Report at 31 March 2015 has been translated into English solely for the convenience of the international reader. In the event of conflict or inconsistency between the terms used in the Italian version of the report and the English version, the Italian version shall prevail, as the Italian version constitutes the sole official document.





CONTENTS

REPORT ON OPERATIONS AT 31 MARCH 2015.....	4
• Group results and financial position.....	4
• Outlook.....	14
• Other performance indicators.....	14
• "Non-GAAP" performance indicators.....	14
• Industrial and financial transactions.....	17
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AT 31 MARCH 2015	20
• Condensed separate consolidated income statement	21
• Condensed consolidated statement of comprehensive income.....	22
• Condensed consolidated statement of financial position.....	23
• Condensed consolidated statement of cash flows	24
• Condensed consolidated statement of changes in equity.....	25
• Explanatory notes.....	26
1. GENERAL INFORMATION.....	26
2. FORM, CONTENT AND APPLICABLE ACCOUNTING STANDARDS.....	26
3. BUSINESS SEASONALITY	27
4. EFFECTS OF CHANGES IN ACCOUNTING POLICIES ADOPTED.....	27
5. SIGNIFICANT EVENTS OCCURRED AFTER THE PERIOD-END	28
6. SEGMENT REPORTING.....	28
7. INTANGIBLE ASSETS.....	30
8. PROPERTY, PLANT AND EQUIPMENT.....	30
9. OTHER NON-CURRENT ASSETS.....	31
10. TRADE RECEIVABLES, INCLUDING CONTRACT WORK IN PROGRESS	32
11. OTHER CURRENT ASSETS	32

12.	<i>EQUITY</i>	32
13.	<i>LOANS AND BORROWINGS</i>	34
14.	<i>PROVISIONS FOR RISK AND CONTINGENT LIABILITIES</i>	35
15.	<i>EMPLOYEE BENEFITS</i>	36
16.	<i>OTHER CURRENT AND NON-CURRENT LIABILITIES</i>	37
17.	<i>TRADE PAYABLES, INCLUDING PROGRESS PAYMENTS AND ADVANCES FROM CUSTOMERS</i>	37
18.	<i>REVENUE</i>	37
19.	<i>OTHER OPERATING INCOME (EXPENSES)</i>	38
20.	<i>PURCHASES AND PERSONNEL EXPENSE</i>	38
21.	<i>AMORTISATION, DEPRECIATION AND IMPAIRMENT LOSSES</i>	39
22.	<i>FINANCIAL INCOME AND EXPENSE</i>	39
23.	<i>SHARE OF PROFITS (LOSSES) OF EQUITY-ACCOUNTED INVESTEEES</i>	39
24.	<i>ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS</i>	40
25.	<i>EARNINGS PER SHARE</i>	40
26.	<i>CASH FLOW FROM OPERATING ACTIVITIES</i>	41
27.	<i>RELATED PARTY TRANSACTIONS</i>	41
•	Appendix: scope of consolidation	46
•	Declaration of the officer in charge of financial reporting pursuant to article 154-bis, paragraph 2 of Legislative Decree no. 58/98 and subsequent amendments and integrations.....	51

Report on operations at 31 March 2015

Group results and financial position

The figures below (with the exception of the Net Result and workforce) do not include the contribution of the Group's operations in the Transportation sector that fall within the scope of the agreement with Hitachi, having now been classified as among discontinued operations. Similarly, the comparative performance and financial figures for March 2014 and the preliminary figures for December 2014 (New orders, Revenue, EBITA, EBIT and FOCF) have been restated. In order to better understand the changes that have occurred, the Group Net Debt indicator is shown net of discontinued operations. Such indicator, with reference to the 2014 data, does not correspond to the figure reported since the comparative statements of financial position were not restated.

Key Performance Indicators ("KPI")

	March 2015	March 2014 (*)	Change	2014 (*)
New orders	2,641	2,692	(1.9%)	12,667
Order backlog	30,169	29,213	3.3%	29,383
Revenue	2,654	2,548	4.2%	12,764
EBITA	157	141	11.3%	980
ROS	5.9%	5.5%	0.4 p.p.	7.7%
EBIT	110	101	8.9%	597
Net result before extraordinary transactions	4	(15)	n.a.	15
Net result	11	(12)	n.a.	20
Group Net Debt including discontinued operations	4,871	5,061	(3.8%)	3,962
Group Net Debt without discontinued operations	5,108	5,276	(3.2%)	4,255
FOCF	(880)	(1,082)	18.7%	65
ROI	7.8%	7.1%	0.7 p.p.	12.7%
ROE	0.4%	(1.7%)	2.1 p.p.	0.4%
Workforce	54,023	56,003	(3.5%)	54,380

(*) Figures restated (except for the workforce) as a result of the reclassification of the operations in the Transportation sector to discontinued operations.

Please refer to the section entitled "Non-GAAP performance indicators" for definitions.

The first quarter of 2015 confirmed the positive developments already reported in the 2014 Annual Report, with results significantly above those posted in the first quarter of last year and surpassing expectations. More specifically, Finmeccanica reported improved profitability, with EBITA up 11% on 2014 and a net profit (net loss of €mil. 12 in the first quarter of 2014), even excluding the contribution of the Group's operations in the Transportation sector (object of an agreement with Hitachi at the end of February as an avenue for the Group to exit such business), as well as the Group having made a net use of cash (which is normal for the first few months of the year) that was much better than in the past. To be more specific, the results for the first quarter of 2015 (which no longer include the contribution of the operations in the Transportation sector transferred under the

aforementioned agreement, which have been separately classified among discontinued operations) show:

- new orders that surpassed expectations and that were essentially in line with the first quarter of 2014, having benefitted from significant orders in the *Helicopters* sector, from the UK Defence Ministry, and in the *Aeronautics* segment;
- revenue and operating results rose significantly (EBITA up by 11% compared with the first quarter of 2014, and EBIT up by 9%), with a ROS higher by 6% on average in the core sectors;
- a net result that was positive overall (net loss of €mil. 12 in the first quarter 2014), even excluding assets held for sale, with a net profit before extraordinary transactions of €mil. 4 compared with a net loss of €mil. 15 in the first quarter of 2014;
- a use of cash that was below projections and lower than the figure posted for the previous year, as a result leading to a better Group Net Debt figure than for the same period of 2014.

This performance, along with the agreement with Hitachi in the *Transportation* sector mentioned above, (preparation for the closing of which continues), appears to be consistent with the development targets and reinforcement efforts set out in the 2015-2019 Industrial Plan, presented to the market in January. Within this framework, Finmeccanica is continuing to make improvements, consistent with the new organisational and operating model, which envisages transforming Finmeccanica from a holding company that manages a number of legally distinct operating companies into a single company that, using a division-based structure, will be able to fuse their industrial profiles with its own direction and control activities. The integration process should be completed throughout the remainder of 2015.

Before analysing the results for the period in more detail, it should be noted that the Group figures at 31 March 2015 no longer include the contribution of operations in the *Transportation* sector transferred under the agreement with Hitachi, which are now only shown under “*discontinued operations*” and “*assets and liabilities held for sale*”. Therefore, the income statement and cash flow figures for March 2014 have been restated for comparative purposes, while the statement of financial position entries at 31 December 2014 include such operations and have not been restated, in accordance with IFRS 5. However, to ensure that the figures can be compared, where necessary (particularly Group Net Debt), certain of the financial position items (specifically identified) have been restated, and therefore the “pro forma” statements of financial position reported below were prepared. Furthermore, given the fact that this transaction essentially allows us to complete the strategic process of better focusing the *Aerospace and Defence* sector, there is no longer the need to show the results of the *Aerospace and Defence* sector separately from those of the *Transportation* sector, a practice followed up to and including the 2014 Annual Report. The remaining non-core

Interim financial report at 31 March 2015

activities (FATA and the other *Transportation* sector operations remaining in the Group's portfolio) are reported under "*Other activities*".

The primary changes that marked the Group's performance compared with that of the same period of the previous year are described below. A more thorough analysis can be found in the section covering the trends in each business segment.

31 March 2015	New orders	Order backlog	Revenues	EBITA	ROS %
Helicopters	1,348	13,077	924	112	12.1%
Defence and Security					
Electronics	951	9,038	1,032	30	2.9%
- of which: DRS	503	1,816	356	16	4.5%
- of which: SES	448	7,240	680	14	2.1%
Aeronautics	329	7,410	660	34	5.2%
Space	-	-	-	1	n.a.
Defence Systems	76	990	90	3	3.3%
Other activities	5	348	69	(23)	(33.3%)
Eliminations	(68)	(694)	(121)	-	n.a.
Total	2,641	30,169	2,654	157	5.9%

31 March 2014 (restated)	New orders	Order backlog at 31 Dec. 2014	Revenues	EBITA	ROS %
Helicopters	1,514	12,249	903	112	12.4%
Defence and Security					
Electronics	731	8,765	914	16	1.8%
- of which: DRS	289	1,499	289	10	3.3%
- of which: SES	443	7,285	626	6	1.0%
Aeronautics	432	7,730	651	28	4.3%
Space	-	-	-	7	n.a.
Defence Systems	33	1,005	103	3	2.9%
Other activities	25	374	97	(25)	(25.8%)
Eliminations	(43)	(740)	(120)	-	n.a.
Total	2,692	29,383	2,548	141	5.5%

Change %	New orders	Order backlog	Revenues	EBITA	ROS %
Helicopters	(11.0%)	6.8%	2.3%	n.a.	(0.3) p.p.
Defence and Security					
Electronics	30.1%	3.1%	12.9%	87.5%	1.1 p.p.
- of which: DRS	74.0%	21.1%	23.2%	60.0%	1.2 p.p.
- of which: SES	1.1%	(0.6%)	8.6%	n.a.	1.1 p.p.
Aeronautics	(23.8%)	(4.1%)	1.4%	21.4%	0.9 p.p.
Space	n.a.	n.a.	n.a.	(85.7%)	n.a.
Defence Systems	n.a.	(1.5%)	(12.6%)	n.a.	0.4 p.p.
Other activities	(80.0%)	(7.0%)	(28.9%)	8.0%	(7.5) p.p.
Eliminations	n.a.	n.a.	n.a.	n.a.	n.a.
Total	(1.9%)	2.7%	4.2%	11.3%	0.4 p.p.

Commercial performance

New orders were essentially in line with the first quarter 2014 (- €mil. 51) due to the significant increase reported by DRS (+€mil. 214), mainly attributable to the receipt of an order for a surveillance system for vehicles from the Canadian Army, offsetting the decline reported in

Helicopters and Aeronautics, which benefitted from major orders from the UK Ministry of Defence and from Poland for eight M346 trainers, respectively, in the first quarter of 2014.

The book-to-bill ratio is equal to 1. The order backlog, considered in terms of its workability, ensures about two and a half years of production for the Group.

* * * * *

Business performance.

Revenues rose over the corresponding period of 2014 by €mil. 106, mainly attributable to the *Defence and Security Electronics* segment, in which both SES and DRS reported growth, the former benefitting from the receipt of important new orders in the second half of 2014, and the latter due to the appreciation of the US dollar against the euro.

All the other profitability indicators also showed solid improvement, with significant growth in **EBITDA** (+13% over the first quarter of 2014), **EBITA** (+11%) and operational profitability (+0.4 p.p.), thanks to the aforementioned increase in volumes in the *Defence and Security Electronics* segment resulting from the forecast improvement in the profitability of certain business areas and the benefits associated with the restructuring plan. There was also an improvement in **EBIT** (+9%), despite a slight increase in amortisation associated with business combinations (due to exchange rate differences) and restructuring costs, mainly as a result of the management review process in the *Corporate* area.

The **net result before extraordinary transactions** showed a profit and represents a marked improvement (net profit of €mil. 4 compared with a net loss of €mil. 15 in the first quarter of 2014), due to the mentioned rise in EBIT and the lower tax burden, mainly the result of a revision of the taxable income for IRAP (regional tax on production) purposes. The total net profit amounted to €mil. 11 (compared with a net loss of €mil. 12 in the corresponding period of 2014) and reflects the results posted in the *Transportation* sector for operations classified among “*discontinued operations*” as a result of the agreement signed with Hitachi, for which an overall gain of €mil. 7 was reported.

Below is shown the income statement for the two periods compared:

(€ millions)	Note	For the three months ended 31 March		Change	% Change
		2015	2014 (restated)		
Revenues		2,654	2,548	106	4.2%
Purchases and personnel expense	(*)	(2,371)	(2,341)		
Other net operating income/(expenses)	(**)	(8)	47		
Equity-accounted strategic JVs		12	-		
EBITDA		287	254	33	13.0%
Amortisation, depreciation and impairment losses	(***)	(130)	(113)		
EBITA		157	141	16	11.3%
Restructuring costs		(23)	(20)		
Amortisation of intangible assets acquired as part of <i>business combinations</i>		(24)	(20)		
EBIT		110	101	9	8.9%
Net financial income/(expense)	(****)	(102)	(99)		
Income taxes		(4)	(17)		
Net result before extraordinary transactions		4	(15)	19	n.a.
Net result related to <i>discontinued operations</i> and extraordinary transactions	(*****)	7	3		
Net result		11	(12)	23	n.a.

Notes to the reconciliation between the reclassified income statement and the statutory income statement:

(*) "Purchases and Personnel expense" net of restructuring costs and non-recurring income/(costs).

(**) Includes "Other operating income/(expenses)", net of restructuring costs and non-recurring income/(costs).

(***) Includes "Amortisation and depreciation" net of the portion referable to intangible assets acquired as part of *business combinations* and "Impairment" (net of that included in non-recurring income/(costs)).

(****) Includes "Financial income/(expense)" and "Share of profits (losses) on equity-accounted investees" (net of the results of strategic JV);

(*****) Includes "Profit (loss) from discontinued operations" and "Gains (losses) relating to extraordinary transactions (acquisitions and disposals).

* * * * *

Financial performance

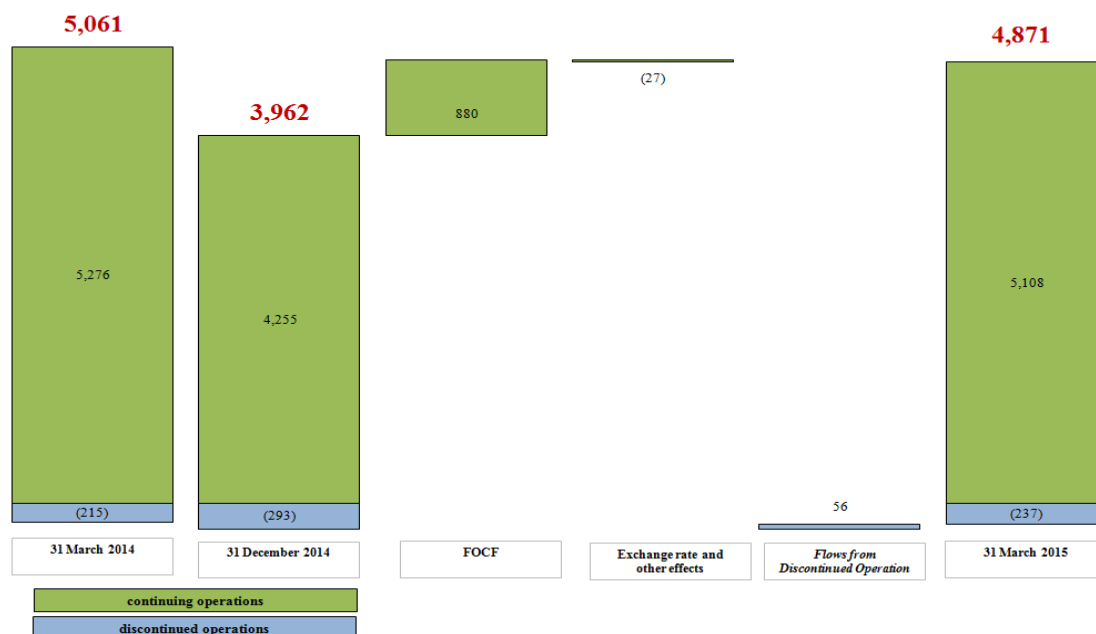
Cash flows in the first quarter of 2015 improved considerably over both the corresponding period of 2014 and as compared with forecasts, thanks largely to the better results posted by SES and, to a lesser extent, by the *Aeronautics* segment. Overall **FOCF**, in line with the normal seasonal fluctuation in Group cash flows, was negative by €mil. 880 (negative by €mil. 1,082 in the first quarter of 2014).

This improvement in performance had a positive impact on Group Net Debt, causing it to fall as compared with March 2014. Excluding the debt attributable to discontinued operations, Net Debt fell by €mil. 168 compared with March 2014, but rose by €mil. 853 as compared with December 2014, reflecting the normal pattern of usage of cash in the first few months of the year. Also as compared with 31 December 2014, the debt figure reflects the restatement of the net cash associated with discontinued operations as from 1 January 2015. The movement in cash flow is broken down below:

	For the three months ended 31 March		Change	% Change
	2015	2014 (restated)		
(€ millions)				
Funds From Operations (FFO)	(14)	(66)	52	78.8%
Change in working capital	(723)	(802)		
Cash flows from ordinary investing activities	(143)	(214)		
Free Operating Cash Flow (FOCF)	(880)	(1,082)	202	18.7%
Change in other investing activities (*)	(19)	(9)		
Net change in loans and borrowings	71	302		
Net increase (decrease) in cash and cash equivalents	(828)	(789)		
Cash and cash equivalents at 1 January	1,495	1,455		
Exchange rate differences and other changes	40	2		
Cash and cash equivalents at 1 January of <i>discontinued operations</i>	(290)	-		
Net increase in cash and cash equivalents of <i>discontinued operations</i>	-	(35)		
Cash and cash equivalents at 31 March	417	633		

(*) Includes "Other investing activities", net of dividends received.

Changes in the Group Net Debt compared with 31 December 2014, with continuing and discontinued operations shown separately, are as follows:



Net capital invested rose compared with the *pro forma* figure for 31 December 2014 due to the increase in net working capital, as a result of the seasonal fluctuation in cash flows, and in capital assets, as a result of exchange rate differences on goodwill denominated in US dollars and the pound sterling, as reported below (to aid understanding, the *pro forma* financial positions at 31

Interim financial report at 31 March 2015

December and 31 March 2014 are also provided, which were arrived at by reclassifying the net assets from discontinued operations among “Net (assets)/liabilities held for sale”):

	31 March 2015	Reported 31 December 2014	31 December 2014 <i>Proforma</i>	31 March 2014 <i>Proforma</i>
	<i>Note</i>			
(€ millions)				
Non-current assets	12,579	12,518	12,143	11,887
Non-current liabilities	(3,510)	(3,434)	(3,378)	(3,077)
Capital assets	9,069	9,084	8,765	8,810
Inventories	4,754	4,578	4,318	4,732
Trade receivables	6,323	7,676	6,255	6,105
Trade payables	(9,989)	(11,705)	(10,201)	(9,835)
Working capital	1,088	549	372	1,002
Provisions for short-term risks and charges	(694)	(749)	(739)	(699)
Other net current assets (liabilities)	(1,082)	(1,082)	(1,035)	(763)
Net working capital	(688)	(1,282)	(1,402)	(460)
Net invested capital	8,381	7,802	7,363	8,350
Equity attributable to the Owners of the Parent	3,638	3,511	3,511	3,350
Equity attributable to non-controlling interests	365	343	343	306
Equity	4,003	3,854	3,854	3,656
Group Net Debt	5,108	3,962	4,255	5,276
Net (assets)/liabilities held for sale	(730)	(14)	(746)	(582)

Notes to the reconciliation between the reclassified and the statutory statements of financial position:

- (*) Includes all non-current assets net of “Fair Value of the residual stake in Ansaldo Energia”, and all non-current liabilities, net of “Non-current loans and borrowings”, respectively.”
- (**) Adjusted to take into account the effects of the settlement agreement related to the Fyra contract.
- (***) Includes “Other current assets”, net of “Other current liabilities” (excluding hedging derivatives in respect of debt items) and “Income tax payables”.
- (****) Includes the net amount of “Non-current assets held for sale” and “Liabilities associated with assets held for sale”.

Net financial debt breaks down is as follows (*pro forma* figures calculated as indicated above):

Interim financial report at 31 March 2015

<i>(€ millions)</i>	31 March 2015	<i>of which current</i>	Reported 31 December 2014	<i>of which current</i>	31 December 2014 <i>Proforma</i>	<i>of which current</i>	31 March 2014 <i>Proforma</i>	<i>of which current</i>
Bonds	4,858	61	4,761	131	4,761	131	4,537	60
Bank debt	594	244	472	110	465	103	647	249
Cash and cash equivalents	(417)	(417)	(1,495)	(1,495)	(1,205)	(1,205)	(475)	(475)
Net bank debt and bonds	5,035		3,738		4,021		4,709	
Fair value of the residual portion in portfolio of Ansaldo Energia	(125)		(124)		(124)		(118)	
Current loans and receivables from related parties	(148)	(148)	(161)	(161)	(131)	(131)	(142)	(142)
Other current loans and receivables	(128)	(128)	(45)	(45)	(58)	(58)	(29)	(29)
Current loans and receivables and securities	(401)		(330)		(313)		(289)	
Hedging derivatives in respect of debt items	(94)	(94)	(24)	(24)	(24)	(24)	(5)	(5)
Effect of transactions involving Fyra contract	-	-	41	41	41	41	86	86
Related-party loans and borrowings	484	478	431	425	429	422	665	652
Other loans and borrowings	84	49	106	73	101	68	110	82
Group Net Debt	5,108		3,962		4,255		5,276	

The reconciliation with the net financial position required by CONSOB Communication no. DEM/6064293 of 28 July 2006 is provided in Note 13

During the period the Group disposed of receivables without recourse for a total carrying value of approximately €mil. 69 (€mil. 59 in the first quarter of 2014).

To meet the financing needs for ordinary Group activities, Finmeccanica obtained a revolving credit facility with a pool of Italian and international banks for €mil. 2,200, described in more detail in the 2014 Annual Report. At 31 March 2015, the credit facility was entirely unused. The Group also has additional unconfirmed short-term lines of credit of €mil. 640, which were used in the amount of €mil. 159. Finmeccanica has unsecured lines of credit, as well as unconfirmed, of approximately €mil. 2,817 at 31 March 2015.

* * * * *

Below are the key performance indicators by sector:

Helicopters

The first quarter of 2015 saw confirmation of the positive performance reported in 2014, with revenues and EBITA essentially in line with the first quarter of last year and ROS remaining stable at 12%. With regard to commercial performance, we received a five-year contract from the UK Ministry of Defence to provide logistic support and maintenance for the fleet of AW101 Merlin helicopters.

New order. The decline in new orders is due to the considerably high orders received from the UK Ministry of Defence in the first quarter of 2014 to upgrade the fleet of 25 AW101 Merlin helicopters and for the contract to provide maintenance and support for the fleet of Apache AH Mk1 helicopters for five years.

Revenues and EBITA. Essentially in line with the first quarter of 2014.

Defence and Security Electronics

The performance of SES and DRS are discussed separately in the following section.

SES - The results for the first quarter confirm the positive performance already reported in 2014 and, in line with expectations, EBITA rose and profitability improved over 2014.

New orders. New orders were essentially in line with the same period of 2014. Major new orders for the period include the export contracts for the Hostile Artillery Locating System in the *Land and Naval Systems* segment and the order for Air Traffic Control and Airport Automation systems in the *Security and Information Systems* segment, as well as additional orders relating to the Typhoon aircraft in the *Airborne and Space Systems* segment.

Revenues. These were up, mainly due to the *Airborne and Space Systems* segment, in particular as a result of activity connected with important orders received in the second half of 2014.

EBITA. There was a considerable increase in EBITA due to higher volumes and the gradual recovery in industrial profitability in certain business areas in the *Security and Information Systems* segment that in the past had reported problems, as well as the benefits associated with the restructuring plan.

DRS – the key performance indicators are provided below in US dollars in order to more clearly illustrate the changes that occurred:

	New orders	Revenues	EBITA	ROS %
DRS (\$mil.) March 2015	567	401	18	4.5%
DRS (\$mil.) March 2014	395	395	13	3.3%

In line with expectations, productions volumes in the first quarter were analogous to those in the same period of 2014 and operational profitability rose, benefitting especially from efficiency-enhancement initiatives launched in recent years and still underway.

New orders The increase over 2014 is mainly attributable to the receipt of the order from the Canadian Army under the Light Armoured Vehicle - Reconnaissance Surveillance System (LRSS programme).

Revenues. These were essentially in line with the first quarter of 2014. The higher production volumes in the *Maritime & Combat Support* segment, particularly in the *Training & Control*

Systems business line, offset the decline in deliveries of infra-red products and systems to the US Army.

EBITA. The increase is mainly attributable to the benefits arising from streamlining actions in various business lines and the efficiency-enhancement efforts for the corporate structure.

Aeronautics

The first quarter of 2015 saw continued production on the B787 programme, with 29 fuselage sections and 18 horizontal stabilisers being delivered during the period (compared with 24 fuselage sections and 21 horizontal stabilisers delivered in the first quarter of 2014), and an increase in work on the M346 programme, with four aircraft delivered (two to Israel and two to the Italian Air Force).

New orders. new orders were down in association with orders for M346 aircraft, which benefitted last year from the receipt of the order from Poland for eight aircraft and related logistic support.

Revenues. these were essentially in line with the first quarter of 2014. The increase in activity for aerostructures and in the production of M346 aircraft offset the decline in revenues for defence aircraft and the C27J transport aircraft.

EBITA. The improvement is attributable to the higher result posted by the GIE consortium, as a result of increased orders and the appreciation of the US dollar against the euro, and to cuts in overhead costs, which more than offset the lower contribution from defence and transport aircraft.

Space

During the first quarter of 2015, work continued on orders for commercial and military satellite communications services, as well as geo-information and Earth observation solutions. Furthermore, activity also continued on numerous manufacturing programmes, including *Iridium*, *Cosmo*, *Gokturk* and *Exomars* 2016 and 2018.

As emerged during planning, the performance for the quarter reflects an unfavourable mix of activity in the manufacturing segment and a deterioration in industrial profitability as compared with the same period of 2014.

Defence Systems

In line with expectations, the first quarter of 2015 saw a slight drop in production compared with the same period of 2014, particularly in the *land, sea and air weapons systems* segment, and a confirmation of EBITA, with an improvement in profitability.

New orders. There was an increase in both the *land, sea and air weapons systems* segment and in the *underwater systems* segment. Major new orders include logistics contracts from various countries.

Revenues. The decrease in the *land, sea and air weapons systems* segment was the result of the gradual completion of a number of domestic programmes in the land weapons line.

EBITA. This was in line with the first quarter of 2014. The improvement in the profitability of the *underwater systems* segment and the increase in deliveries by the *missile systems* segment reported during the period offset the impact of the lower volume of revenues.

* * * * *

Outlook

Based upon the results reported by the Group at 31 March 2015 and the expectations for the following quarters, we confirm the outlook for the entire year as presented in the 2014 Annual Report.

* * * * *

Other performance indicators

	March 2015	March 2014 (*)	Change
FFO	(14)	(66)	78.8%
EBITDA	286	254	12.6%
Research and development expenses	297	303	(2.0%)
Net Interest	(75)	(72)	(4.2%)

(*) *Figures restated as a result of the reclassification of the operations in the Transportation sector to Discontinued Operations.*

Reference should be made to the section entitled "Non-GAAP performance indicators" for definitions thereof.

* * * * *

"Non-GAAP" performance indicators

Finmeccanica's Management assesses the Group's performance and that of its business segments based on a number of indicators that are not envisaged by the IFRSs. Specifically, EBITA is used as the primary indicator of profitability, since it allows us to analyse the Group's marginality by eliminating the impact of the volatility associated with non-recurring items or items unrelated to ordinary operations.

As required by CESR/05-178b Recommendation, below is a description of the components of each of these indicators:

- **New orders:** this includes contracts signed with customers during the period that satisfy the contractual requirements for being recorded in the order book.
- **Order backlog:** this figure is the sum of the order backlog for the preceding period and new orders, less revenues during the reference period.
- **EBITA:** it is arrived at by eliminating from EBIT, as defined below, the following items:
 - any impairment in goodwill;
 - amortisation and impairment, if any, of the portion of the purchase price allocated to intangible assets as part of business combinations, as required by IFRS 3;
 - restructuring costs that are a part of defined and significant plans. This item includes personnel costs as well as any and all other costs deriving from the reorganisation (e.g. impairment of assets, costs for the closure of sites, relocation costs, etc.);
 - other exceptional costs or income, i.e. connected to particularly significant events that are not related to the ordinary performance of the business.

EBITA is then used to calculate return on sales (ROS) and return on investment (ROI).

A reconciliation of Income before tax and financial expense, EBIT and EBITA is shown below (the reconciliation by segment is reported in Note 6):

<i>(€ millions)</i>	<i>For the three months ended 31</i>	
	<i>March</i>	
	2015	2014
Income before tax and financial expenses	98	101
Equity-accounted strategic JVs	12	-
EBIT	110	101
Amortisation of intangible assets acquired as part of <i>business combinations</i>	24	20
Restructuring costs	23	20
EBITA	157	141

- **Return on Sales (ROS):** this is calculated as the ratio of EBITA to revenue.
- **EBIT:** this is obtained by adding to EBIT (defined as earnings before “financial income and expense”, “share of profit (loss) of equity-accounted investees”, “income taxes” and “result from discontinued operations”) the Group’s share of profit in the results of its strategic Joint Ventures (ATR, MBDA, Thales Alenia Space and Telespazio), reported in the “share of profits (losses) of equity-accounted investees”.
- **Net result before extraordinary transactions:** this is the Net Result before the result from discontinued operations and the effects of the extraordinary transactions (acquisitions and disposals). Below is the reconciliation:

(€ millions)	<i>For the three months ended 31</i>	
	<i>March</i>	
	2015	2014
Net result	11	(12)
Result from discontinued operations	(7)	(3)
Net result before extraordinary transactions	4	(15)

- **Group Net Debt:** this includes cash, financial receivables and current securities, net of (current and non-current) loans and borrowings and of the fair value of derivatives covering financial debt items. An improvement factor of this indicator is that this item includes the measurement of the residual interest in Ansaldo Energia, which is classified under non-current assets in consideration – and assuming the exercise as well as in light of the creditworthiness of the other party – of the put & call rights based on which this amount will be paid by Fondo Strategico Italiano to Finmeccanica. Conversely for the first quarter of 2014, a factor which worsens the net debt is the effect of the settlement agreement regarding AnsaldoBreda’s Fyra contract with the Dutch railways. The reconciliation with the net financial position required by the Consob communication no. DEM/6064293 of 28 July 2006 is reported in Note 13. In order to facilitate the comparability, the Group Net Debt is shown also on a *pro forma* basis, to take into account the reclassification of the operations of the Transportation segment to *discontinued operations*, starting from the first quarter of 2015.
- **Free Operating Cash-Flow (FOCF):** this is the sum of the cash flows generated by (used in) operating activities (excluding the changes in the Group Net Debt), the cash flows generated by (used in) ordinary investing activities (investment and divestment of intangible assets, property, plant and equipment, and equity investments, net of cash flows from the purchase or sale of equity investments that, due to their nature or significance, are considered “strategic investments”) and dividends. The calculation of FOCF is presented in the reclassified statement of cash flows shown in the section “Group results and financial position”.
- **Return on Investments (ROI):** this is calculated as the ratio of EBITA to the average net capital invested in the two comparative periods.
- **Return on Equity (ROE):** this is calculated as the ratio of the net result before extraordinary transactions for the financial period to the average value of equity in the two comparative periods.
- **Workforce:** the number of employees recorded in the register on the last day of the period.
- **Funds From Operations (FFO):** this is cash flow generated by (used in) operating activities net of changes in working capital. The FFO also includes dividends received.

- **EBITDA:** this is given by EBITA before amortisation, depreciation and impairment losses (net of those relating to goodwill or classified among “*non-recurring costs*”).
- **Research and Development expenditure:** the Group classifies under R&D all internal and external costs incurred relating to projects aimed at obtaining or employing new technologies, knowledge, materials, products and processes. The item includes:
 - development costs capitalised even if covered by grants;
 - research costs, whose activity is at a stage at which it cannot be demonstrated that the activity will generate future economic benefits, or development costs for which the accounting requirements for capitalisation do not obtain, are expensed as incurred;
 - research and development costs reimbursed by the customer as part of existing contracts (which fall under the scope of work in progress from an accounting viewpoint).
- **Net interest:** this is calculated as the sum of the items “Interest” and “Commissions on loans” (see “Financial income and expense” of the Notes);
- **Change in working capital:** this is equal to the change in trade receivables/payables, contract work in progress and progress payments and advances from customers and inventories, net of changes relating to the Fyra contract held by AnsaldoBreda.

* * * * *

Industrial and financial transactions

On 24 February 2015, Finmeccanica reached an agreement with the Japanese Hitachi group for the sale of Finmeccanica’s businesses in the rail transport sector, described in more detail in the Annual Report for 2014. Once the usual conditions for these types of transactions are met, Finmeccanica will receive a payment of around €mil. 810, subject to a price adjustment. Once the transaction is completed, Hitachi will launch, as required by the applicable legislation, a takeover bid for the remainder of Ansaldo STS (approximately 60% of the share capital).

Financial transactions. In January 2015, the process of replacing Finmeccanica Finance SA with Finmeccanica as the issuer of outstanding bonds was completed. The operation was approved in November 2014 as part of the process of gradually centralising all Group financial activities within Finmeccanica. As of today, Finmeccanica SpA is the issuer of all the bonds denominated in euros and pound sterling placed on the market under the Euro Medium Term Notes Programme (EMTN). Finmeccanica also continues to guarantee all the bonds issued by Meccanica Holdings USA. Inc. on the US market.

The Group's bond issues are governed by rules with standard legal clauses for these types of corporate transactions on institutional markets that do not require any undertaking with regard to compliance with specific financial parameters (financial covenants) but they do require negative pledge and cross-default clauses. Based on the negative pledge clauses, Group issuers, Finmeccanica Spa and their "Material Subsidiaries" (companies in which Finmeccanica SpA owns more than 50% of the share capital and that represent at least 10% of Finmeccanica's consolidated gross revenues and capital) are expressly prohibited from pledging collateral security or other obligations to secure their debt in the form of bonds or listed financial instruments or financial instruments that qualify for listing, unless these guarantees are extended to all bondholders. Exceptions to this prohibition are securitisation and, starting from July 2006, the establishment of assets for the use indicated in Article 2447-bis *et seq.* of the Italian Civil Code. On the contrary, the cross-default clauses give the bondholders the right to request early redemption of the bonds in their possession in the event of default by the Group issuers and/or Finmeccanica and/or any "Material Subsidiary" that results in a failure to make payment beyond pre-set limits.

Furthermore, the Revolving Credit Facility for a total of €mil. 2,200 contains financial covenants. More specifically, the covenants require Finmeccanica to comply with two ratios (the ratio of Group net debt - excluding payables to the joint ventures MBDA and Thales Alenia Space - to EBITDA must be no higher than 3.75 and the ratio of EBITDA to net interest must be no lower than 3.25) tested annually based upon the consolidated data at the end of the year. These covenants, in accordance with contractual provisions providing for this option, have also been extended to the EIB loan, currently outstanding in the amount of €mil. 371, in addition to certain loans recently granted to DRS by US banks totalling USDmil. 75. Based on the results for 2014, there was full compliance with these covenants (the two ratios were 2.1 and 5.5, respectively).

Outstanding bond issues are given a medium/long-term financial credit rating by the three international rating agencies: Moody's Investors Service (Moody's), Standard and Poor's and Fitch. At the date of presentation of this report, Finmeccanica's credit ratings, compared to those preceding the last change, were as follows:

Agency	Last update	Updated		Previous	
		Credit Rating	Outlook	Credit Rating	Outlook
Moody's	September 2013	Ba1	negative	Baa3	negative
Standard&Poor's	April 2015	BB+	stable	BB+	negative
Fitch	July 2013	BB+	negative	BBB-	negative

With regard to the impact of positive or negative changes in Finmeccanica's credit ratings, there are no default clauses linked to the credit ratings. The only possible effects deriving from further changes, if any, to the credit ratings refer to higher or lower finance costs on certain payables of the Group, especially with reference to the Revolving Credit Facility. The interest rates applied to the

utilisations of such credit line are, in fact, based upon the Euribor plus a margin of 180 bps. This margin could be reduced down to a minimum of 75 bps if Finmeccanica returns to an investment grade rating, or increased up to a maximum of 270 bps if Finmeccanica's debt is given a rating below BB or if it is given no rating at all. Finally, it should be noted that the Funding Agreement between MBDA and its shareholders provides, *inter alia*, that any downgrade of the rating assigned to the shareholder companies will result in a gradual increase in the margins. Additionally, under a pre-set rating limit (for at least two out of three rating agencies: BB- from Standards & Poor's, BB- from Fitch and Ba3 from Moody's) MBDA is entitled to determine the applicable margin each time. The agreement provides for rating limits, the achievement of which allows MBDA to request the issue of a bank guarantee of its own liking from its shareholders, without which MBDA can suspend the subsequent disbursement of funds.

Finally, on 5 May 2015 Finmeccanica renewed the EMTN programme for further 12 months, keeping unchanged the maximum amount of €bil. 4.

* * * * *

Information pursuant to Articles 70 and 71 of the Consob Issuers' Regulation

By resolution of the Board of Directors on 23 January 2013, the Company adopted the simplification regime under Articles 70/8 and 71/1-*bis* of the Issuers' Regulations, adopted with CONSOB Resolution 11971/1999, as subsequently amended. By this resolution, the Company chose the option to make exceptions to the obligation to issue the documents required by the law when transactions of greater importance (such as mergers, spin-offs, capital increases by means of the conferral of assets in kind, acquisitions or disposals) occur.



Condensed consolidated interim financial statements at 31 March 2015

Condensed separate consolidated income statement

(€ millions)	Note	For the three months ended 31 March			
		2015	of which with related parties	2014 (restated*)	of which with related parties
Revenue	18	2,654	339	2,548	397
Purchase and personnel expense	20	(2,413)	(28)	(2,399)	(32)
Amortisation, depreciation and impairment losses	21	(154)		(133)	
Other net operating income/(expenses)	19	11	3	85	1
Income before tax and financial expenses		98		101	
Financial income/(expense)	22	(106)	4	(95)	(1)
Share of profits/(losses) of equity-accounted investees	23	16		(4)	
Operating profit (loss) before income taxes and discontinued operations		8		2	
Income taxes		(4)		(17)	
Profit (loss) from discontinued operations	24	7		3	
Net profit/(loss) for the period attributable to:		11		(12)	
- owners of the parent		1		(21)	
- non-controlling interests		10		9	
Earnings/(losses) per share	25	0.002		(0.036)	
- basic and diluted from continuing operations		0.007		(0.026)	
- basic and diluted from discontinued operations		(0.005)		(0.010)	

(*) Comparative figures restated following the reclassification of the Transportation business segment sold under Discontinued Operations (see Note 4)

Condensed consolidated statement of comprehensive income

(€ millions)	Note	For the three months ended 31 March	
		2015	2014 (restated*)
Profit (loss) for the period		11	(12)
Other comprehensive income (expense):			
<u>Comprehensive income/expense which will not be subsequently reclassified within the profit (loss) for the period:</u>			
- Measurement of defined-benefit plans:	12	(89)	(24)
- revaluation		(80)	(24)
- exchange rate gains (losses)		(9)	-
- Tax effect	12	18	3
		(71)	(21)
<u>Comprehensive income/expense which will or might be subsequently reclassified within the profit (loss) for the period:</u>			
- Changes in cash flow hedges:	12	(183)	(10)
- change generated in the period		(197)	(14)
- transferred to the profit (loss) for the period		14	4
- Translation differences	12	368	13
- change generated in the period		368	13
- Tax effect	12	47	4
		232	7
<u>Current portion of "Other comprehensive income (expense)", equity-accounted investees</u>		(23)	4
Total other comprehensive income (expense), net of tax:		138	(10)
Total comprehensive income (expense), attributable to:		149	(22)
- Owners of the parent		126	(30)
- Non-controlling interests		23	8
Total comprehensive income (expense), attributable to Owners of the parent		126	(30)
- from continuing operations		139	(30)
- from discontinued operations		(13)	-

(*) Comparative figures restated following the reclassification of the Transportation business segment sold under Discontinued Operations (see Note 4)

Condensed consolidated statement of financial position

<i>(€ millions)</i>	<i>Note</i>	31 March 2015	<i>of which with related parties</i>	31 December 2014	<i>of which with related parties</i>
Intangible assets	7	7,118		6,781	
Property, plant and equipment	8	2,814		2,955	
Deferred tax assets		1,186		1,165	
Other non-current assets	9	1,586	4	1,741	22
Non-current assets		12,704		12,642	
Inventories		4,754		4,578	
Trade receivables, including contract work in progress	10	6,323	814	7,635	928
Loans and receivables	13	276	148	206	161
Other assets	11	1,153	6	1,293	6
Cash and cash equivalents	13	417		1,495	
Current assets		12,923		15,207	
Non-current assets held for sale	25	2,737		47	
Total assets		28,364		27,896	
Share capital	12	2,525		2,525	
Other reserves		1,113		986	
Equity attributable to the owners of the parent		3,638		3,511	
Equity attributable to non-controlling interests		365		343	
Total equity		4,003		3,854	
Loans and borrowings (non-current)	13	5,188	6	5,031	6
Employee benefits	15	798		795	
Provisions for risks and charges	14	1,312		1,281	
Deferred tax liabilities		293		299	
Other non-current liabilities	16	1,107	-	1,059	-
Non-current liabilities		8,698		8,465	
Trade payables, including progress payments and advances from customers	17	9,989	114	11,705	148
Loans and borrowings (current)	13	832	478	739	425
Income tax payables		48		74	
Provisions for short-term risks and charges	14	694		749	
Other current liabilities	16	2,093	99	2,277	146
Current liabilities		13,656		15,544	
Liabilities associated with assets held for sale	24	2,007		33	
Total liabilities		24,361		24,042	
Total liabilities and equity		28,364		27,896	

Condensed consolidated statement of cash flows

(€ millions)	Note	<i>For the three months ended 31 March</i>			
		2015	<i>of which with related parties</i>	2014 <i>(restated*)</i>	<i>of which with related parties</i>
Gross cash flows from operating activities	26	253		219	
Change in working capital	26	(764)	(70)	(802)	(74)
Change in other operating assets and liabilities, provisions for risks and charges, interests and taxes paid		(332)	(46)	(335)	(61)
Cash flows used in operating activities		(843)		(918)	
Investments in property, plant and equipment and intangible assets		(155)		(214)	
Sales of property, plant and equipment and intangible assets		12		-	
Other investing activities		46	-	41	1
Cash flows used in investing activities		(97)		(173)	
Bond issue		-		250	
Net change in other loans and borrowings		112	75	52	15
Cash flows generated from financing activities		112		302	
Cash and cash equivalents at 1 January		1,495		1,455	
Net increase (decrease) in cash and cash equivalents		(828)		(789)	
Exchange rate differences and other changes		40		2	
Cash and cash equivalents at 1 January of <i>discontinued operations</i>		(290)		-	
Net increase (decrease) in cash of <i>discontinued operations</i>		-		(35)	
Cash and cash equivalents at 31 March		417		633	
Cash flows from operating activities of <i>discontinued operations</i>		(46)		(100)	
Cash flows from investing activities of <i>discontinued operations</i>		1		(3)	
Cash flows from financing activities of <i>discontinued operations</i>		59		68	

(*) Comparative figures restated following the reclassification of the Transportation business segment sold under Discontinued Operations (see Note 4)

Condensed consolidated statement of changes in equity

<i>(€ millions)</i>	Share capital	Retained earnings	Cash flow hedge reserve	Revaluation reserve of defined-benefit plans	Translation reserve	Equity attributable to owners of the parent	Non-controlling interests	Total equity
1 January 2014	2,525	1,502	47	(181)	(512)	3,381	298	3,679
Profit (loss) for the period	-	(21)	-	-	-	(21)	9	(12)
Other comprehensive income (expense)	-	-	(7)	(21)	19	(9)	(1)	(10)
Total comprehensive income (expense)	-	(21)	(7)	(21)	19	(30)	8	(22)
Dividends resolved	-	-	-	-	-	-	-	-
Total transactions with owners of the parent, recognised directly in equity	-	-	-	-	-	-	-	-
Other changes	-	-	-	(1)	-	(1)	-	(1)
31 March 2014	2,525	1,481	40	(203)	(493)	3,350	306	3,656
1 January 2015	2,525	1,473	(57)	(226)	(204)	3,511	343	3,854
Profit (loss) for the period	-	1	-	-	-	1	10	11
Other comprehensive income (expense)	-	-	(153)	(72)	350	125	13	138
Total comprehensive income (expense)	-	1	(153)	(72)	350	126	23	149
Dividends resolved	-	-	-	-	-	-	(1)	(1)
Total transactions with owners of the parent, recognised directly in equity	-	-	-	-	-	-	(1)	(1)
Other changes	-	1	-	-	-	1	-	1
31 March 2015	2,525	1,475	(210)	(298)	146	3,638	365	4,003

Explanatory notes

1. GENERAL INFORMATION

Finmeccanica is a company limited by shares based in Rome (Italy), at Piazza Monte Grappa 4, and is listed on the Italian Stock Exchange (FTSE MIB).

The Finmeccanica Group is a major Italian high technology organisation. Finmeccanica Spa, the holding company responsible for guiding and controlling industrial and strategic operations, coordinates its subsidiaries (the Finmeccanica Group or, simply, the Group), which are especially concentrated in the fields of Helicopters, Defence and Security Electronics, Aeronautics, Space and Defence Systems. Starting from the first quarter of 2015 the business of the Transportation segment is classified within discontinued operations, as a result of the abovementioned agreement with Hitachi.

2. FORM, CONTENT AND APPLICABLE ACCOUNTING STANDARDS

The interim financial report of the Finmeccanica Group at 31 March 2015 was prepared in accordance with Article 154-ter, paragraph 5 of Legislative Decree 58/98 (Consolidated Law on Financial Intermediation), as subsequently amended.

These notes are presented in condensed form and do not include all disclosures required for annual financial statements, as they refer only to those items that are essential to understand the Group's financial position, results of operations and cash flows given their amount, breakdown or changes therein. This interim financial report should, therefore, be read in conjunction with the 2014 annual consolidated financial statements.

The statement of financial position and income statement are likewise presented in a condensed format compared to the annual financial statements. The notes to the items combined in the consolidated interim financial statements schedules include a reconciliation with annual consolidated financial statements schedules.

The accounting policies used for this interim financial report are unchanged from those of the 2014 annual consolidated financial statements (except for those specifically applicable to interim financial reports) and the interim financial report at 31 March 2014, with the exceptions reported in Note 4. The new standards applicable from 1 January 2015 did not materially impact this interim financial report.

The exchange rates for the major currencies used in preparing these condensed interim financial statements are shown below:

	31 March 2015		31 December 2014	31 March 2014	
	average	final	final	average	final
US dollar	1.1270	1.0759	1.2141	1.3697	1.3788
Pound sterling	0.7436	0.7273	0.7789	0.8279	0.8282

The interim financial statements at 31 March 2015 of the Finmeccanica Group were approved by the Board of Directors on 7 May 2015 and published on the same day.

Amounts are shown in millions of euros unless stated otherwise.

This interim financial report was not subject to any statutory review.

3. BUSINESS SEASONALITY

Cash flows relating to operations

The Group's key business segments feature a high concentration of cash flows from customers in the last few months of the year. This has an impact on interim cash flows and the variability of the Group's debt over the various interim periods, which improves substantially in the last few months of the calendar years.

4. EFFECTS OF CHANGES IN ACCOUNTING POLICIES ADOPTED

Starting from 1 January 2015 the Group has adopted the Amendment to IAS 19 which simplifies the accounting treatment of certain cases of contributions to defined benefit plans from employees or third parties, without reporting any significant effect.

On 24 February 2015, Finmeccanica reached an agreement with the Japanese Hitachi group for the sale of Finmeccanica's businesses in the rail transport sector. The agreement requires that Finmeccanica transfer its stake in Ansaldo STS and AnsaldoBreda's businesses in the rolling stock segment, excluding revamping activities, which are of minor importance, which will remain within the Group, to Hitachi. The figures of the income statement and of the statement of cash flows at 31 March 2014 have been restated, pursuant to IFRS 5, in order to include the effects of the classification of the above business sold within the Discontinued Operations, as shown below:

Condensed separate consolidated income statement (€mil.)	For the three months ended 31 March 2014	IFRS 5 effect	For the three months ended 31 March 2014 <i>restated</i>
Revenue	2,946	(398)	2,548
Purchase and personnel expense	(2,786)	387	(2,399)
Amortisation, depreciation and impairment losses	(138)	5	(133)
Other net operating income/(expenses)	89	(4)	85
Income before tax and financial expenses	111	(10)	101
Financial income/(expense)	(95)	-	(95)
Share of profits/(losses) of equity-accounted investees	(3)	(1)	(4)
Operating profit (loss) before income taxes and discontinued operations	13	(11)	2
Income taxes	(25)	8	(17)
Profit (loss) from <i>discontinued operations</i>	-	3	3
Net profit (loss)	(12)	-	(12)

Condensed consolidated statement of cash flows (€mil.)	For the three months ended 31 March 2014	IFRS 5 effect	For the three months ended 31 March 2014 <i>restated</i>
Gross cash flows from operating activities	232	(13)	219
Change in working capital	(896)	94	(802)
Change in other operating assets and liabilities, provisions for risks and charges, interests and taxes paid	(354)	19	(335)
Cash flows used in operating activities	(1,018)	100	(918)
Investments in property, plant and equipment and intangible assets	(217)	3	(214)
Sales of property, plant and equipment and intangible assets	-	-	-
Other investing activities	41	-	41
Cash flows used in investing activities	(176)	3	(173)
Dividends paid	-	-	-
Net change in other loans and borrowings	120	(68)	52
Cash flows generated from financing activities	370	(68)	302
Cash and cash equivalents at 1 January	1,455	-	1,455
Net increase (decrease) in cash and cash equivalents	(824)	35	(789)
Exchange rate differences and other changes	2	-	2
Net increase (decrease) in cash of <i>discontinued operations</i>	-	(35)	(35)
Cash and cash equivalents at 31 March	633	-	633

5. SIGNIFICANT EVENTS OCCURRED AFTER THE PERIOD-END

There are no significant events to report.

6. SEGMENT REPORTING

In accordance with the compliance model followed, management has adopted operating segments that correspond to the business sectors in which the Group operates: Helicopters, Defence and Security Electronics, Aeronautics, Space, Defence Systems and Other Activities.

For a more detailed analysis of the main programmes, outlooks and operating indicators for each segment, see the Report on Operations.

Interim financial report at 31 March 2015

The Group assesses the performance of its operating segments and the allocation of its financial resources on the basis of revenue and EBITA (see also the section “Non-GAAP performance indicators” in the Report on Operations).

For the purpose of a correct interpretation of the information provided we note that the results of the strategic Joint Ventures have been included within the EBITA of the sectors to which these JVs belong; conversely, these sectors do not reflect the relevant share of revenue of the JVs.

The results for each segment at 31 March 2015, as compared with those of the same period of the previous year (restated following the classification of the Transportation segment under Discontinued Operations), are as follows:

	Helicopters	Defence and Security Electronics	Aeronautics	Space	Defence Systems	Other Activities	Eliminations	Total
For the three months ended 31 March 2015								
Revenues	924	1,032	660	-	90	69	(121)	2,654
Inter-segment revenue (*)	(1)	(80)	(1)	-	(4)	(35)	121	-
Third party revenue	923	952	659	-	86	34	-	2,654
EBITA	112	30	34	1	3	(23)	-	157
Investments	52	34	54	-	1	4	-	145
For the three months ended 31 March 2014 restated								
Revenues	903	914	651	-	103	97	(120)	2,548
Inter-segment revenue (*)	(1)	(82)	(1)	-	(2)	(34)	120	-
Third party revenue	902	832	650	-	101	63	-	2,548
EBITA	112	16	28	7	3	(25)	-	141
Investments	66	29	65	-	2	12	-	174

(*) Inter-segment revenue includes revenues among Group consolidated undertakings belonging to various business sectors

The reconciliation between EBITA, EBIT and Profit before taxes and interest for the periods compared is as follows:

	Helicopters	Defence and Security Electronics	Aeronautics	Space	Defence Systems	Other Activities	Total
For the three months ended 31 March 2015							
EBITA	112	30	34	1	3	(23)	157
Amortisation of intangible assets acquired as part of business combinations	(2)	(22)	-	-	-	-	(24)
Restructuring costs	-	(7)	(7)	-	-	(9)	(23)
EBIT	110	1	27	1	3	(32)	110
Equity-accounted strategic JVs	-	-	(13)	(1)	2	-	(12)
Income before tax and financial expenses	110	1	14	-	5	(32)	98

	Helicopters	Defence and Security Electronics	Aeronautics	Space	Defence Systems	Other Activities	Total
For the three months ended 31 March 2014 restated							
EBITA	112	16	28	7	3	(25)	141
Amortisation of intangible assets acquired as part of business combinations	(2)	(18)	-	-	-	-	(20)
Restructuring costs	-	(14)	(6)	-	-	-	(20)
EBIT	110	(16)	22	7	3	(25)	101
Equity-accounted strategic JVs	-	-	4	(7)	3	-	-
Income before tax and financial expenses	110	(16)	26	-	6	(25)	101

7. INTANGIBLE ASSETS

Key changes were related to amortisation (Note 21) for €mil. 58 and investments of €mil. 91 . Below is a breakdown:

	<i>Balance</i>		<i>Investments for the three months at</i>	
	31 March 2015	31 December 2014	31 March 2015	31 March 2014
Goodwill	4,030	3,800	-	-
Development costs	526	514	15	19
Non-recurring costs	1,405	1,346	66	72
Concessions, licences and trademarks	331	302	-	-
Acquired through <i>business combinations</i>	668	642	-	-
Other intangible assets	158	177	10	17
	7,118	6,781	91	108

Goodwill increased as a result of the exchange differences on the amounts denominated in USD and GBP, net of the decrease related to the reclassification of the amounts referred to Ansaldo STS (€mil. 38) within “Non-current assets held for sale”.

Commitments are in place for the purchase of intangible assets for €mil. 8 (€mil. 14 at 31 December 2014).

8. PROPERTY, PLANT AND EQUIPMENT

The key changes regarded depreciation of €mil. 92 (Note 21) and investments of €mil. 54, as broken down below:

	<i>Balance</i>		<i>Investments for the three months at</i>	
	31 March 2015	31 December 2014	31 March 2015	31 March 2014
Land and buildings	1,060	1,134	1	1
Plant and machinery	496	500	5	2
Equipment	811	829	18	10
Other tangible assets	447	492	30	53
	2,814	2,955	54	66

There are also commitments to purchase property, plant and equipment for €mil. 124 (€mil.131 at 31 December 2014).

9. OTHER NON-CURRENT ASSETS

	<u>31 March 2015</u>	<u>31 December 2014</u>
Financing to third parties	38	32
Deferred grants under Law no. 808/85	18	18
Defined benefit plan assets, net	274	272
Related party receivables (Note 27)	4	22
Other non-current receivables	72	94
Non-current receivables	406	438
Prepayments - non-current portion	13	18
Equity investments	948	1,074
Non-recurring costs pending under Law no. 808/1985	94	87
Fair value of the residual portion in portfolio of Ansaldo Energia	125	124
Non-current assets	1,180	1,303
	1,586	1,741

The item decreased mainly as a result of the reduction of equity investments which is due, in particular, to the reclassification of the equity investments of the Transportation segment (€mil. 70) within Discontinued Operations, following the agreement entered into with Hitachi and also to dividends distributed in the period (€mil. 64).

The other non-current assets include the fair value of 15% of the share capital of Ansaldo Energia (classified at fair value through profit or loss), which will be transferred upon the exercise by the parties of the put&call options (as indicated below) at a pre-set price of €mil. 117 in respect of which capitalised interest accrues at a yearly 6% rate. In particular, Finmeccanica can exercise its put option between 30 June and 31 December 2017, while the call option of FSI is exercisable in the same period or before if some conditions occur.

The table below shows the fair value hierarchy of the Group financial assets and liabilities measured at fair value. The fair value of derivative instruments (classified under other current assets and liabilities) and current securities is determined on the basis of measurement techniques which consider directly observable market inputs (so-called “Level 2”), in particular, the foreign exchange rate and the interest rate (spot and forward rates). Vice versa, the fair value of the remaining 15% in Ansaldo Energia, subject to put&call option (classified under other non-current assets), as well as fair value of the payable to Bell Helicopter (classified under other non-current liabilities) is determined on the basis of measurement techniques which do not consider directly observable market inputs (the so-called “Level 3”). In particular, the fair value of the stake in Ansaldo Energia was calculated on the basis of the price of the sale, as established in the related agreements. The fair value of the payable to Bell Helicopter was determined by discounting back the estimate of the variable amounts payable on the basis of the success of the programme.

	31 March 2015			31 December 2014		
	Level 2	Level 3	Total	Level 2	Level 3	Total
Non-current assets	-	125	125	-	124	124
Current assets	384	-	384	488	-	488
Non-current liabilities	-	237	237	-	207	207
Current liabilities	474	-	474	542	-	542

10. TRADE RECEIVABLES, INCLUDING CONTRACT WORK IN PROGRESS

	31 March 2015	31 December 2014
Trade receivables	2,676	3,620
Related party trade receivables (Note 27)	814	928
	3,490	4,548
Contract work in progress	2,833	3,087
	6,323	7,635

The primary credit risks related to the Group's business are described in Note 37 to the consolidated financial statements at 31 December 2014.

11. OTHER CURRENT ASSETS

	31 March 2015	31 December 2014
Income tax receivables	132	156
Derivatives	384	488
Other current assets:	637	649
<i>Prepaid expenses - current portion</i>	98	107
<i>Receivables for grants</i>	88	97
<i>Receivables from employees and social security</i>	66	67
<i>Indirect tax receivables</i>	236	238
<i>Deferred receivables under Law no. 808/85</i>	3	3
<i>Other related party receivables (Note 27)</i>	6	6
<i>Other assets</i>	140	131
	1,153	1,293

12. EQUITY

<i>Share capital</i>	Number of ordinary shares	Par value	Treasury shares	Costs incurred (net of tax effect)	Total
Outstanding shares	578,150,395	2,544	-	(19)	2,525
Treasury shares	(32,450)	-	-	-	-
31 December 2014	578,117,945	2,544	-	(19)	2,525
Outstanding shares	578,150,395	2,544	-	(19)	2,525
Treasury shares	(32,450)	-	-	-	-
31 March 2015	578,117,945	2,544	-	(19)	2,525

At 31 March 2015 the Ministry of Economy and Finance owned 30.204% of the share capital, while Libyan Investment Authority owned 2.010% of the shares.

The statement of changes in equity attributable to the owners of the parent and to non-controlling interests is presented in the accounting statements section. Below is a breakdown of the tax effects on the gain and loss items recognised in equity of the Group, as well as the other comprehensive income/expense relating to investments valued at equity and the related effects:

	Group - consolidated entities			Group - equity accounted investments		
	Amount before taxes	Tax effect	Net amount	Amount before taxes	Tax effect	Net amount
For the three months ended 31 March 2015						
Revaluation of defined-benefit plans	(89)	18	(71)	(1)	-	(1)
Changes in cash-flow hedges	(179)	45	(134)	(28)	9	(19)
Foreign currency translation difference	353	-	353	(3)	-	(3)
Total	85	63	148	(32)	9	(23)
For the three months ended 31 March 2014						
Revaluation of defined-benefit plans	(24)	3	(21)	-	-	-
Changes in cash-flow hedges	(8)	3	(5)	(3)	1	(2)
Foreign currency translation difference	13	-	13	6	-	6
Total	(19)	6	(13)	3	1	4

Below is a breakdown of the effects relating to the profits/losses recognised in equity attributable to non-controlling interests:

	Non-controlling interest		
	Amount before taxes	Tax effect	Net amount
For the three months ended 31 March 2015			
Changes in cash-flow hedges	(4)	2	(2)
Foreign currency translation difference	15	-	15
Total	11	2	13
For the three months ended 31 March 2014			
Changes in cash-flow hedges	(2)	1	(1)
Foreign currency translation difference	-	-	-
Total	(2)	1	(1)

13. LOANS AND BORROWINGS

	31 March 2015		31 December 2014	
	Non-current	Current	Non-current	Current
Bonds	4,797	61	4,630	131
Bank loans and borrowings	350	244	362	110
Related party loans and borrowings (Note 27)	6	478	6	425
Other loans and borrowings	35	49	33	73
	5,188	832	5,031	739

The increase in bonds is attributable to the exchange differences on the issues denominated in USD and GBP (€mil. 169), net of the payment of coupons for the period. Bank loans and borrowings increase following the use of the unconfirmed short-term credit lines for €mil. 159, in order to finance the working capital.

Below is the financial information required under Consob communication no. DEM/6064293 of 28 July 2006:

	31 March 2015	<i>of which with related parties</i>	31 December 2014	<i>of which with related parties</i>
Liquidity	(417)		(1,495)	
Current loans and receivables	(276)	<i>(148)</i>	(206)	<i>(161)</i>
Current bank loans and borrowings	244		110	
Current portion of non-current loans and borrowings	61		131	
Other current loans and borrowings	527	478	498	425
Current financial debt	832		739	
Net current financial debt (funds)	139		(962)	
Non-current bank loans and borrowings	350		362	
Bonds issued	4,797		4,630	
Other non-current loans and borrowings	41	6	39	6
Non-current financial debt	5,188		5,031	
Net financial debt	5,327		4,069	

The reconciliation between Net financial debt and Group Net Debt, used as KPI, is as follows:

	<i>Note</i>	31 March 2015	31 December 2014
Net financial debt com. CONSOB no. DEM/6064293		5,327	4,069
<i>Fair value of the residual portion in portfolio of Ansaldo Energia</i>	9	(125)	(124)
Hedging derivatives in respect of debt items		(94)	(24)
Effect of transactions involving Fyra contract		-	41
Group net debt (KPI)		5,108	3,962

14. PROVISIONS FOR RISK AND CONTINGENT LIABILITIES

	31 March 2015		31 December 2014	
	Non-current	Current	Non-current	Current
Guarantees given	143	3	140	16
Restructuring	113	103	113	128
Penalties	347	49	318	48
Product guarantees	106	90	103	82
Other	603	449	607	475
	1,312	694	1,281	749

With regard to the provisions for civil, tax and administrative disputes, it should be noted that the Finmeccanica Group companies' operations regard industries and markets where many disputes, which are brought as both plaintiff and defendant, are settled only after a considerable period of time, especially in cases where the customer is a government entity. Pursuant to the accounting standards, provisions have only been made for risks that are probable and for which the amount can be determined. No specific provisions have been set aside for certain disputes in which the Group is a defendant as these disputes are reasonably expected to be resolved satisfactorily and without significantly impacting the results. There are no significant updates to the information already provided in the 2014 consolidated financial statements, to which the reader is referred for more details.

* * * * *

Furthermore, it should be noted that the Explanatory Notes accompanying the consolidated financial statements at 31 December 2014 provide information on criminal proceedings that involve Group companies for various reasons. With respect to the information reported in the abovementioned financial statements, to which the reader is referred for more details, we highlight the following update:

- criminal proceedings under preliminary investigations are pending before the Public Prosecutor's Office of Busto Arsizio, against two former Chief Executive Officers, for violations under article 2 of Legislative Decree 74/2000, and articles 322-bis, 81 and 110 of the Criminal Code, and against a former manager and a current manager, for violations under article 2 of Legislative Decree 74/2000, and articles 81 and 110 of the Criminal Code. On 23 April 2015, in relation to this investigation, some search warrants were

executed at the Cascina Costa office of AgustaWestland SpA, in order to acquire contracts and, accounting and non-accounting documentation referred to the relations held by AgustaWestland SpA with some Italian and foreign companies.

* * * * *

Given their complexity, their cutting-edge technological content and the nature of the customers, the Group's long-term contracts are sometimes affected by disputes with customers in relation to the compliance of works with customer specifications and product performances. The Group adjusts the estimated contract costs for foreseeable issues, also taking into account possible developments in the relevant disputes. As to contracts in progress affected by uncertainties and problematic issues, in addition to what is already reported in the 2014 consolidated financial statements, to which reference is made, it should be noted the following update:

- with regard to the Sistri contract signed between the Ministry for the Environment, Land and Sea and Selex Service Management (currently in liquidation) in December 2009, that following the acknowledgement and receipt and refusal of jurisdiction of the arbitration panel by the Ministry, on 1 April 2015 the company served a summons on the Ministry to appear before the Civil Court of Rome.

15. EMPLOYEE BENEFITS

	31 March 2015			31 December 2014		
	Liabilities	Assets	Net	Liabilities	Assets	Net
Severance pay provision	395	-	395	437	-	437
Defined-benefit plans	386	274	112	333	272	61
Defined contribution plans	17	-	17	25	-	25
	798	274	524	795	272	523

The amount recognised in the income statement for defined-benefit plans was calculated as follows:

	<i>For the three months ended 31 March</i>	
	2015	2014
Costs booked as "personnel expenses"	19	16
Costs booked as "financial expenses"	1	5
	20	21

16. OTHER CURRENT AND NON-CURRENT LIABILITIES

	31 March 2015		31 December 2014	
	Non-current	Current	Non-current	Current
Employee obligations	48	387	55	401
Deferred income	101	76	85	67
Amounts due to social security institutions	5	170	5	192
Payables to MED (Law no. 808/85)	339	44	338	44
Payables to MED for royalties (Law no. 808/85)	169	23	154	23
Other liabilities (Law no. 808/85)	178	-	183	-
Indirect tax liabilities	-	106	-	183
Derivatives	-	474	-	542
Other liabilities	267	714	239	679
Other payables to related parties (Note 27)	-	99	-	146
	1,107	2,093	1,059	2,277

“Other liabilities” include, in particular, the payable due to Bell Helicopter of €mil. 237 (€mil. 207 at 31 December 2014), deriving from the acquisition of 100% of the AW609 programme.

17. TRADE PAYABLES, INCLUDING PROGRESS PAYMENTS AND ADVANCES FROM CUSTOMERS

	31 March 2015	31 December 2014
Suppliers	3,160	4,120
Trade payables to related parties (Note 27)	114	148
Trade payables	3,274	4,268
Progress payments and advances from customers	6,715	7,437
	9,989	11,705

18. REVENUE

	<i>For the three months ended 31 March</i>	
	2015	2014
Revenue from sales	1,388	1,511
Revenue from services	728	391
Change in work in progress	199	249
Revenue from related parties (Note 27)	339	397
	2,654	2,548

The trends in revenue by business segment are fully described in the Report on Operations.

19. OTHER OPERATING INCOME (EXPENSES)

	<i>For the three months ended 31 March</i>					
	2015			2014		
	Income	Expenses	Net	Income	Expenses	Net
Grants for research and development costs	13	-	13	9	-	9
Exchange rate differences on operating items	83	(100)	(17)	16	(14)	2
Indirect taxes	-	(9)	(9)	-	(9)	(9)
Restructuring costs	-	(1)	(1)	-	(1)	(1)
Reversal of (accruals to) provisions for risks and contract losses	67	(39)	28	89	(6)	83
Other	7	(13)	(6)	8	(8)	-
Other from/to related parties (Note 27)	3	-	3	1	-	1
	173	(162)	11	123	(38)	85

20. PURCHASES AND PERSONNEL EXPENSE

	<i>For the three months ended 31 March</i>	
	2015	2014
Purchases	948	916
Services	875	817
Costs to related parties (Note 27)	28	32
Personnel expense	848	836
<i>Wages, salaries and contributions</i>	764	759
<i>Defined-benefit plans costs</i>	19	16
<i>Defined contribution plans costs</i>	26	26
<i>Net restructuring costs</i>	17	14
<i>Other personnel expenses</i>	22	21
Change in finished goods, work in progress and semi-finished products	(194)	(111)
Work performed by the Group and capitalised	(92)	(91)
	2,413	2,399

The average workforce at 31 March 2015, without the part related to the discontinued operations of the Transportation segment, significantly decreased (1,406 units) compared to 31 March 2014, due to the reorganisation processes in the *Defence and Security Electronics* (425 average resources abroad in DRS and 421 in SES) and *Helicopters* (344, of which 237 in Italy) segments. In terms of personnel expense, the impact related to the change in the average workforce is offset by a slight increase in restructuring costs, mainly as a result of the reorganisation process of the Parent management, and by the increase in the exchange rate in relation to personnel expense denominated in foreign currency (mainly USD and GBP).

The total workforce broken down by position is shown in the following table:

	Total Workforce		
	31 March 2015	31 December 2014	Change
Senior managers (*)	1,428	1,495	(67)
Middle managers	6,004	5,997	7
Clerical employees	31,784	31,868	(84)
Manual labourers (**)	14,807	15,020	(213)
	54,023	54,380	(357)

(*) include pilots

(**) include senior manual labourers

The breakdown of the total workforce by segment is as follows:

	31 March 2015	31 December 2014
Helicopters	12,746	12,850
Defence and Security Electronics	21,822	21,927
Aeronautics	10,796	10,932
Defence Systems	1,476	1,472
Other	7,183	7,199
	54,023	54,380

21. AMORTISATION, DEPRECIATION AND IMPAIRMENT LOSSES

	<i>For the three months ended 31 March</i>	
	2015	2014
Amortisation of intangible assets	58	52
<i>Development costs</i>	5	7
<i>Non-recurring costs</i>	13	9
<i>Acquired through business combinations</i>	24	20
<i>Concessions, licences and trademarks</i>	1	3
<i>Other intangible assets</i>	15	13
Depreciation of property, plant and equipment	92	80
Impairment of operating receivables	4	1
	154	133

22. FINANCIAL INCOME AND EXPENSE

	<i>For the three months ended 31 March</i>					
	2015			2014		
	Income	Expenses	Net	Income	Expenses	Net
Interest	1	(71)	(70)	1	(68)	(67)
Loan fees	-	(5)	(5)	-	(5)	(5)
Fair value gains (losses) through profit or loss	3	(8)	(5)	3	(5)	(2)
Premiums (paid) received on forwards	1	(3)	(2)	1	(3)	(2)
Exchange rate differences	147	(161)	(14)	35	(33)	2
Net interest cost on defined-benefit plans	-	(1)	(1)	-	(5)	(5)
Financial income (expense) - related parties (Note 27)	5	(1)	4	1	(2)	(1)
Other financial income and expense	2	(15)	(13)	2	(17)	(15)
	159	(265)	(106)	43	(138)	(95)

23. SHARE OF PROFITS (LOSSES) OF EQUITY-ACCOUNTED INVESTEEES

	<i>For the three months ended 31 March</i>	
	2015	2014
<i>Space Alliance</i>	1	7
MBDA	(2)	(4)
GIE ATR	13	(3)
Strategic joint ventures	12	-
Other	4	(4)
	16	(4)

24. ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS

The item includes the result of the business of the Transportation segment which was sold to the Hitachi group:

	<i>For the three months ended 31 March</i>	
	2015	2014
Operating income	500	408
Operating expenses	(484)	(398)
	16	10
Financial income/(expense)	(1)	1
Income taxes	(8)	(8)
Profit (loss) for the period	7	3

On the contrary, the comparative balance sheet item included assets and liabilities of the branch of business of BMB being transferred to IIA. Below is the breakdown of the item:

	31 March 2015	31 December 2014
Non-current assets	444	18
Current assets	2,293	79
Assets	2,737	97
Adjustment to selling price	-	(50)
Assets held for sale	2,737	47
Non-current liabilities	(76)	(2)
Current liabilities	(1,931)	(31)
Liabilities associated with assets held for sale	(2,007)	(33)
	730	14

25. EARNINGS PER SHARE

	<i>For the three months ended 31 March</i>	
	2015	2014
Average shares outstanding during the reporting period (in thousands)	578,118	578,118
Earnings for the period (excluding non-controlling interests) (€ millions)	1	(21)
Earnings from <i>continuing operations</i> (excluding non-controlling interests) (€ millions)	4	(15)
Earnings from <i>discontinued operations</i> (excluding non-controlling interests) (€ millions)	(3)	(6)
Basic and Diluted EPS (€)	0.002	(0.036)
Basic and Diluted EPS from <i>continuing operations</i> (€)	0.007	(0.026)
Basic and Diluted EPS from <i>discontinued operations</i> (€)	(0.005)	(0.010)

At 31 March 2015 basic EPS, like that for the corresponding period of 2014, is equal to the diluted EPS, inasmuch as there are no dilutive elements.

26. CASH FLOW FROM OPERATING ACTIVITIES

	<i>For the three months ended 31 March</i>	
	2015	2014
Net result	11	(12)
Amortisation, depreciation and impairment losses	154	133
Share of profits/(losses) of equity-accounted investees	(16)	4
Income taxes	4	17
Costs for defined-benefit plans	19	16
Net financial expense /(income)	106	95
Net allocations to the provisions for risks and inventory write-downs	(27)	(37)
Profit from <i>discontinued operations</i>	(7)	(3)
Other non-monetary items	9	6
	253	219

The changes in working capital, net of the effects of the acquisition and sale of consolidated companies and foreign currency translation differences, are as follows:

	<i>For the three months ended 31 March</i>	
	2015	2014
Inventories	(295)	(206)
Contract work in progress and progress payments and advances from customers	(290)	(486)
Trade receivables and payables	(179)	(110)
	(764)	(802)

27. RELATED PARTY TRANSACTIONS

Related party transactions are carried out at arm's length, as is settlement of the interest-bearing receivables and payables when not governed by specific contractual conditions. The relevant financial statements amounts are shown below. The statement of cash flows presents the impact of related party transactions on cash flows.

Interim financial report at 31 March 2015

RECEIVABLES at 31 March 2015

	Non-current loans and receivables	Other non-current receivables	Current loans and receivables	Trade receivables	Other current receivables	Total
<u>Unconsolidated subsidiaries</u>						
Other			7	1		8
<u>Associates</u>						
Eurofighter Jagdflugzeug GmbH				161		161
NH Industries SAS				175		175
Iveco - Oto Melara Scarl				33		33
Macchi Hurel Dubois SAS				18		18
Abruzzo Engineering Scpa (in liq.)				14		14
Joint Stock Company Sukhoi Aircraft				12		12
Orizzonte - Sistemi Navali SpA				11		11
Other			3	36	1	40
<u>Joint Venture</u>						
GIE ATR				101		101
Closed Joint Stock Company Helivert				57		57
MBDA SAS				29	1	30
Superjet International SpA			109	47	3	159
Thales Alenia Space SAS			1	17	1	19
Telespazio SpA	4		18	4		26
Other				7		7
<u>Consortiums (*)</u>						
Other			3	17		20
<u>Companies subject to the control or considerable influence of the MEF</u>						
Other			7	74		81
Total	4	-	148	814	6	972
% against total for the period	9.5%	-	53.6%	23.3%	1.1%	

RECEIVABLES at 31 December 2014

	Non-current loans and receivables	Other non-current receivables	Current loans and receivables	Trade receivables	Other current receivables	Total
<u>Unconsolidated subsidiaries</u>						
Other			10	2	1	13
<u>Associates</u>						
Eurofighter Jagdflugzeug GmbH				99		99
NH Industries SAS				168		168
Iveco - Oto Melara Scarl				33		33
Orizzonte - Sistemi Navali SpA				26		26
Metro 5 SpA		16	5	41		62
Abruzzo Engineering Scpa (in liq.)				14		14
Macchi Hurel Dubois SAS				18		18
Società di Progetto Consortile per Azioni M4			22			22
Agustawestland Aviation Services LLC				10		10
Joint Stock Company Sukhoi Aircraft				10		10
Other			3	27		30
<u>J.V.</u>						
GIE ATR				72		72
Closed Joint Stock Company Helivert				58		58
MBDA SAS				30	1	31
Superjet International SpA			108	37	3	148
Thales Alenia Space SAS			1	24	1	26
Rotorsim SRL				14		14
Telespazio SpA	6		6	4		16
Other				11		11
<u>Consortiums (*)</u>						
Saturno				21		21
Other			3	33		36
<u>Companies subject to the control or considerable influence of the MEF</u>						
Ferrovie dello Stato				98		98
Other			3	78		81
Total	6	16	161	928	6	1,117
% against total for the period	15.8%	12.5%	78.2%	20.4%	1.1%	

Interim financial report at 31 March 2015

PAYABLES at 31 March 2015

	Non-current loans and borrowings	Other non-current borrowings	Current loans and borrowings	Trade payables	Other current payables	Total	Guarantees
<u>Unconsolidated subsidiaries</u>							
Finmeccanica UK Ltd				10		10	
Other				6	1	7	
<u>Associates</u>							
Eurofighter Jagdflugzeug GmbH		68				68	
Consorzio Start SpA				11		11	
Iveco Fiat/Oto Melara S.c.a.r.l.				11	5	16	
Other		1		15		16	
<u>Joint Venture</u>							
MBDA SAS		402	13	1		416	63
GIE ATR			2	62		64	
Rotorsim USA			10			10	
Rotorsim Srl			13			13	
Thales Alenia Space SAS						-	1
Telespazio SpA			3	5		8	210
Superjet International SpA			1	17		18	6
Other			3			3	
<u>Consortiums (*)</u>							
Other			1	2		3	
<u>Companies subject to the control or considerable influence of the MEF</u>							
Other	6		7	15	6	34	
Total	6	-	478	114	99	697	280
% against total for the period	0.1%	-	57.5%	3.5%	6.4%		

PAYABLES at 31 December 2014

	Non-current loans and borrowings	Other non-current borrowings	Current loans and borrowings	Trade payables	Other current payables	Total	Guarantees
<u>Unconsolidated subsidiaries</u>							
Other			1	23	1	25	
<u>Associates</u>							
Eurofighter Jagdflugzeug GmbH		68				68	
Consorzio Start SpA				14		14	
Iveco Fiat/Oto Melara S.c.a.r.l.				11	6	17	
Other		3		13	2	18	
<u>Joint Venture</u>							
GIE ATR				1	108	109	
MBDA SAS		345	14	1		360	62
Rotorsim SRL			17			17	
Rotorsim USA			7			7	
Thales Alenia Space SAS			3			3	1
Telespazio SpA			2	5		7	237
Superjet International SpA			1	16		17	7
Other		1	1			2	
<u>Consortiums (*)</u>							
Other				3	1	4	
<u>Companies subject to the control or considerable influence of the MEF</u>							
Ferrovie dello Stato				27		27	
Other	6		7	11	6	30	
Total	6	-	425	148	146	725	307
% against total for the period	0.1%	-	57.5%	3.5%	8.8%		

(*) Consortiums over which the Group exercises considerable influence or which are subject to joint control

Trade receivables are commented on later, along with revenue from related parties. Trade receivables and loans and receivables mainly refer to receivables from joint ventures. Loans and borrowings from related parties include in particular the amount of €mil. 402 (€mil. 345 as at 31 December 2014) due by Group companies to the joint venture MBDA and payables, for €mil. 68 (€mil. 68 as at 31 December 2014), to Eurofighter.

Interim financial report at 31 March 2015

For the three months ended 31 March 2015

	Revenue	Other operating income	Costs	Other operating costs	Financial income	Financial expenses
<u>Unconsolidated subsidiaries</u>						
Other			4			
<u>Associates</u>						
Eurofighter Jagdflugzeug GmbH	127					
NH Industries SAS	49	2				
Orizzonte - Sistemi Navali SpA	20					
Iveco-Oto Melara Scarl	12					
Macchi Hurel Dubois SAS	12					
Other	8		4			
<u>Joint Venture</u>						
GIE ATR	62					
MBDA SAS	17					1
Thales Alenia Space SAS	5					
Superjet International SpA	5					
Other	2	1	11		1	
<u>Consortiums (*)</u>						
Other	1		2			
<u>Companies subject to the control or considerable influence of the MEF</u>						
Other	19		7		4	
Total	339	3	28	-	5	1
% against total for the period	12.8%	1.7%	1.2%	0.0%	3.1%	0.4%

For the three months ended 31 March 2014

	Revenue	Other operating income	Costs	Other operating costs	Financial income	Financial expenses
<u>Unconsolidated subsidiaries</u>						
Other			4			
<u>Associates</u>						
Eurofighter Jagdflugzeug GmbH	134					
NH Industries SAS	55					
Orizzonte - Sistemi Navali S.p.A.	44					
Iveco-Oto Melara S.c.a.r.l.	33		1			
Macchi Hurel Dubois SAS	10					
Other	5	1	6			1
<u>Joint Venture</u>						
GIE ATR	65					1
MBDA SAS	17					
Other	17		13		1	
<u>Consortiums (*)</u>						
Other	1					
<u>Companies subject to the control or considerable influence of the MEF</u>						
Other	16		8			
Total	397	1	32	-	1	2
% against total for the period	15.6%	0.8%	1.3%	-	2.3%	1.4%

(*) Consortiums over which the Group exercises considerable influence or which are subject to joint control

The most significant trade receivables and revenues, in addition to those from joint ventures, are related to:

- Eurofighter in the scope of the EFA aeronautical programme;
- the Iveco - Oto Melara consortium for production and post-sales assistance on defence and security ground vehicles (VBM Freccia and PZH2000 self-propelled vehicle for the Italian Army);
- NH Industries in the scope of the NH90 helicopter programme;
- Orizzonte - Sistemi Navali for the FREMM programme.

Interim financial report at 31 March 2015

Furthermore, we note the transactions with the Ferrovie dello Stato Italiano Group for the supply of trains and support services, the effects of which are classified within “Discontinued Operations” and “Assets and liabilities held for sale”:

	<i>For the three months ended 31 March</i>	
	2015	2014
Revenue	146	100
Costs	3	-
	31 March 2015	31 December 2014
Trade receivables	123	93
Trade payables	12	26

For the Board of Directors
The Chairman
Giovanni De Gennaro



Appendix: scope of consolidation

Interim financial report at 31 March 2015

List of companies consolidated on a line-by-line basis (amounts in foreign currency)

Company name	Registered office	Currency	Share capital	% Group ownership		% Group shareholding
				Direct	Indirect	
3083683 NOVA SCOTIA LIMITED	Halifax, Nova Scotia (Canada)	CAD	-		100.0	100.0
AGUSTA AEROSPACE SERVICES AAS SA	Grace Hollogne (Belgium)	EUR	500,000		100.0	100.0
AGUSTAWESTLAND AUSTRALIA PTY LTD	Sydney (Australia)	AUD	400,000		100.0	100.0
AGUSTAWESTLAND DO BRASIL LTDA	Sao Paulo (Brazil)	BRL	11,817,172		100.0	100.0
AGUSTAWESTLAND ESPANA SL	Madrid (Spain)	EUR	3,300		100.0	100.0
AGUSTAWESTLAND HOLDINGS LTD	Yeovil, Somerset (UK)	GBP	40,000		100.0	100.0
AGUSTAWESTLAND INDIA PRIVATE LTD	New Delhi (India)	INR	11,519,450		100.0	100.0
AGUSTAWESTLAND INTERNATIONAL LTD	Yeovil, Somerset (UK)	GBP	511,000		100.0	100.0
AGUSTAWESTLAND LTD	Yeovil, Somerset (UK)	GBP	1,520,304		100.0	100.0
AGUSTAWESTLAND MALAYSIA SDN BHD	Kuala Lumpur (Malaysia)	MYR	2,500,000		100.0	100.0
AGUSTAWESTLAND NORTH AMERICA INC	Wilmington, Delaware (USA)	USD	1		100.0	100.0
AGUSTAWESTLAND PHILADELPHIA CO	Wilmington, Delaware (USA)	USD	20,000,000		100.0	100.0
AGUSTAWESTLAND POLITECNICO ADVANCED ROTORCRAFT CENTER SC A RL	Milan	EUR	400,000		80.0	80.0
AGUSTAWESTLAND PORTUGAL SA	Lisbon (Portugal)	EUR	100,000		100.0	100.0
AGUSTAWESTLAND PROPERTIES LTD	Yeovil, Somerset (UK)	GBP	100		100.0	100.0
AGUSTAWESTLAND SPA	Rome	EUR	702,537,000	100.0		100.0
ALENIA AERMACCCHI SPA	Rome	EUR	250,000,000	100.0		100.0
ALENIA AERMACCCHI NORTH AMERICA INC	Wilmington, Delaware (USA)	USD	44		100.0	100.0
ANSALDO RAILWAY SYSTEM TRADING (BEIJING) LTD	Beijing (China)	USD	1,500,000		100.0	40.1
ANSALDO STS AUSTRALIA PTY LTD	Birbane (Australia)	AUD	5,025,885		100.0	40.1
ANSALDO STS BEIJING LTD	Beijing (China)	EUR	836,945		80.0	32.1
ANSALDO STS CANADA INC	Kingstone, Ontario (Canada)	CAD	-		100.0	40.1
ANSALDO STS DEUTSCHLAND GMBH	Munich (Germany)	EUR	26,000		100.0	40.1
ANSALDO STS DO BRASIL SISTEMAS DE TRANSPORTE FERROVIARIO E METROPOLITANO LTDA	Fortaleza (Brazil)	BRL	1,000,000		100.0	40.1
ANSALDO STS ESPANA SAU	Madrid (Spain)	EUR	1,500,000		100.0	40.1
ANSALDO STS FRANCE SAS	Les Ulis (France)	EUR	5,000,000		100.0	40.1
ANSALDO STS HONG KONG LTD	Hong Kong (China)	HKD	100,000		100.0	40.1
ANSALDO STS IRELAND LTD (IN LIQ.)	Tralee (Ireland)	EUR	100,309		100.0	40.1
ANSALDO STS MALAYSIA SDN BHD	Petaling Jaya (Malaysia)	MYR	3,000,000		100.0	40.1
ANSALDO STS SOUTHERN AFRICA (PTY) LTD	Gaborone (Botswana)	BWP	100		100.0	40.1
ANSALDO STS SWEDEN AB	Solna (Sweden)	SEK	4,000,000		100.0	40.1
ANSALDO STS TRANSPORTATION SYSTEMS INDIA PRIVATE LTD	Bangalore (India)	INR	4,212,915,050		100.0	40.1
ANSALDO STS UK LTD	London (UK)	GBP	1,000,000		100.0	40.1
ANSALDO STS SPA	Genoa	EUR	80,000,000	40.1		40.1
ANSALDO STS USA INC	Wilmington, Delaware (USA)	USD	1		100.0	40.1
ANSALDO STS USA INTERNATIONAL CO	Wilmington, Delaware (USA)	USD	1,000		100.0	40.1
ANSALDOBREDIA ESPANA SLU	Madrid (Spain)	EUR	3,010		100.0	100.0
ANSALDOBREDIA INC	San Francisco (USA)	USD	5		100.0	100.0
ANSALDOBREDIA SPA	Naples	EUR	55,839,139	100.0		100.0
AUTOMATISMES CONTROLES ET ETUDES ELECTRONIQUES SAS (ACELEC)	Les Ulis (France)	EUR	167,694		100.0	40.1
BREDAMENARINIBUS SPA	Bologna	EUR	1,300,000	100.0		100.0
CISDEG SPA	Rome	EUR	120,000		100.0	100.0
DRS C3 & AVIATION COMPANY	Wilmington, Delaware (USA)	USD	1		100.0	100.0
DRS CONSOLIDATED CONTROLS INC	Wilmington, Delaware (USA)	USD	1		100.0	100.0
DRS DEFENSE SOLUTIONS LLC	Wilmington, Delaware (USA)	USD	-		100.0	100.0
DRS ENVIRONMENTAL SYSTEMS INC	Wilmington, Delaware (USA)	USD	2		100.0	100.0
DRS HOMELAND SECURITY SOLUTIONS INC	Wilmington, Delaware (USA)	USD	1		100.0	100.0
DRS ICAS LLC	Wilmington, Delaware (USA)	USD	-		100.0	100.0
DRS INTERNATIONAL INC	Wilmington, Delaware (USA)	USD	1		100.0	100.0
DRS NETWORK & IMAGING SYSTEMS LLC formerly DRS RSTA INC.	Wilmington, Delaware (USA)	USD	1		100.0	100.0
DRS POWER & CONTROL TECHNOLOGIES INC	Wilmington, Delaware (USA)	USD	1		100.0	100.0
DRS POWER TECHNOLOGY INC	Wilmington, Delaware (USA)	USD	1		100.0	100.0
DRS RADAR SYSTEMS LLC	Wilmington, Delaware (USA)	USD	-		100.0	100.0
DRS SENSORS & TARGETING SYSTEMS INC	Wilmington, Delaware (USA)	USD	1		100.0	100.0
DRS SIGNAL SOLUTIONS INC	Wilmington, Delaware (USA)	USD	10		100.0	100.0
DRS SURVEILLANCE SUPPORT SYSTEMS INC	Wilmington, Delaware (USA)	USD	1		100.0	100.0
DRS SUSTAINMENT SYSTEMS INC	Wilmington, Delaware (USA)	USD	1,000		100.0	100.0
DRS SYSTEMS MANAGEMENT LLC	Wilmington, Delaware (USA)	USD	1		100.0	100.0
DRS SYSTEMS INC	Wilmington, Delaware (USA)	USD	1		100.0	100.0
DRS TACTICAL SYSTEMS LIMITED	Farnham, Surrey (UK)	GBP	1,000		100.0	100.0
DRS TECHNICAL SERVICES GMBH & CO KG	Stuttgart (Germany)	EUR	-		100.0	100.0
DRS TECHNICAL SERVICES INC	Baltimore, Maryland (USA)	USD	50		100.0	100.0
DRS TECHNOLOGIES CANADA INC	Wilmington, Delaware (USA)	USD	1		100.0	100.0
DRS TECHNOLOGIES CANADA LTD	Kanata, Ontario (Canada)	CAD	100		100.0	100.0
DRS TECHNOLOGIES SAUDI ARABIA LLC	Riyadh (Saudi Arabia)	SAR	2,000,000		49.0	100.0
DRS TECHNOLOGIES UK LIMITED	Farnham, Surrey (UK)	GBP	14,676,000		100.0	100.0
DRS TECHNOLOGIES VERWALTUNGS GMBH	Baden-Wuerttemberg (Germany)	EUR	25,000		100.0	100.0
DRS TECHNOLOGIES INC	Wilmington, Delaware (USA)	USD	1		100.0	100.0
DRS TRAINING & CONTROL SYSTEMS LLC	Tallahassee (USA)	USD	510		100.0	100.0
DRS TSI INTERNATIONAL LLC	Wilmington, Delaware (USA)	USD	-		100.0	100.0
DRS UNMANNED TECHNOLOGIES INC	Wilmington, Delaware (USA)	USD	1		100.0	100.0
ED CONTACT SRL	Rome	EUR	600,000		100.0	100.0
ELECTRON ITALIA SRL	Rome	EUR	206,582		100.0	100.0
ENGINEERED COIL COMPANY	Jefferson City (USA)	USD	1,000		100.0	100.0
ENGINEERED SUPPORT SYSTEMS INC	Jefferson City (USA)	USD	1		100.0	100.0
ESSI RESOURCES LLC	Frankfort (USA)	USD	-		100.0	100.0
FATA ENGINEERING SPA	Pianezza (Turin)	EUR	1,092,000		100.0	100.0
FATA GULF CO WLL	Doha (Qatar)	QAR	200,000		49.0	100.0
FATA HUNTER INC	Riverside, California (USA)	USD	5,800,000		100.0	100.0
FATA LOGISTIC SYSTEMS SPA	Pianezza (Turin)	EUR	100,000		100.0	100.0
FATA SPA	Pianezza (Turin)	EUR	20,000,000	100.0		100.0
FINMECCANICA FINANCE SA (in Liq.)	Luxembourg (Luxembourg)	EUR	12,371,940	100.0		100.0
FINMECCANICA GLOBAL SERVICES SPA	Rome	EUR	49,945,983	100.0		100.0
LARIMART SPA	Rome	EUR	2,500,000		60.0	60.0
LASERTEL INC	Tucson, Arizona (USA)	USD	10		100.0	100.0
LAUREL TECHNOLOGIES PARTNERSHIP	Wilmington, Delaware (USA)	USD	-		100.0	100.0
MECCANICA HOLDINGS USA INC	Wilmington, Delaware (USA)	USD	10	100.0		100.0
MECCANICA REINSURANCE SA	Luxembourg (Luxembourg)	EUR	4,000,000		100.0	100.0
OTO MELARA IBERICA SAU	Loriguilla, Valencia (Spain)	EUR	120,000		100.0	100.0
OTO MELARA NORTH AMERICA LLC (formerly INC)	Wilmington, Delaware (USA)	USD	10,000		100.0	100.0
OTO MELARA SPA	Rome	EUR	92,307,722	100.0		100.0
PCA ELECTRONIC TEST LTD	Grantham, Lincolnshire (UK)	GBP	1		100.0	100.0
PIVOTAL POWER INC	Halifax, Nova Scotia (Canada)	CAD	-		100.0	100.0
REGIONALNY PARK PRZEMYSLOWY SWIDNIK SP Z OO	Mechaniczna 13 - U1, Swidnik (Poland)	PLN	7,072,000		73.9	72.7
SELEX ELSAG LTD	Basildon, Essex (UK)	GBP	25,800,100		100.0	100.0
SELEX ES DO BRASIL LTDA	Rio de Janeiro (Brazil)	BRL	5,686,457		100.0	100.0
SELEX ES GMBH	Neuss (Germany)	EUR	2,500,000		100.0	100.0
SELEX ES INDIA PRIVATE LTD	New Delhi (India)	INR	30,100,000		100.0	100.0
SELEX ES INTERNATIONAL LTD	Basildon, Essex (UK)	GBP	60,000,000		100.0	100.0
SELEX ES LTD	Basildon, Essex (UK)	GBP	270,000,100		100.0	100.0
SELEX ES ELKTRONIK TURKEY AS	Ankara (Turkey)	TRY	45,557,009		100.0	100.0
SELEX ES INC formerly SELEX SYSTEMS INTEGRATION INC	Wilmington, Delaware (USA)	USD	1		100.0	100.0
SELEX ES ROMANIA SRL	Bucharest (Romania)	RON	42,370		100.0	100.0
SELEX ES SPA	Rome	EUR	1,000,000	100.0		100.0

Interim financial report at 31 March 2015

SELEX ES SAUDI ARABIA LTD (formerly SELEX GALILEO SAUDI ARABIA COMPANY LTD)	Riyadh (Saudi Arabia)	SAR	500,000	100.0	100.0
SELEX GALILEO INC	Wilmington, Delaware (USA)	USD	17,750,000	100.0	100.0
SELEX SERVICE MANAGEMENT SPA (IN LIQ.)	Rome	EUR	3,600,000	100.0	100.0
SELEX SISTEMI INTEGRATI SPA (IN LIQ.)	Rome	EUR	143,110,986	100.0	100.0
SELEX SYSTEMS INTEGRATION LTD	Basildon, Essex (UK)	GBP	71,500,001	100.0	100.0
SC ELETTRA COMMUNICATIONS SA	Ploiesti (Romania)	RON	10,847,960	99.5	99.5
SIRIO PANEL SPA	Montevarchi (Arezzo)	EUR	447,228	100.0	100.0
SO.GE.PA. - SOCIETA' GENERALE DI PARTECIPAZIONI SPA	Rome	EUR	1,000,000	100.0	100.0
T - S HOLDING CORPORATION	Austin, Texas (USA)	USD	280,000	100.0	100.0
TECH-SYM LLC	Reno, Nevada (USA)	USD	10	100.0	100.0
TTI TACTICAL TECHNOLOGIES INC (formerly 8841845 CANADA INC.)	Ottawa (Canada)	CAD	2,500,001	100.0	100.0
UNION SWITCH & SIGNAL INC	Wilmington, Delaware (USA)	USD	1,000	100.0	40.1
VEGA CONSULTING SERVICES LTD	Welwyn Garden City, Herts (UK)	GBP	1,098,839	100.0	100.0
VEGA DEUTSCHLAND GMBH	Cologne (Germany)	EUR	25,700	100.0	100.0
WESTLAND SUPPORT SERVICES LTD	Yeovil, Somerset (UK)	GBP	5,000	100.0	100.0
WHITEHEAD SISTEMI SUBACQUEI SPA	Rome	EUR	21,346,000	100.0	100.0
WING NED BV	Rotterdam (the Netherlands)	EUR	18,000	100.0	100.0
WORLD'S WING SA	Geneva (Switzerland)	CHF	120,100,000	94.9	94.9
WYTWORNIA SPRZETU KOMUNIKACYJNEGO "PZL-SWIDNIK" SPOLKA AKCYJNA	Aleja Lotnikow, Swidnik (Poland)	PLN	86,006,050	98.5	98.5
ZAKLAD OBROBKI PLASTYCZNEJ SP Z OO	Kuznica 13 - U1, Swidnik (Poland)	PLN	3,800,000	100.0	98.5

List of subsidiaries and associates valued at cost (amounts in foreign currency)

Company name	Registered office	Currency	Share capital	% Group ownership		% Group shareholding
				Direct	Indirect	
ADVANCED MALE AIRCRAFT LLC	Al Ain, Muwajji (United Arab Emirates)	AED	200,000		49.0	49.0
AGUSTAWESTLAND UK PENSION SCHEME (TRUSTEE) LTD	Yeovil, Somerset (UK)	GBP	1		100.0	100.0
ANSALDOBREDA FRANCE SAS (IN LIQ)	Marseille (France)	EUR	200,000		100.0	100.0
CCRT SISTEMI SPA (IN BANKRUPTCY)	Milan	Lira Italiana	1,350,000,000		30.3	30.3
ELSACOM - UKRAINE JOINT STOCK COMPANY	Kiev (Ukraine)	UAH	7,945,000		49.0	49.0
INDUSTRIE AERONAUTICHE E MECCANICHE RINALDO PIAGGIO SPA (EXTR. ADM.)	Genoa	Lira Italiana	200,533,520	31.0		31.0
INMOVE ITALIA SRL (formerly SPA)	Naples	EUR	120,000		100.0	100.0
SAITECH SPA (IN BANKRUPTCY)	Passignano sul Trasimeno (Perugia)	Lira Italiana	5,000,000,000		40.0	40.0
SEL PROC SRL (IN LIQ.)	Rome	EUR	300,000		100.0	100.0
CHONGQING CHUANYI ANSALDOBREDA RAILWAY TRANSPORT. EQUIP.CO.LTD	Chongqing (China)	CNY	50,000,000		50.0	50.0
SELEX ES TECHNOLOGIES LTD	Nairobi (Kenya)	KES	22,500,000		100.0	100.0
SELEX ES FOR TRADING OF MACHINERY EQUIPMENT AND DEVICES LTD	Kuwait City (Kuwait)	KWD	807,000		93.0	93.0

Interim financial report at 31 March 2015

List of companies consolidated using the equity method (amounts in foreign currency)

Company name	Registered office	Currency	Share capital	% Group ownership		% Group shareholding
				Direct	Indirect	
A4ESSOR SAS	Neully Sur Seine (France)	EUR	100,000		21.0	21.0
ABRUZZO ENGINEERING SCPA (IN LIQ)	L'Aquila	EUR	1,100,000		30.0	30.0
ABU DHABI SYSTEMS INTEGRATION LLC	Abu Dhabi (United Arab Emirates)	AED	1,150,000		43.0	43.0
ADVANCED ACOUSTIC CONCEPTS LLC	Wilmington, Delaware (USA)	USD	-		51.0	51.0
ADVANCED AIR TRAFFIC SYSTEMS SDN BHD	Kuala Lumpur (Malaysia)	MYR	5,000,000		30.0	30.0
AGUSTAWESTLAND AVIATION SERVICES LLC	Abu Dhabi (United Arab Emirates)	AED	10,000		30.0	30.0
ALENIA NORTH AMERICA-CANADA CO	Halifax, Nova Scotia (Canada)	CAD	1		100.0	100.0
ALIFANA DUE SCRL	Naples	EUR	25,500		53.3	21.4
ALIFANA SCRL	Naples	EUR	25,500		65.8	26.4
AMSH BV	Rotterdam (the Netherlands)	EUR	36,296,316	50.0		50.0
ANSALDO-EMIT SCRL (IN LIQ)	Genoa	EUR	10,200		50.0	50.0
AVIO SPA	Turin	EUR	40,000,000	14.3		14.3
CONSORZIO ATR GIE e SPE	Toulouse (France)	USD	-		50.0	50.0
AUTOMATION INTEGRATED SOLUTIONS SPA	Pianezza (Turin)	EUR	100,000		40.0	40.0
AVIATION TRAINING INTERNATIONAL LTD	Sherborne (UK)	GBP	550,000		50.0	50.0
BALFOUR BEATTY ANSALDO SYSTEMS JV SDN BHD	Kuala Lumpur (Malaysia)	MYR	6,000,000		40.0	16.0
CARDPRIZE TWO LIMITED	Basildon, Essex (UK)	GBP	1		100	100
CLOSED JOINT STOCK COMPANY HELIVERT	Moscow (Russia)	RUR	10,000		50.0	50.0
COMLENIA SENDIRIAN BERHAD	Selangor Darul Ehsan (Malaysia)	MYR	1,500,000		30.0	30.0
CONSORZIO START SPA	Rome	EUR	100,000		44.0	44.0
DATTILO - DISTRETTO ALTA TECNOLOGIA TRASPORTI E LOGISTICA S.C. A R.L.	Naples	EUR	100,000		24.0	15.6
DEVELOPMENT & INNOVATION IN TRANSPORT SYSTEMS SRL	Rome	EUR	40,000		24.0	16.8
DISTRETTO TECNOLOGICO AEROSPAZIALE SC A RL	Brindisi	EUR	150,000		24.0	24.0
E - GEOS SPA	Matera	EUR	5,000,000		80.0	53.6
ECOSIN CA	Caracas (Venezuela)	VEF	1,310,000		48.0	20.2
ELETTRONICA SPA	Rome	EUR	9,000,000	31.3		31.3
EUROFIGHTER AIRCRAFT MANAGEMENT GMBH	Hallbergmoos (Germany)	EUR	127,823		21.0	21.0
EUROFIGHTER INTERNATIONAL LTD	Farnborough (UK)	GBP	2,000,000		21.0	21.0
EUROFIGHTER JAGDFLUGZEUG GMBH	Hallbergmoos (Germany)	EUR	2,556,459		21.0	21.0
EUROFIGHTER SIMULATION SYSTEMS GMBH	Hallbergmoos (Germany)	EUR	260,000		24.0	24.0
EUROMIDS SAS	Paris (France)	EUR	40,500		25.0	25.0
EUROSYSNAV SAS	Paris (France)	EUR	40,000	50.0		50.0
EUROTECH SPA	Amaro (Udine)	EUR	8,878,946	11.1		11.1
FATA HUNTER INDIA PVT LTD	New Delhi (India)	INR	500,000		100	100
FATA (SHANGHAI) ENGINEERING EQUIPMENT CO. LTD	Shanghai (China)	CNY	100,000		100	100
FINMECCANICA DO BRASIL LTDA	Brasilia (Brazil)	BRL	1,203,200	100		100
FINMECCANICA NORTH AMERICA INC	Dover, Delaware (USA)	USD	1,000	100		100
FINMECCANICA UK LTD	Yeovil, Somerset (UK)	GBP	1,000	100		100
GAF AG	Munich (Germany)	EUR	256,000		100	54
IAMCO - INTERNATIONAL AEROSPACE MANAGEMENT COMPANY SCRL	Mestre (Venice)	EUR	208,000		25.0	25.0
ICARUS SCPA	Turin	EUR	10,268,400		49.0	49.0
IMMOBILIARE CASCINA SRL	Gallarate (Varese)	EUR	46,800		100	100
INDIAN ROTORCRAFT LTD	Hyderabad (India)	INR	429,337,830		26.0	26.0
INTERNATIONAL METRO SERVICE SRL	Milan	EUR	700,000		49.0	19.6
IM INTERMETRO SPA (IN LIQ)	Rome	EUR	2,461,320		33.3	23.3
IVECO - OTO MELARA SC A RL	Rome	EUR	40,000		50.0	50.0
JIANGXI CHANGHE AGUSTA HELICOPTER CO LTD	Zone Jiangxi Province (China)	USD	6,000,000		40.0	40.0
JOINT STOCK COMPANY SUKHOI CIVIL AIRCRAFT	Moscow (Russia)	RUB	13,132,381,000		5.53	5.53
KAZAKHSTAN TZ-ANSALDOSTS ITALY LLP (IN LIQ.)	Astana (Kazakhstan)	KZT	22,000,000		49.0	19.6
LIBYAN ITALIAN ADVANCED TECHNOLOGY CO	Tripoli (Libya)	EUR	8,000,000	25.0		50.0
LMATTS LLC	Wilmington, Delaware (USA)	USD	100		100	100
MACCHI HUREL DUBOIS SAS	Versailles (France)	EUR	100,000		50.0	50.0
MBDA SAS	Paris (France)	EUR	53,824,000		50.0	25.0
METRO 5 SPA (*)	Milan	EUR	50,000,000		31.9	17.2
METRO BRESCIA SRL	Brescia	EUR	1,020,408		24.5	12.6
METRO DE LIMA LINEA 2 SA	Lima (Peru)	PEN	166,200,000		28.5	18.4
MUSINET ENGINEERING SPA	Turin	EUR	520,000		49.0	49.0
N2 IMAGING SYSTEMS LLC	Wilmington, Delaware (USA)	USD	-		30.0	30.0
NHINDUSTRIES (SAS)	Aix en Provence (France)	EUR	306,000		32.0	32.0
NGL PRIME SPA	Turin	EUR	120,000	30.0		30.0
ORIZZONTE - SISTEMI NAVALI SPA	Genoa	EUR	20,000,000		49.0	49.0
OTO MELARA DO BRASIL LTDA	Rio de Janeiro (Brazil)	BRL	1,500,000		100	100
PEGASO SCRL (IN LIQ.)	Rome	EUR	260,000		46.9	18.8
RARTEL SA	Bucharest (Romania)	RON	468,500		61.1	40.9
ROTORSIM SRL	Sesto Calende (Varese)	EUR	9,800,000		50.0	50.0
ROTORSIM USA LLC	Wilmington, Delaware (USA)	USD	12,607,452		50.0	50.0
SAPHIRE INTERNATIONAL AVIATION & ATC ENGINEERING CO LTD	Beijing (China)	USD	800,000		65.0	65.0
SELEX ES AUSTRALIA PTY LTD	Canberra (Australia)	AUD	2		100	100
SELEX ES ELECTRO OPTICS (OVERSEAS) LTD	Basildon, Essex (UK)	GBP	15,000		100	100
SELEX ES INFRARED LTD	Basildon, Essex (UK)	GBP	2		100	100
SELEX ES (PROJECTS) LTD	Basildon, Essex (UK)	GBP	100		100	100
SELEX PENSION SCHEME (TRUSTEE) LTD	Basildon, Essex (UK)	GBP	100		100	100
SEVERNYJ AVTOBUS ZAO	Saint Petersburg (Russia)	RUB	84,000		35.0	35.0
SIRIO PANEL INC	Dover, Delaware (USA)	USD	10,000		100	100
SISTEMI DINAMICI SPA	Pisa	EUR	200,000		40.0	40.0
SOCIETA' DI PROGETTO CONSORTILE PER AZIONI M4	Milan	EUR	120,000		34.2	24.1
SPACEOPAL GMBH	Munich (Germany)	EUR	500,000		50.0	33.5
SUPERJET INTERNATIONAL SPA	Tessera (Venice)	EUR	6,424,411		51.0	51.0
CONSORZIO TELAEER	Rome	EUR	103,291		100	68
CONSORZIO TELAEER - SISTEMI DI TELERILEVAMENTO AEREO	Rome	EUR	120,000		62.0	47.2
TELESPAZIO ARGENTINA SA	Buenos Aires (Argentina)	ARS	9,900,000		100	67.0
TELESPAZIO BRASIL SA	Rio de Janeiro (Brazil)	BRL	58,724,000		98.8	66.2
TELESPAZIO FRANCE SAS	Toulouse (France)	EUR	33,670,000		100	67.0
TELESPAZIO HUNGARY SATELLITE TELECOMMUNICATIONS LTD (IN LIQ.)	Budapest (Hungary)	EUR	100,000		100	67.0
TELESPAZIO IBERICA SL	Barcelona (Spain)	EUR	2,230,262		100	67.0
TELESPAZIO NORTH AMERICA INC	Dover, Delaware (USA)	USD	10		100	67.0
TELESPAZIO SPA	Rome	EUR	50,000,000	67.0		67.0
TELESPAZIO VEGA DEUTSCHLAND GMBH	Darmstadt (Germany)	EUR	44,150		100	67.0
TELESPAZIO VEGA UK LTD	Luton (UK)	GBP	30,000,100		100	67.0
TELESPAZIO VEGA UK SL	Madrid (Spain)	EUR	3,100		100	67.0
THALES ALENIA SPACE SAS	Cannes La Bocca (France)	EUR	979,240,000	33.0		33.0
WIN BLUEWATER SERVICES PRIVATE LIMITED	New Delhi (India)	INR	12,000,000		100	100
ZAO ARTETRA	Moscow (Russia)	RUB	353,000		51.0	51.0

(*): shares under pledge

Below are the main changes in the scope of consolidation at 31 March 2015 in comparison with 31 March 2014:

COMPANY	Event	Month
<u>Companies which entered the scope of consolidation:</u>		
Metro De Lima Linea 2 SA	newly established	April 2014
8841845 Canada Inc.	newly established	August 2014
Chongqing Chuanyi AnsaldoBreda Railway Trans.Eq.CO.Ltd	newly established	September 2014
<u>Companies which left the scope of consolidation:</u>		
Net Service Srl	sold	April 2014
Elsacom Hungaria KFT (in liq.)	deconsolidated	June 2014
Ansaldo STS Sinosa Rail Solutions South Africa PTY Ltd	became a minority stake	August 2014
Elsacom SpA (in liq.)	deconsolidated	November 2014
<u>Merged companies:</u>		
AgustaWestland Tilt Rotor Company Inc.	<u>Merged into:</u> AgustaWestland Philadelphia Co.	December 2014
Ansaldo STS USA International Projects CO	Ansaldo STS USA International CO	December 2014
Selex ES Muas SpA	Selex ES SpA	January 2015
Sistemi Software Integrati SpA	Selex ES SpA	January 2015
E-Security Srl	Selex ES SpA	February 2015
<u>Companies which changed their name:</u>		
Old name	New name	Month
Oto Melara North America Inc.	Oto Melara North America LLC	April 2014
Sel proc Srl	Sel Proc Srl (in liq.)	May 2014
8841845 Canada Inc.	TTI Tactical Technologies Inc.	December 2014
Selex Galileo Saudi Arabia company Ltd	Selex ES Saudi Arabia ltd.	December 2014
Telespazio Hungary Satellite Telecommunications LTD	Telespazio Hungary Satellite Telecommunications LTD (in Liq.)	January 2015
Ansaldo STS Ireland LTD	Ansaldo STS Ireland LTD (in Liq.)	January 2015
Selex Service Management SpA	Selex Service Management SpA(in Liq.)	March 2015
Finmeccanica Finance SA	Finmeccanica Finance SA(in Liq.)	March 2015

Declaration of the officer in charge of financial reporting pursuant to article 154-bis, paragraph 2 of Legislative Decree no. 58/98 and subsequent amendments and integrations

In accordance with the provisions of article 154-bis, paragraph 2 of Legislative Decree no. 58/1998 and subsequent amendments and integrations, the undersigned, Gian Piero Cutillo, the C.F.O. and officer in charge of financial reporting of Finmeccanica Spa, certifies that the Interim Financial Report at 31 March 2015 corresponds to the related accounting records, books and supporting documentation.

Rome, 7 May 2015

Officer in charge of Financial
Reporting

Gian Piero Cutillo