



Half-Yearly Financial Report
at 30 June 2015

Fidia Group

Board of Directors
28 August 2015

Fidia S.p.A.

Registered office in San Mauro Torinese, Corso Lombardia, 11

Paid-up Share Capital €5,123,000.00

Turin Companies Register

TIN 05787820017

Website: <http://www.fidia.it> - <http://www.fidia.com>

e-mail: info@fidia.it

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Date of issue: 28 August 2015

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BOARDS OF DIRECTORS AND AUDITORS

Board of Directors

President and CEO	Giuseppe Morfino (a)
Vice President	Carlos Maidagan (b)
Directors	Luigino Azzolin (c) Anna Ferrero (c) (1) (2) Guido Giovando (c) (1) (2) Francesco Profumo (d) (1) Mariachiara Zanetti (2) (c)

(a) Appointed Chairman at the Shareholders' Meeting on 29 April 2014 until the approval of the financial statements for the year 2016; appointed Managing Director by the Board of Directors on 29 April 2014.

(b) Appointed at the Shareholders' Meeting on 29 April 2014 until the approval of the financial statements for the year 2016; appointed Deputy Chairman by the Board of Directors on 29 April 2014.

(c) Appointed at the Shareholders' Meeting on 29 April 2014 until the approval of the financial statements for the year 2016.

(d) Appointed at the Shareholders' Meeting on 29 April 2014 until the approval of the financial statements for the year 2016; appointed Lead Independent Director by the Board of Directors on 29 April 2014.

(1) Member of the Control and Risks Committee.

(2) Member of the Remuneration Committee.

Board of Statutory Auditors (*)

Statutory Auditors	Maurizio Ferrero – Chairman Michela Rayneri Elena Spagnol (3)
Alternate Auditors	Gian Piero Balducci Giovanni Rayneri Chiara Olliveri Siccardi

(*) Appointed at the Shareholders' Meeting on 29 April 2014 until the approval of the financial statements for the year 2016.

(3) Resigned on 24 August; replaced by Mr. Gian Piero Balducci.

Independent Auditors (**)

Reconta Ernst&Young S.p.A.

(**) Appointed at the Shareholders' Meeting on 27 April 2012 for the nine-year period 2012-2020.

POWERS OF THE CHAIRMAN OF THE BOARD OF DIRECTORS, CEO AND DEPUTY CHAIRMAN

Chairman of the Board of Directors and Chief Executive Officer: Mr. Giuseppe Morfino

He is the legal representative of the company with regard to third parties and courts of law, with separate signature, to exercise any and all, and the amplest powers of ordinary and extraordinary administration; he is entitled to appoint and revoke special attorneys for specific transactions, with the sole exclusion of the powers and rights expressly reserved to the Board of Directors, under the law or the company By-laws. The Board of the Directors retains the following powers:

- Purchase, sale, and conferment of equity interests,
- Assignment, conferment, and/or hire of the company or any business units thereof,
- Purchase of companies or business units of a company,
- Purchase and/or transfer of real estate and/or tangible rights and/or related easements,
- Registration of mortgages on company real estate,
- Definition of company strategies relating to the purchase and sale of equity interests, company branches and real estate.

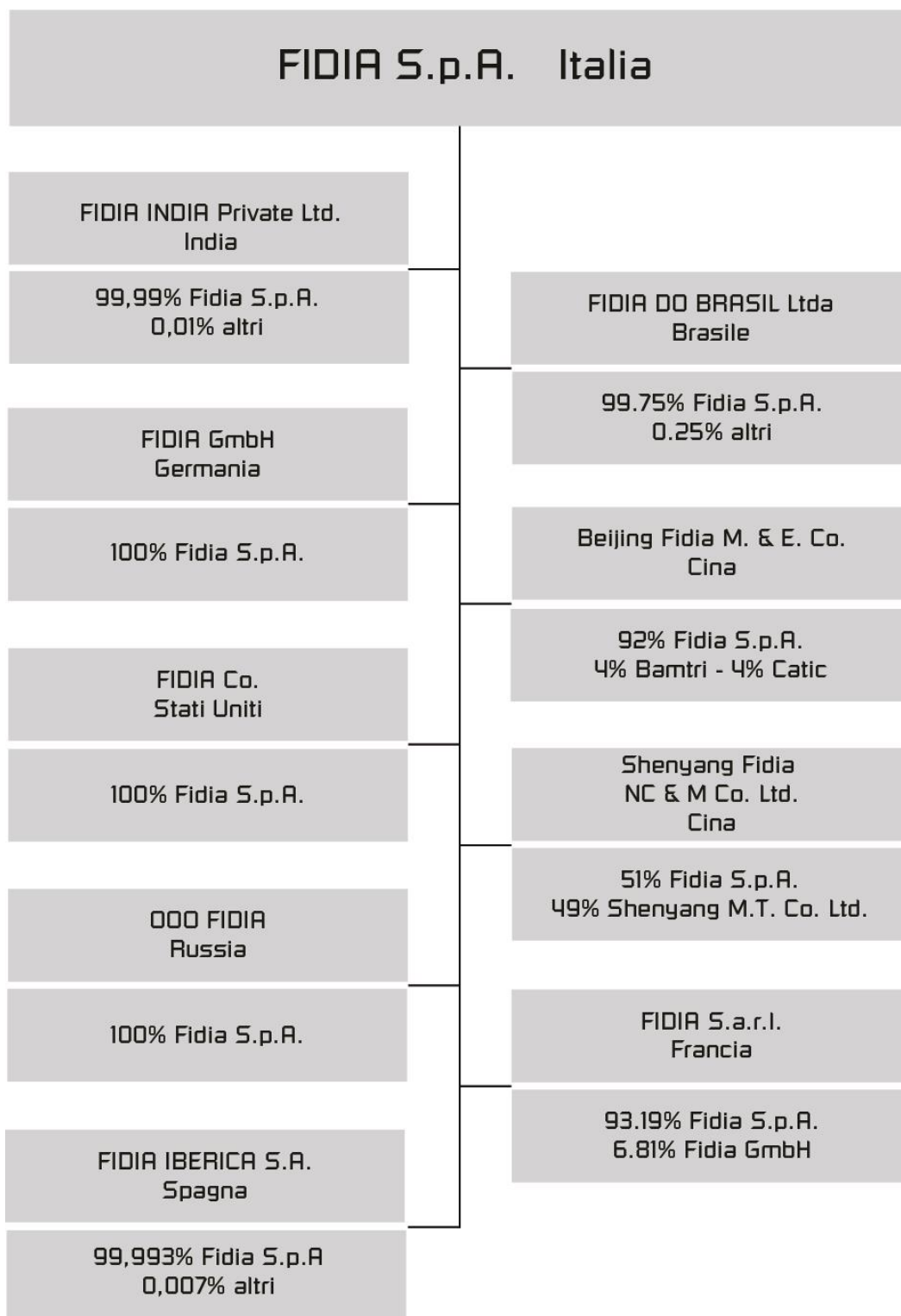
Vice Chairman of the Board of Directors: Mr. Carlos Maidagan

He is the legal representative of the company with regard to third parties and courts of law, with separate signature, to exercise any and all, and the amplest powers of ordinary and extraordinary administration; he is entitled to appoint and revoke special attorneys for specific transactions, with the sole exclusion of the powers and rights expressly reserved to the Board of Directors, under the law or the company By-laws. The Board of the Directors retains the following powers:

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- Purchase and/or transfer of real estate and/or tangible rights and/or related easements,
- Registration of mortgages on company real estate,
- Definition of company strategies relating to the purchase and sale of equity interests, company branches and real estate.

In his capacity as Deputy Chairman, he is also vested with the capacity of "employer," as well as person in charge of plants, emissions and wastes.

STRUTTURA DEL GRUPPO FIDIA



INTERIM REPORT ON OPERATIONS

ECONOMIC AND FINANCIAL PERFORMANCE OF THE GROUP

The first half of 2015 was characterized by revenue of €28,807 thousand, a substantial increase (+49.9%) as compared to the end of the first half of 2014 (€19,214 thousand).

Operating margins in the second quarter of the year were positive; though influenced by the negative performance in the first quarter, they were positive overall in the first half, improving significantly compared to the same period of the previous year.

The commercial trend, even in the second quarter, was at very satisfactory levels and overall during the first half of the year new orders in the mechanics and electronics segments were generally in line with performance achieved in the same period of 2014 (-3%).

More specifically, the reclassified income statement of the of the first half of 2015 compared with that of the first half of 2014 is as follows:

(€thousand)	1st half 2015	%	1st half 2014	%
Net revenue	28,807	87.2%	19,214	89.7%
Change in inventories of finished goods and WIP	3,166	9.6%	1,498	7.0%
Other income and revenue	1063	3.2%	697	3.3%
Value of production	33,036	100.0%	21,409	100.0%
Raw materials and consumables	(11,478)	-34.7%	(6,989)	-32.6%
Commissions, transport and contractors	(4,779)	-14.5%	(3,048)	-14.2%
Other services and overheads	(5,369)	-16.3%	(4,751)	-22.2%
Added Value	11,410	34.5%	6,621	30.9%
Personnel expenses	(8,668)	-26.2%	(7,792)	-36.4%
EBITDA	2,742	8.3%	(1,171)	-5.5%
Bad debts provision	(644)	-1.9%	(101)	-0.5%
Depreciation, amortisation and writedowns of fixed assets	(320)	-1.0%	(313)	-1.5%
Operating income from ordinary operations	1,778	5.4%	(1,585)	-7.4%
Non-recurring (expenses)/revenue	0	0.0%	300	1.4%
EBIT	1,778	5.4%	(1,285)	-6.0%
Net finance revenue and expenses	(159)	-0.5%	(160)	-0.7%
Profit/(Loss) on exchange rates	(465)	-1.4%	49	0.2%
EBT	1,154	3.5%	(1,396)	-6.5%
Income tax (current, paid and deferred)	(443)	-1.3%	(164)	-0.8%
Net profit/(loss) for the period	711	2.2%	(1,560)	-7.3%
- (Profit)/Loss of non-controlling interests	(162)	0.5%	(150)	-0.7%
- Profit/(Loss) of Group	873	2.6%	(1,410)	-8.0%

ANALYSIS OF ECONOMIC TRENDS

Revenue

The first half of the year closed with revenue equal to €28,807 thousand, an increase of 49.9% compared to the same period of the previous year.

The increase was due to the mechanics division (HSM), where revenue of €20,208 thousand were recorded, compared to €12,112 thousand for the first half of the previous year (+66.8%), the electronics division (CNC) and the Service division which both reported better results compared to the first half of 2014 with revenues at €2,016 thousand (19.1% compared to €1,692 thousand at 30 June 2014) and €6,584 thousand (+21.7% compared with €5,410 thousand at 30 June 2014) respectively.

The trend of revenues by line of business is shown in the following table:

(€thousand)	1st half 2015	%	1st half 2014	%	Change %
Numerical controls, drives and software	2,016	7.0%	1,692	8.8%	19.1%
High-speed milling systems	20,208	70.2%	12,112	63.0%	66.8%
After-sales service	6,584	22.8%	5,410	28.2%	21.7%
Grand total	28,807	100%	19,214	100%	49.9%

Revenues by geographical region are illustrated in the following tables:

(€thousand) GEOGRAPHIC AREA	NUMERICAL CONTROLS, DRIVES AND SOFTWARE 1st half 2015	%	NUMERICAL CONTROLS, DRIVES AND SOFTWARE 1st half 2014	%	Change %
ITALY	295	14.6%	399	23.6%	-26.1%
EUROPE	780	38.7%	844	49.9%	-7.6%
ASIA	545	27.1%	201	11.9%	171.6%
NORTH & SOUTH AMERICA	396	19.6%	247	14.6%	60.3%
REST OF THE WORLD	0		1	0.1%	-100.0%
TOTAL	2,016	100.0%	1,692	100.0%	19.1%

(€thousand) GEOGRAPHIC AREA	HIGH-SPEED MILLING SYSTEMS 1st half 2015	%	HIGH-SPEED MILLING SYSTEMS 1st half 2014	%	Change %
ITALY	1,089	5.4%	581	4.4%	87.4%
EUROPE	3,636	18.0%	4,671	33.5%	-22.2%
ASIA	10,459	51.7%	4,958	55.8%	110.9%
NORTH & SOUTH AMERICA	5,024	24.9%	1,864	6.3%	169.5%
REST OF THE WORLD		0.0%	38	0.3%	-100.0%
TOTAL	20,208	100%	12,112	100%	66.8%

(€thousand) GEOGRAPHIC AREA	AFTER-SALES SERVICE 1st half 2015	%	AFTER-SALES SERVICE 1st half 2014	%	Change %
ITALY	927	14.1%	982	15.4%	-5.6%
EUROPE	2,176	33.0%	1,957	37.1%	11.2%
ASIA	1,771	26.9%	1,015	21.1%	74.5%
NORTH & SOUTH AMERICA	1,710	26.0%	1,302	23.2%	31.3%
REST OF THE WORLD		0.0%	154	3.3%	-100.0%
TOTAL	6,584	100%	5,410	100%	21.7%

(€thousand) GEOGRAPHIC AREA	TOTAL REVENUE 1st half 2015	%	TOTAL REVENUE 1st half 2014	%	Change %
ITALY	2,311	8.0%	1,962	8.6%	17.8%
EUROPE	6,593	22.9%	7,472	35.2%	-11.8%
ASIA	12,775	44.3%	6,174	44.1%	106.9%
NORTH & SOUTH AMERICA	7,129	24.7%	3,413	10.9%	108.9%
REST OF THE WORLD	0	0.0%	193	1.2%	-100.0%
TOTAL	28,807	100%	19,214	100%	49.9%

Numerical controls and software

Revenues in the electronics segment registered a growth of 19.1% compared to the first half of 2014 and amounted to €2,016 thousand versus €1,692 thousand in the same period of the previous year.

The geographical areas in which the Group operates recorded diverging trends, with a decrease in Europe and Italy (7.6% and 26.1% respectively), offset by Asia and the Americas which registered positive signs and grew compared to the same period of 2014 (171.6% and 60.3% respectively)

High-speed milling systems

Revenues of high-speed milling system recorded a sharp increase compared to the same period of the previous year and reached a total value of €20,208 thousand compared to €12,112 thousand in the first half of 2014 (+66.8%)

From a geographical point of view the distribution of revenues registered a sharp increase in Italy (+87.4%) but a drop in other European markets (-22.2%). Asia witnessed an very significant increase in revenues (+110.9%), as well as the Americas (+169.5%), with excellent performance in both markets.

After-sales service

Revenues from Service activities, which include revenues resulting from the after-sales service, the sale of spare parts and scheduled maintenance, grew by 21.7% compared to the same period of the previous year, amounting to €6,584 thousand (€5,410 thousand at 30 June 2014).

From a geographical point of view, the Asian market reported much higher revenues than in the same period of 2014 (+74.5%), while the Americas registered a 31.3% increase. In Europe the Italian market registered a 5.6% decrease, while in other European countries revenues grew by 11.2%.

Commercial activity

The following tables show the trend in backlog orders and in new orders in the two periods under consideration.

With reference to the Service sector, data of a commercial nature relating to the order backlog and new orders are not shown, as these basically coincide with revenues, given that the time to process any requests for intervention is extremely short.

(€thousand)	NUMERICAL CONTROLS AND SOFTWARE 30/06/2015	NUMERICAL CONTROLS AND SOFTWARE 30/06/2014	Change %
Order backlog at 1/1	1069	939	13.8%
New orders	2,361	1,877	25.8%
Revenue	(2,016)	(1,692)	19.1%
Order backlog at 30/06	1,412	1,124	25.8%

(€thousand)	HIGH-SPEED MILLING SYSTEMS 30/06/2015	HIGH-SPEED MILLING SYSTEMS 30/06/2014	Change %
Order backlog at 1/1	30,473	26,277	16.0%
New orders	19,016	20,162	-5.7%
Revenue	(20,208)	(12,112)	66.9%
Order backlog at 30/06	29,281	34,327	-14.7%

(€thousand)	TOTAL 30/06/2015	TOTAL 30/06/2014	Change %
Order backlog at 1/1	31,540	27,215	15.9%
New orders	21,377	22,039	-3.0%
Revenue	(22,224)	(13,804)	61.0%
Order backlog at 30/06	30,693	35,451	-13.4%

New orders by geographical area:

(€thousand)	NUMERICAL CONTROLS, DRIVES AND SOFTWARE 1st half 2015		NUMERICAL CONTROLS, DRIVES AND SOFTWARE 1st half 2014		Change %
GEOGRAPHIC AREA		%		%	
ITALY	555	23.4%	222	11.8%	150.3%
EUROPE	1,071	45.4%	655	34.9%	64.0%
ASIA	236	10.0%	640	34.1%	-63.1%
NORTH & SOUTH AMERICA	499	21.1%	350	18.6%	42.8%
REST OF THE WORLD	0	-	10	0.5%	-100.0%
TOTAL	2,361	100.0%	1,877	100%	25.8%

(€thousand)	HIGH-SPEED SYSTEMS 1st half 2015		HIGH-SPEED SYSTEMS 1st half 2014		Change %
GEOGRAPHIC AREA		%		%	
ITALY	1,100	5.8%	31	0.2%	3429.3%
EUROPE	5,376	28.3%	5,361	26.6%	0.3%
ASIA	5,019	26.4%	12,357	61.3%	-59.4%
NORTH & SOUTH AMERICA	7,521	39.6%	2,412	12.0%	211.8%
REST OF THE WORLD	-	-	-	-	
TOTAL	19,016	100%	20,162	100%	-5.7%

(€thousand)	TOTAL NEW ORDERS (CNC+HSM) 1st half 2015		TOTAL NEW ORDERS (CNC+HSM) 1st half 2014		Change %
GEOGRAPHIC AREA		%		%	
ITALY	1,655	7.7%	253	1.1%	554.6%
EUROPE	6,447	30.2%	6,016	27.3%	7.1%
ASIA	5,255	24.5%	12,997	59.0%	-59.6%
NORTH & SOUTH AMERICA	8,020	37.6%	2,763	12.5%	190.4%
REST OF THE WORLD	0	0.0%	10	0.0%	-100.0%
TOTAL	21,377	100%	22,039	100%	-3.0%

Numerical controls and software

New orders in the electronics segment in the first half of this year grew (+25.8%) compared to the same period of the previous year.

The breakdown of sales in the various markets in which the Group operates saw contrasting trends: strong growth in new orders was recorded in Italy (+150.3%), in Europe (+64%) and in the Americas (+42.82%), while a sharp decrease was recorded in Asia (-63.1%).

High-speed milling systems

New orders in the first half of 2015 was satisfactory despite an overall decrease of 5.7% compared to the first half of 2014 (€19,016 thousand at 30 June 2015, compared to €20,162 thousand at 30 June 2014).

In particular, the breakdown appears to be much more balanced than a year ago and specifically the European market is at the same level (+0.3%), while Italy has gained momentum (more than €1 million compared to a level of near zero in June 2014); the other markets saw substantial increases in the Americas, driven by aerospace (up by 211.8%), and a decrease in considerable Asia (-59.4%).

The breakdown by geographic area of the order backlog at 30 June 2015 is as follows:

(€thousand) GEOGRAPHIC AREA	NUMERICAL CONTROLS, DRIVES AND SOFTWARE 30/06/2015	%	NUMERICAL CONTROLS, DRIVES AND SOFTWARE 30/06/2014	%	Change %
ITALY	373	26.4%	45	4.0%	735.9%
EUROPE	640	45.4%	170	15.1%	276.7%
ASIA	0	0.0%	721	64.2%	-100.0%
NORTH & SOUTH AMERICA	399	28.2%	188	16.7%	113.2%
REST OF THE WORLD	-	-	-	-	-
TOTAL	1,412	100%	1,124	100%	25.8%

(€thousand) GEOGRAPHIC AREA	HIGH-SPEED SYSTEMS 30/06/2015	%	HIGH-SPEED SYSTEMS 30/06/2014	%	Change %
ITALY	1,932	6.6%	706	2.1%	173.7%
EUROPE	6,358	21.7%	4,811	14.0%	32.2%
ASIA	12,909	44.1%	23,832	69.4%	-45.8%
NORTH & SOUTH AMERICA	8,082	27.6%	4,978	14.5%	62.4%
REST OF THE WORLD	-	-	-	-	-
TOTAL	29,281	100%	34,327	100%	-14.7%

(€thousand) GEOGRAPHIC AREA	TOTAL ORDER BACKLOG 30/06/2015	%	TOTAL ORDER BACKLOG 30/06/2014	%	Change %
ITALY	2,305	7.5%	751	2.1%	207.0%
EUROPE	6,999	22.8%	4,981	14.1%	40.5%
ASIA	12,909	42.1%	24,554	69.3%	-47.4%
NORTH & SOUTH AMERICA	8,481	27.6%	5,165	14.6%	64.2%
REST OF THE WORLD	-	-	-	-	-
TOTAL	30,693	100%	35,451	100%	-13.4%

Other income and revenues

Other income and revenues during the first half of 2015 were equal to €1,063 thousand (€697 thousand in the same period of 2014). This item comprises revenue from ordinary operations, but which are not sales of goods and services.

This item includes:

- EU and Italy's Ministry of Education, University and Research grants to the parent company Fidia S.p.A. on research and development activity (€198 thousand; €250 thousand at 30 June 2014);
- release of the warranty, bad debts and accruals in excess of the risk to be covered (€91 thousand versus €38 thousand at 30 June 2014);
- capital gains on disposal of tangible fixed assets (€22 thousand versus €17 thousand at 30 June 2014);
- increases in tangible assets built on a time and materials basis and the capitalization of product development costs (€418 thousand versus 140 thousand at 30 June 2014);

- proceeds from costs passed on to third parties, contingent assets and other operating revenues (€334 thousand; €252 thousand in the same period of last year).

Value of production

In the first half value of production (consisting of net revenues, changes in inventories of finished goods and work in progress and other income and revenues) grew compared to the same period of 2014 (€33,036 thousands versus €21,409 of 30 June 2014) due to the effect of the greater revenue and of "Other revenues and income."

Other services and overheads

In the first half this item amounted to €5,369 thousand, up by €618 thousand from €4,751 thousand in the same period of 2014.

Added Value

Added value grew both in absolute terms (from €6,621 thousand at 30 June 2014 to €11,410 thousand at 30 June 2015), mainly due to higher revenues related to the volumes of the mechanics division (HSM) and in percentage terms of revenues (34.5% versus 30.9% in the same period of 2014) thanks to a less than proportional increase in cost of goods sold.

Personnel

The following tables illustrate the trends in staffing and labour costs.

	30/06/2015	30/06/2014	Abs. change	Change %
Executives	7	8	-1	-12.5%
Clerks and cadres	280	267	13	4.9%
Workers	46	40	6	15.0%
Total employees	333	315	18	5.7%
Total mean no. of employees in the first half	326.5	319.0	7.5	2.4%

	1st half 2015	1st half 2014	Abs. change	Change %
Labor cost (€thousand)	8,668	7,792	876	11.2%

Personnel expenses showed an increase of €876 thousand compared to the first half of 2014 (+11.2%), mainly due to the increase in workforce. The incidence of personnel expenses on value of production decreased from 36.4% at 30 June 2014 to 26.2% at 30 June 2015 due to higher revenues.

EBITDA

EBITDA was positive, amounting to €2,741 thousand (negative at -€1,171 thousand at 30 June 2014). Better performance in the second quarter of the year had an impact on the economic performance of the entire six-month period offsetting the negative result of the first quarter; overall, revenues during the first half made it possible to absorb overheads in full.

Operating income from ordinary operations

Also operating income from ordinary operations at 30 June 2015 was positive at €1,778 thousand despite a provision of €644 thousand for bad debt made by the parent company and subsidiaries, compared to a loss of €1,585 thousand at 30 June 2014.

Non-recurring revenue

In the first half of 2015 there was no non-recurring revenue or expenses.

In the first half of 2013 the parent company Fidia S.p.A. allocated a provision of €300 thousand for an accident covered by a specific insurance policy.

During the first half of 2014, the insurance company recognized the merits of the claim and settled it.

EBIT

Since there were no non-recurring entries, EBIT at 30 June 2015 coincides with the operating income from ordinary operations and is positive at €1,778 thousand; EBIT at 30 June 2014 was negative at -€1,285 thousand despite the non-recurring entry mentioned above.

Finance income/(charges) - Net exchange rate differences

Charges related to financial operations were substantially in line with those of the first half of 2014 (net charges of €159 thousand at 30 June 2015 versus €160 thousand in the same period of last year). Net differences in exchange rates, either realized or resulting from measurement in the financial statements, generated net loss in the amount of €466 thousand versus a net profit of €49 thousand at 30 June 2014.

EBT

EBT resulted in a profit of €1,154 thousand versus a loss of €1,396 thousand at 30 June 2014.

Group net result

The net result of the Group after tax equivalent to €443 thousand and without losses accrued by non-controlling interests (€162 thousand) was a gain of €873 thousand versus a loss of €1,410 thousand in the first half of 2014.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

The reclassified statement of financial position of the Group was as follows:

(€thousand)	30/06/2015	31/12/2014	30/06/2014
Net tangible assets	4,777	4,261	4,297

Intangible fixed assets	894	694	570
Financial fixed assets	16	16	16
Other financial assets	2,579	2,653	2,265
Capital assets – (A)	8,266	7,624	7,148
Net trade receivables from customers	13,402	11,384	7,179
Closing inventories	23,139	18,718	19,965
Other current assets	1,762	1,457	2,186
Short-term (current) assets – (B)	38,303	31,559	29,330
Trade payables to suppliers	(14,598)	(12,391)	(10,558)
Other current liabilities	(14,983)	(12,103)	(10,765)
Short-term (current) liabilities – (C)	(29,581)	(24,494)	(21,323)
Net working capital (D) = (B+C)	8,722	7,065	8,003
Termination benefits (E)	(2,633)	(2,446)	(2,329)
Other long-term liabilities (F)	(429)	(244)	(282)
Net invested capital (G) = (A+D+E+F)	13,926	11,999	12,544
Financial position			
Available-for-sale financial assets			-
Cash on hand, bank deposits	(12,657)	(10,718)	(7,499)
Short-term loans	3,487	3,250	6,110
(Assets)/Liabilities for current derivatives	414	502	4
Other current financial payables	587	-	-
Short-term financial position (receivable)/payable	(8,169)	(6,966)	(1,385)
Long-term loans, net of current portion	5,017	2,437	2,760
(Assets)/Liabilities for long-term derivatives	9	15	22
Net financial position (receivable)/payable (H)	(3,143)	(4,514)	1,397
Share capital	5,123	5,123	5,123
Reserves	8,569	5,873	5,071
Net profit/(loss) for the period	711	2,894	(1,410)
Total shareholders' equity of Group	14,403	13,890	8,784
Total equity of non-controlling interests	2,666	2,623	2,363
Total shareholders' equity (I)	17,069	16,513	11,147
Own funds and net financial position (L) = (H+I)	13,926	11,999	12,544

Net financial position

Below follows the trend in net financial position.

(€thousand)	30/06/2015	31/12/2014	30/06/2014
Financial position			
Available-for-sale financial assets	-	-	-
Cash on hand, bank deposits	12,657	10,718	7,499
Overdrawn bank accounts and short-term advances	(621)	(1,679)	(5,080)
Short-term loans	(2,866)	(1,571)	(1,030)
(Assets)/Liabilities for current derivatives	(414)	(502)	(4)
Other current financial payables	(587)	-	-
Short-term financial position - receivable/(payable)	8,169	6,966	1,385
Long-term loans, net of current portion	(5,017)	(2,437)	(2,760)
(Assets)/Liabilities for long-term derivatives	(9)	(15)	(22)
Net financial position - receivable/(payable)	3,143	4,514	(1,397)

The detailed receivable and payable items of the net financial position are illustrated below:

(€thousand)	30/06/2015	31/12/2014	30/06/2014
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Available-for-sale financial assets	-	-	-
Cash on hand, bank deposits			
Fidia S.p.A.	6,107	4,763	3,410
Fidia Co.	1,561	1,244	476
Fidia GmbH	238	938	840
Fidia Iberica S.A.	2,089	542	336
Fidia S.a.r.l.	105	332	90
Beijing Fidias Machinery & Electronics Co.,Ltd	1229	1,295	1,740
Fidia do Brasil Ltda.	890	113	28
Shenyang Fidias NC & M Co., Ltd	438	1,490	577
OOO Fidias	0	-	-
Fidia India Private Ltd.	1	1	2
	12,657	10,718	7,499
Total cash on hand	12,657	10,718	7,499

(€thousand)	30/06/2015	31/12/2014	30/06/2014
Short-term loans and advances			
Fidia S.p.A.	(3,430)	(3,209)	(6,068)
Fidia GmbH	(54)	(38)	(39)
Fidia Iberica S.A.	(3)	(3)	(3)
	(3,487)	(3,250)	(6,110)
(Assets)/Liabilities for current derivatives			
Fidia S.p.A.	(414)	(502)	(4)
	(414)	(502)	(4)
Other short-term borrowings			
Fidia S.p.A.	(587)	-	-
	(587)	-	-
Long-term loans, net of current portion			
Fidia S.p.A.	(4,955)	(2,406)	(2,709)
Fidia GmbH	(57)	(24)	(43)
Fidia Iberica S.A.	(5)	(7)	(8)
	(5,017)	(2,437)	(2,760)
Total financial payables	(9,505)	(6,189)	(8,874)

At 30 June 2015 the net financial position was positive at €3,143 thousand; the change compared to 31 December 2014 (-€1,371 thousand) was positively influenced by good economic performance and negatively by cash outflows for warehouse supplies, in addition to the payment of €400 thousand for the maxi-installment for an addendum to the existing lease (nominal value of €1,000 thousand), as well as the change in the fair value of derivatives during the period.

A summary cash flow statement at 30 June 2015 is provided below to illustrate the flows that generated the net financial position.

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

(€thousand)	1st half 2015	1st half 2014
A) Cash on hand and cash equivalents at beginning of period	9,039	5,883
B) Cash from/(used in) operating activities	(1,304)	(498)
C) Cash from/(used in) investing activities	(984)	(2,949)
D) Cash from/(used in) financing activities	4,346	29
Differences in exchange rates	939	(46)
E) Net change in cash and cash equivalents	2,997	(3,464)
F) Cash and cash equivalents at the closing of the period	12,036	2,419
Breakdown of cash and cash equivalents:		
Cash and cash equivalents	12,657	7,499
Overdrawn bank accounts	(621)	(5,080)
	12,036	2,419

SEGMENT REPORTING

Economic and financial performance by segment

The consolidated results broken down by segment are shown below. The data of the Group are presented with a breakdown into three segments (Numerical Controls - CNC -, High Speed Milling Systems - HSM -, and Service).

The last columns show those items that cannot be classified; these items are mainly general and administrative costs and costs for advertising, promotion and exhibitions for the companies incurred in the interest of all three business lines.

Cross-sector revenues consist of numerical controls, switchboards and components and electromechanical systems transferred by the electronics sector to the milling systems sector and, vice versa, of the mechanical units supplied to the electronics segment for special applications.

Dati progressivi a giugno 2015	CNC		HSM		SERVICE		Non all.	TOTALE
(migliaia di euro)	2015	%	2015	%	2015	%	2015	2015
Ricavi	2.016	100,0%	20.208	100,0%	6.584	100,0%	-	28.808
<i>Di cui ricavi intersettoriali</i>	-	0,0%	940	4,7%	-	0,0%	-	
Totale ricavi	2.016	100,0%	20.208	104,7%	6.584	100,0%	-	28.808
Variazione delle rimanenze di prodotti finiti e lavori in corso	271	13,4%	2.860	14,2%	35	0,5%	-	3.166
Consumi di materie prime e di materiali di consumo	(1.107)	-54,9%	(10.027)	-49,6%	(280)	-4,3%	(64)	(11.478)
Costi intersettoriali	902	44,7%	(1.404)	-6,9%	457	6,9%	45	
Provvigioni, trasporti e lavorazioni esterne	(385)	-19,1%	(4.141)	-20,5%	(247)	-3,8%	(5)	(4.778)
Margine sulle vendite	1.697	84,2%	7.496	37,1%	6.549	99,5%	(24)	15.718
Altri ricavi operativi	274	13,6%	439	2,2%	48	0,7%	302	1.063
Altri costi operativi	(210)	-10,4%	(1.062)	-5,3%	(1.422)	-21,6%	(2.676)	(5.370)
Costo del personale	(1.507)	-74,8%	(2.659)	-13,2%	(2.630)	-39,9%	(1.872)	(8.668)
Svalutazioni e ammortamenti	(38)	-1,9%	(149)	-0,7%	(199)	-3,0%	(579)	(964)
Risultato operativo gest. ordinaria	216	10,7%	4.065	20,1%	2.346	35,6%	(4.849)	1.778

Dati progressivi a giugno 2014	CNC		HSM		SERVICE		Non all.	TOTALE
(migliaia di euro)	2014	%	2014	%	2014	%	2014	2014
Ricavi	1.692	100,0%	12.112	100,0%	5.410	100,0%	-	19.214
<i>Di cui ricavi intersettoriali</i>	-	0,0%	845	7,0%	-	0,0%	-	
Totale ricavi	1.692	100,0%	12.112	100,0%	5.410	100,0%	-	19.214
Variazione delle rimanenze di prodotti finiti e lavori in corso	(6)	-0,4%	1.657	13,7%	(153)	-2,8%	-	1.498
Consumi di materie prime e di materiali di consumo	(552)	-32,6%	(5.618)	-46,4%	(761)	-14,1%	(58)	(6.989)
Costi intersettoriali	776	45,9%	(1.143)	-9,4%	367	6,8%	-	
Provvigioni, trasporti e lavorazioni esterne	(234)	-13,8%	(2.630)	-21,7%	(184)	-3,4%	-	(3.048)
Margine sulle vendite	1.676	99,1%	4.378	36,1%	4.679	86,5%	(58)	10.675
Altri ricavi operativi	272	16,1%	183	1,5%	32	0,6%	210	697
Altri costi operativi	(224)	-13,2%	(1.063)	-8,8%	(1.149)	-21,2%	(2.315)	(4.751)
Costo del personale	(1.500)	-88,7%	(2.408)	-19,9%	(1.917)	-35,4%	(1.967)	(7.792)
Svalutazioni e ammortamenti	(24)	-1,4%	(174)	-1,4%	(43)	-0,8%	(173)	(414)
Risultato operativo gest. ordinaria	200	11,8%	916	7,6%	1.602	29,6%	(4.303)	(1.585)

RESEARCH AND DEVELOPMENT

R&D activities have always been one of the strengths of the Group and received substantial investment over the years. A team of 34 people supported by specialized consultants is currently dedicated to R&D activities.

Group costs during the first half totaled €1.4 million, equal to about 4.9% of revenues (€1.5 million in the first half of 2014, equal to about 7.6% of revenues) and were incurred mainly by the parent company Fidia S.p.A.

Since the R&D activities are mainly carried out with internal resources, a substantial portion of costs (about €1 million) consists of personnel expenses.

The capitalised costs amounted to approximately €242 thousand.

R&D allows the Group to pursue the goal of constantly adapting its products to customer needs, to always be at the forefront in its commodity sector thanks to technological innovation and to enhance its offering in those markets sectors with a great driving force and potential for growth. Investment in R&D in recent years has enabled the Group to strengthen its presence in the aerospace industry and to receive orders for machinery for the processing of components for the energy industry and of new materials (e.g., carbon fibre and titanium). Research covers both business lines of the Group.

In the **numerical controls and drives** sectors, the main R&D lines that characterized activities during the first half of 2015 were:

- **ViMill® - Look-ahead Virtual Milling** - the following developments have been integrated in release 3.0 in May 2015:
 - Consolidation of real-time collision prevention during manual movement of the axes through the development of dynamic limit-switches to allow management of collision prevention independently from the dynamics of the axes, ensuring system reliability in all conditions;
 - Repair feature of the STL models: if the model of the workpiece features surface closing or orientation defects, ViMill® is now able to automatically repair them;
 - Management of multiple stocks: ViMill® can now manage situations in which several pieces worked independently are placed on the table;
 - Management of tool tables integrated with numerical control. It is now possible to manage the tool library directly from ViMill®, import it from CAM, enrich it or create it from scratch. This helps to minimize the risk of error introduced by the operator;
 - In view of an ever greater integration with numerical control, the export function of the tools in procedure format has been developed to automate the loading of the control tool table complete with all parameters, including those that are not needed for ViMill®.
- **nC19** - In the course of the first half of 2015 FIDIA started the prototyping and experimentation of the nC19 new compact full-touch numerical control. This control represents an evolution of the FIDIA numerical control in terms of performance and usability, guaranteed by the design decision to use a hardware architecture customized to operating control needs, developed in co-design with the supplier to provide maximum reliability and robustness.
- **CPU8: driver for 64-bit systems** – The 32-bit drivers were ported to 64-bit, with the goal of completing the migration to more advanced architectures and current operating systems. The driver has obtained a digital signature pilot installation to start testing on the field has been planned.
- **WS5 User interface** – In the first half of 2015 a first version of a new user interface was developed with an innovative design across the various platforms, featuring remote control

and optimized for new CNCs with touch interface. The release has been enriched by the following features that add flexibility to the system:

- Integration of the tool table instrument in the single environment of the new graphical interface;
 - Direct management by CNC of the saving of operator parameters in the case of coexistence between different user interfaces;
 - Implementation of a simplified protocol for managing and interfacing with third-party applications that allows you to perform functions controlled remotely, improving connectivity and the versatility of the communication layer.
- **Axis Control** - In the first six months of 2015 a new management of the machine axes has been developed with dual drive axis control through a new smooth logic for taking charge of and disabling anti-clearance systems, with the aim of eliminating vibrations originated in these conditions. A function has also been developed to vary the preload on axis Z depending on the height and direction of movement of the axis.
 - **CNC functions** - In the first half of 2015 the integration of certain features in the numeric control was consolidated with the aim of increasing flexibility, usability and applicability of FIDIA control systems.
 - Integration of the parameterisation of RTCP (Rotating Tool Center Point) tables for machine tools with head change function. This implementation facilitates the automatic management of angular heads directly from tool change.
 - Introduction of the parametrical programming function for ISO subprograms called when running by the main ISO programme: this development allows a simplified and modular programming.
 - **IO-LINE** – The IO-LINE project whose goal is the overhaul of the management of input and output devices used as accessories for numerical control and machine tools was launched in 2014. The development marks the transition from the solution currently adopted, called I/O LUX, based on infrared data transmission, to the new I/O LINE solution that uses communication through the FFB field bus developed by FIDIA. In the course of the first half of 2015 prototyping and testing of the following modules, whose production will start in autumn 2015, were started:
 - Interface module toward the field bus,
 - Management module with 16 digital inputs,
 - Management module with 16 digital outputs, of which 4 2A outputs,
 - Management module with 4 fast 16-bit analogue inputs.

In the high-speed milling systems sector, the Group has continued along the path pursuing an R&D strategy centered on broadening its range of machines and on searching cutting-edge solutions for processing new materials and gaining access to new sectors and fields of application.

The main projects that characterized the first half of 2015 are:

- **New series K** - The success over the years by the machines of the K series for the aerospace sector, has led to the design of a new range of machines with modular architecture and dynamic performance increase up to 50 m/min. This modularity allows for customised solutions to meet the needs of customers, based on the combination of standard modules. The objective of the new series K is to repeat the success of the previous series and consolidate the presence of FIDIA in the aerospace industry.
- **M5C Head** – The development of a light 5-axis milling head, called M5C, continued in order to meet the speed and dynamics requirements of the automotive modeling sector. The head, made of aluminum alloy, is built for the machining of lightweight materials such as resins, clay and composites. The development and integration of advanced suction systems, both table-side and push-pull, represent Fidia's full range designed for lightweight

materials, while the introduction of the braking system on polar axes ensures the stiffness need for more challenging removal jobs.

- **M5E Head** - The M5ELateral Head is the second step of the project started with the M5D head, with which it shares some common parts, such as the v3 platform that allows you to change quickly and effectively the machining head, drastically increasing the versatility of the machines that mount it. The M5E head, equipped with a dual motor on axis A and mechanical locking on axis C, is designed for the milling of large moulds and for general mechanical machining. It is equipped with a 15,000-rpm electro-spindle with 48 kW of power and 230 Nm of torque.
- **"E-Series"** - with the goal of bringing FIDIA to to areas not traditionally covered, FIDIA has greatly expanded its offering through collaboration with an important Taiwanese manufacturer of general purpose work centres. The range is enriched with solutions that complement FIDIA's technological offering with work centers with cross table, small gantries with movable table and 5-axis all-purpose milling machines, equipped by FIDIA with cutting-edge electronic and control solutions.

Finally, in 2015 the Group continued its activities in the financed research field. Fidia has taken part in 5 projects co-funded by the European Commission within the framework of FP7 and Horizon 2020. FIDIA is also continuing the activity of preparing new project proposals with the objective of supporting and consolidating the level of product and process innovation that distinguishes the Group. Below follows a summary of the application sectors to which the main funded projects belong.

- **EASE-R3** – Integrated Framework for a cost-effective and ease of repair, renovation and re-use of machine tools within modern factory: Project coordinated by FIDIA in the development of innovative approaches to support the selection of optimal maintenance strategies.
- **T-REX** - Lifecycle extension through product redesign and repair, renovation, reuse, recycling strategies for usage&reusage-oriented business models: development and implementation of new business models centred on the use and reuse of production systems.
- **FoFdation** - Foundation for the Factory of the Future: universal information system for production environments based on data exchange and sharing standards;
- **IFaCOM** - Intelligent Fault Correction and self Optimizing Manufacturing systems: Development of industrial models, solutions and standards for more performing and sustainable production and service networks. The project will develop business and governance models and methodologies to support sustainable decision-making processes along the life cycle of products
- **MMTECH** - New aerospace advanced cost-effective materials and rapid manufacturing technologies: development of technologies and methodologies aimed at reducing time and costs over the whole life cycle of aircraft (design, production, maintenance, overhaul, repair and retrofit).

The results of these projects have significantly contributed to the definition of the Group's main lines of product development in the medium and long term.

INTRA-GROUP RELATIONS AND RELATED-PARTY TRANSACTIONS

Relations among the Group's companies are governed at market conditions, considering the nature of the goods and services provided. These relations are basically of a commercial nature.

The Meeting of the Board of Directors on 11 November 2010 drew up and approved specific internal procedures called Guidelines and rules of conduct on "extremely significant, atypical or unusual" transactions and with "related parties" ("Guidelines"). These procedures implement both the criteria of the Self-Discipline Code and the Regulation on related parties adopted by Consob Resolution No. 17221 of 12 March 2010 as amended by the following Consob Resolution No. 17389 of 23 June 2010.

These procedures can be found at the company website, www.fidia.com, under *corporate governance* in the *Investor Relations* section.

The manufacturing of milling systems, numerical controls, mechanical components and electrical systems is carried out entirely by Fidia S.p.A. following the mergers in previous periods.

The foreign subsidiaries of Fidia, with the sole exception of Shenyang Fidia NC & M Co. Ltd., deal mostly with the sales and servicing of the Group's products in the relevant markets and for this purpose they purchase from the Parent Company. Intra-group sales relations are carried out based on transfer pricing applied in a continuous and uniform manner between companies. Supply relations are carried out based on normal market prices.

With regard to the subsidiary Shenyang Fidia NC & M Co. Ltd., it manufactures and sells numerical controls and milling systems designed by Fidia for the Chinese market. The strategic components are purchased from the parent company Fidia S.p.A. at arm's length conditions and the remaining parts from local suppliers.

Based on the information received from the Group companies, there were no atypical or unusual transactions as defined by Consob.

Under Article 7.2, item c) of the above-mentioned "Guidelines", it is hereby stated that in first half of 2015 there were no transactions with related parties that can be defined as having "major relevance". Instead, in the first half of the year, Fidia S.p.A. concluded, among others, a contract for the supply of two high-speed milling systems to the subsidiary Fidia Co. (USA) for a value of about USD 1.4 million (slightly more €1 million). The above transaction, included among the ordinary transactions concluded at arm's length, were excluded from the application of the rules on related-parties transactions pursuant to Article 7.2, item f), of the aforesaid "Guidelines," although they exceed the threshold set in accordance with Annex 3 of Consob Regulation No. 17221.

For the purposes of Consob Resolution 15519 of 27 July 2006, additional schedules of the consolidated income statement, consolidated statement of financial position and consolidated cash flow statement were prepared for the purpose of highlighting the impact of related-party transactions on the individual items in the financial statements.

TRENDS IN GROUP COMPANIES

A brief overview of the performance of the Group companies during the first half is provided below. Data refer to financial statements drawn up according to IAS/IFRS international accounting standards and all the companies are consolidated on a line-by-line basis.

	Fidia S.p.A.	Fidia GmbH	Fidia Co.	Fidia S.a.r.l.	Fidia Iberica S.A.
Accounting currency	KEUR	KEUR	KUSD	KEUR	KEUR
Period of reference of financial statement information	30.06.2015	30.06.2015	30.06.2015	30.06.2015	30.06.2015
ASSETS					
Non-current assets					
- Property, plant and equipment	3,918	158	164	5	430
- Intangible assets	837	1	4	1	-
- Investments	9,873	23	-	-	3
- Other non-current financial assets					
- Trade receivables and other non-current receivables	1245	-	4	7	46
- Pre-paid tax assets	551	12	575	19	-
Total non-current assets	16,423	193	746	31	479
Current assets					
- Inventories	16,207	313	3,499	1,014	356
- Trade receivables	9,772	883	2,452	754	478
- Other current receivables	1,369	14	131	60	24
- Cash and cash equivalents	6,107	1,561	2,338	238	890
Total current assets	33,454	2,771	8,418	2,065	1,748
Total assets	49,877	2,964	9,164	2,096	2,227
LIABILITIES					
Equity					
- Share Capital	5,123	520	400	300	180
- Other reserves	3,507	1,039	5,664	129	849
- Profit (Loss) for the period	239	81	405	-33	84
TOTAL SHAREHOLDERS' EQUITY	8,869	1,640	6,469	396	1,113
Non-current liabilities					
- Other non-current payables and liabilities	4,955	57	0	0	5
- Termination benefits	2,633	0	54	0	0
- Deferred tax liabilities	9	48	0	0	60
- Other non-current financial liabilities	9	0	0	0	0
- Non-current financial liabilities	207	0	0	56	0
Total non-current liabilities	7,813	105	54	56	65
Current Liabilities					
- Current financial liabilities	3,871	54	0	0	3
- Other current liabilities	9,532	851	1,893	1,248	524
- Trade payables	18,659	306	711	396	521
- Short-term provisions	1,201	10	37	0	0
Total current liabilities	33,195	1,220	2,641	1,644	1,049
Total liabilities	49,877	2,964	9,164	2,096	2,227

	Fidia S.p.A.	Fidia GmbH	Fidia Co.	Fidia S.a.r.l.	Fidia Iberica S.A.
Accounting currency	KEUR	KEUR	KUSD	KEUR	KEUR
Period of reference of financial statement information	30.06.2015	30.06.2015	30.06.2015	30.06.2015	30.06.2015
<u>INCOME STATEMENT</u>					
- Net sales	22,316	3,974	6,688	348	1,166
- Other revenues	891	96	273	0	111
Total revenues	23,207	4,070	6,960	348	1,277
- Changes in inventories of finished goods and work in progress	3,220	-258	-1,343	679	23
- Raw materials and consumables	-10,767	-2,399	-2,575	-705	-758
- Personnel expenses	-5,727	-775	-613	-166	-264
- Other operating expenses	-8,728	-473	-1,577	-190	-126
- Depreciation and amortization	-618	-49	-227	-1	-39
Operating income from ordinary operations	587	116	625	-35	113
- Non-recurring income/(expenses)					
Operating result	587	116	625	-35	113
- Finance revenue (expenses)	-225	-2	0	1	3
EBT	362	114	625	-34	116
Income taxes	-123	-33	-220	2	-32
Net profit/(loss) for the period	239	81	405	-33	84

	Fidia do Brasil Ltda	Beijing Fidia M.&E. Co. Ltd.	Shenyang Fidia NC&M Company Ltd	OOO Fidias	Fidia India Private Ltd
Accounting currency	KREAIS	KRMB	KRMB	KRUR	KRUPEES
Period of reference of financial statement information	30.06.2015	30.06.2015	30.06.2015	30.06.2015	30.06.2015
ASSETS					
Non-current assets					
- Property, plant and equipment	35	553	215	-	-
- Intangible assets	0	69	301	-	-
- Investments	-	-	-	-	-
- Other non-current financial assets	-	-	-	-	-
- Trade receivables and other non-current receivables	-	-	-	-	-
- Pre-paid tax assets	105	627	138	-	-
Total non-current assets	140	1,248	654	0	0
Current assets					
- Inventories	385	8,817	27,181	0	0
- Trade receivables	186	37,584	4,450	0	109
- Other current receivables	261	622	695	1	0
- Cash and cash equivalents	365	8,523	3,040	0	67
Total current assets	1,196	55,545	35,366	1	175
Total assets	1,337	56,794	36,020	1	175
LIABILITIES					
Shareholders' Equity					
- Share Capital	400	12,814	42,518	3,600	100
- Other reserves	-135	23,650	-11,991	0	45
- Profit (Loss) for the period	-33	1,715	-2,791	-3,598	-100
TOTAL SHAREHOLDERS' EQUITY	232	38,179	27,736	1	45
Non-current liabilities					
- Other non-current payables and liabilities	0	0	0	0	0
- Termination benefits	0	0	0	0	0
- Deferred tax liabilities	0	2	0	0	0
- Other non-current financial liabilities	0	0	0	0	0
- Non-current financial liabilities	0	0	0	0	0
Total non-current liabilities	0	2	0	0	0
Current Liabilities					
- Current financial liabilities	0	0	0	0	0
- Other current liabilities	275	17,063	5,133	0	0
- Trade payables	682	1,549	3,115	0	130
- Short-term provisions	148	0	36	0	0
Total current liabilities	1,105	18,612	8,285	0	130
	1,337	56,794	36,020	1	175
Total liabilities					

	Fidia do Brasil Ltda	Beijing Fidia M.&E. Co. Ltd.	Shenyang Fidia NC&M Company Ltd	OOO Fidía	Fidia India Private Ltd
Accounting currency	KREAIS	KRMB	KRMB	KRUR	KRUPEES
Period of reference of financial statement information	30.06.2015	30.06.2015	30.06.2015	30.06.2015	30.06.2015
<u>INCOME STATEMENT</u>					
- Net sales	1,010	26,093	10,023		
- Other revenues	42	631	35		
Total revenues	1,051	26,725	10,058		
- Changes in inventories of finished goods and work in progress	-6	-12	3,974		
- Raw materials and consumables	-200	-10,600	-10,405		
- Personnel expenses	-345	-4,349	-3,166		
- Other operating expenses	-493	-7,084	-2,605		-100
- Depreciation and amortization	-18	-124	-436		
Operating result	-11	4,556	-2,580		-100
- Finance revenue (expenses)	-25	-2,508	-210		-2
EBT	-37	2,047	-2,790	0	-100
Income taxes	3	-333	-1	0	0
Net profit/(loss) for the period	-33	1,715	-2,791	0	-100

SIGNIFICANT EVENTS OCCURRING AFTER THE END OF THE FIRST HALF AND FORESEEABLE EVOLUTION OF OPERATIONS FOR THE CURRENT PERIOD

Significant events occurring after the end of the first half

There were no significant events after the first half.

Foreseeable evolution of operations

The second quarter of the year closed with a significantly positive result, and the first half was also positive overall, despite the historic seasonal nature of the business.

In commercial terms, performance was very satisfactory in all segments, confirming the excellent results already achieved in the first quarter of the year. This positive trend continued into the month of July.

Based on these assumptions, management of the Group is confident that this economic performance will continue in the second half of the year.

It should be noted that near the end of the first half certain business operations were consolidated to support the production capacity of the Group, including through the policies of higher levels of inventory. This, together with the industrial building under construction, once in operation, will increase efficiency and production volumes adapting them to the commercial results of the Group, which are expected to rise even in the year in progress.

Total capital expenditure in the building was increased by €1 million for offices, thus reaching, after enlargement and renovation works, a total of €6.6 million, and financed through a leasing contract with Mediocredito Italiano S.p.A. (Intesa San Paolo Group).

On the basis of the above facts, the net financial position of the Group is positive at approximately €3.1 million which, though lower than at the end of last year, is considered robust and adequate.

FIDIA GROUP

**Condensed Half-Yearly Consolidated Financial Statements at
30 June 2015**

CONSOLIDATED INCOME STATEMENT (*)

(in migliaia di euro)	Note	1° semestre 2015	1° semestre 2014
- Vendite nette	1	28.807	19.214
- Altri ricavi e proventi	2	1.063	697
Totale ricavi		29.870	19.911
- Variazione delle rimanenze di prodotti finiti e lavori in corso		3.166	1.498
- Consumi di materie prime e di consumo	3	(11.478)	(6.989)
- Costo del personale	4	(8.668)	(7.792)
- Altri costi operativi	5	(10.148)	(7.799)
- Svalutazioni e ammortamenti	6	(964)	(414)
Utile/(Perdita) operativa della gestione ordinaria		1.778	(1.585)
- Proventi/(Oneri) non ricorrenti	7	0	300
Utile/(Perdita) operativa		1.778	(1.285)
- Proventi/(Oneri) finanziari	8	(624)	(111)
Utile/(Perdita) prima delle imposte		1.154	(1.396)
- Imposte sul reddito	9	(443)	(164)
Utile/(Perdita) delle attività in continuità		711	(1.560)
- Utile/(Perdita) delle attività discontinue		-	-
Utile/(Perdita) del periodo		711	(1.560)
Utile/(Perdita) attribuibile a :			
- Soci della controllante		873	(1.410)
- Interessenze di pertinenza di terzi		(162)	(150)

(in euro)

Risultato per azione ordinaria	10	0,17	(0,28)
Risultato diluito per azione ordinaria	10	0,17	(0,28)

(*) According to Consob Resolution No. 15519 of July 27, 2006, the effects of relations with related parties on the Consolidated Income Statement are posted in the relevant Income Statement Schedule illustrated below and are illustrated in Note No. 33.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(in €thousand)	Notes	1st half 2015	1st half 2014
Profit/(loss) for the period (A)		711	(1,560)
Other Comprehensive Profit/(Loss) that may subsequently be reclassified to profit or loss:			
Profit/(loss) on cash flow hedges	20	84	4
Profit/(loss) arising from the conversion of financial statements of foreign companies	20	1,187	(80)
Tax effect pertaining to Other comprehensive profit/(loss) that may be reclassified in profit or loss	20	(23)	(1)
Total Other comprehensive profit/(loss) that may subsequently be reclassified in profit or loss, net of tax effect (B1)		1,248	(77)
Other comprehensive profit/(loss) that may not subsequently be reclassified to profit or loss:			
Actuarial gains/(losses) on defined benefit plans	20	(177)	(53)
Tax effect pertaining to Other comprehensive profit/(loss) that may not subsequently be reclassified to profit or loss	20	48	15
Total Other comprehensive profit/(loss) that may not subsequently be reclassified in profit or loss, net of tax effect (B2)		(129)	(38)
Total Other comprehensive profit/(loss), net of tax effect (B)=(B1)+(B2)		1,119	(115)
Total comprehensive profit/(loss) for the period (A)+(B)		1,830	(1,675)
Total comprehensive profit/(loss) of:			
Shareholders of parent company		1,787	(1,492)
Non-controlling interests		43	(183)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (*)

(in migliaia di euro)	Note	30 giugno 2015	31 dicembre 2014
ATTIVO			
ATTIVITA' NON CORRENTI			
- Immobili, impianti e macchinari	11	4.777	4.261
- Immobilizzazioni immateriali	12	894	694
- Partecipazioni	13	16	16
- Altre attività finanziarie non correnti			-
- Altri crediti e attività non correnti	14	1.301	1.312
- Attività per imposte anticipate	9	1.278	1.341
TOTALE ATTIVITA' NON CORRENTI		8.266	7.624
ATTIVITA' CORRENTI			
- Rimanenze	15	23.139	18.718
- Crediti commerciali	16	13.402	11.384
- Crediti per imposte correnti	17	262	210
- Altri crediti e attività correnti	17	1.501	1.247
- Altre attività finanziarie correnti	18	27	-
- Disponibilità liquide e mezzi equivalenti	19	12.657	10.718
TOTALE ATTIVITA' CORRENTI		50.988	42.277
TOTALE ATTIVO		59.254	49.901
PASSIVO			
PATRIMONIO NETTO			
- Capitale emesso e riserve attribuibili ai soci della controllante		14.403	13.890
- Interessenze di pertinenza di terzi		2.666	2.623
TOTALE PATRIMONIO NETTO CONSOLIDATO	20	17.069	16.513
PASSIVITA' NON CORRENTI			
- Altri debiti e passività non correnti	21	263	130
- Trattamento di fine rapporto	22	2.633	2.446
- Passività per imposte differite	9	117	99
- Fondo per rischi ed oneri	28	49	15
- Altre passività finanziarie non correnti	23	9	15
- Passività finanziarie non correnti	24	5.017	2.437
TOTALE PASSIVITA' NON CORRENTI		8.088	5.142
PASSIVITA' CORRENTI			
- Passività finanziarie correnti	24	3.487	3.250
- Altre passività finanziarie correnti	25	1.028	502
- Debiti commerciali	26	14.598	12.391
- Debiti per imposte correnti	27	1.621	1.842
- Altri debiti e passività correnti	27	12.085	9.009
- Fondi per rischi ed oneri	28	1.278	1.252
TOTALE PASSIVITA' CORRENTI		34.097	28.246
TOTALE PASSIVO		59.254	49.901

(*) According to Consob Resolution No. 15519 of July 27, 2006, the effects of related-party transactions on the Consolidated Statement of Financial Position are posted in the relevant Statement of Financial Position schedule illustrated below and are described in Note No. 33.

CONSOLIDATED CASH FLOW STATEMENT (*)

(in migliaia di euro)	1° semestre 2015	1° semestre 2014
A) Disponibilità e mezzi equivalenti all'inizio del periodo	9.039	5.883
B) Disponibilità generate (assorbite) dalle operazioni del periodo:		
- Risultato del Gruppo e dei Terzi	873	(1.560)
- Ammortamenti e svalutazioni di immobilizzazioni materiali	321	313
- Minusvalenze (plusvalenze) nette da alienazioni di immobilizzazioni materiali	(10)	(17)
- Variazione netta del fondo trattamento di fine rapporto	187	66
- Variazione netta dei fondi rischi ed oneri	59	100
- Variazione netta (attività) passività per imposte (anticipate) differite	81	(12)
- Dividendi pagati	(1.278)	0
Variazione netta del capitale di esercizio:		
- crediti	(2.311)	1.370
- rimanenze	(4.420)	(3.304)
- debiti	5.194	2.546
	(1.304)	(498)
C) Disponibilità generate (assorbite) dall'attività di investimento		
-Investimenti in:		
immobili, impianti e macchinari	(759)	(2.856)
immobilizzazioni immateriali	(249)	(228)
-Realizzo della vendita di:		
immobili, impianti e macchinari	24	135
immobilizzazioni finanziarie	-	-
	(984)	(2.949)
D) Disponibilità generate (assorbite) dall'attività di finanziamento		
- Variazione finanziamenti	3.875	245
- Variazione di capitale e riserve	(65)	(59)
- Variazione netta delle spettanze di terzi	43	(33)
- Variazione netta delle altre attività e passività finanziarie correnti e non	493	(124)
	4.346	29
Differenze cambi da conversione	939	(46)
E) Variazione netta delle disponibilità monetarie	2.997	(3.464)
F) Disponibilità e mezzi equivalenti a fine periodo	12.036	2.419
Dettaglio delle disponibilità e mezzi equivalenti :		
Disponibilità liquide e mezzi equivalenti	12.657	7.499
Conti correnti passivi bancari	(621)	(5.080)
	12.036	2.419

(*) According to Consob Resolution No. 15519 of 27 July 2006, the effects of related-party transactions on the Consolidated Cash Flow Statement are posted in the relevant Cash Flow Statement Schedule in the following pages.

STATEMENT OF CHANGES IN CONSOLIDATED SHAREHOLDERS' EQUITY

(in €thousand)	Share capital	Treasury shares	Capital reserves	Result for the period	Retained earnings	Cash flow hedge reserve	Translation reserve	Reserve for actuarial profit/loss	Other reserves	Total Shareholders' Equity of the Group	Non-controlling interests	Total Shareholders' Equity
Balance at 1 January 2014	5,123	(45)	1,240	1,435	4,659	(6)	489	63	213	10,301	2,546	12,847
Allocation of earnings of previous period	-	-	-	1,435	1,435	-	-	-	-	-	-	-
Comprehensive result of the period	-	-	-	(1,410)	-	3	(47)	(38)	-	(1,492)	(183)	(1,675)
Other changes	-	-	-	-	(25)	-	-	-	-	(25)	-	(25)
Balance at 30 June 2014	5,123	(45)	1,240	(1,410)	3,199	(3)	442	25	213	8,784	2,363	11,147
Balance at 1 January 2015	5,123	(45)	1,240	2,894	3,162	(344)	1,713	(66)	213	13,890	2,623	16,513
Allocation of earnings of previous period					(1,278)					(1,278)		(1,278)
Comprehensive result of the period				873		61	982	(129)		1,787	43	1,830
Other changes					5					5		5
Balance at 30 June 2015	5,123	(45)	1,240	3,767	1,889	(283)	2,695	(195)	213	14,403	2,666	17,069

CONSOLIDATED INCOME STATEMENT

as per Consob Resolution No. 15519 of 27 July 2006

(in migliaia di euro)	Note	1° semestre 2015	Di cui parti correlate	1° semestre 2014	Di cui parti correlate
- Vendite nette	1	28.807	47	19.214	189
- Altri ricavi operativi	2	1.063		697	
Totale ricavi		29.870		19.911	
- Variazione delle rimanenze di prodotti finiti e lavori in corso		3.166		1.498	
- Consumi di materie prime e di consumo	3	(11.478)		(6.989)	
- Costo del personale	4	(8.668)	(463)	(7.792)	(378)
- Altri costi operativi	5	(10.148)	(168)	(7.799)	(155)
- Svalutazioni e ammortamenti	6	(964)		(414)	
Utile/(Perdita) operativa della gestione ordinaria		1.778		(1.585)	
- Proventi/(Oneri) non ricorrenti	7	0		300	
Utile/(Perdita) operativa		1.778		(1.285)	
- Proventi/(Oneri) finanziari	8	(624)		(111)	
Utile/(Perdita) prima delle imposte		1.154		(1.396)	
- Imposte sul reddito	9	(443)		(164)	
Utile/(Perdita) delle attività in continuità		711		(1.560)	
- Utile/(Perdita) delle attività discontinue		-		-	
Utile/(Perdita) del periodo		711		(1.560)	
Utile/(Perdita) attribuibile a :					
- Soci della controllante		873		(1.410)	
- Interessenze di pertinenza di terzi		(162)		(150)	

(in euro)

Risultato per azione ordinaria	10	0,17		(0,28)	
Risultato diluito per azione ordinaria	10	0,17		(0,28)	

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as per Consob Resolution No. 15519 of 27 July 2006

(in migliaia di euro)	Note	30 giugno 2015	Di cui parti correlate	31 dicembre 2014	Di cui parti correlate
ATTIVO					
ATTIVITA' NON CORRENTI					
- Immobili, impianti e macchinari	11	4.777		4.261	
- Immobilizzazioni immateriali	12	894		694	
- Partecipazioni	13	16		16	
- Altre attività finanziarie non correnti		-		-	
- Altri crediti e attività non correnti	14	1.301		1.312	
- Attività per imposte anticipate	9	1.278		1.341	
TOTALE ATTIVITA' NON CORRENTI		8.266		7.624	
ATTIVITA' CORRENTI					
- Rimanenze	15	23.139		18.718	
- Crediti commerciali	16	13.402	98	11.384	93
- Crediti per imposte correnti	17	262		210	
- Altri crediti e attività correnti	17	1.501	33	1.247	19
- Altre attività finanziarie correnti	18	27		-	
- Disponibilità liquide e mezzi equivalenti	19	12.657		10.718	
TOTALE ATTIVITA' CORRENTI		50.988		42.277	
TOTALE ATTIVO		59.254		49.901	
PASSIVO					
PATRIMONIO NETTO					
- Capitale emesso e riserve attribuibili ai soci della controllante		14.403		13.890	
- Interessenze di pertinenza di terzi		2.666		2.623	
TOTALE PATRIMONIO NETTO CONSOLIDATO	20	17.069		16.513	
PASSIVITA' NON CORRENTI					
- Altri debiti e passività non correnti	21	263		130	
- Trattamento di fine rapporto	22	2.633		2.446	
- Passività per imposte differite	9	117		99	
- Fondi per rischi ed oneri	28	49		15	
- Altre passività finanziarie non correnti	23	9		15	
- Passività finanziarie non correnti	24	5.017		2.437	
TOTALE PASSIVITA' NON CORRENTI		8.088		5.142	
PASSIVITA' CORRENTI					
- Passività finanziarie correnti	24	3.487		3.250	
- Altre passività finanziarie correnti	25	1.028		502	
- Debiti commerciali	26	14.598	2	12.391	2
- Debiti per imposte correnti	27	1.621		1.842	
- Altri debiti e passività correnti	27	12.085	257	9.009	331
- Fondi per rischi ed oneri	28	1.278		1.252	
TOTALE PASSIVITA' CORRENTI		34.097		28.246	
TOTALE PASSIVO		59.254		49.901	

CONSOLIDATED CASH FLOW STATEMENT

as per Consob Resolution No. 15519 of 27 July 2006

(in migliaia di euro)	1° semestre 2015	Di cui parti correlate	1° semestre 2014	Di cui parti correlate
A) Disponibilità e mezzi equivalenti all'inizio del periodo	9.039		5.883	
B) Disponibilità generate (assorbite) dalle operazioni del periodo:				
- Risultato del Gruppo e dei Terzi	873		(1.560)	
- Ammortamenti e svalutazioni di immobilizzazioni materiali	321		313	
- Minusvalenze (plusvalenze) nette da alienazioni di immob.ni materiali	(10)		(17)	
- Variazione netta del fondo trattamento di fine rapporto	187		66	
- Variazione netta dei fondi rischi ed oneri	59		100	
- Variazione netta (attività) passività per imposte (anticipate) differite	81		(12)	
- Dividendi pagati	(1.278)		0	
Variazione netta del capitale di esercizio:				
- crediti	(2.311)	(43)	1.370	(17)
- rimanenze	(4.420)		(3.304)	
- debiti	5.194	65	2.546	81
	(1.304)		(498)	
C) Disponibilità generate (assorbite) dall'attività di investimento				
-Investimenti in:				
immobili, impianti e macchinari	(759)		(2.856)	
immobilizzazioni immateriali	(249)		(228)	
-Realizzo della vendita di:				
immobili, impianti e macchinari	24		135	
immobilizzazioni finanziarie			-	
	(984)		(2.949)	
D) Disponibilità generate (assorbite) dall'attività di finanziamento				
- Variazione finanziamenti	3.875		245	
- Variazione di capitale e riserve	(65)		(59)	
- Variazione netta delle spettanze di terzi	43		(33)	
- Variazione netta delle altre attività e passività finanziarie correnti e non	493		(124)	
	4.346		29	
Differenze cambi da conversione	939		(46)	
E) Variazione netta delle disponibilità monetarie	2.997		(3.464)	
F) Disponibilità e mezzi equivalenti a fine periodo	12.036		2.419	
Dettaglio delle disponibilità e mezzi equivalenti :				
Disponibilità liquide e mezzi equivalenti	12.657		7.499	
Conti correnti passivi bancari	(621)		(5.080)	
	12.036		2.419	

Notes

SIGNIFICANT ACCOUNTING STANDARDS

These condensed half-yearly consolidated financial statements at 30 June 2015 were prepared in compliance with International Accounting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and adopted by the European Union. "IFRS" also refers to the International Accounting Standards (IAS) currently in force, as well as all the interpretation documents issued by the Interpretation Committee, formerly called "IFRIC" (International Financial Reporting Interpretations Committee) and before that "SIC" (Standing Interpretations Committee). In the preparation of the condensed half-yearly consolidated financial statements drawn up in accordance with IAS 34 - Interim Financial Reporting, the applied standards were the same as those used in the preparation of the consolidated financial statements at 31 December 2014.

The preparation of the interim financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the interim financial statements. Should these estimates and assumptions, which are based on the best measurement made by management at the date of these condensed half-yearly consolidated financial statements, differ in the future from the actual circumstances, they will be modified appropriately in the period in which the circumstances vary.

For a more detailed description of the measurement processes most relevant to the Group, please refer to the chapter "Use of estimates" of the consolidated financial statements at 31 December 2014.

In addition, certain measurement processes, in particular the more complex ones, like the assessment of potential impairment of non-current assets, are carried out in full only in the drafting of the annual financial statements, when all the necessary information is available, except in cases in which there are impairment indicators that require immediate measurement of possible losses in value.

The Group carries out activities that historically have seasonal and cyclical variations in total sales in the course of the year and usually there are higher revenues in the second half of the year with respect to the first.

Income taxes were calculated on the basis of the best estimate of the tax rate expected for the full reporting period by each of the companies included in the scope of consolidation.

The Group is exposed to financial risks related to its operations: credit risk, liquidity risk and market risk (mainly related to interest and exchange rates).

These condensed consolidated financial statements do not include all the information and notes on the management of financial risks required for the drafting of the annual financial statements. For a detailed description of these disclosures, please refer to the section "Risk management" of the Notes to the Consolidated Financial Statements of the Fidia Group at 31 December 2014, as well as to Note 31 of the said Notes, called "Information on financial risks."

Financial Statement Schedules

The Group presents profit or loss by nature of expense, which is deemed more representative compared to the so-called presentation by function. The form chosen complies with the internal reporting and business management methods.

Within said income statement by nature, under the profit/(loss), a specific distinction has been made between profit/(loss) of ordinary business and those charges and earnings that are the result of non-recurrent transactions in ordinary business management, such as the restructuring expenses and any other atypical revenues/(charges), as these can be treated like the former. It is deemed that this allows for a better measurement of the actual performance of the normal business management, it being

understood that any atypical expenses and earnings are specified in detail

The definition of atypical adopted by the Group differs from the one set by Consob Notice of July 28, 2006, by which atypical and/or unusual transactions are all those transactions whose significance/relevance, nature of the counterparts, subject-matter of the transaction, transfer pricing method and timing of the event (near year end) can give rise to doubts on: correctness/completeness of information posted, conflict of interests, safeguard of company equity, safeguard of minority interests.

With reference to the statement of financial position, the "non-current and current" format of presentation was adopted according to the provisions of IAS 1.

The cash flow statement was drawn up by applying the indirect method.

Finally, please be noted that with reference to Consob Resolution n° 15519 of July 27, 2006 on financial statements, supplementary schedules for the statement of comprehensive income, statement of financial position and statement of cash flows were added in order to underscore significant relations with related parties and not to impair the overall readability of the financial statements.

Accounting standards, amendments and interpretations effective from 1 January 2015

The following standards, amendments and interpretations shall apply for the first time with effect from 1 January 2015.

- IFRIC 21 Levies (with effect from 1 January 2014 but adopted by the European Union in June 2014 and consequently effective from 1 January 2015). The interpretation clarifies the obligating event which gives rise to the payment of a levy and when the liability is to be recognised. Adoption has not had a significant impact on these consolidated half-year financial statements.
- IAS 19 (amendment) Employee Benefits, defined benefit plans: employee contributions. The amendments apply to contributions paid by employees or third parties to defined benefit plans. The purpose of the amendments is to simplify the accounting of contributions that are independent from the number of years of service, for example, employee contributions that are calculated on the basis of a fixed percentage of salary. The impacts of adoption were not significant.
- Annual Improvements 2010-2012 Cycle: a series of amendments to IFRS to address eight topics addressed during the 2010-2012 cycle. They relate largely to clarifications; therefore, their adoption has not had a significant impact on these interim consolidated financial statements.
- Annual Improvements 2011-2013 Cycle: a series of amendments to IFRS to address four topics addressed during the 2011-2013 cycle. They relate largely to clarifications; therefore, adoption has not had any impact on these half-year consolidated financial statements.

Accounting standards, amendments and interpretations not applicable yet and not adopted in advance by the Group

The following standards, amendments and interpretations have been issued but are not yet effective for the reporting period beginning on 1 January 2015 and were not applied in advance:

- IFRS 9 Financial Instruments and subsequent amendments (effective from 1 January 2018 with early application permitted). The full version of IFRS 9 was published in July 2014. The

new standard supersedes IAS 39 Financial Instruments: Recognition and Measurement. While simplifying it, IFRS 9 keeps the mixed measurement model and establishes three main measurement options for financial assets: amortised cost, fair value through other comprehensive income, and fair value through profit and loss. The classification criterion depends on the business model of the entity and on the cash flow characteristics of the financial asset. IFRS 9 introduces a new model on the expected loss that replaces the one based on the incurred loss used in IAS 39. For financial liabilities, the main change concerns the accounting of changes in fair value of a financial liability designated as measured at fair value through profit or loss, in the case in which these are due to the change in the creditworthiness of the relevant liability. According to the new standard, these changes must be recognised in other comprehensive income and no longer in profit or loss. The standard also amends the approach to so-called hedge accounting. IFRS 9 will likely have an impact on the accounting of financial assets and the Group is still assessing the overall effect.

- IFRS 11 - Joint Arrangements (amendment): Accounting for Acquisitions of Interests in Joint Operations (effective from 1 January 2016). The amendment provides clarification on the accounting of the acquisition of interests in joint operations which constitute a business.
- IAS 16 - Property, Plant and Equipment and IAS 38 - Intangible Assets (amendments): Clarification of Acceptable Methods of Depreciation and Amortisation (effective from 1 January 2016). These amendments clarify that a depreciation method that is based on revenue that is generated by an activity that includes the use of an asset is not appropriate. This is because such method reflects a pattern of generation of economic benefits that arise from the operation of the business of which an asset is part, rather than the pattern of consumption of an asset's expected future economic benefits.
- IFRS 15 - Revenue from Contracts with Customers (effective from 1 January 2017). The main concept established by the new standard is the recognition of revenue by an entity to represent the transfer of goods or services to customers in the amount that reflects the amount (i.e., payment) that the entity expects to receive in exchange for those goods or services. The standard provides for greater disclosure about revenues, provides guidance for operations that were not previously treated in a comprehensive manner and improves guidance regarding contracts with multiple elements.
- IAS 27 - Separate Financial Statements (amendment): equity method in the separate financial statements (effective from 1 January 2016). The amendment reinstates the equity method as an accounting option for investments in subsidiaries, joint ventures and associates in an entity's separate financial statements.
- IFRS 10 - Consolidated Financial Statements and IAS 28 - Investments in Associates and Joint Ventures (amendments): sale or contribution of assets between an investor and its associates or joint ventures (the date of 1 January 2016 has been deferred pending an Exposure Draft by the IASB). Gains or losses are recognised in full when a transaction relates to a business (that is or not within a subsidiary). A partial gain or loss is recognised when a transaction involves goods that do not constitute a business, even if these goods are located in a subsidiary.
- Annual Improvements 2012-2014 Cycle (effective from 1 January 2016): a series of amendments to IFRS to address four topics addressed during the 2012-2014 cycle. They relate largely to clarifications; therefore, their adoption will not have a significant impact on the consolidated financial statements.
- IAS 1 - Presentation of Financial Statements (amendment): initiative on disclosure (effective from 1 January 2016). Its purpose is to encourage entities to apply professional judgment in determining what disclosures to make in financial reports. For example, the amendments

clarifies that materiality considerations apply to the all parts of the financial statements and that information should not be obscured by providing immaterial information.

- Investment firms (Amendments to IFRS 10, IFRS 12 and IAS 28): application of the exception to consolidation rules (effective from 1 January 2016). These amendments clarify the issues that have arisen in applying the exception to consolidation of investment firms.

Scope of Consolidation

There was no change in the scope of consolidation in the first half of 2015 compared to the consolidated financial statements at 31 December 2014. The companies included in the scope of consolidation compared with those resulting at the end of the year 2014 and at the end of the same period of last year are listed below:

Name / Place of business	Currency	Share capital	Size of investment at 30/06/2015	Size of investment at 31/12/2014	Size of investment at 30/06/2014
Fidia SpA, S. Mauro T.se - Italy	EUR	5,123,000	100%	100%	100%
Fidia GmbH, Dreiech - Germany	EUR	520,000	100%	100%	100%
Fidia Co, Troy - U.S.A.	USD	400,000	100%	100%	100%
Fidia Sarl, Emerainville – France	EUR	300,000	100%	100%	100%
Fidia Iberica S.A., Zamudio - Spain	EUR	180,300	99.993%	99.993%	99.993%
Fidia do Brasil Ltda, Sao Paulo - Brazil	Reais	400,843	99.75%	99.75%	99.75%
Beijing Fidias M&E Co Ltd, Beijing - China	USD	1,500,000	92%	92%	92%
Shenyang Fidias NC & Machine Company Ltd, Shenyang – China	Rmb	42,517,648	51%	51%	51%
OOO Fidias, Moscow - Russian Federation	Rouble	3,599,790	100%	100%	100%
Fidias India Private Ltd - Pune - India	Rupees	100,000	99.99%	99.99%	99.99%

OTHER INFORMATION

The condensed half-yearly consolidated financial statements at 30 June 2015 were approved by the Board of Directors of 28 August 2015 that authorised publication on the same date.

CONTENT AND MAIN VARIATIONS

INCOME STATEMENT

1. NET SALES

The breakdown by segment of net revenues from third parties (net of intragroup entries) is shown in the following table:

(in migliaia di euro)	1° semestre 2015	%	1° semestre 2014	%
Controlli numerici, azionamenti e software	2.016	7,0%	1.692	8,8%
Sistemi di fresatura ad alta velocità	20.208	70,1%	12.112	63,0%
Assistenza post-vendita	6.584	22,9%	5.410	28,2%
Totale	28.807	100,0%	19.214	100,0%

2. OTHER REVENUE AND INCOME

Other income and revenues during the first half of 2015 were equal to €1,063 thousand (€697 thousand in the same period of 2014). This item comprises revenue from ordinary operations, but which are not sales of goods and services.

This item includes:

- EU and Italy's Ministry of Education, University and Research grants to the parent company Fidia S.p.A. on research and development activity (€198 thousand; €250 thousand at 30 June 2014);
- release of the warranty, bad debts and accruals in excess of the risk to be covered (€91 thousand versus €38 thousand at 30 June 2014);
- capital gains on disposal of tangible fixed assets (€22 thousand versus €17 thousand at 30 June 2014);
- increases in tangible assets built on a time and materials basis and the capitalization of product development costs (€418 thousand versus 140 thousand at 30 June 2014);
- proceeds from costs passed on to third parties, contingent assets and other operating revenues (€334 thousand; €252 thousand in the same period of last year).

3. RAW MATERIALS AND CONSUMABLES

These are:

(in migliaia di euro)	1° semestre 2015	1° semestre 2014
Materiali di produzione	11.272	8.142
Materiali per assistenza tecnica	762	409
Materiali di consumo	49	34
Attrezzatura e software	36	21
Imballi	158	100
Altri	71	84
Variazione rimanenze finali materie prime, sussidiarie e di consumo	(870)	(1.801)
Totale	11.478	6.989

In the first half of 2015 the consumption of raw materials and other consumables, equal to €11,478 thousand grew compared to the same period of the previous year (€6,989 thousand euro), following higher revenues and the policy of supplies to support the ease of construction and delivery of machines.

4. PERSONNEL EXPENSES

Personnel expenses showed an increase of €876 thousand compared to the first half of 2014 (+11.2%), amounting to €8,668 thousand versus €7,792 thousand in the same period of 2014. These amounts are composed as follows:

(in migliaia di euro)	1° semestre 2015	1° semestre 2014
Salari e stipendi	6.556	5.862
Oneri sociali	1.821	1.673
T.F.R.	207	207
Altri costi del personale	84	50
Totale	8.668	7.792

The change recorded in first half of 2015 in the number of employees, broken down by category, is illustrated below:

	30/6/2014	31/12/2014	Entrate	Uscite	Var. livello	30/6/2015	Media periodo
Dirigenti	8	8	1	(2)	-	7	7,5
Quadri e impiegati	267	272	15	(7)	0	280	276,0
Operai	40	40	7	(1)	-	46	43,0
Totale	315	320	23	(10)	0	333	326,5

5. OTHER OPERATING EXPENSES

Other operating expenses are as follows:

(in migliaia di euro)	1° semestre 2015	1° semestre 2014
Lavorazioni esterne	2.370	2.099
Premi e provvigioni	1.352	305
Spese di produzione	2.771	2.161
Spese commerciali	550	379
Spese di ricerca e sviluppo	291	433
Spese generali e amministrative	2.814	2.422
Totale	10.148	7.799

Other operating expenses amounted to €10,148 thousand, up by approximately €2,349 thousand compared to the first half of 2014. The trend is mainly due to related higher costs of a commercial and administrative nature.

6. WRITEDOWNS, DEPRECIATION AND AMORTISATION

(in migliaia di euro)	1° semestre 2015	1° semestre 2014
Ammortamento immobili, impianti e macchinari	250	248
Ammortamento immobilizzazioni immateriali	71	65
Svalutazione crediti	643	101
Totale	964	414

During the first half trade receivables were written down by approximately €170 thousand by the parent company and subsidiaries, in addition to about €400 thousands for tax receivables deemed to be no longer collectable and other minor items.

7. NON-RECURRING REVENUE

In the first half of 2015 there was no non-recurring revenue or expenses.

In the first half of 2013 the parent company Fidia S.p.A. allocated a provision of €300 thousand for an accident covered by a specific insurance policy.

During 2014, the insurance company recognized the merits of the claim and settled it.

8. FINANCE REVENUE (EXPENSES)

Finance revenue and expenses consist of:

(in migliaia di euro)	1° semestre 2015	1° semestre 2014
Proventi finanziari	19	24
Oneri finanziari	(161)	(183)
Proventi(oneri) netti su strumenti finanziari derivati	(16)	(1)
Utile (perdite) da transazioni in valute estere	(466)	49
Totale	(624)	(111)

Finance revenue consisted of:

(in migliaia di euro)	1° semestre 2015	1° semestre 2014
Interessi attivi verso banche	10	15
Interessi e sconti commerciali	1	1
Altri proventi finanziari	8	8
Totale	19	24

Finance expenses consisted of:

(in migliaia di euro)	1° semestre 2015	1° semestre 2014
Interessi passivi su debiti verso banche a breve t.	(27)	(66)
Interessi passivi su debiti verso banche a medio-lungo t.	(50)	(58)
Interessi passivi su debiti verso società di leasing	(1)	(2)
Oneri finanziari su TFR	(60)	(30)
Altri oneri finanziari	(23)	(27)
Totale	(161)	(183)

Net profit (loss) on derivatives consisted of:

(in migliaia di euro)	1° semestre 2015	1° semestre 2014
Oneri su strumenti derivati per adeguamento <i>Fair value</i>	(24)	(4)
Proventi su strumenti derivati per adeguamento <i>Fair value</i>	8	3
Totale	(16)	(1)

Revenue from derivatives related to the fair value valuation of an interest rate swap contract and two interest rate cap contracts entered into by the parent company Fidia S.p.A. to hedge the risks of oscillations in interest rates on two medium-to-long-term loans.

Charges on financial derivatives are related to the fair value adjustment of certain forward hedging contracts entered into to cover the risk of oscillation of exchange rates between the euro and US dollar.

Profit (loss) on foreign currency transactions consisted of:

(in migliaia di euro)	1° semestre 2015	1° semestre 2014
Differenze cambio attive realizzate	85	41
Proventi da adeguamento cambi	-	49
Utili su cambi per contratti a termine	-	-
Differenze cambio passive realizzate	(232)	(13)
Oneri da adeguamento cambi	(285)	(16)
Perdite su cambi per contratti a termine	(34)	(12)
Totale	(466)	49

9. INCOME TAXES

Taxes recognised in profit or loss were:

(in migliaia di euro)	1° semestre 2015	1° semestre 2014
Imposte correnti :		
IRES	56	-
IRAP	76	58
Imposte sul reddito controllate estere	160	102
Totale imposte correnti	292	160
Assorbimento di imposte anticipate	217	18
Imposte anticipate	(59)	(11)
Imposte differite		
Assorbimento di imposte differite	(7)	(3)
Totale	443	164

At 30 June 2015 the net balance between deferred tax assets and liabilities for deferred taxes of the individual consolidated companies was as follows:

(in migliaia di euro)	30 giugno 2015	31 dicembre 2014
Attività per imposte anticipate	1.278	1.341
Passività per imposte differite	(117)	(99)
Totale	1.161	1.242

Deferred tax assets were equal to €1,278 thousand and substantially in line with those at year-end. As regards these assets, mainly generated from temporary differences in assets and liabilities, tax losses and consolidation adjustments, their recovery is deemed likely on the basis of the budget and of the forecasts for coming years.

10. EARNINGS PER SHARE

At 30 June 2015 the share capital of Fidia S.p.A. consisted of 5,123,000 ordinary shares having the same rights in the distribution of profits and was unchanged with respect to that indicated in paragraph 20 of the consolidated financial statements at 31 December 2014.

The calculation of the earnings per share is based on the following data:

		1° semestre 2015	1° semestre 2014
Risultato netto di competenza del Gruppo	migliaia di euro	873	(1.410)
Risultato attribuibile alle azioni ordinarie	migliaia di euro	873	(1.410)
Numero di azioni ordinarie in circolazione	numero	5.113.000	5.113.000
Risultato base per azione	euro	0,17	(0,28)
Risultato diluito per azione	euro	0,17	(0,28)

There was no difference between the Earnings per share and Diluted earnings per share because Fidia S.p.A. does not have any capital instruments have potentially dilutive effects.

STATEMENT OF FINANCIAL POSITION

11. PROPERTY, PLANT AND EQUIPMENT

The following table shows the changes in property, plant and equipment in the first half of 2015:

(in migliaia di euro)	Fabbricati	Impianti, macchinari e attrezzature	Altri beni	Immobilizz. in corso e acconti	Totale
Valore netto contabile al 31.12.2014	437	429	671	2.724	4.261
Acquisizioni	2	202	135	420	759
Riclassifiche/giroconti					-
Valore netto alienazioni		(4)	(10)		(14)
Ammortamento (Svalutazioni)/Riprese di valore	(22)	(106)	(122)		(250)
Differenze cambio		4	17		21
Valore netto contabile al 30.6.2015	417	525	691	3.144	4.777

Capital expenditure in the first half of 2015 amounted to approximately €759 thousand. Work in progress refers to a plot of land with adjoining industrial building under construction, that the parent company Fidia S.p.A. acquired, through lease, during the first half of 2014. As it is not yet ready for use, this capital expenditure item has not yet been subject to depreciation.

At 30 June 2015 there were no assets pledged as collateral or encumbered by lien that may limit their full availability.

12. INTANGIBLE ASSETS

The following table shows the changes in intangible assets in the first half of 2015:

(in migliaia di euro)	Diritto di utilizzo <i>Know how</i>	Licenze	Software	Immobilizz. in corso	Totale
Valore netto contabile al 31.12.2014	57	82	257	298	694
Incrementi				249	249
Riclassifiche/giroconti					-
Ammortamento	(21)	(11)	(26)		(58)
Differenze cambio				9	9
Valore netto contabile di chiusura 30.6.2015	36	71	231	556	894

Increases in the first half of 2015 totaled €249 thousand and are recorded mainly under development incurred and capitalised costs (€ 242 thousand) not yet depreciated, since the projects to which these relate have not yet completed and have not started to generate the related benefits.

All costs of research (both basic and applied) are instead charged to profit or loss in the period they are incurred

13. EQUITY INVESTMENTS

This item, equal to €16 thousand and unchanged from 31 December 2014, is composed of interests held in Consorzio Prometec, Probest and other minor entities.

14. OTHER NON-CURRENT RECEIVABLES AND ASSETS

Other non-current receivables and assets comprised the following items:

(in migliaia di euro)	Saldo 30 giugno 2015	Saldo 31 dicembre 2014
Crediti per contributi UE	65	53
Depositi cauzionali	50	52
Crediti commerciali verso clienti		
Crediti per IVA estera	44	12
Crediti per ritenute su redditi esteri	689	1.106
Crediti di imposta verso erario spagnolo	46	61
Risconti attivi pluriennali	7	22
Altri crediti non correnti	400	6
Totale	1.301	1.312

Withholding tax on foreign income consist of receivables claimed by Fidia S.p.A. with Chinese tax authorities for final withholding tax on wages for technical training activities carried out by the parent company on behalf of the subsidiary Shenyang Fidia NC&M Co. Ltd. in prior fiscal years. These receivables are recoverable through the realisation of taxable amounts such as to allow a surplus of Italian tax over foreign tax within a maximum period of five years.

The decrease compared to the balance at 31 December 2014 of €417 thousand relates to the total amortisation of the part relating to withholding tax on dividends, granted in previous years by the subsidiary Fidia Beijing to the Parent Company, which it deems appropriate on the basis of explanations provided by the Italian Revenue Agency with circular No. 9/E of 5 March 2015 on "Discipline of tax credit for income generated abroad - Article 165 TUIR."

"Other non-current receivables" at 30 June 2015 included €400 thousand in the entry relating to the advance paid by Fidia S.p.A. to Mediocredito Italiano S.p.A. in the first half of 2015 as part of the leasing contract for the construction of the new production site in Forlì.

15. INVENTORIES

The breakdown of the item is illustrated in the following table:

(in migliaia di euro)	Saldo 30 giugno 2015	Saldo 31 dicembre 2014
Materie prime	11.516	10.145
Fondo svalutazione materie prime	(1.908)	(1.591)
	9.608	8.554
Prodotti in corso di lavorazione e semilavorati	8.174	5.813
Prodotti finiti e merci	5.770	4.656
Fondo svalutazione prodotti finiti	(494)	(475)
	5.276	4.181
Acconti	81	170
Valore netto	23.139	18.718

At the of the first half of the period inventories recorded a balance of about €4,421 thousand more compared to the situation at 31 December 2014. The increase is mainly due to greater inventory of raw materials and work in progress as a result of greater production progress compared to the end of the previous year and is consistent with the trend in new orders.

Provisions for depreciation equivalent to €2,402 thousand (€2,066 thousand at 31 December 2014) were reported to hedge certain components due to non-use in the period under consideration; these phenomena result, in particular, from the need to ensure customers that spare parts are available for servicing even beyond the period of ordinary marketability of the components.

Hereinafter is the detail of the changes in the provisions for raw materials and finished products depreciation during the first half of the period:

(in migliaia di euro)	Saldo 31 dicembre 2014	Accantonamento/ (utilizzo)	Effetto cambio	Saldo 30 giugno 2015
Fondo svalutazione materie prime	1.591	303	14	1.908
Fondo svalutazione prodotti finiti	475	6	13	494
Totale	2.066	309	27	2.402

16. TRADE RECEIVABLES

(in migliaia di euro)	Saldo 30 giugno 2015	Saldo 31 dicembre 2014
Crediti commerciali verso clienti terzi	14.327	12.188
Fondo svalutazione crediti	(925)	(804)
Crediti verso società collegate	-	-
Totale	13.402	11.384

Trade receivables increased compared to 31 December 2014 by about €2,018 thousand; this change was mainly due to the change in revenue trends in the two periods under comparison.

Bad debt provisions, amounting to €925 thousand (€804 thousand at 31 December 2014) were allocated to cover the risk of default related to doubtful receivables and overdue receivables.

The changes in bad debt provisions (in €thousand) are shown below:

Saldo 31 dicembre 2014	804
Accantonamento	226
Utilizzi/riprese	(123)
Differenze cambio	18
Saldo 30 giugno 2015	925

17. TAX RECEIVABLES AND OTHER CURRENT RECEIVABLES AND ASSETS

(in migliaia di euro)	Saldo 30 giugno 2015	Saldo 31 dicembre 2014
Crediti Iva	88	143
Crediti per imposte sul reddito e IRAP	169	42
Crediti per IVA estera a breve termine	-	-
Altri crediti tributari	5	25
Totale attività fiscali correnti	262	210
Contributi per la ricerca	428	473
Ratei e risconti attivi	530	339
Crediti verso dipendenti	205	123
Fornitori c/anticipi	99	210
Crediti per rimborsi assicurativi	-	-
Altri	239	102
Totale altri crediti correnti	1.501	1.247
Totale	1.763	1.457

Advances to suppliers relates mainly to advances on commissions.
There are no receivables due beyond five years.

18. OTHER CURRENT FINANCIAL ASSETS

This item comprises the positive fair value of a forward contract for the sale of US dollars entered into by the parent company Fidia S.p.A.; at 31 December 2014 the fair value measurement was negative and the relevant liability was entered under the financial liabilities.

19. CASH AND CASH EQUIVALENTS

The overall cash of the Group amounted to €12,657 thousand (€10,718 thousand at 31 December 2014) and consisted mostly of temporary cash in bank deposits pending future use. It is deemed that their book value is in line with the fair value at the date of this report.

Credit risk correlated with cash and cash equivalents is limited because the counterparts are leading Italian and international banks.

20. SHAREHOLDERS' EQUITY

Consolidated shareholders' equity amounted to €17,069 thousand, up by €556 thousand compared to 31 December 2014, due to the combined effect of the net profit for the period (+€711 thousand), the distribution of dividends deliberated by the latest shareholders' meeting (-€1,278 thousand euro), accounting of actuarial losses on termination benefits (-€129 thousand, net of the tax effect estimated in the amount of about €48 thousand), the fair value measurement of hedging derivatives set aside in the Cash flow hedge reserve (+€61 thousand, net of the tax effect estimated in the amount of €23 thousand), the effect of changes in exchange rates due to the translation of the financial statements of subsidiaries denominated in currencies other than the euro (+€981 thousand) and other minor changes (€210 thousand).

Tax effect pertaining to Other profit/(loss) consisted of:

(in migliaia di euro)	Saldo al 30 giugno 2015			Saldo al 30 giugno 2014		
	Valore lordo	(Onere)/ Beneficio fiscale	Valore netto	Valore lordo	(Onere)/ Beneficio fiscale	Valore netto
Utili/(perdite) su strumenti di <i>cash flow hedge</i>	84	(23)	61	4	(1)	3
Utili/(perdite) derivanti dalla conversione dei bilanci di imprese estere	1.187	-	1.187	(80)	-	(80)
Utili/(perdite)attuariali dei piani a benefici definiti	(177)	48	(129)	(53)	15	(38)
Totale altri utili/(perdite)	1.094	25	1.119	(129)	14	(115)

At 30 June 2015 the share capital, fully subscribed and paid in, was unchanged compared to 31 December 2014 and numbered 5,123,000 ordinary shares with a face value of €1 each, totaling 5,123,000.

For a more complete disclosure on the share capital of the company please refer to Note 20 of the consolidated financial statements at 31 December 2014.

Treasury shares consisted of 10,000 ordinary shares issued by Fidia S.p.A. for a value of €45 thousand (unchanged compared to 31 December 2014).

21. OTHER NON-CURRENT PAYABLES AND LIABILITIES

This item, which amounted to €263 thousand (€130 thousand at 31 December 2014) consists of €207 thousand for advances on grants approved by the European Union and by the Italian Ministry of Education, University and Research for research projects and €56 thousand for medium-to-long-term payables to staff of the French subsidiary Fidia Sarl.

22. TERMINATION BENEFITS

Termination benefits reflects the residual commitment of Fidia S.p.A., the only Italian company of the Group, concerning allowance granted to employees and settled at the time of the termination of the employment relationship. Under specific conditions, a part of it can be paid in advance to employees during their working life. It is an unfunded defined benefit plan.

The change in termination benefits is illustrated in the following table (in €thousand):

Saldo 31 dicembre 2014	2.446
Quota maturata e stanziata nel periodo	206
Indennità liquidata nel periodo	(41)
Quote trasferite al Fondo Tesoreria e alla previdenza complementare	(211)
Imposta sostitutiva	(4)
Oneri finanziari su TFR	60
Contabilizzazione perdite attuariali	177
Saldo 30 giugno 2015	2.633

The interest on charges relating to the defined benefits plans for employees are comprised under finance expenses, hence leading to an increase in finance expenses for the period equivalent to €32 thousand.

Termination benefits are calculated based on the following actuarial assumptions:

	At 30 June 2015	At 31 December 2014
Discount rate (*)	1.10%	1.10%
Future inflation rate	1.00%	1.00%
Frequency of request for advances	3.0%	3.0%
Frequency of resignation/dismissal of managers, employees and workers	3.0%	3.0%
Frequency of resignations/dismissals of executives	5.0%	5.0%

(*) The discount rate of future benefits is measured by applying market yields, as provided for in this respect by IAS 19; The structure in interest rates used refers to the EUR Composite rates having an AA rating. The rate used was the one with an average financial duration equal to the average financial duration of benefits for the communities under consideration.

23. OTHER NON-CURRENT FINANCIAL LIABILITIES

This item amounting to €9 thousand (€15 thousand at 31 December 2014) comprises the fair value of the two interest rate cap contracts to cover (cash flow hedge) the risk of variability of the interest expense flows of three medium-to-long term loans concluded by the parent company Fidia S.p.A.

24. CURRENT AND NON-CURRENT FINANCIAL LIABILITIES

Financial liabilities amounted to €8,504 thousand as specified in the following schedule.

(in migliaia di euro)	Saldo 30 giugno 2015	Saldo 31 dicembre 2014
Conti correnti passivi e anticipazioni a breve termine	621	1.679
Ratei passivi su finanziamenti	21	23
Finanziamento BNL a M/L termine n. 1	-	210
Finanziamento BNL a M/L termine n. 2	700	853
Finanziamento Banco Popolare	617	739
Finanziamento MPS a breve termine	-	697
Finanziamento Intesa Sanpaolo M/L termine	3.465	-
Finanziamento BNL a breve termine	1.496	-
Autodesk financing	33	49
Volkswagen bank Italia (leasing finanz.)	51	59
Volkswagen bank Germania (leasing finanz.)	43	62
Skoda bank Germania (leasing finanz.)	68	-
Volkswagen bank Spagna (leasing finanz.)	8	9
Mediocredito Italiano (leasing finanz.)	1.381	1.307
Totale	8.504	5.687

	Entro 1 anno	Entro 5 anni	Oltre 5 anni	Totale
Conti correnti passivi e anticipazioni a b.t.	621			621
Ratei passivi finanziari	21			21
Finanziamenti bancari a M/L termine	1.242	3.540		4.782
Finanziamenti bancari a breve termine	1.496			1.496
Autodesk financing	33			33
Volkswagen bank (leasing finanz.)	53	49		102
Skoda bank (leasing finanz.)	21	47		68
Mediocredito Italiano (leasing finanz.)		210	1.171	1.381
Totale	3.487	3.846	1.171	8.504

The current loans have the following characteristics:

M/L-term loan with Banca Nazionale del Lavoro

Original amount	€1,500 thousand
Residual amount	€700 thousand
Date of loan	08/10/2012
Term	Maturity date 30/09/2017
Interest-only period	1 quarterly installment (31/12/2012)
Repayment	19 quarterly installments (31/03/2013 to 31/12/2017)
Interest rate	3-month Euribor, base 360 + 3.35% spread

This loan is guaranteed up to 70% by Sace S.p.A. In order to hedge the interest rate risk, an interest rate cap hedging contract has been entered into.

M/L-term loan - Banco Popolare

Original amount	€1,250 thousand
Residual amount	€617 thousand
Date of loan	09/11/2012
Term	Maturity date 31/12/2017
Interest-only period	1 quarterly installment (31/12/2012)
Repayment	20 quarterly installments (31/03/2013 to 31/12/2017)
Interest rate	3-month Euribor, base 360 + 3.78% spread

This loan is guaranteed up to 70% by Sace S.p.A. In order to hedge the interest rate risk, an interest rate cap hedging contract has been entered into.

M/L Loan - Intesa Sanpaolo

Original amount	€3,500 thousand
Residual amount	€3.465 thousand
Date of loan	20/04/2015
Term	Maturity date 01/04/2020
Interest-only period	1 quarterly installment (01/07/2015)
Repayment	20 quarterly installments (01/07/2015 to 01/04/2020)
Interest rate	3-month Euribor, base 360 + 2.00% spread

Short-term loan - Banca Nazionale del Lavoro

Original amount	€1,500 thousand
Residual amount	€1,496 thousand
Date of loan	20/05/2015
Term	Maturity date 20/05/2016
Interest-only period	1 quarterly installment (20/08/2015)
Repayment	4 quarterly installments (20/08/2015 to 20/05/2016)
Interest rate	Mean Euribor of previous month, base 360 + 1.50% spread

Autodesk financing

Original amount	€66 thousand
Residual amount	€33 thousand
Date of loan	17/07/2014
Term	Maturity date 30/06/2016
Repayment	24 monthly installments (30/07/2014 to 30/06/2016)
Interest Rate	0%

Leasing - Volkswagen Bank Italy

Original amount	€85 thousand
Residual amount	€51 thousand
Date of loan	03/01/2014
Term	Maturity date 30/11/2017
Repayment	47 monthly installments (03/01/2014 to 30/11/2017)
Interest Rate	4.54%

Lease - Volkswagen Bank Germany No. 1

Original amount	€30 thousand
Residual amount	€4 thousand
Date of loan	22/10/2012
Term	Maturity date 01/11/2015
Repayment	36 monthly installments (01/12/2012 to 01/11/2015)
Interest Rate	2.9%

Lease - Volkswagen Bank Germany No. 2

Original amount	€58 thousand
Residual amount	€22 thousand
Date of loan	09/08/2013
Term	Maturity date 15/08/2016
Repayment	36 monthly installments (15/9/2013 to 15/8/2016)
Interest rate	1.9%

Lease - Volkswagen Bank Germany No. 3

Original amount	€29 thousand
Residual amount	€17 thousand
Date of loan	15/03/2014
Term	Maturity date 15/02/2017
Repayment	36 monthly installments (15/03/2014 to 15/02/2017)
Interest rate	1.9%

Lease - Skoda Bank Germany no.1

Original amount	€38 thousand
Residual amount	€35 thousand
Date of loan	15/04/2015
Term	Maturity date 15/03/2019
Repayment	48 monthly installments (15/4/2014 to 15/03/2019)
Interest rate	1.97%

Lease - Skoda Bank Germany no. 2

Original amount	€34 thousand
Residual amount	€33 thousand
Date of loan	15/05/2015
Term	Maturity date 15/04/2018
Repayment	36 monthly installments (15/05/2015 to 15/04/2018)
Interest rate	1.97%

Lease - Volkswagen Bank Spain

Original amount	€13 thousand
Residual amount	€8 thousand
Date of loan	21/12/2013
Term	Maturity date 21/11/2017
Repayment	48 monthly installments (21/12/2013 to 21/11/2017)
Interest rate	9.64%

Lease - Mediocredito Italiano

Original amount	€5,600 thousand
Amount paid	€2,700 thousand
Residual amount	€1,381 thousand
Date of loan	25/06/2014
Interest rate	3-month Euribor + 3.81% spread

This is the “under construction” property lease agreement, the repayment of which will take place in 179 monthly installments starting from the date on which the industrial building will be ready for use. Until that date, the user, Fidia S.p.A., will not refund the principal (excluding the initial maxi-installment, amounting to €1,260 thousand, paid on signing of the lease), but only interests. The total amount funded by the leasing company may reach, depending on the state of progress of the renovation and expansion, up to €5,600 thousand.

The net carrying amount of existing loans at 30 June 2014 is in line with their fair value.

25. OTHER CURRENT FINANCIAL LIABILITIES

This item amounted to €1,028 thousand and includes the fair value loss of certain contracts for the forward sale of USD entered into by the parent company Fidia S.p.A. to hedge the exchange rate risk on certain supplies denominated in that currency, in addition to €587 thousand for research grants collected by Fidia S.p.A. in the capacity of project leader pending distribution among the project partners.

At 31 December 2014 this item amounted to €502 thousand and included the fair value loss of certain derivatives.

26. TRADE PAYABLES

(in migliaia di euro)	Saldo 30 giugno 2015	Saldo 31 dicembre 2014
Debiti verso fornitori terzi	14.596	12.389
Debiti verso società collegate	2	2
Totale debiti commerciali	14.598	12.391

Trade payables, equal to €14,598 thousand at 30 June 2015, recorded an increase of €2.207 thousand compared to 31 December 2014 due to greater purchasing volumes.

27. CURRENT TAX PAYABLES AND OTHER CURRENT PAYABLES AND LIABILITIES

(in migliaia di euro)	Saldo 30 giugno 2015	Saldo 31 dicembre 2014
Debiti verso il personale	1.938	1.215
Debiti per oneri sociali	661	782
Acconti da clienti	7.505	5.860
Acconti per contributi UE	-	-
Debiti per emolumenti	122	253
Debiti verso Fondo Tesoreria, Cometa e altri fondi	53	104
Ratei e risconti passivi vari	1.395	456
Debiti per dividendi	152	140
Debiti diversi	259	199
Totale altri debiti	12.085	9.009
Debiti verso l'erario per ritenute	202	346
Debiti verso l'erario per imposte sul reddito e IRAP	643	783
Debiti verso l'erario per IVA	705	600
Altri debiti tributari a breve termine	71	113
Totale debiti tributari	1.621	1.842
Totale	13.706	10.851

Payables to staff relate mainly to the accruals for holidays and for deferred salary items; the change compared to 31 December 2014 is attributable to the accrual in the year of allowances (typically 13th monthly wage) that are paid at the end of the reporting period.

The item "Advances from customers" comprises advances from customers for orders still outstanding and advances for sales of milling systems already delivered, but still pending completion, which, in compliance with *IAS 18 - Revenues*, cannot be accounted yet as revenue.

28. PROVISIONS FOR RISKS AND EXPENSES

Short-term provisions amounted to €1,278 thousand (€1,252 thousand at 31 December 2014). This items relates to

- €1,209 thousand for warranty provision which represents the best possible estimate of the obligations undertaken by the Group by contract, law or custom with regard to expenses related to warranty on its products for a certain period effective as of sale to final customers;
- €37 thousand for a provision set aside by the subsidiary Fidia do Brasil for contingent liabilities arising from a tax dispute;
- €32 thousand for a provision for legal risks.

(in migliaia di euro)	Saldo 1° gennaio 2015	Accantona- mento	Utilizzi/ riprese	Effetto cambio	Saldo 30 giugno 2015
Fondo garanzia	15	32		2	49
Totale altri fondi rischi e oneri non correnti	15	32	-	2	49
Fondo contenzioso fiscale	39			(2)	- 37
Fondo garanzia	1.201	9	(5)	4	1.209
Fondo rischi legali	12	20			32
Fondo rischi diversi					-
Totale fondi a breve termine	1.252	29	(5)	2	1.278

29. COLLATERAL GUARANTEES AND OTHER CONTINGENT LIABILITIES

Sureties issued on behalf of others

At 30 June 2015 sureties issued on our behalf to of third parties amounted to €2,800 thousand (€2,291 thousand at 30 June 2014).

This item consists mainly of sureties granted as guarantee for commercial transactions with foreign customers of the parent company, for advances received on future supplies and for the proper performance of contractual obligations during the warranty period.

Contingent liabilities

At 30 June 2015, Fidia Group, though exposed to various risks (product liability, legal and tax risks), is not aware of other circumstances that might generate foreseeable contingent liabilities or contingent liabilities the amount of which may be estimated and therefore does not deem it necessary to make any further allocations, in addition to those covered by specific provisions already indicated herein.

30. OTHER INFORMATION

The exchange rates used for the translation into EUR of the financial statements of non-EU companies are illustrated below:

Currency	1st half 2015		At 31 December 2014		1st half 2014	
	Mean	Punctual	Mean	Punctual	Mean	Punctual
USD	1.11585	1.1189	1.32850	1.21410	1.37047	1.36580
Real - Brazil	3.30764	3.4699	3.12113	3.22070	3.14948	3.00020
RMB - China	6.9411	6.9366	8.18575	7.53580	8.45169	8.47220
Rouble - Russia	64.60237	62.355	50.9518	72.3370	48.0204	46.3779
Rupee - India	70.12237	71.1873	81.0406	76.7190	83.2930	82.2023

31. DISCLOSURE BY LINE OF BUSINESS

The Fidia Group has three main lines of business *i*) high-speed milling systems (HSM), *ii*) numerical controls, drives, and software (CNC) and *iii*) after-sales service.

The consolidated results at 30 June 2015 and 30 June 2014 broken down by segment are shown below.

Dati progressivi a giugno 2014 (migliaia di euro)	CNC		HSM		SERVICE		Non all.	TOTALE
	2014	%	2014	%	2014	%	2014	2014
Ricavi	1.692	100,0%	12.112	100,0%	5.410	100,0%	-	19.214
<i>Ricavi intersettoriali</i>		0,0%	845	7,0%	-	0,0%	-	
Totale ricavi	1.692	100,0%	12.112	100,0%	5.410	100,0%	-	19.214
Variazione delle rimanenze di prodotti finiti e lavori in corso	(6)	-0,4%	1.657	13,7%	(153)	-2,8%	-	1.498
Consumi di materie prime e di materiali di consumo	(552)	-32,6%	(5.618)	-46,4%	(761)	-14,1%	(58)	(6.989)
Costi intersettoriali	776	45,9%	(1.143)	-9,4%	367	6,8%		
Provvigioni, trasporti e lavorazioni esterne	(234)	-13,8%	(2.630)	-21,7%	(184)	-3,4%		(3.048)
Margine sulle vendite	1.676	99,1%	4.378	36,1%	4.679	86,5%	(58)	10.675
Altri ricavi operativi	272	16,1%	183	1,5%	32	0,6%	210	697
Altri costi operativi	(224)	-13,2%	(1.063)	-8,8%	(1.149)	-21,2%	(2.315)	(4.751)
Costo del personale	(1.500)	-88,7%	(2.408)	-19,9%	(1.917)	-35,4%	(1.967)	(7.792)
Svalutazioni e ammortamenti	(24)	-1,4%	(174)	-1,4%	(43)	-0,8%	(173)	(414)
Risultato operativo gest. ordinaria	200	11,8%	916	7,6%	1.602	29,6%	(4.303)	(1.585)

Dati progressivi a giugno 2015 (migliaia di euro)	CNC		HSM		SERVICE		Non all.	TOTALE
	2015	%	2015	%	2015	%	2015	2015
Ricavi	2.016	100,0%	20.208	100,0%	6.584	100,0%	-	28.808
<i>Di cui ricavi intersettoriali</i>	-	0,0%	940	4,7%	-	0,0%	-	
Totale ricavi	2.016	100,0%	20.208	104,7%	6.584	100,0%	-	28.808
Variazione delle rimanenze di prodotti finiti e lavori in corso	271	13,4%	2.860	14,2%	35	0,5%	-	3.166
Consumi di materie prime e di materiali di consumo	(1.107)	-54,9%	(10.027)	-49,6%	(280)	-4,3%	(64)	(11.478)
Costi intersettoriali	902	44,7%	(1.404)	-6,9%	457	6,9%	45	
Provvigioni, trasporti e lavorazioni esterne	(385)	-19,1%	(4.141)	-20,5%	(247)	-3,8%	(5)	(4.778)
Margine sulle vendite	1.697	84,2%	7.496	37,1%	6.549	99,5%	(24)	15.718
Altri ricavi operativi	274	13,6%	439	2,2%	48	0,7%	302	1.063
Altri costi operativi	(210)	-10,4%	(1.062)	-5,3%	(1.422)	-21,6%	(2.676)	(5.370)
Costo del personale	(1.507)	-74,8%	(2.659)	-13,2%	(2.630)	-39,9%	(1.872)	(8.668)
Svalutazioni e ammortamenti	(38)	-1,9%	(149)	-0,7%	(199)	-3,0%	(579)	(964)
Risultato operativo gest. ordinaria	216	10,7%	4.065	20,1%	2.346	35,6%	(4.849)	1.778

The last column show those items that cannot be classified; these items are mainly general and administrative costs and costs for advertising, promotion and exhibitions for the companies incurred in the interest of all three business lines.

Cross-sector revenues consist of numerical controls, switchboards and components and electromechanical systems transferred by the electronics sector to the milling systems sector and, vice versa, of the mechanical units supplied to the electronics segment for special applications.

The segment assets consist of operating assets that are used by the segment in the conduct of its business and that can be directly attributed or allocated to the segment in a reasonable manner. These assets do not include assets for income taxes.

The segment liabilities are constituted by operating liabilities resulting from the conduct of the operation of the segment and can be directly attributed or allocated to the segment in a reasonable manner. These liabilities do not include income tax liabilities.

The consolidated statements of financial position broken down by segment at 30 June 2015 and 31 December 2014 are provided below.

Al 30 giugno 2015	CNC	HSM	SERVICE	Non allocabili	Totale
(migliaia di euro)					
Immobilii, impianti e macchinari	15	3.683	38	1.041	4.777
Immobilizzazioni immateriali	322	261	-	311	894
Partecipazioni	-	-	-	16	16
Altre attività finanziarie non correnti	-	-	-	-	-
Altri crediti e attività non correnti	27	57	-	1.217	1.301
Attività per imposte anticipate	-	-	-	1.278	1.278
Totale attività non correnti	364	4.001	38	3.863	8.266
Rimanenze	2.742	15.578	4.819	-	23.139
Crediti commerciali e altri crediti correnti	1.193	9.722	2.305	1.683	14.903
Crediti per imposte correnti	-	-	-	262	262
Altre attività finanziarie correnti	-	-	-	27	27
Disponibilità liquide e mezzi equivalenti	-	-	-	12.657	12.657
Totale attività correnti	3.935	25.300	7.124	14.629	50.988
Totale attivo	4.299	29.301	7.162	18.492	59.254
Altri debiti e passività non correnti	112	124	73	3	312
Trattamento di fine rapporto	621	1.300	274	438	2.633
Passività per imposte differite	-	-	-	117	117
Altre passività finanziarie non correnti	-	-	-	9	9
Passività finanziarie non correnti	-	-	-	5.017	5.017
Totale passività non correnti	733	1.424	347	5.584	8.088
Passività finanziarie correnti	-	-	-	3.487	3.487
Altre passività finanziarie correnti	-	-	-	1.028	1.028
Debiti commerciali e altri debiti correnti	1.901	20.624	1.241	2.917	26.683
Debiti per imposte correnti	-	-	-	1.621	1.621
Fondi a breve termine	79	1.075	43	81	1.278
Totale passività correnti	1.980	21.699	1.284	9.134	34.097
Totale passività	2.713	23.123	1.631	14.718	42.185
Patrimonio netto	-	-	-	17.069	17.069
Totale passivo	2.713	23.123	1.631	31.787	59.254

Al 30 giugno 2014	CNC	HSM	SERVICE	Non allocabili	Totale
(migliaia di euro)					
Immobilii, impianti e macchinari	24	3.140	29	1.104	4.297
Immobilizzazioni immateriali	80	68	-	423	571
Partecipazioni	-	-	-	16	16
Altre attività finanziarie non correnti	-	-	-	-	-
Altri crediti e attività non correnti	39	103	-	1.284	1.426
Attività per imposte anticipate	-	-	-	838	838
Totale attività non correnti	143	3.311	29	3.665	7.148
Rimanenze	2.416	14.002	3.547	-	19.965
Crediti commerciali e altri crediti correnti	1.056	4.754	2.004	1.205	9.019
Crediti per imposte correnti	-	-	-	347	347
Altre attività finanziarie correnti	-	-	-	-	-
Disponibilità liquide e mezzi equivalenti	-	-	-	7.499	7.499
Totale attività correnti	3.472	18.756	5.551	9.051	36.830
Totale attivo	3.615	22.067	5.580	12.716	43.978
Altri debiti e passività non correnti	98	94	21	3	216
Trattamento di fine rapporto	577	1.176	177	399	2.329
Passività per imposte differite	-	-	-	67	67
Altre passività finanziarie non correnti	-	-	-	22	22
Passività finanziarie non correnti	-	-	-	2.760	2.760
Totale passività non correnti	675	1.270	198	3.251	5.394
Passività finanziarie correnti	-	-	-	6.110	6.110
Altre passività finanziarie correnti	-	-	-	34	34
Debiti commerciali e altri debiti correnti	2.092	13.656	1.085	2.763	19.596
Debiti per imposte correnti	-	-	-	695	695
Fondi a breve termine	106	756	65	75	1.002
Totale passività correnti	2.198	14.412	1.150	9.677	27.437
Totale passività	2.873	15.682	1.348	12.928	32.831
Patrimonio netto	-	-	-	11.147	11.147
Totale passivo	2.873	15.682	1.348	24.075	43.978

32. FAIR VALUE HIERARCHIES

IFRS 13 sets out a fair value hierarchy that classifies the inputs of the measurement methods for fair value into three levels. The fair value hierarchy attaches the highest priority to listed prices (unadjusted) in active markets for identical assets or liabilities (level 1 data) and the lowest priority to non-observable inputs (level 3 data). In some cases, the data used to assess the fair value of an asset or liability could be classified in different levels of the fair level hierarchy. In such cases, the fair value measurement is classified entirely at the same level of the hierarchy at which the lowest level input is classified, considering its importance for the measurement. The hierarchy levels are:

Level 1 - quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date;

Level 2 – inputs other than quoted market prices included within Level 1 that are observable for the asset or liability, either directly (prices) or indirectly (derived from prices);

Level 3 – inputs that are not based on observable inputs.

At 30 June 2015 the Group has financial liabilities measured at fair value consisting of financial derivatives to hedge interest rate risk, equivalent to about €9 thousand and net financial liabilities measured at fair value consisting of financial derivatives to hedge exchange rate risk equivalent to €429 thousand, classified at hierarchical level 2 of fair value measurement.

In the first half of 2015 there were no transfers of assets and liabilities from one level to another.

33. RELATED-PARTY TRANSACTIONS

The Group has transactions with associates and other related parties at arm's length deemed normal in the relevant reference markets.

Specifically, these transactions related to:

- Professional consultancy services for research projects undertaken by the associate Consorzio Prometec;
- Supply transactions with the company Shenyang Machine Tool Co. Ltd.;
- Wages and salary paid to Mr. Paolo Morfino, employee of Fidia S.p.A., and Mr. Carlos Maidagan, employee of Fidia Iberica.
- Compensation to the Board of Directors and Board of Auditors.

The impact of said transactions on the single items was stated in the relevant supplementary schedules of the income statement, statement of financial situation and cash flow statement and is shown in detail in the tables below.

Counterpart (€thousands)	Other operating expenses	Personnel expenses	Revenues
Compensation Board of Directors	-	367	-
Compensation Board of Statutory Auditors	29	-	-
Shenyang Machine Tool Co. Ltd.	65	-	47
Other related parties	74	96	-
Total related parties	168	463	47
Total item	10,148	8,668	28,807
Incidence in % on item	1.7%	5.3%	0.2%

Counterpart (€thousands)	Trade receivables	Other current receivables	Trade payables	Other current liabilities
Payables to BoD members of Fidia S.p.A.	-	-	-	93
Payables to Statutory Auditors of Fidia S.p.A.	-	-	-	29
Shenyang Machine Tool Co. Ltd.	98	-	-	135
Other related parties	-	33	2	-
Total related parties	98	33	2	257
Total item	13,402	1,501	14,598	12,085
Incidence in % on item	0.7%	2.2%	0.0%	2.1%

34. NET FINANCIAL POSITION

Pursuant to the Consob Communication issued on 28 July 2006 and according to the CESR recommendation dated 10 February 2005 for the consistent implementation of the European Commission's Regulation on Prospectuses, the net financial position of Fidia Group at 30 June 2015 is the following:

(migliaia di euro)		30 giugno 2015	31 dicembre 2014
A	Cassa	12	10
B	Depositi bancari	12.645	10.708
C	Altre disponibilità liquide	-	-
D	Liquidità (A+B+C)	12.657	10.718
E	Crediti finanziari correnti	-	-
F	Debiti bancari correnti	2.245	2.472
G	Parte corrente dell'indebitamento bancario non corrente	1.242	778
H	Altri debiti finanziari correnti	1.001	502
I	Indebitamento finanziario corrente (F+G+H)	4.488	3.752
J	Posizione finanziaria corrente netta (credito)/debito (I-E-D)	(8.169)	(6.966)
K	Debiti bancari non correnti	5.017	2.437
L	Obbligazioni emesse	-	-
M	Altri debiti finanziari non correnti	9	15
N	Indebitamento finanziario non corrente (K+L+M)	5.026	2.452
O	Posizione finanziaria netta (credito)/debito (J+N)	(3.143)	(4.514)

35. NON-RECURRING SIGNIFICANT EVENTS AND TRANSACTIONS

According to Consob Notice of 28 July 2006, the Fidia Group did not have any non-recurring significant transactions in the first half of 2015.

36. POSITIONS OR TRANSACTIONS RESULTING FROM ATYPICAL AND/OR UNUSUAL TRANSACTIONS

According to Consob Notice of 28 July 2006, in the first half of 2015 there were no atypical and/or unusual transactions as defined by said Notice, by which atypical and/or unusual transactions are all those transactions whose significance/relevance, nature of the counterparts, subject-matter of the transaction, transfer pricing method and timing of the event (near year end) can give rise to doubts on: correctness/completeness of information posted, conflict of interests, safeguard of company equity, safeguard of non-controlling interests.

COMPANIES OF THE FIDIA GROUP AT 30 JUNE 2015

As per Consob Resolution No. 11971 of 14 May 1999 as amended, the updated list of entities and significant investments of the Group is provided below.

The list shows the entities divided by type of control and method of consolidation.

For each company the following are also provided: company name and registered office, country and share capital in the original currency. The consolidated share in percent of the Group and the share in percent held by Fidia S.p.A. are also indicated.

IMPRESE CONSOLIDATE CON IL METODO INTEGRALE				
Denominazione / Sede	Moneta	Capitale Sociale	Quota di partecipazione consolidata 30 giugno 2015	Percentuale di possesso della capogruppo 30 giugno 2014
Società Capogruppo:				
Fidia S.p.A., San Mauro Torinese (TO)	Euro	5.123.000		
Società Controllate estere:				
Fidia GmbH, Dreiech, Germania	Euro	520.000	100%	100%
Fidia Co, Troy U.S.A.	USD	400.000	100%	100%
Fidia Sarl, Emerainville, Francia	Euro	300.000	100%	93,19%
Fidia Iberica S.A., Zamudio, Spagna	Euro	180.300	99,993%	99,993%
Fidia do Brasil Ltda, Sao Paulo, Brasile	Reais	400.843	99,75%	99,75%
Beijing Fidia M&E Co Ltd, Beijing, Cina	USD	1.500.000	92%	92%
Shenyang Fidia NC & Machine Co Ltd, Shenyang, Cina	Rmb	42.517.648	51%	51%
OOO Fidia, Mosca, Federazione Russa	Rublo	3.599.790	100%	100%
Fidia India Private Ltd, Pune, India	Rupia	100.000	99,99%	99,99%

IMPRESE CONSOLIDATE CON IL METODO DEL PATRIMONIO NETTO				
Denominazione / Sede	Moneta	Capitale Sociale	Quota di partecipazione	
			30/06/2015	31/12/2014
Consorzio Prometec - Bruzolo di Susa (TO)	Euro	10.329	20%	20%

San Mauro Torinese, 28 August 2015

On behalf of the Board of Directors

The Chairman and Chief Executive Officer

Mr. Giuseppe Morfino