



QUARTERLY REPORT OF THE ADR GROUP as of September 30, 2003

Aeroporti di Roma Società per Azioni

Registered office in Fiumicino (Rome) - Via dell'Aeroporto di Fiumicino, 320

Fully paid-in share capital 62,224,743 euros

www.adr.it

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CORPORATE OFFICERS

Aeroporti di Roma S.p.A.

Board of Directors

(after the General Meeting of shareholders and the Board of Directors' meeting of March 24, 2003)

<i>Chairman</i>	Achille Colombo (*)
<i>Deputy Chairman</i>	Paolo Savona (*)
<i>Managing Director</i>	Pier Giorgio Romiti <i>(up to November 10, 2003)</i> (*)
<i>Directors</i>	Marcus Charles Balmforth (*) Martyn Booth Andrea Ciffo Vittorio De Stasio Federico Falck Christopher Timothy Frost Cesare Pambianchi John Stuart Hugh Roberts Francesco Sensi Alessandro Triscornia
<i>Secretary</i>	Massimo Faccioli Pintozzi

() member of Executive Committee from November 10, 2003*

Board of Statutory Auditors

(after the General Meeting of shareholders of May 9, 2003)

<i>Chairman</i>	Fabrizio Rimassa
<i>Statutory Auditors</i>	Francesco Ricco Giancarlo Russo Corvace Emanuele Torrani Luigi Tripodo
<i>Alternate Auditors</i>	Roberto Ascoli Franco Fontana

<i>General Manager</i>	Enrico Casini
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Independent Auditors	Reconta Ernst & Young S.p.A.
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**ADR GROUP: CONSOLIDATED
ACCOUNTS FOR THE THREE MONTHS
ENDED SEPTEMBER 30, 2003**

RECLASSIFIED CONSOLIDATED INCOME STATEMENT

(in thousands of euros)

	third quarter 2003	Jan. - Sep. 2003	third quarter 2002	Jan. - Sep. 2002
Revenues from sales and services	142,058	378,049	134,933	369,106
Contract work in progress	607	5,230	4,547	14,981
A.- REVENUES	142,665	383,279	139,480	384,087
Capitalized costs and expenses	849	2,427	577	1,744
B.- REVENUES FROM ORDINARY ACTIVITIES	143,514	385,706	140,057	385,831
Cost of materials and external services	(38,706)	(112,914)	(38,401)	(112,562)
C.- GROSS MARGIN	104,808	272,792	101,656	273,269
Payroll costs	(35,565)	(112,186)	(36,486)	(114,945)
D.- GROSS OPERATING INCOME	69,243	160,606	65,170	158,324
Amortization and depreciation	(24,141)	(72,099)	(24,859)	(72,829)
Other provisions	(147)	(264)	(922)	(1,087)
Provisions for risks and charges	(2,562)	(3,550)	(307)	(1,912)
Other income (expense), net	(1,849)	(4,848)	522	10,141
E.- OPERATING INCOME	40,544	79,845	39,604	92,637
Financial income (expense), net	(24,957)	(72,582)	(24,431)	(67,791)
Adjustments to financial assets	1,836	9,151	1,688	4,996
F.- INCOME BEFORE EXTRAORDINARY ITEMS AND TAXES	17,423	16,414	16,861	29,842
Extraordinary income (expense), net	123	(4,559)	(355)	(1,243)
G.- INCOME BEFORE TAXES	17,546	11,855	16,506	28,599
Income taxes for the period	(5,714)	(11,652)	(7,603)	(15,869)
Deferred tax assets	(1,476)	(1,771)	(2,165)	(4,859)
H.- NET INCOME FOR THE PERIOD	10,356	(1,568)	6,738	7,871
including:				
- Parent Company's Interest	9,236	(5,665)	4,378	5,236
- Minority interest	1,120	4,097	2,360	2,635

RECLASSIFIED CONSOLIDATED BALANCE SHEET

(in thousands of euros)

	09-30-2003	06-30-2003	12-31-2002
A. - NET FIXED ASSETS			
Intangible fixed assets *	2,200,417	2,216,430	2,216,674
Tangible fixed assets	99,179	101,361	106,128
Non - current financial assets	126,347	127,002	114,717
	<u>2,425,943</u>	<u>2,444,793</u>	<u>2,437,519</u>
B. - WORKING CAPITAL			
Inventory	22,287	22,264	26,263
Trade receivables	179,561	153,367	140,457
Other assets	34,095	36,351	32,198
Trade payables	(113,282)	(125,310)	(129,904)
Allowances for risks and charges	(26,672)	(25,198)	(28,236)
Other liabilities	(57,923)	(70,031)	(73,466)
	<u>38,066</u>	<u>(8,557)</u>	<u>(32,688)</u>
C. - INVESTED CAPITAL, minus short-term liabilities (A+B)	2,464,009	2,436,236	2,404,831
D. - EMPLOYEE SEVERANCE INDEMNITIES	66,039	65,241	68,648
E. - INVESTED CAPITAL, minus short-term liabilities and E.S.I. (C-D)	<u>2,397,970</u>	<u>2,370,995</u>	<u>2,336,183</u>
financed by:			
F. - SHAREHOLDERS' EQUITY			
- Parent Company's interest	688,188	675,301	718,754
- minority interest	56,778	53,441	47,431
	<u>744,966</u>	<u>728,742</u>	<u>766,185</u>
G. - MEDIUM/LONG-TERM BORROWING	1,745,019	1,745,019	1,651,338
H. - SHORT-TERM BORROWING (NET CASH AND CASH EQUIVALENTS)			
.Short-term debt	37,631	29,843	45,144
.Cash and current receivables	(129,646)	(132,609)	(126,484)
	<u>(92,015)</u>	<u>(102,766)</u>	<u>(81,340)</u>
(G+H)	<u>1,653,004</u>	<u>1,642,253</u>	<u>1,569,998</u>
I. - TOTALE AS IN "E" (F+G+H)	<u>2,397,970</u>	<u>2,370,995</u>	<u>2,336,183</u>
(*) including the value of the concession totaling	<u>2,008,309</u>	<u>2,020,630</u>	2,045,272

MANAGEMENT REPORT FOR THE THIRD QUARTER OF 2003

OPERATING REVIEW

Group operations

A review of the Group's operations during the third quarter of 2003 is provided below.

Aviation activities

An analysis of traffic figures for the Roman airport system for the third quarter of 2003, compared with the same period of 2002, revealed the following performance, broken down by airport - Fiumicino and Ciampino – and segment – domestic and international:

Data for the period July-September 2003 (The figures in brackets indicate the percentage change with respect to the previous year)

Traffic component	SYSTEM	Fiumicino	Ciampino	Domestic	International
Movements	90,419 (+8.3%)	80,537 (+7.4%)	9,882 (+16.8%)	45,323 (+0.5%)	45,096 (+17.5%)
Aircraft tonnage	6,498,871 (+8.3%)	6,076,097 (+6.6%)	422,774 (+40.9%)	2,621,481 (+3.4%)	3,877,390 (+11.9%)
Total passengers	8,188,445 (+9.0%)	7,663,558 (+6.8%)	524,887 (+57.1%)	3,439,623 (+6.2%)	4,748,822 (+11.2%)
Total freight (tons)	35,423 (-6.0%)	30,785 (-6.9%)	4,638 (+0.5%)	5,002 (-9.9%)	30,421 (-5.3%)

International traffic is analyzed below and broken down into EU and non-EU traffic.

Traffic component	International	EU	Non-EU
Movements	45,096 (+17.5%)	28,895 (+20.7%)	16,201 (+12.1%)
Aircraft tonnage	3,877,390 (+11.9%)	1,925,515 (+14.1%)	1,951,875 (+9.8%)
Total passengers	4,748,822 (+11.2%)	2,888,329 (+14.1%)	1,860,493 (+7.0%)
Total freight (tons)	30,421 (-5.3%)	6,483 (-3.3%)	23,938 (-5.9%)

Monthly trends in passenger traffic during the period under consideration (for the whole Roman airport system) break down as follows:

July	up	8.5%
August	up	10.4%
September	up	8.2%

The growth in passenger traffic at Fiumicino airport during the third quarter of 2003 was due to increased capacity during the summer season and the return of load factors to their normal historical average.

Overall traffic performance **during the first nine months of 2003** and changes with respect to the same period of 2002 are shown in the following table:

Data up to September 30, 2003 (The figures in brackets indicate the percentage change with respect to the previous year)

Traffic component	SYSTEM	Fiumicino	Ciampino	Domestic	International
Movements	253,605 (+8.9%)	225,892 (+7.0%)	27,713 (+28.3%)	130,106 (+0.3%)	123,499 (+19.8%)
Aircraft tonnage	18,194,372 (+10.2%)	17,052,440 (+8.1%)	1,141,932 (+56.2%)	7,476,926 (+1.0%)	10,717,446 (+17.8%)
Total passengers	20,976,853 (+5.6%)	19,654,803 (+2.4%)	1,322,050 (+100.0%)	9,408,841 (+1.8%)	11,568,012 (+8.9%)
Total freight (tons)	108,976 (-1.0%)	94,371 (-2.4%)	14,605 (+9.2%)	15,211 (-8.7%)	93,765 (+0.4%)

International traffic is analyzed below and broken down into EU and non-EU traffic.

Traffic component	International	EU	Non-EU
Movements	123,499 (+19.8%)	79,862 (+22.3%)	43,637 (+15.6%)
Aircraft tonnage	10,717,446 (+17.8%)	5,362,644 (+17.9%)	5,354,802 (+17.7%)
Total passengers	11,568,012 (+8.9%)	7,274,215 (+13.5%)	4,293,797 (+1.9%)
Total freight (tons)	93,765 (+0.4%)	21,008 (+3.0%)	72,757 (-0.3%)

Analysis of the above data shows a slight overall recovery in traffic compared with 2002, when the crisis in international air transport was at its worst. In particular, growth registered during the summer period more than compensated for traffic reductions during early 2003, reflecting the negative impact of the war in Iraq and the SARS epidemic.

Passenger traffic rose 5.6% on the back of increased capacity (with movements up 8.9% and aircraft tonnage up 10.2%).

Passenger traffic at **Ciampino airport** saw an increase of 100% during the first nine months of the year compared with the same period of 2002. Growth continued to be focused in the low-cost segment (up 162.4%), in contrast to the contraction in charter traffic (down 20.7%) that has transferred to Fiumicino airport.

Aviation revenues during the third quarter amounted to 91.6 million euros (240.9 million euros during the first nine months of the year).

As was true of other airport operators, the Parent Company, ADR SpA, continued to apply the airport fees in effect in 2001, as established by the decree dated November 14, 2000, even if the established period for their application expired at the end of February 2002.

During the third quarter of 2003, management of **centralized infrastructures** and terminal services fell by 5.9%, bringing overall growth during the first nine months of the year to 2.9%.

In particular, loading bridge revenues were down on the same period of 2002, primarily as a result of two factors:

- a review of “night parking” fees in response to carriers’ requests to charge solely for effective use of the loading bridge on arrival and departure;
- a reduction in average parking times per bridge, as of June 2003, which nevertheless led to greater use of the infrastructure, resulting in increased departing passenger flows in areas served by loading bridges where there is a higher concentration of retail outlets.

During the third quarter of 2003 the automated baggage handling system processed around 1,540,000 pieces of baggage (up 2.6% compared with the third quarter of 2002), with the number of misdirected pieces of luggage representing 0.115% of the total (down 0.02% with respect to the third quarter of 2002), of which 0.051% was caused by equipment failure and 0.064% was due to multi-level equipment and security checks.

During the period January-September 2003, the system processed around 3,650,000 pieces of baggage (down 2.0% compared with the same period of 2002), with the number of misdirected pieces of luggage representing 0.068% of the total (down 0.015% with respect to 2002), of which 0.032% was caused by equipment failure and 0.036% was due to multi-level equipment and security checks.

For details of the performance of **passenger and ramp services and baggage handling**, please refer to the section on ADR Handling SpA (ADRH).

During the third quarter of 2003, **security activities** carried out by the Parent Company, ADR, broke down as follows:

- security checks on passengers and carry-on luggage, operated under concession;
- 100% screening of checked luggage, which became mandatory as of February 1, 2003 following Civil Aviation Authority and Ministry of Interior regulations, carried out under the authorization of the Civil Aviation Authority until June 3, 2003, and as of that date in concession following approval of the Ministerial Decree of March 14, 2003 and related publication in the Official Gazette no. 126;
- other security services requested by operators/carriers, also in compliance with the instructions from airport authorities and the requirements of the National Security Program;
- training of ADR and ADRH personnel from other areas who have been assigned to security duties. External training activities have begun to produce positive results. In addition to ADR’s own staff, the Group’s Training Centre has carried out training courses on X-ray checks for Rome’s municipal police, for Italian Post Office staff located at Fiumicino airport and other major companies;
- from August 1, 2003, surveillance of the Parent Company’s assets within the grounds of Leonardo da Vinci airport began to be carried out by the Company itself. This service was previously carried out by an external contractor.

Regarding **operational safety** activities, Amendment 1 to the Airport Construction and Operating Regulations, applying ICAO Annex 14, requires Fiumicino to obtain a certificate of conformity for the airport by November 27, 2003, whilst the deadline for Ciampino has been set as November 30, 2004.

ADR's preparation of its "Airport Manual", a key document for the purposes of certification, continues. ADR will be on schedule to achieve certification of Fiumicino within the required deadline.

With regard to Ciampino Airport, which has the status of "a military airport open to civil air traffic", ADR has taken steps to carry out the most urgent works to upgrade the airport's runways and taxiways, as requested by the Civil Aviation Authority after an inspection. Also at Ciampino, activities designed to "control and clear birds" began in July, as required by an ordinance issued by the local airport authority.

Real estate management

Revenues from **sub-concessions**, deriving from fees and utilities at Fiumicino airport, amounted to 17.1 million euros during the first nine months of 2003.

In particular, the increase in sub-concessions during the period included:

- the opening of a new Poste Italiane S.p.A. office, with a view to extending the range of services offered to the public in the Terminal A arrivals hall;
- an increase in sub-concessions to the AirOne Group (space in the Office Tower, changing rooms, rest areas and storage areas in the operational buildings);
- new space leased to mobile telephone operators (H3G, Wind and Tim), in addition to the introduction of a revised pricing policy.

The increase in the volume of sub-let space enabled the Group to compensate for decreases in revenues due to:

- the relinquishment of storage and office premises by Weitnauer-Duty Free Italia due to the termination of activities, which was only partially absorbed by the requirements of the company (the Nuance Group) that has taken over the space;
- the relinquishment of space by freight operators (Wilson Logistic).

Revenues from royalties at Fiumicino totalled 12.2 million euros, up by around 2.0% on the same period of the previous year, due to greater earnings on aviation fuel (up 13.5%).

During the first nine months of 2003, real estate management at Ciampino generated revenues from fees and utilities of 2.3 million euros and from royalties of 0.8 million euros.

Management of the **parking systems** at Fiumicino and Ciampino airports rose by 6.8% compared with the first nine months of 2002, alongside passenger traffic that registered an increase of 5.6% during the same period.

Maintenance activities guaranteeing the reliability of **airport infrastructure** continued during the third quarter of 2003.

In July, renewal of the two-year maintenance contracts for civil works and the water and sewerage networks was put out to public tender.

Non-aviation activities

The third quarter of 2003 saw a rise of 5.0% in revenues from **direct sales**, which meant that the figure for the nine months to September 30 was 4.1% down on the same period of 2002.

This change is again due to the contraction in international traffic, especially higher spending passengers (intercontinental tourism).

This was compounded by the continued weakness of the dollar against the euro, which contributed to reduced spending by international, non-Schengen passengers.

Actions aimed at redefining the product range continued during the third quarter of 2003, which concentrated solely on the most profitable duty-free goods (perfumes, tobacco, wines/spirits, chocolate).

Revenues from **outlets managed by sub-concessionaires** registered an increase of 2.3% compared with the third quarter of 2002. The result was obtained mainly thanks to the good performance of food and beverage outlets (up 16.7%).

The poor performance of retail outlets (down 2.0%) is entirely due to the fact that the outlets of the new operator, Nuance, are still being restructured. The other operators turned in better results than the increase in traffic, partly thanks to the opening of new outlets: Bulgari, Hermes, Fabriano and Timberland.

During the last quarter of 2003, the Nuance outlets are expected to be up and running, resulting in a reversal of their performance trend.

With regard to the situation of customers to whom the Group is particularly exposed, Cisim Food SpA, a Cirio Group company which is the airport's main refreshment supplier, was placed in liquidation in April. In the meantime, normal activities are continuing and ADR is furthering initiatives aimed at recovering amounts due and drawing up proposals aimed at ensuring continuity.

Revenues from the sale of **advertising space** grew by 9.0% with respect to the third quarter of 2002 (up 8.5% during the first nine months of 2003), due to increased revenues from advertising in the domestic terminal and in external areas, whilst advertising in the international terminal saw a fall in revenues. In particular, film shoots and the distribution of promotional magazines and leaflets increased significantly.

Renewal of current contracts suggests that the same percentage increase will be posted at year end as for the first nine months of the year.

Technical and IT services

During the third quarter of 2003, management and maintenance of existing **infrastructures and facilities** continued to guarantee reliability and provide quality services in line with customers' expectations and leading European airports.

The most important initiatives carried out during the period include:

- continuation of works to upgrade the manual coding area of the baggage handling system;
- drawing up of an executive project regarding the upgrading of hold baggage screening at Terminals "B" and "C"; integration of the security checking systems at Terminal "A" and in transit areas;
- continuation of design work for upgrading of the baggage handling system;
- award of a contract to design the control platform for air conditioning plants.

Progress was made in relation to the technological and operational upgrading of **company software applications** during the third quarter of 2003. The new *"Active Cycle" Management System* (SAP-SD) entered service at ADR and ADRH. The new *Direct Sales Management System* also entered service at Fiumicino and Ciampino airports.

Work also continued on implementing the following systems:

- *New technologies for the development of applications*: development of the pilot application and a detailed study were launched to enable application of the new technology to the re-engineering of airport systems. These activities are expected to be completed by the end of 2003.
- *New airport operations management system*: during the third quarter of 2003, work on expanding the system's functions began, thereby enabling autocoverage and the necessary personalization to allow it to be used in handling (ADRH), cargo operations (ADR) and safety management and emergencies (ADR). Work is expected to be completed by the end of the year, except for the handling module for which completion is expected during the first quarter of 2004;
- *Centralized system for passenger and baggage check-in procedures (CUTE)*: during the third quarter of 2003, activities were launched to upgrade the system's hardware ahead of subsequent migration from the OS2 to the Windows operating system. These activities are expected to be completed by the end of 2003.

Environmental protection

During the quarter under consideration, maintenance and development of the ISO 14001 Environmental Management System (EMS) were carried out at both airports via scheduled activities.

EMS monitoring, carried out by ADR's internal environmental auditors, proceeded in accordance with plans for the period under consideration. Two internal checks were made relating to managerial and operational aspects of EMS.

At Fiumicino, ongoing monitoring of electromagnetic fields continued, as did air quality monitoring at Ciampino using ADR's mobile laboratory.

Quality

The second phase of customer satisfaction surveys at Fiumicino, carried out between July 19 and August 15, 2003 and involving 2,800 interviews with passengers, reported a fall in the overall score from passengers: 4.81 compared with 4.88 during the same phase in 2002, which was also the average score for the previous year (with possible scores ranging from 1-very bad to 6-excellent).

Passengers' overall satisfaction with Fiumicino is, once again, greater than satisfaction with individual services provided at the airport. The decrease in customer satisfaction primarily regarded waiting times for services, the functioning of equipment and comfort at the airport.

Daily surveys of the quality levels of services that have the greatest impact on the airport's customers continued during the third quarter of 2003.

The surveys reported a deterioration in the results of some of the indicators regarding the aviation area:

- the percentage of incoming flights arriving more than 15 minutes late in the period July-September was 27.4% against 24.2% in 2002, although this indicator steadily improved over the year, falling from 41.6% in January to 28.6% in September. A similar performance was reported for delays of more than 15 minutes for outgoing flights with a third-quarter figure of 31.2% against 27.1% in the same period of the previous year, and a January figure of 36.3% against 31.1% in September. Consequently, the "recovery of airport transit time" indicator

(the difference between delays to incoming and outgoing flights with respect to scheduled times) reported a fall of 3.8% for the quarter under consideration;

- the reclaim times achieved by baggage handlers did not comply with those provided for in the ADR Service Charter. In the third quarter of 2003, a baggage reclaim time of less than 26 minutes was achieved in 75.7% of cases, and reclaim of the last piece of baggage within 34 minutes in 76.9% of cases (compared with the 90% of cases stipulated for both in the Services Charter).

To deal with the situation, specific monthly meetings continue to be held with the bodies responsible – handlers and carriers, on the one hand, and the Civil Aviation Authority and the Air Traffic Control Authority, on the other – to raise their awareness of the need for incisive action.

Group investment

During the quarter under consideration the ADR Group carried out **investment** totalling 6.5 million euros, with a total of 37 million euros in the first nine months of 2003 (13.9 million euros and 40.0 million euros, respectively, in the same periods of 2002).

The following **infrastructure development** projects are underway within the framework of the implementation program:

- infrastructure: freight movement system in the Cargo City and 5th module of the multi-storey car park;
- plant: industrial waste water collector in the eastern area, land-side oil extractor and replacement of MV control panels and electric insulation of land-side transformers;
- road network: ground-level freeway ramp in the eastern area and maintenance of land-side airport road network;
- runways: upgrading of Bravo/Delta/November taxiways;
- Ciampino – upgrading of air-side road network and aprons and restructuring of retail areas.

The following works were also completed:

- plant: construction of ADR's MV network and ring road for Alitalia's technical area;
- runways: runway 1 – upgrading of ducts to allow laying of electric cables, new horizontal air-side road signs, repair of runway and taxiway surfacing;
- terminals: restructuring work on 4 ADR outlets and centralisation of security check points serving Terminals B and C;
- Ciampino: planoaltimetric layout of runway safety strips and runway signs and restructuring of departure area in the passenger terminal.

Future works soon to be started include:

- infrastructure: premises for processing domestic baggage, conversion of former ceremonial area in the international terminal for new check-in counters, and completion of ancillary works in the Cargo City area and the long-stay car park;
- plant: new baggage transfer equipment and second phase works on the tunnel network;
- runways: doubling of "BRAVO" taxiway, Northern sector, Pier "C";
- terminals: upgrading of DFS system, transit area retail outlets 1-4;
- Ciampino: upgrading of air-side road network and aprons, and restructuring of departure lounges and retail areas.

Group personnel

The average **Group headcount** for the first nine months of 2003, compared with the same period of the previous year, is shown in the following table:

Category	Jan-Sep 2003	Jan-Sep 2002	Change
Managers	66	70	(4)
Office staff	1,990	2,013	(23)
Ground staff and other	1,279	1,397	(118)
total	3,335	3,480	(145)

The headcount as of September 30, 2003, including staff on temporary contracts, was **3,869**, broken down as follows:

Category	09.30.2003	06.30.2003	09.30.2002
Managers	64	65	70
Supervisors	240	241	255
White collar	2,048	1,917	1,911
Blue collar	1,517	1,441	1,544
total	3,869	3,664	3,780
<i>Including:</i>			
<i>on permanent contracts</i>	2,919	2,919	3,040
<i>on temporary contracts</i>	950	745	740

Company	09.30.2003	09.30.2002
ADR SpA	2,424	2,377
ADR Handling SpA	1,388	1,375
ADR Engineering SpA	31	28
ADR Advertising SpA	11	-
ADR Tel SpA	15	-
total	3,869	3,780

The increase in Group personnel compared with September 30, 2002 (up 89) is due to the launch of security checks and surveillance activities designed to protect the Company's assets, whilst the increase of 205 compared with June of this year was due to the normal increase in traffic during the summer.

During the third quarter of 2003, organizational initiatives consisted of adapting corporate structures to business developments in order to complete the business unit model begun in 2002.

Inter-functional organizational procedures were prepared that will form part of the management and control model adopted by the Group in compliance with the provisions of Legislative Decree 231 of 2001.

Actions aimed at reducing labour costs continued via the monitoring of overtime, the use of rest days to compensate for the reduced working week and vacations.

The number of hours lost to strikes stood at 1,499 (down 0.56% with respect to the previous year), while absenteeism due to illness and accidents remained substantially unchanged.

Main Group companies

ADR Handling SpA

During the **third quarter of 2003**, the main components of the traffic served at Fiumicino by ADR Handling SpA (ADRH), the Group company that provides passenger and ramp services, are analyzed in the following tables:

Traffic component	3 rd quarter 2003		3rd quarter 2002		% change	
	Handling at Fiumicino	% of total Fiumicino	Handling at Fiumicino	% of total Fiumicino	Handling at Fiumicino	% of total Fiumicino
No. of aircraft movements	23,740	29.5%	21,722	28.9%	9.3%	0.6%
Aircraft tonnage	2,407,797	39.6%	2,233,557	39.1%	7.8%	0.5%
No. of passengers	2,509,993	32.8%	2,334,812	32.5%	7.5%	0.3%
Traffic unit	2,600,801	32.8%	2,477,256	33.0%	5.0%	(0.2%)

The performance during the **first nine months of 2003** is shown in the following table:

Traffic component	Jan.-Sep. 2003	Jan.-Sep. 2002	% change
	Handling at Fiumicino	Handling at Fiumicino	
No. of aircraft movements	64,352	63,631	1.1%
Aircraft tonnage	6,631,608	6,160,535	7.6%
No. of passengers	5,979,011	6,216,796	(3.8%)
Traffic unit	6,329,289	6,652,622	(4.9%)

During the third quarter of 2003, ADHR registered a recovery in all traffic components and an increase in market share. The downturn of 3.8% in passenger traffic during the period January-September was moderate in comparison with the total decrease of 10.6% during the first six months of the year.

Indicators of levels of service¹ during the period under consideration are shown below:

	3 rd quarter 2003	3rd quarter 2002	Target 2003 for
Left-behind	0.55	0.35	0.60
Airport punctuality	99.69	99.67	99.50%

Finally, in relation to the zero minute airport punctuality standard with a target of **98%**, the result achieved during the third quarter of 2003 stood at 98.73%.

¹Key:

LEFT-BEHIND: the figure indicates every 1,000 passengers boarded, the number of pieces of baggage not loaded together with their "owner", the responsibility for which can be attributed to the handler.

AIRPORT PUNCTUALITY: indicates the percentage of departing flights which did not experience a delay of more than 15 minutes, the responsibility of which can be attributed to the handler.

BAGGAGE RECLAIM: the figure shows the percentage of flights for which the time standards for baggage reclaim were respected, exclusively taking account of the responsibilities held by the handler. The standards of reference call for the last bag to be placed on the belt within a certain number of minutes of ATA (Actual Time of Arrival).

"Baggage reclaim" performance for the third quarter of 2003 breaks down as follows:

	3rd quarter 2003	3rd quarter 2002	% change	Target for 2003
Baggage reclaim (*)	84.33	84.17%	0.16 %	
Baggage reclaim (**)	95.69%	98.46%	(2.77)	
Baggage reclaim - ADR Service Charter first bag (***)	95.62	not recorded		90.0%
Baggage reclaim - ADR Service Charter last bag (***)	96.82	not recorded		90.0%

Note:

(*) within 20 minutes for domestic and "Schengen" area flights, and within 30 minutes for international flights – to be respected for 80% of flights;

(**) within 25 minutes for domestic and "Schengen" area flights, and within 35 minutes for international flights – to be respected for 98% of flights;

(***) baggage reclaim starts within 26 minutes and finishes within 34 minutes of flight arrival – to be respected for 90% of flights.

The company reported a loss for the first nine months of the year of 923 thousand euros.

Despite a fall in revenues from 63.6 million to 56.0 million euros, the company posted EBITDA of 5.6 million euros, a marked improvement on the same period of the previous year (up 1.5 million euros). Indeed, consumption of materials and services as a percentage of revenues decreased substantially from 39% of the first nine months of 2002 to 33%.

EBIT of 2.4 million euros was in line with the previous year due to a reduction in the balance of other operating income and costs.

ADR Engineering SpA

The company reported net income of 125 thousand euros for the period January-September 2003, compared with a similar figure for the same period of the previous year (up 10 thousand euros).

The increase in revenues, which rose from 4,105 thousand euros to 4,720 thousand euros, is primarily due to the acquisition of new orders regarding infrastructure initiatives launched by ADR.

ADR Tel SpA

The company, which started operating on April 1, 2003, reported net income of 125 thousand euros for the period January-September 2003.

Revenues totalled 1,970 thousand euros, and EBITDA stood at 331 thousand euros, equal to 17% of turnover. EBIT amounted to 230 thousand euros.

ADR Advertising SpA

The company, which started operating on March 1, 2003, with the closure of the contract to lease ADR's advertising unit, reported net income of 571 thousand euros for its first seven months of operation.

ACSA Ltd

At the end of the period January-September, the company, which is 20% owned by ADR IASA Ltd, posted net income of 503.0 million rand (57.8 million euros, at average exchange rates).

This result includes the capital gain realised during the first quarter from the company's sale of a plot of land located at Durban airport (115 million rand).

Other significant events during the third quarter of 2003

Legal and regulatory context

On July 2, 2003, ADR submitted an access application to the Civil Aviation Authority under the provisions of Law no. 241/90 requesting permission to view and make related photocopies of all the documents regarding the drawing up of the annex to the **airport concession agreement**.

ADR's interest in gaining such access ceased when the Company received a letter from the Civil Aviation Authority and two others from the Ministry of Transport explaining the authorities' decisions regarding the matter.

ADR replied to these letters on August 26, 2003.

A notice was published in the Official Gazette of September 24, 2003 regarding adoption by the Civil Aviation Authority of the Amendment 1 to the **Airport Construction and Operating Regulations** (dated September 30, 2002).

In Amendment 1 the Civil Aviation Authority revised the following sections: 1 (airport certification), 2 (the airport manual), 3 (physical characteristics of the airport), 5 (risk of bird impact) and 9 (the emergency plan).

Amendment 1 also included the addition of Appendix 1A to Section 1, which stipulates that Fiumicino must obtain airport certification by November 27, 2003, and Ciampino by November 30, 2004.

To this end the Civil Aviation Authority launched certification procedures for Fiumicino by scheduling a series of meeting between ADR and the certification team set up by the Civil Aviation Authority. The first meeting took place on October 1, 2003.

Whilst awaiting further clarification regarding the certification procedure from the Civil Aviation Authority, ADR is ready to comply with the new regulations.

Litigation

In September 2003, ADR issued notice of appeal to the Lazio Regional Administrative Court against Ministerial Decree 14/T of March 14, 2003 (published in the Official Gazette of June 3, 2003) containing provisions regarding the payment of fees for the **100% control of checked baggage**, as interpreted, in relation to the date from which such fees are to be applicable, in Civil Aviation Authority letters dated June 3, 2003 and June 11, 2003.

The main reasons for the appeal are:

- 1) the contradictory nature of the two letters from the Civil Aviation Authority;
- 2) the lack of any provision regarding collection of the fees prior to the implementation of the Ministerial Decree. In fact, pursuant to local airport authority ordinance 14/2002, as interpreted by the local airport authority's letter of January 9, 2003, ADR was obliged, as of February 1, 2003, to carry out 100% controls of checked baggage, with no possibility of charging fees for the service. Such fees were belatedly determined by the Ministerial Decree published in the Official Gazette on June 3, 2003.

The appeal aims, among other things, to recover the fees due for the period between the date the decree became valid (June 3, 2003) and the date authorised by the Civil Aviation Authority in a separate letter (June 26, 2003).

On September 29, 2003, a legal firm was engaged to lodge an appeal to the Lazio Regional Administrative Court against the Executive Decree of June 30, 2003 (definition of **airport license fees** for 2003) published in the Official Gazette on July 7, 2003, as amended in the notice published in the Official Gazette on September 6, 2003. This decree established methods different from those applied until the end of 2002, for calculating annual fees due from, among others, global airport operators pursuant to special laws.

Such methods of calculation are deemed to be illegitimate as they introduce an element of “adjustment” to the resulting figures regarding the “earnings” that passengers produce in relation to the airport. In ADR’s opinion, such an adjustment is not provided for in the related current legislation, and is also discriminatory and detrimental to fair competition.

GROUP FINANCIAL POSITION AND OPERATING RESULTS

Reclassified Consolidated Income Statement² (in thousands of euros)

	third quarter 2003	Jan.- Sep. 2003	third quarter 2002	Jan.- Sep. 2002
Revenues from sales and services	142,058	378,049	134,933	369,106
Contract work in progress	607	5,230	4,547	14,981
A.- REVENUES	142,665	383,279	139,480	384,087
Capitalized costs and expenses	849	2,427	577	1,744
B.- REVENUES FROM ORDINARY ACTIVITIES	143,514	385,706	140,057	385,831
Cost of materials and external services	(38,706)	(112,914)	(38,401)	(112,562)
C.- GROSS MARGIN	104,808	272,792	101,656	273,269
Payroll costs	(35,565)	(112,186)	(36,486)	(114,945)
D.- GROSS OPERATING INCOME	69,243	160,606	65,170	158,324
Amortization and depreciation	(24,141)	(72,099)	(24,859)	(72,829)
Other provisions	(147)	(264)	(922)	(1,087)
Provisions for risks and charges	(2,562)	(3,550)	(307)	(1,912)
Other income (expense), net	(1,849)	(4,848)	522	10,141
E.- OPERATING INCOME	40,544	79,845	39,604	92,637
Financial income (expense), net	(24,957)	(72,582)	(24,431)	(67,791)
Adjustments to financial assets	1,836	9,151	1,688	4,996
F.- INCOME BEFORE EXTRAORDINARY ITEMS AND TAXES	17,423	16,414	16,861	29,842
Extraordinary income (expense), net	123	(4,559)	(355)	(1,243)
G.- INCOME BEFORE TAXES	17,546	11,855	16,506	28,599
Income taxes for the period	(5,714)	(11,652)	(7,603)	(15,869)
Deferred tax assets	(1,476)	(1,771)	(2,165)	(4,859)
H.- NET INCOME FOR THE PERIOD	10,356	(1,568)	6,738	7,871
including:				
- Parent Company's Interest	9,236	(5,665)	4,378	5,236
- Minority interest	1,120	4,097	2,360	2,635

During the third quarter of 2003, a peak period for airport activities, ordinary revenues, net of works carried out on behalf of the state, rose by 5.3%, while total revenues were up 2.3% with respect to the same period of 2002, due to the progressive decrease in the works component.

Third-quarter earnings contributed to improving revenues for the first nine months of the year, up 2.4% on the same period of the previous year, against a percentage increase for the various traffic components of more than 6%.

² Compared with the data published in the Quarterly Report as of September 30, 2002, the following reclassifications have been carried out:

- income deriving from the recovery of expenses and labour costs, classified in 2002 under "Other income and expense", has been posted as a reduction of the respective cost items (cost of materials and external services and payroll costs);
- the portion of amortization of the ancillary charges on the borrowings of the Parent Company, ADR, has been reclassified from the cost of materials and external services to amortization and depreciation.

This gap derives from the results for non-aviation activities, where the performance of direct sales and sub-concessions is still penalized by the growing trend towards low-spending passengers, and operating difficulties linked to the restructuring of retail outlets.

In the first nine months of 2003, although affected by the difficulties experienced during the first part of the year (the war in Iraq and the SARS epidemic), the performance of the other components of earnings was substantially in line with that of traffic (fees up 8.1%, car parks up 6.9%, sale of advertising space up 8.5%).

The Group continued to reduce overall operating costs during the third quarter of 2003, despite being penalized by significant negative factors: a sharp rise in insurance costs relating to "war and terrorism" risks and a higher concession fee, which in 2003 was determined using the new method of calculation provided for by the decree of June 30, 2003.

During the period, these negative factors were compounded by the Company's inability to recoup the additional costs incurred for the new 100% screening of checked baggage until the end of June 2003.

The Group's EBITDA, which stood at 160.6 million euros against 158.3 million euros (up 1.4%) in the first nine months of 2002, did not reach the growth levels that might have been expected, given the efficiency drive underway.

EBIT, which included sundry operating costs, decreased by 13.8%.

ADR Handling, the Group's airport handling company, reported an improvement in EBITDA whilst EBIT remained stable, despite lower turnover with respect to the first nine months of 2002.

The South African subsidiary undertaking, ACSA, continued to post outstanding results. Revenues for the third quarter of 2003 totalled 1.8 million euros, up 8.8% on 2002, which for the nine months to September amounts to growth of over 80%.

While the Parent Company's interest posted a net loss of 5.7 million euros, the results showed signs of recovery for the second half of the year compared with the loss of 9.2 million euros for the six months ended June 30.

Reclassified consolidated balance sheet³
(in thousands of euros)

	09-30-2003	06-30-2003	12-31-2002
A. - NET FIXED ASSETS			
Intangible fixed assets *	2,200,417	2,216,430	2,216,674
Tangible fixed assets	99,179	101,361	106,128
Non - current financial assets	126,347	127,002	114,717
	<u>2,425,943</u>	<u>2,444,793</u>	<u>2,437,519</u>
B. - WORKING CAPITAL			
Inventory	22,287	22,264	26,263
Trade receivables	179,561	153,367	140,457
Other assets	34,095	36,351	32,198
Trade payables	(113,282)	(125,310)	(129,904)
Allowances for risks and charges	(26,672)	(25,198)	(28,236)
Other liabilities	(57,923)	(70,031)	(73,466)
	<u>38,066</u>	<u>(8,557)</u>	<u>(32,688)</u>
C. - INVESTED CAPITAL, minus short-term liabilities (A+B)	2,464,009	2,436,236	2,404,831
D. - EMPLOYEE SEVERANCE INDEMNITIES	66,039	65,241	68,648
E. - INVESTED CAPITAL, minus short-term liabilities and E.S.I. (C-D)	2,397,970	2,370,995	2,336,183
financed by:			
F. - SHAREHOLDERS' EQUITY			
- Parent Company's interest	688,188	675,301	718,754
- minority interest	56,778	53,441	47,431
	<u>744,966</u>	<u>728,742</u>	<u>766,185</u>
G. - MEDIUM/LONG-TERM BORROWING	1,745,019	1,745,019	1,651,338
H. - SHORT-TERM BORROWING (NET CASH AND CASH EQUIVALENTS)			
.Short-term debt	37,631	29,843	45,144
.Cash and current receivables	(129,646)	(132,609)	(126,484)
	<u>(92,015)</u>	<u>(102,766)</u>	<u>(81,340)</u>
(G+H)	1,653,004	1,642,253	1,569,998
I. - TOTALE AS IN "E" (F+G+H)	2,397,970	2,370,995	2,336,183
	<u>2,008,309</u>	<u>2,020,630</u>	<u>2,045,272</u>

(*) including the value of the concession totaling

Compared with June 30, 2003, the Group's invested capital rose by 27.0 million euros, due to an increase in working capital. Net fixed assets decreased as a result of amortization and depreciation and the distribution of dividends by the South African subsidiary undertaking, ACSA, in September.

The growth in working capital represents the balance of an increase in trade receivables (up 26.2 million euros), in part due to increased volumes of business during the summer period, a reduction in "other liabilities" (down 12.1 million euros) and a decrease in trade payables (down 12.0 million euros).

In particular, the reduction in "other liabilities" is in turn due to a reduction in tax liabilities and amounts due to personnel, as well as to payment of the airport licence fee for the first quarter of 2003 at the end of July.

³ Compared with the data published in the financial statements as of December 31, 2002 the ancillary charges on the borrowings of the Parent Company, ADR, originally classified under "Other assets", have been included in intangible fixed assets.

Net debt as of September 30, 2003 stood at 1,653.0 million euros, a rise of 10.7 million euros compared with the end of the first half of 2003, which is solely due to short-term borrowing to finance the increase in invested capital.

Consolidated statement of cash flows (in thousands of euros)

	Jan.-Sep. 2003	Jan. - Sep. 2002
A.- CASH AND CASH EQUIVALENTS-OPENING BALANCE	81,340	82,608
B.- CASH FLOWS FROM (FOR) OPERATING ACTIVITIES		
Net income (loss) for the period	(1,568)	7,871
Amortization and depreciation	72,099	72,829
(Gains) losses on disposal of fixed assets	(23)	116
(Revaluations) write-downs of fixed assets	(9,276)	(5,169)
Net change in working capital	(70,754)	(63,387)
Net change in employee severance indemnities	(2,609)	709
	(12,131)	12,969
C.- CASH FLOWS FROM (FOR) INVESTING ACTIVITIES		
Investment in fixed assets:		
.intangible	(43,851)	(14,474)
.tangible	(4,414)	(10,944)
.financial	(64)	(617)
Proceeds from disposal, or redemption value of fixed assets	8,705	4,896
Other changes	(11,600)	(119)
	(51,224)	(21,258)
D.- CASH FLOW FROM (FOR) FINANCING ACTIVITIES		
New loans	480,000	24,600
Shareholders' contributions	0	0
Repayments of loans	(386,319)	(70,000)
Buy-back of shares	0	0
Other changes	751	0
	94,432	(45,400)
E.- DIVIDENDS PAID	(32,357)	(887)
F.- ALLOWANCE FOR EXCHANGE RATE VARIATIONS		
Change in allowance for exchange rate variations	11,955	150
G.- CASH FLOW FOR THE PERIOD (B+C+D+E+F)	10,675	(54,426)
H.- CASH AND CASH EQUIVALENTS (NET BORROWING) - CLOSING BALANCE (A+G)	92,015	28,182

Operating cash flow was sufficient to cover the Group's interest expense and dividends. The use of medium- and long-term lines of credit enabled the Group to finance investment and its working capital requirements.

SUBSEQUENT EVENTS

Traffic performance at the Roman airport system during the period January-October 2003, compared with the same period of the previous year, is shown below:

Data as of October 31, 2003 (The figures in brackets indicate the percentage change with respect to the previous year)

Traffic component	SYSTEM	Fiumicino	Ciampino	Domestic	International
Movements	283,480 (+8.6%)	252,228 (+6.6%)	31,252 (+27.3%)	145,553 (+0.3%)	137,927 (+19.0%)
Aircraft tonnage	20,299,009 (+9.4%)	19,007,041 (+7.5%)	1,291,968 (+48.7%)	8,370,847 (+1.1%)	11,928,162 (+16.0%)
Total passengers	23,686,750 (+5.8%)	22,179,259 (+2.6%)	1,507,491 (+91.8%)	10,601,359 (+2.2%)	13,085,391 (+8.9%)
Total freight (tons)	122,191 (-1.4%)	105,720 (-2.6%)	16,471 (+6.4%)	17,194 (-9.4%)	104,997 (+0.0%)

International traffic is analyzed below and broken down into EU and non-EU traffic.

Traffic component	International	EU	Non-EU
Movements	137,927 (+19.0%)	89,240 (+21.2%)	48,687 (+15.1%)
Aircraft tonnage	11,928,162 (+16.0%)	5,989,690 (+15.5%)	5,938,472 (+16.6%)
Total passengers	13,085,391 (+8.9%)	8,222,676 (+12.9%)	4,862,715 (+2.7%)
Total freight (tons)	104,997 (+0.0%)	23,648 (+2.9%)	81,349 (-0.8%)

The above data confirm the steady improvement in traffic that began during the summer period, thus consolidating the recovery from the downturn at the beginning of the year.

In October, passenger traffic using the Roman airport system was up 7% with respect to the same period of 2002.

With respect to **litigation** involving the Group, on October 2, 8 and 9 ADR was notified by the various ministries involved that they intend to appeal against the injunctions obtained by the Company in July against a number of public authorities. Such appeals do not question that payment is due for the services and utilities provided, but regard the determination of the related amounts and the methods of calculation used. The court is gathering the necessary information before an initial hearing is held.

OUTLOOK

Despite the upturn in traffic, growth levels during the last quarter of 2003 will not enable the Group to meet its expected growth targets of revenues.

The Group will continue the efficiency drive begun earlier in the year in order to contain losses, whilst at the same time keeping a close eye on cash management in order to guarantee respect of the fixed targets.

**ADR GROUP: BALANCE SHEET AND
INCOME STATEMENT**

CONSOLIDATED BALANCE SHEET: ASSETS

as of September 30, 2003

(in thousands of euros)
(Translation from the original issued in Italian)

UNPAID SHARE CAPITAL DUE FROM SHAREHOLDERS

FIXED ASSETS

INTANGIBLE FIXED ASSETS

- Incorporation and development costs
- Industrial patents and intellectual property rights
- Concessions, licenses, trademarks and similar rights
- Goodwill arising on consolidation
- Leasehold improvements in process and advances
- Others

TANGIBLE FIXED ASSETS

- Land and buildings
- Plant and machinery
- Industrial and commercial equipment
- Fixed assets to be relinquished
- Other assets
- Work in progress and advances

FINANCIAL FIXED ASSETS

• Equity investments in:

- unconsolidated subsidiary undertakings
- associated undertakings
- other companies

• Receivables due from others:

- within 12 months
- beyond 12 months

Total fixed assets

CURRENT ASSETS

INVENTORY

- Raw, auxiliary and consumable materials
- Contract work in progress
- Finished goods and goods for resale
- goods for resale

• Advances

RECEIVABLES

- Due from clients
- Due from unconsolidated subsidiary undertakings
- Due from associated undertakings
- Due from others:

- various
- within 12 months
- beyond 12 months

- tax authorities

- advances to suppliers for services to be rendered

• Deferred tax assets

MARKETABLE SECURITIES

CASH ON HAND AND IN BANKS

- Bank and post office deposits
- Checks
- Cash and notes in hand

Total current assets

ACCUMULATED INCOME AND PREPAID EXPENSES

- Accumulated income and other prepaid expenses

TOTAL ASSETS

	09/30/2003	12/31/2002
UNPAID SHARE CAPITAL DUE FROM SHAREHOLDERS	0	0
FIXED ASSETS		
INTANGIBLE FIXED ASSETS		
• Incorporation and development costs	1,035	406
• Industrial patents and intellectual property rights	200	123
• Concessions, licenses, trademarks and similar rights	2,009,758	2,046,765
• Goodwill arising on consolidation	1,741	1,865
• Leasehold improvements in process and advances	39,558	19,924
• Others	148,035	147,571
	2,200,417	2,216,674
TANGIBLE FIXED ASSETS		
• Land and buildings	1,134	1,366
• Plant and machinery	15,285	17,275
• Industrial and commercial equipment	1,416	1,351
• Fixed assets to be relinquished	75,667	79,662
• Other assets	3,908	4,786
• Work in progress and advances	2,169	1,689
	99,179	106,128
FINANCIAL FIXED ASSETS		
• Equity investments in:		
- unconsolidated subsidiary undertakings	100	694
- associated undertakings	118,729	105,752
- other companies	1,855	1,855
	120,724	108,341
• Receivables due from others:		
- within 12 months	3	3
- beyond 12 months	5,620	6,372
	5,623	6,376
	120,347	114,717
Total fixed assets	2,425,943	2,437,519
CURRENT ASSETS		
INVENTORY		
• Raw, auxiliary and consumable materials	2,871	2,586
• Contract work in progress	9,657	14,962
• Finished goods and goods for resale		
- goods for resale	9,662	8,195
	9,662	8,195
• Advances	97	120
	22,297	25,263
RECEIVABLES		
• Due from clients	179,405	139,248
• Due from unconsolidated subsidiary undertakings	0	815
• Due from associated undertakings	626	1,146
• Due from others:		
- various		
- within 12 months	55,840	78,337
- beyond 12 months	2,378	2,321
- tax authorities	3,607	5,094
- advances to suppliers for services to be rendered	10	112
	61,835	85,864
• Deferred tax assets	18,451	20,276
	260,387	247,349
MARKETABLE SECURITIES	0	0
CASH ON HAND AND IN BANKS		
• Bank and post office deposits	77,398	50,503
• Checks	0	0
• Cash and notes in hand	649	675
	78,042	51,298
Total current assets	360,716	324,850
ACCUMULATED INCOME AND PREPAID EXPENSES		
• Accumulated income and other prepaid expenses	4,873	552
TOTAL ASSETS	2,791,532	2,762,921

CONSOLIDATED BALANCE SHEET: LIABILITIES AND SHAREHOLDERS' EQUITY

as of September 30, 2003

(In thousands of euros)

(Translation from the original issued in Italian)

SHAREHOLDERS' EQUITY

SHARE CAPITAL:	
ordinary shares	62,225
SHARE PREMIUM RESERVE	667,369
REVALUATION RESERVES	0
LEGAL RESERVE	12,445
RESERVE FOR OWN SHARES	0
STATUTORY RESERVES	0
OTHER RESERVES	85
RESERVE FOR FOREIGN CURRENCY TRANSLATION ADJUSTMENTS	(9,829)
RETAINED EARNINGS (ACCUMULATED LOSSES)	(38,462)
GROUP NET INCOME (LOSS) FOR THE YEAR	(5,665)

MINORITY INTEREST

• Share capital, reserves and net income (loss) for the year

GROUP AND MINORITY INTEREST IN CONSOLIDATED SHAREHOLDERS' EQUITY

ALLOWANCES FOR RISKS AND CHARGES

• Other

Total allowances for risks and charges

EMPLOYEE SEVERANCE INDEMNITIES

PAYABLES

• Due to banks

within 12 months
beyond 12 months

• Due to other financial institutions:

within 12 months
beyond 12 months

• Advances:

• from clients

from the Ministry of Transport:
within 12 months
beyond 12 months

• other

• prepayment of invoices to be paid in instalments
from clients

• Due to suppliers:

within 12 months
beyond 12 months

• Due to associated undertakings

• Due to parent companies:

within 12 months

• Taxes due:

within 12 months
beyond 12 months

• Due to social security agencies

• Other payables: various creditors

within 12 months
beyond 12 months

Total payables

ACCRUED EXPENSES AND DEFERRED INCOME

• Accrued expenses and other deferred income

TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY

	09/30/2003	12/31/2002
SHAREHOLDERS' EQUITY		
SHARE CAPITAL:		
ordinary shares	62,225	62,225
SHARE PREMIUM RESERVE	667,369	667,369
REVALUATION RESERVES	0	0
LEGAL RESERVE	12,445	12,445
RESERVE FOR OWN SHARES	0	0
STATUTORY RESERVES	0	0
OTHER RESERVES	85	85
RESERVE FOR FOREIGN CURRENCY TRANSLATION ADJUSTMENTS	(9,829)	(17,285)
RETAINED EARNINGS (ACCUMULATED LOSSES)	(38,462)	(11,292)
GROUP NET INCOME (LOSS) FOR THE YEAR	(5,665)	5,187
MINORITY INTEREST	699,199	719,754
• Share capital, reserves and net income (loss) for the year	56,779	47,431
GROUP AND MINORITY INTEREST IN CONSOLIDATED SHAREHOLDERS' EQUITY	744,966	766,185
ALLOWANCES FOR RISKS AND CHARGES		
• Other	26,672	28,236
Total allowances for risks and charges	26,672	28,236
EMPLOYEE SEVERANCE INDEMNITIES	66,039	68,640
PAYABLES		
• Due to banks		
within 12 months	29,639	44,479
beyond 12 months	480,000	1,626,738
	509,639	1,671,217
• Due to other financial institutions:		
within 12 months	7,559	0
beyond 12 months	1,265,019	0
	1,272,578	0
• Advances:		
• from clients		
from the Ministry of Transport:		
within 12 months	4,866	5,868
beyond 12 months	652	653
• other	1,681	1,280
• prepayment of invoices to be paid in instalments	109	38
from clients	7,318	7,899
• Due to suppliers:		
within 12 months	98,134	113,702
beyond 12 months	6,844	7,374
	104,978	121,076
• Due to associated undertakings	986	969
• Due to parent companies:		
within 12 months	4	24,873
	4	24,873
• Taxes due:		
within 12 months	7,189	6,590
beyond 12 months	0	413
	7,189	7,003
• Due to social security agencies	7,039	8,851
• Other payables: various creditors		
within 12 months	35,518	51,991
beyond 12 months	553	375
	36,071	52,366
Total payables	1,945,802	1,894,214
ACCRUED EXPENSES AND DEFERRED INCOME	8,053	5,630
• Accrued expenses and other deferred income		
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	2,791,532	2,762,921

MEMORANDUM ACCOUNTS

as of September 30, 2003

(in thousands of euros)

(Translation from the original issued in Italian)

General guarantees

• Surplus

111

111

• Other

1,230

1,237

1,390

1,348

Collateral guarantees

0

0

Commitments on purchases and sales

70,507

62,803

Other

900,487

891,902

972,344

976,113

CONSOLIDATED INCOME STATEMENT

for the period January - September 30, 2003
(in thousands of euros)
(Translation from the original issued in Italian)

TOTAL REVENUES

- Revenues from sales and services:
 - revenues from sales
 - revenues from services
 - revenues from contract work
- Changes in contract work in progress
- Capitalized costs and expenses
- Other income and revenues:
 - revenue grants
 - profits on disposals
 - other

OPERATING COSTS

- raw, ancillary and consumable materials and goods for
- services
- leases
- payroll:
 - wages and salaries
 - social security
 - employee severance indemnities
 - other
- Depreciation, amortization and write-downs:
 - amortization of intangible fixed assets
 - depreciation of tangible fixed assets
 - provisions for doubtful accounts
- Changes in inventories of raw, ancillary and consumable materials and goods for resale
- Provisions for risks
- Sundry operating costs:
 - losses on disposals
 - license fees
 - other

Operating income

FINANCIAL INCOME AND EXPENSE

- Income from equity investments:
 - dividends from other companies
 - other income from equity investments
- Other financial income:
 - from long-term receivables
 - other
- other
 - interest and commissions from
- Interest expense and other financial charges:
 - interest and commissions to parent companies
 - interest and commissions to others and sundry charges

Total financial income (expense), net

	Jan.-Sep. 2003		Jan.-Sep. 2002	
• Revenues from sales and services:				
- revenues from sales	34,119		35,462	
- revenues from services	343,850		333,624	
- revenues from contract work	<u>10,536</u>	388,514	<u>23,535</u>	362,641
• Changes in contract work in progress		(5,306)		(8,554)
• Capitalized costs and expenses		2,427		1,744
• Other income and revenues:				
- revenue grants	71		0	
- profits on disposals	23		64	
- other	<u>3,095</u>		<u>14,723</u>	
		<u>3,189</u>		<u>14,787</u>
		<u>388,824</u>		<u>400,618</u>
• raw, ancillary and consumable materials and goods for				
• services		33,178		31,106
• leases		64,714		67,975
• payroll:				
- wages and salaries	80,644		83,062	
- social security	23,934		24,123	
- employee severance indemnities	6,800		7,006	
- other	<u>1,057</u>		<u>920</u>	
		<u>112,445</u>		<u>115,201</u>
• Depreciation, amortization and write-downs:				
- amortization of intangible fixed assets	60,863		59,981	
- depreciation of tangible fixed assets	11,236		12,848	
- provisions for doubtful accounts	<u>254</u>		<u>1,087</u>	
		<u>72,363</u>		<u>73,916</u>
• Changes in inventories of raw, ancillary and consumable materials and goods for resale		(1,353)		27
• Provisions for risks		3,550		1,912
• Sundry operating costs:				
- losses on disposals	0		180	
- license fees	119		121	
- other	<u>7,454</u>		<u>3,812</u>	
		<u>7,573</u>		<u>4,113</u>
		<u>(308,979)</u>		<u>(307,981)</u>
Operating income		<u>79,845</u>		<u>92,637</u>
• Income from equity investments:				
- dividends from other companies	0		37	
- other income from equity investments	<u>0</u>	0	<u>21</u>	58
• Other financial income:				
- from long-term receivables				
- other	125		173	
- other <ul style="list-style-type: none"> - interest and commissions from 	<u>2,862</u>	2,987	<u>8,386</u>	8,559
• Interest expense and other financial charges:				
- interest and commissions to parent companies	101		48	
- interest and commissions to others and sundry charges	<u>75,378</u>	<u>(75,568)</u>	<u>75,360</u>	<u>(76,408)</u>
Total financial income (expense), net		<u>(72,582)</u>		<u>(67,701)</u>

for the period January - September 30, 2003
(in thousands of euros)
(Translation from the original issued in Italian)

ADJUSTMENTS TO FINANCIAL ASSETS

- Revaluations
 - of equity investments
- Write-downs
 - of equity investments

Total adjustments

EXTRAORDINARY INCOME AND EXPENSE

• Income:

- gains on disposal
- other

• Expense:

- taxes relating to previous years
- other

Total extraordinary income (expense), net

Income before taxes

Income taxes:

- current
- deferred tax assets

Net income (loss) for the period

of which:

- minority interest
- Parent Company's share

	Jan.-Sep. 2003	
	9,151	
	0	
Total adjustments		9,151
	0	
	3,185	
		3,185
	2,010	
	5,734	
		(7,744)
Total extraordinary income (expense), net		(4,559)
Income before taxes		11,055
Income taxes:		
- current	(11,652)	
- deferred tax assets	(1,771)	
		(13,423)
Net income (loss) for the period		(1,568)
of which:		
• minority interest		4,097
• Parent Company's share		(5,665)

	Jan.-Sep. 2002	
	4,996	
	0	
Total adjustments		4,996
	0	
	2,728	
		2,728
	1,987	
	2,084	
		(3,971)
Total extraordinary income (expense), net		(1,243)
Income before taxes		29,599
Income taxes:		
- current	(15,069)	
- deferred tax assets	(4,850)	
		(20,728)
Net income (loss) for the period		7,871
of which:		
• minority interest		2,635
• Parent Company's share		5,236

**ADR SpA: ACCOUNTS FOR THE THREE
MONTHS ENDED SEPTEMBER 30,
2003**

RECLASSIFIED INCOME STATEMENT OF ADR SPA

(in thousands of euros)

	third quarter 2003	Jan.- Sep. 2003	third quarter 2002	Jan. - Sep. 2002
Revenues from sales and services	126,392	339,292	119,995	328,062
Contract work in progress	638	5,179	4,398	14,622
A.- REVENUES FROM ORDINARY ACTIVITIES	127,030	344,471	124,393	342,684
Cost of materials and external services	(37,527)	(112,219)	(37,134)	(109,025)
B.- GROSS MARGIN	89,503	232,252	87,259	233,659
Payroll costs	(24,890)	(77,862)	(25,730)	(79,028)
C.- GROSS OPERATING INCOME	64,613	154,390	61,529	154,631
Amortization and depreciation	(23,581)	(69,985)	(23,769)	(69,891)
Other provisions	(110)	(110)	(900)	(900)
Provisions for risks and charges	(1,999)	(2,814)	(271)	(1,664)
Other income (expense), net	(1,945)	(4,928)	(119)	8,970
D.- OPERATING INCOME	36,978	76,553	36,470	91,146
Financial income (expense), net	(25,010)	(72,797)	(24,515)	(68,119)
E.- INCOME BEFORE EXTRAORDINARY ITEMS AND TAXES	11,968	3,756	11,955	23,027
Extraordinary income (expense), net	360	(3,143)	(345)	(547)
F.- INCOME BEFORE TAXES	12,328	613	11,610	22,480
Income taxes for the period:				
current taxes	(4,902)	(9,642)	(7,076)	(14,370)
deferred tax assets (liabilities)	(141)	(101)	(1,200)	(3,944)
	(5,043)	(9,743)	(8,276)	(18,314)
G.- NET INCOME (LOSS) FOR THE PERIOD	7,285	(9,130)	3,334	4,166

RECLASSIFIED BALANCE SHEET OF ADR SPA

(in thousands of euros)

	09-30-2003	06-30-2003	12-31-2002
A. - NET FIXED ASSETS			
Intangible fixed assets *	2,238,205	2,254,248	2,254,601
Tangible fixed assets	90,706	92,162	95,468
Non-current financial assets	97,993	98,367	98,387
	<u>2,426,904</u>	<u>2,444,777</u>	<u>2,448,456</u>
B. - WORKING CAPITAL			
Inventory	21,122	21,062	25,181
Trade receivables	158,473	140,263	134,491
Other assets	29,047	27,975	24,312
Trade payables	(115,042)	(129,878)	(130,457)
Allowances for risks and charges	(25,855)	(24,945)	(27,725)
Other liabilities	(43,546)	(53,784)	(63,193)
	<u>24,199</u>	<u>(19,307)</u>	<u>(37,391)</u>
C. - INVESTED CAPITAL, minus short-term liabilities (A+B)	<u>2,451,103</u>	<u>2,425,470</u>	<u>2,411,065</u>
D. - EMPLOYEE SEVERANCE INDEMNITIES	<u>48,790</u>	<u>48,385</u>	<u>50,800</u>
E. - INVESTED CAPITAL, minus short-term liabilities and E.S.I. (C-D)	<u>2,402,313</u>	<u>2,377,085</u>	<u>2,360,265</u>
financed by:			
F. - SHAREHOLDERS' EQUITY			
- Paid-up share capital	62,225	62,225	62,225
- Reserves and retained earnings (accumulated losses)	682,515	682,515	710,809
- Net income (loss) for the period	(9,130)	(16,415)	4,063
	<u>735,610</u>	<u>728,325</u>	<u>777,097</u>
G. - MEDIUM/LONG-TERM BORROWING	<u>1,745,019</u>	<u>1,745,019</u>	<u>1,651,338</u>
H. - SHORT-TERM BORROWING (NET CASH AND CASH EQUIVALENTS)			
.Short-term debt	38,441	31,673	54,692
.Cash and current receivables	(116,757)	(127,932)	(122,862)
	<u>(78,316)</u>	<u>(96,259)</u>	<u>(68,170)</u>
(G+H)	<u>1,666,703</u>	<u>1,648,760</u>	<u>1,583,168</u>
I. - TOTALE AS IN "E" (F+G+H)	<u>2,402,313</u>	<u>2,377,085</u>	<u>2,360,265</u>
<i>(*) Including the value of the concession totaling</i>	<u>2,041,400</u>	<u>2,053,924</u>	<u>2,078,972</u>

ADR SpA: BALANCE SHEET AND INCOME STATEMENT

BALANCE SHEET: ASSETS

as of September 30, 2003

(in euros)

(Translation from the original issued in Italian)

UNPAID SHARE CAPITAL DUE FROM SHAREHOLDERS

FIXED ASSETS

INTANGIBLE FIXED ASSETS:

- Incorporation and development costs
- Industrial patents and intellectual property rights
- Concessions, licenses, trademarks and similar rights
- Leasehold improvements in process and advances
- Leasehold improvements

TANGIBLE FIXED ASSETS:

- Land and buildings
- Plant and machinery
- Industrial and commercial equipment
- Fixed assets to be relinquished
- Other assets
- Work in progress and advances

FINANCIAL FIXED ASSETS:

- Equity investments in:
 - subsidiary undertakings
 - associated undertakings
 - other companies

- Receivables due from others:

within 12 months

beyond 12 months

Total fixed assets

CURRENT ASSETS

INVENTORY

- Raw, ancillary and consumable materials
- Contract work in progress
- Finished goods and goods for resale
 - goods for resale

- Advances

RECEIVABLES

- Due from clients
- Due from subsidiary undertakings
- Due from associated undertakings
- Due from others:
 - various
 - within 12 months*
 - beyond 12 months*
 - tax authorities
 - advances to suppliers for services to be rendered

MARKETABLE SECURITIES

CASH ON HAND AND IN BANKS

- Bank and post office deposits
- Checks
- Cash and notes in hand

Total current assets

ACCRUED INCOME AND PREPAID EXPENSES

- Accrued income and other prepaid expenses

TOTAL ASSETS

	09/30/2003	12/31/2002
UNPAID SHARE CAPITAL DUE FROM SHAREHOLDERS	0	0
FIXED ASSETS		
INTANGIBLE FIXED ASSETS:		
• Incorporation and development costs	301,115	401,487
• Industrial patents and intellectual property rights	279,945	122,565
• Concessions, licenses, trademarks and similar rights	2,042,818,937	2,080,448,186
• Leasehold improvements in process and advances	46,126,910	25,505,180
• Leasehold improvements	148,677,565	148,123,728
	2,238,204,472	2,254,601,146
TANGIBLE FIXED ASSETS:		
• Land and buildings	1,088,695	1,283,119
• Plant and machinery	13,255,190	13,759,045
• Industrial and commercial equipment	1,160,877	722,757
• Fixed assets to be relinquished	68,848,849	72,701,320
• Other assets	3,407,044	4,694,275
• Work in progress and advances	2,944,654	2,307,375
	90,705,309	95,467,891
FINANCIAL FIXED ASSETS:		
• Equity investments in:		
- subsidiary undertakings	91,135,297	91,055,797
- associated undertakings	1	1
- other companies	1,895,376	1,895,376
	93,030,674	92,951,174
• Receivables due from others:		
<i>within 12 months</i>	3,099	3,099
<i>beyond 12 months</i>	4,959,448	5,432,543
	4,962,547	5,435,642
	97,993,221	98,386,816
Total fixed assets	2,426,903,002	2,448,455,853
CURRENT ASSETS		
INVENTORY		
• Raw, ancillary and consumable materials	2,871,488	2,985,600
• Contract work in progress	8,554,429	13,911,397
• Finished goods and goods for resale		
- goods for resale	9,662,020	8,194,600
	9,662,020	8,194,600
• Advances	34,170	89,582
	21,122,107	25,181,179
RECEIVABLES		
• Due from clients	143,349,922	120,358,282
• Due from subsidiary undertakings	15,381,230	15,812,596
• Due from associated undertakings	529,543	752,500
• Due from others:		
- various		
<i>within 12 months</i>	55,022,729	77,622,749
<i>beyond 12 months</i>	2,377,660	2,320,886
- tax authorities	18,028,952	17,234,905
- advances to suppliers for services to be rendered	38,403	115,588
	75,467,744	97,294,128
	234,728,439	234,217,506
MARKETABLE SECURITIES	0	0
CASH ON HAND AND IN BANKS		
• Bank and post office deposits	64,305,739	46,475,107
• Checks	0	174
• Cash and notes in hand	589,381	563,928
	64,895,120	47,039,209
Total current assets	320,745,666	306,437,894
ACCRUED INCOME AND PREPAID EXPENSES		
• Accrued income and other prepaid expenses	4,653,535	407,491
TOTAL ASSETS	2,752,302,203	2,755,301,238

BALANCE SHEET: LIABILITIES AND SHAREHOLDERS' EQUITY

as of September 30, 2003

(in euros)

(Translation from the original issued in Italian)

	09/30/2003	12/31/2002
• SHARE CAPITAL		
ordinary shares	62,224,743	62,224,743
• SHARE PREMIUM RESERVE	667,389,496	667,389,496
• REVALUATION RESERVES	0	0
• LEGAL RESERVE	12,444,949	12,444,949
• RESERVE FOR OWN SHARES	0	0
• STATUTORY RESERVES	0	0
• OTHER RESERVES	1,747,553	11,081,264
• RETAINED EARNINGS (ACCUMULATED LOSSES)	932,531	19,892,693
• NET INCOME (LOSS) FOR THE PERIOD	(9,130,031)	4,062,993
Total shareholders' equity	735,609,241	777,096,138
ALLOWANCES FOR RISKS AND CHARGES		
• Other	25,854,805	27,725,081
Total allowances for risks and charges	25,854,805	27,725,081
EMPLOYEE SEVERANCE INDEMNITIES	48,790,364	50,801,005
PAYABLES		
• Due to banks		
<i>within 12 months</i>	29,639,229	44,479,085
<i>beyond 12 months</i>	480,000,000	1,626,737,860
	509,639,229	1,671,216,945
• Due to other financial institutions:		
<i>within 12 months</i>	7,559,151	0
<i>beyond 12 months</i>	1,265,018,896	0
	1,272,578,047	0
• Advances:		
- from clients		
from the Ministry of Transport:		
<i>within 12 months</i>	4,865,558	5,868,429
<i>beyond 12 months</i>	652,048	652,048
other	1,493,822	810,242
	7,011,428	7,330,719
• Due to suppliers:		
<i>within 12 months</i>	93,483,101	110,024,353
<i>beyond 12 months</i>	6,843,103	7,298,975
	100,326,204	117,323,328
• Due to subsidiary undertakings:		
<i>within 12 months</i>	7,541,162	14,377,876
	7,541,162	14,377,876
• Due to associated undertakings:		
<i>within 12 months</i>	968,680	968,680
	968,680	968,680
• Due to parent companies:		
<i>within 12 months</i>	4,120	24,873,058
	4,120	24,873,058
• Taxes due:		
<i>within 12 months</i>	4,745,846	5,557,469
<i>beyond 12 months</i>	0	413,389
	4,745,846	5,970,858
• Due to social security agencies		
• Other payables: various creditors		
<i>within 12 months</i>	29,612,919	45,491,133
<i>beyond 12 months</i>	553,135	374,846
	30,166,054	45,865,979
Total payables	1,937,809,809	1,894,038,144
ACCRUED EXPENSES AND DEFERRED INCOME		
• Accrued expenses and other deferred income	4,237,984	5,640,870
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	2,752,302,203	2,755,301,238

MEMORANDUM ACCOUNTS

as of September 30, 2003
(in euros)
(Translation from the original issued in Italian)

General guarantees:
- Sureties
- Other

Collateral guarantees

Commitments on purchases and sales

Other

	09/30/2003	12/31/2002
	52,772,711	50,524,174
	<u>1,305,061</u>	<u>1,303,143</u>
	54,077,772	51,827,317
	0	0
	20,852,971	33,591,402
	<u>899,463,992</u>	<u>891,068,534</u>
	<u>974,394,735</u>	<u>976,487,253</u>

INCOME STATEMENT

for the period January - September 2003
(in euros)
(Translation from the original issued in Italian)

TOTAL REVENUES

(Revenues from sales and services:

- revenues from sales
- revenues from royalties
- revenues from contract work

(Changes in contract work in progress

(Other income and revenues:

- income grant
- profit on disposal
- other

OPERATING COSTS

(raw, auxiliary and consumable materials and

goods for resale

(Salaries

(Leases

(Other

- wages and salaries

- social security

- employee contribution to pension

- other

(Depreciation, amortization and write-downs:

- amortization of intangible fixed assets

- depreciation of tangible fixed assets

- other contributions to immaterialization

- contribution to the cost of the financial statement

- provision for doubtful accounts

(Changes in inventories of raw, auxiliary and consumable

materials and goods for resale

(Provisions for risks

(Other provisions

(Surplus on selling assets:

- income from disposal

- income from

- other

Operating income

FINANCIAL INCOME AND EXPENSE

(Income from equity investments:

- dividends from subsidiary undertakings

- dividends from associated undertakings

- dividends from other companies

- other income from equity investments

(Other financial income:

- from long-term receivables

- other

- other

- interest and commissions from subsidiary undertakings

- interest and commissions from other financial institutions

- interest and commissions from banks

- interest and commissions from clients

- interest and commissions from others

(Interest expense and other financial charges:

- interest and commissions due to parent company

- interest and commissions due to subsidiary undertakings

- interest and commissions due to associated undertakings

- interest and commissions due to banks

- interest and commissions due to other financial institutions

- interest and commissions due to others

- provision for overdue interest on written down receivables

Total financial income (expense), net

	January-September 2003		January-September 2002	
TOTAL REVENUES				
(Revenues from sales and services:				
- revenues from sales	34,557,200		36,519,451	
- revenues from royalties	304,263,964		291,541,945	
- revenues from contract work	10,535,235	349,757,482	23,524,744	351,506,140
(Changes in contract work in progress		(5,356,968)		(8,912,390)
(Other income and revenues:				
- income grant	70,510		0	
- profit on disposal	22,627		62,000	
- other	3,314,723		13,179,932	
		3,407,910		13,242,702
OPERATING COSTS		347,006,424		355,926,532
(raw, auxiliary and consumable materials and				
goods for resale		33,144,653		31,073,777
(Salaries		60,960,251		64,635,571
(Leases		19,064,400		13,470,451
(Other				
- wages and salaries	56,239,401		57,432,260	
- social security	16,512,857		16,362,156	
- employee contribution to pension	4,683,403		5,039,652	
- other	711,217	78,347,578	802,672	79,641,740
(Depreciation, amortization and write-downs:				
- amortization of intangible fixed assets	61,104,077		60,577,207	
- depreciation of tangible fixed assets	8,680,738		9,312,692	
- other contributions to immaterialization			0	
- contribution to the cost of the financial statement			0	
- provision for doubtful accounts	110,213	70,095,028	900,000	70,789,989
(Changes in inventories of raw, auxiliary and consumable		(1,253,300)		27,307
materials and goods for resale		2,813,562		1,663,906
(Provisions for risks		0		0
(Other provisions				
(Surplus on selling assets:				
- income from disposal	0		89,036	
- income from	118,636		120,968	
- other	7,444,447	2,563,083	3,258,954	3,468,958
		(271,255,255)		(264,780,099)
Operating income		76,553,169		91,146,433
FINANCIAL INCOME AND EXPENSE				
(Income from equity investments:				
- dividends from subsidiary undertakings	0		0	
- dividends from associated undertakings	0		0	
- dividends from other companies	0		27,185	
- other income from equity investments	0	0	20,917	50,102
(Other financial income:				
- from long-term receivables				
- other	109,086		145,211	
- other				
- interest and commissions from subsidiary undertakings	12,912		16,476	
- interest and commissions from other financial institutions	0		0	
- interest and commissions from banks	2,099,363		1,736,448	
- interest and commissions from clients	517,020		3,489,807	
- interest and commissions from others	48,750	2,707,101	3,047,059	5,426,000
(Interest expense and other financial charges:				
- interest and commissions due to parent company	191,142		48,025	
- interest and commissions due to subsidiary undertakings	80,813		205,271	
- interest and commissions due to associated undertakings	0		0	
- interest and commissions due to banks	21,413,802		58,704,567	
- interest and commissions due to other financial institutions	35,279,080		2,629,647	
- interest and commissions due to others	18,082,185		11,535,137	
- provision for overdue interest on written down receivables	517,020	(75,584,063)	3,489,009	(76,612,456)
Total financial income (expense), net		(72,796,882)		(68,110,356)

for the period January - September 2003
(in euros)
(Translation from the original issued in Italian)

ADJUSTMENTS TO FINANCIAL ASSETS

(Write-downs:
- of revaluations)

Total adjustments

EXTRAORDINARY INCOME AND EXPENSE

(Income:
- other)

(Expense:
- taxes relating to previous years

- other

Total extraordinary income (expense), net

Income before taxes

Income taxes:

- current
- deferred tax account (debit)

Net income (loss) for the period

January-September 2003		January-September 2002	
	0		0
	0		0
3,162,634	3,162,634	2,651,542	2,651,542
1,480,345		1,886,683	
4,816,955	(6,305,300)	1,312,249	(3,198,832)
	(3,443,466)		(547,990)
	612,821		22,473,609
	(9,641,852)		(14,370,884)
	(101,000)		(3,944,000)
	(9,742,852)		(18,314,884)
	(9,130,031)		4,165,605