INTERIM FINANCIAL REPORT AT 30 SEPTEMBER 2015

Disclaimer

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FINMECCANICA

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Report on operations at 30 September 2015

Group results and financial position

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

Key Performance Indicators ("KPI")

	September 2015	**September 2014 (*)**	**Change**	**2014 (*)**
New orders	7,791	7,597	2.6%	12,667
Order backlog	28,071	28,598	(1.8%)	29,383
Revenue	9,001	8,604	4.6%	12,764
EBITA	745	515	44.7%	980
ROS	8.3%	6.0%	2.3 p.p.	7.7%
EBIT	599	325	84.3%	597
Net result before extraordinary transactions	150	(54)	n.a.	15
Net result	160	(24)	n.a.	20
Group Net Debt including discontinued operations	5,125	5,349	(4.2%)	3,962
Group Net Debt without discontinued operations	5,323	5,560	(4.3%)	4,269
FOCF	(935)	(1,355)	31.0%	65
ROI	11.9%	8.5%	3.4 p.p.	12.7%
ROE	4.9%	(1.9%)	6.8 p.p.	0.4%
Workforce	53,183	55,336	(3.9%)	54,380

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

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

The results at 30 September 2015 confirmed that the Group showed a considerable improvement in both the business and financial performance as compared with the corresponding period of 2014, in line with the values already posted in the previous quarters and with the targets set out in the 2015-2019 Industrial Plan. More specifically, Finmeccanica reported considerably improved profitability, with EBITA up almost 50% compared to the first nine months of 2014, an EBIT that nearly doubled and a net profit of €mil. 160, compared with a net loss of €mil. 24 a year earlier. The increased net result was even more significant at the Result Before Extraordinary Transactions level (thus excluding profits from discontinued operations), which passed from a negative value of €mil. 54 to a positive value of €mil. 150.

To be more specific, the results for the first nine months of 2015 (which no longer include the contribution of the operations in the *Transportation* sector - object of the transfer to Hitachi – as they are separately classified among discontinued operations), show:

- a better commercial performance compared with the same period of 2014, due in particular to a positive foreign exchange effect, despite a decline in the segments of *Helicopters* and *Aeronautics*, which benefitted, in the previous year, from major orders for 8 M346 aircraft from the UK Defence Ministry and Poland, respectively;
- operating results rose significantly (EBITA up by 45% compared with the same period of 2014 and EBIT up by 84%), with a ROS that rose by 2.3 percentage points, from 6% to 8.3%. A comparison with the corresponding period of 2014 shows that the income statement for the previous year reported an expense of about USDmil. 100, relating to a specific DRS programme. However, even if this is excluded, there is still a significant improvement over the first nine months of last year as a result of the benefits connected with the efficiency-enhancement and cost reduction plans launched in previous years*;*
- a net result that was positive overall (€mil. 160, compared with a net loss of €mil. 24 in the first nine month of 2014), even excluding assets held for sale, with a net profit before extraordinary transactions of €mil. 150 compared with a net loss of €mil. 54 in the first nine months of 2014;
- a cash flow that, while negative in line with the normal seasonal fluctuation in Group collections and payments, was much better than at 30 September 2014, leading as a result to a better Group Net Debt figure than for the same period of 2014, partially reduced by negative foreign exchange differences on debts denominated in the pound sterling and US dollar.

Apart from the economic and financial performance, the third quarter and the first part of the fourth one also showed further significant progress in the achievement of the targets aimed at the group's development and a greater focus on, and the strengthening of, its core business set out in the 2015-2019 Industrial Plan:

- within the process of organising the Group into divisions, aimed at ensuring a more effective governance and a better industrial efficiency, on 24 September 2015 the Board of Directors of Finmeccanica approved the mergers of OTO Melara S.p.A. and Whitehead Sistemi Subacquei S.p.A. by incorporation into Finmeccanica and the partial demerger of Alenia Aermacchi S.p.A., AgustaWestland S.p.A. and Selex ES S.p.A. into Finmeccanica S.p.A.. This is the legal requirement for completing the development of Finmeccanica, which, consistent with the new organisational and operating model, envisages transforming Finmeccanica from a holding company that manages a number of legally distinct operating companies into a single company that, using a division-based structure, will be able to fuse their industrial profiles with its own direction and control activities. The transactions, whose residual activities will continue in the remaining months of 2015, will take effect (including accounting and tax effect) starting in 2016;

- 2 November 2015 saw the completion of the closing of the transfer of the Transportation business to Hitachi. The transaction, which completed the disposal plan started by Finmeccanica as early as in 2011, provided for the transfer to Hitachi of the investments held by Finmeccanica in Ansaldo STS (equal to 40% of the share capital) and AnsaldoBreda's businesses in the rolling stock segment, excluding revamping activities, which are of minor importance, which have remained within Finmeccanica. On the closing date Finmeccanica received a total amount of about €mil. 790, with a consequent reduction in the Group Net Debt (which can be estimated at €mil. 600 compared to the net financial position including the assets being transferred). The agreement, together with that reached at the end of December 2014 for the transfer of the BredaMenarinibus's business to Industria Italiana Autobus and that relating to Fata, which is commented on below, will allow Finmeccanica to focus on its core Aerospace, Defence and Security sectors – the performance and financial results for which were heavily affected by those of AnsaldoBreda – and will also allow the businesses sold to become part of a global group with expertise in their sectors;
- on 6 October 2015 Finmeccanica executed an agreement with Danieli Group for the transfer of 100% of the Fata group (which operates in the design of industrial plants), excluding some assets that will remain within the Group's perimeter. The transaction is expected to be completed in the first quarter of 2016.

During the first few months of this year the actions mentioned above were accompanied by a review of Finmeccanica's funding sources in order to take advantage of favourable market conditions and of the strengthening in the Group's industrial fundamentals. This gain of strength was also demonstrated by the upward revision of the outlook (from negative to stable) assigned to Finmeccanica by all the ratings agencies. With this in mind, in July Finmeccanica finished renegotiating its five-year revolving credit line (due date extended to July 2020), obtained in September 2014, receiving a sizeable reduction in the margins, which is expected to have a positive impact on future borrowing costs, and reducing the credit limit from €bil. 2.2 to €bil. 2.0, in line with the goal of gradually lessening the working capital financing needs as set out in the Industrial Plan. Furthermore, also in July, we completed the repurchase (totalling a nominal amount of €mil. 450) of a portion of the Group’s outstanding bonds, which has significantly reduced the gross debt and has improved the projected borrowing costs for the next few years.

Before analysing the results for the period in more detail, it should be noted that the Group figures at 30 September 2015 no longer include the contribution of operations in the *Transportation* sector transferred to Hitachi, which are now only shown under “Discontinued operations” and “Assets and liabilities held for sale”. Therefore, the income statement and cash flow figures for September 2014 have been restated for comparative purposes, while the statement of financial position entries at 31 December 2014 include such operations and have not been restated, in accordance with IFRS 5. However, to ensure that the figures can be compared, where necessary (particularly Group Net Debt), certain of the financial position items (specifically identified) have been restated, and therefore appropriate “pro forma” statements of financial position were prepared. Furthermore, given the fact that this transaction essentially allows us to complete the strategic process of better focusing on the *Aerospace and Defence* sector, there is no longer the need to show the results of the *Aerospace and Defence* sector separately from those of the *Transportation* sector, a practice followed up to and including the 2014 Annual Report. The remaining non-core activities (FATA, up to the closing of the transfer referred to above, and the other *Transportation* sector operations remaining in the Group’s portfolio) are reported under *“Other activities*”.

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

30 September 2015	New orders	Order backlog	Revenues	EBITA	ROS %
Helicopters	2,881	11,928	3,212	381	11.9%
Defence and Security Electronics	3,640	8,971	3,537	210	5.9%
- of which: DRS	*1,381*	*1,808*	*1,164*	*83*	*7.2%*
- of which: SES	*2,259*	*7,172*	*2,384*	*127*	*5.3%*
Aeronautics	1,259	6,707	2,140	163	7.6%
Space	-	-	-	27	n.a.
Defence Systems	269	974	301	44	14.6%
Other activities	37	164	226	(80)	(35.4%)
Eliminations	*(295)*	*(673)*	*(415)*	-	*n.a.*
Total	**7,791**	**28,071**	**9,001**	**745**	**8.3%**

30 September 2014 (restated)	New orders	Order backlog at 31 Dec. 2014	Revenues	EBITA	ROS %
Helicopters	3,083	12,249	3,036	379	12.5%
Defence and Security Electronics	2,987	8,765	3,230	36	1.1%
- of which: DRS	*1,038*	*1,499*	*969*	*(27)*	*(2.7%)*
- of which: SES	*1,951*	*7,285*	*2,267*	*62*	*2.7%*
Aeronautics	1,529	7,730	2,135	148	6.9%
Space	-	-	-	26	n.a.
Defence Systems	150	1,005	326	28	8.6%
Other activities	64	374	291	(102)	(35.1%)
Eliminations	*(216)*	*(740)*	*(414)*	-	*n.a.*
Total	**7,597**	**29,383**	**8,604**	**515**	**6.0%**

Change %	New orders	Order backlog	Revenues	EBITA	ROS %
Helicopters	(6.6%)	(2.6%)	5.8%	0.5%	(0.6) p.p.
Defence and Security Electronics	21.9%	2.4%	9.5%	n.a.	4.8 p.p.
- of which: DRS	*33.0%*	*20.6%*	*20.1%*	*n.a.*	*9.9 p.p.*
- of which: SES	*15.8%*	*(1.6%)*	*5.2%*	*n.a.*	*2.6 p.p.*
Aeronautics	(17.7%)	(13.2%)	0.2%	10.1%	0.7 p.p.
Space	n.a.	n.a.	n.a.	3.8%	n.a.
Defence Systems	79.3%	(3.1%)	(7.7%)	57.1%	6.0 p.p.
Other activities	(42.2%)	(56.1%)	(22.3%)	21.6%	(0.3) p.p.
Eliminations	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*
Total	**2.6%**	**(4.5%)**	**4.6%**	**44.7%**	**2.3 p.p.**

Commercial performance

New orders increased compared to 30 September 2014, mainly due to a favourable trend in exchange rates (both USD and GBP against €). Specifically, the decline recorded in the segments of *Helicopters* and *Aeronautics*, which benefited from major orders from the UK Ministry of Defence and from Poland for eight M346 trainers, was more than offset by the significant increase reported in *Defence and Security Electronics* (+ €mil. 653). This increase was attributable to a good commercial performance of DRS, including in the international markets, and to significant orders for SES, mainly for naval systems under national programmes, which also benefited *Defence Systems*, as well as to a favourable USD/€ exchange rate.

The book-to-bill ratio came to 0.86, substantially in line with 2014 (0.88). The order backlog, considered in terms of its workability, ensures about two and a half years of production for the Group.

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Business performance.

Revenues rose over the corresponding period of 2014 by €mil. 397, mainly attributable to the appreciation of the US dollar and the pound sterling against the euro, benefiting the *Defence and Security Electronics* segment (especially DRS), and, to a lesser extent, the *Helicopters* segment.

Overall and in each sector, all the other profitability indicators also showed solid improvement, with significant growth in **EBITDA** (+ 28% compared to the first nine months of 2014), **EBITA** (+45%) and operational profitability (+2.3 p.p.), resulting from the forecast improvement in the profitability of certain business areas and the benefits associated with the ongoing restructuring plans. There was also an even greater improvement in **EBIT** (+84%), despite a slight increase in amortisation associated with business combinations (due to exchange rate differences) as a result of the lesser impact of restructuring costs and non-recurring items.

The **net result before extraordinary transactions** showed a profit and represents a marked improvement (net profit of €mil. 150 compared with a net loss of €mil. 54 in the first nine months of 2014), due to the mentioned rise in EBIT, decreased by higher taxes and financial expenses, arising from the costs incurred within the repurchase of a portion of the bond issues launched by the Group. The total net profit amounted to €mil. 160 (compared with a net loss of €mil. 24 in the corresponding period of 2014) and reflects the results posted in the *Transportation* sector for operations classified among *"*discontinued operations*"* as a result of the agreement signed with Hitachi, for which an overall profit of €mil. 10 (€mil. 30 in the corresponding period of 2014) was reported.

Shown below is the income statement for the two periods compared:

(€ millions)	Note	For the nine months ended 30 September 2015	2014 (restated)	Change	% Change
Revenues		9,001	8,604	397	4.6%
Purchases and personnel expense	(*)	(7,951)	(7,730)		
Other net operating income/(expenses)	(**)	3	(19)		
Equity-accounted strategic JVs		121	63		
EBITDA		**1,174**	**918**	**256**	**27.9%**
Amortisation, depreciation and impairment losses	(***)	(429)	(403)		
EBITA		**745**	**515**	**230**	**44.7%**
Non-recurring income/(expenses)		(9)	(33)		
Restructuring costs		(64)	(95)		
Amortisation of intangible assets acquired as part of business combinations		(73)	(62)		
EBIT		**599**	**325**	**274**	**84.3%**
Net financial income/(expense)	(****)	(347)	(321)		
Income taxes		(102)	(58)		
Net result before extraordinary transactions		**150**	**(54)**	**204**	**n.a.**
Net result related to discontinued operations and extraordinary transactions	(*****)	10	30		
Net result		**160**	**(24)**	**184**	**n.a.**

Notes to the reconciliation between the reclassified income statement and the statutory income statement:
(*) "Purchases and Personnel expense" net of restructuring costs and non-recurring income/(costs).
(**) Includes "Other operating income/(expenses)", net of restructuring costs and non-recurring income/(costs).
(***) Includes "Amortisation and depreciation" net of the portion referable to intangible assets acquired as part of business combinations and "Impairment" (net of that included in non-recurring income/(costs)).
(****) Includes "Financial income/(expense)" and "Share of profits (losses) of equity-accounted investees" (net of the results of strategic JVs).
(*****) Includes "Profit (loss) from discontinued operations" and "Gains (losses) relating to extraordinary transactions (acquisitions and disposals).

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Financial performance

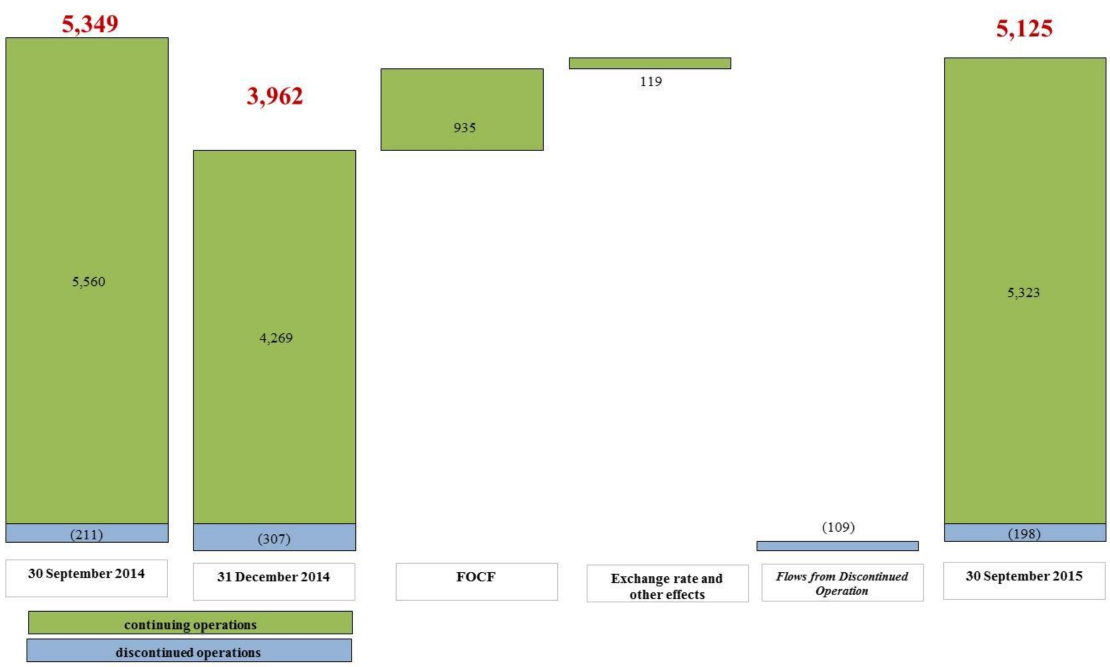
Cash flows at 30 September 2015 improved considerably over the corresponding period of 2014, which was severely affected by the enforcement of the guarantees (€mil. 256) for the Indian contract in the *Helicopters* sector (only partially offset by higher dividends received from the joint ventures), with a more widespread improvement across all sectors. Overall **FOCF**, in line with the normal seasonal fluctuation in Group cash flows, was negative by €mil. 935 (negative by €mil. 1,355 in 2014).

This improvement in performance had a positive impact on Group Net Debt, causing it to fall as compared with September 2014. Also as compared with 31 December 2014, the debt figure reflects, in addition to the usual negative pattern for cash flows in the first half of the year, the reclassification of the net cash associated with discontinued operations as from 1 January 2015. The movement in cash flow is broken down below:

(€ millions)	For the nine months ended 30 September 2015	2014 (restated)	Change	% Change
Funds From Operations (FFO)	685	554	131	23.6%
Change in working capital	(1,195)	(1,307)		
Cash flows from ordinary investing activities	(425)	(602)		
Free Operating Cash Flow (FOCF)	**(935)**	**(1,355)**	**420**	**31.0%**
Strategic transactions	-	239		
Change in other investing activities (*)	(25)	-		
Net change in loans and borrowings	143	283		
Dividends paid	-	(1)		
Net increase (decrease) in cash and cash equivalents	**(817)**	**(834)**		
Cash and cash equivalents at 1 January	1,495	1,455		
Exchange rate differences and other changes	13	51		
Cash and cash equivalents at 1 January of discontinued operations	(290)	-		
Net increase in cash and cash equivalents of discontinued operations	-	(42)		
Cash and cash equivalents at 30 September	**401**	**630**		

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

The net debt at 30 September 2015 was mainly affected by the FOCF for the period (negative €mil. 935). The changes compared with 31 December 2014, with continuing and discontinued operations shown separately, are as follows:



Net capital invested rose compared with the *pro forma* figure for 31 December 2014 due to the increase in net working capital, resulting from the seasonal fluctuation in cash flows, and in capital assets, as a result of exchange rate differences on goodwill denominated in US dollars and the pound sterling, as reported below (to aid understanding, the *pro forma* financial positions at 31 December and 30 September 2014 are also provided, which were arrived at by reclassifying the net assets from discontinued operations among "Net (assets)/liabilities held for sale"):

	Note	**30 September 2015**	**Reported 31 December 2014**	**31 December 2014 Pro forma**	**30 September 2014 Pro forma**
(€ millions)					
Non-current assets		12,340	12,518	12,148	11,905
Non-current liabilities		(3,428)	(3,434)	(3,378)	(3,177)
Capital assets	*(*)*	**8,912**	**9,084**	**8,770**	**8,728**
Inventories		4,747	4,578	4,318	4,794
Trade receivables	*(**)*	6,554	7,676	6,262	6,770
Trade payables	*(**)*	(9,738)	(11,705)	(10,201)	(10,078)
Working capital		**1,563**	**549**	**379**	**1,486**
Provisions for short-term risks and charges		(674)	(749)	(738)	(678)
Other net current assets (liabilities)	*(***)*	(938)	(1,082)	(1,038)	(873)
Net working capital		**(49)**	**(1,282)**	**(1,397)**	**(65)**
Net invested capital		**8,863**	**7,802**	**7,373**	**8,663**
Equity attributable to the Owners of the Parent		3,876	3,511	3,511	3,474
Equity attributable to non-controlling interests		365	343	343	318
Equity		**4,241**	**3,854**	**3,854**	**3,792**
Group Net Debt		**5,323**	**3,962**	**4,269**	**5,560**
Net (assets)/liabilities held for sale	*(****)*	**(701)**	**(14)**	**(750)**	**(689)**

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

(*) Includes all non-current assets net of "Fair Value of the residual stake in Ansaldo Energia", and all non-current liabilities, net of "Non-current loans and borrowings", respectively.

(**) Adjusted to take into account the effects of the settlement agreement related to the Fyra contract.

(***) Includes "Other current assets", net of "Other current liabilities" (excluding hedging derivatives in respect of debt items) and "Income tax payables".

(****) Includes the net amount of "Non-current assets held for sale" and "Liabilities associated with assets held for sale".

The Group Net Debt breaks down is as follows (*pro forma* figures calculated as indicated above):

(€ millions)	**30 September 2015**	*of which current*	**Reported 31 December 2014**	*of which current*	**31 December 2014 Pro forma**	*of which current*	**30 September 2014 Pro forma**	*of which current*
Bonds	4,426	*126*	4,761	*131*	4,761	*131*	4,735	*139*
Bank debt	1,142	*846*	472	*110*	465	*103*	1,174	*821*
Cash and cash equivalents	(401)	*(401)*	(1,495)	*(1,495)*	(1,205)	*(1,205)*	(478)	*(478)*
Net bank debt and bonds	**5,167**		**3,738**		**4,021**		**5,431**	
Fair value of the residual portion in portfolio of Ansaldo Energia	(129)		(124)		(124)		(122)	
Current loans and receivables from related parties	(172)	*(172)*	(161)	*(161)*	(131)	*(131)*	(194)	*(194)*
Other current loans and receivables	(130)	*(130)*	(45)	*(45)*	(43)	*(43)*	(34)	*(34)*
Current loans and receivables and securities	**(431)**		**(330)**		**(298)**		**(350)**	
Hedging derivatives in respect of debt items	35	*35*	(24)	*(24)*	(24)	*(24)*	(27)	*(27)*
Effect of transactions involving Fyra contract	-	-	41	*41*	41	*41*	41	*41*
Related-party loans and borrowings	438	*435*	431	*425*	429	*422*	357	*348*
Other loans and borrowings	114	*70*	106	*73*	100	*67*	108	*83*
Group Net Debt	**5,323**		**3,962**		**4,269**		**5,560**	

The reconciliation with the net financial position required by CONSOB Communication no. DEM/6064293 of 28 July 2006 is provided in Note 14.

During the period the Group disposed of receivables without recourse for a total carrying value of approximately €mil. 503 (€mil. 344 in the first nine months of 2014).

To meet the financing needs for ordinary Group activities, Finmeccanica obtained a revolving credit facility (renegotiated from €mil. 2,200 to €mil. 2,000) with a pool of Italian and international banks as described in more detail in the 2014 Annual Report. At 30 September 2015, the credit facility was used for €mil. 650. As illustrated in more details in the section on Financial Transactions, in July 2015 Finmeccanica negotiated, in relation to said line, more favourable terms with the lenders. The Group also has additional unconfirmed short-term lines of credit of €mil. 760, which were used in the amount of €mil. 109 at 30 September 2015. Finmeccanica has unsecured lines of credit, as well as unconfirmed, of approximately €mil. 2,577 at 30 September 2015.

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Below are the key performance indicators by sector:

Helicopters

The performance record in September 2015 confirmed that revenues, excluding the positive foreign exchange effect arising from the translation of the components denominated in GBP and USD, were substantially in line with the same period in the previous year and a ROS of about 12%. From a commercial point of view, the first half-year saw the execution of a 5-year contract with the UK Ministry of Defence for the provision of logistical support and maintenance services for the fleet of

AW101 Merlin helicopters, while the third quarter saw the execution of a contract with RN-Aircraft, a company owned by the Russian operator Rosneft, for the supply of 10 AW189 aircraft.

New Orders. They recorded a decline that was essentially due to the particularly significant orders gained in the first half of 2014 and to the concurrent difficulties in acquiring new orders as a result of the crisis in some relevant markets, also in relation to the performance of the *Oil&Gas* segment. More specifically, the decline was attributable to the contracts signed with the UK Ministry of Defence in the first half of 2014 in relation to the upgrading of AW101 Merlin helicopters, to support and maintenance services for the fleet of Apache helicopters and to missile systems installed on AW159 helicopters, as well as with the Brazilian Navy for the upgrading of Lynx helicopters, and to the expected reduction in the orders for AW139 aircraft, which was partly offset by the abovementioned acquisitions and by a good performance of the Product Support.

Revenues. They recorded an increase that was attributable to the positive effect of the exchange rate applicable to the translation of the accounts of companies into a currency other than Euro. Work increased on the programmes involving AW159/Lynx and the new AW169 aircraft, which substantially offset the expected fall in revenues from the AW139 line and on the CH47 programme for the Italian Army, as well as delays on the NH90 programme. Although there was a slowdown in the activities involving the new AW189 and AW169 aircraft compared to the production ramp-up forecasts, the first quarter saw the achievement of the FAA validation of the EASA certification issued in 2014, while the EASA certification was obtained in July.

EBITA. It was substantially in line with the same period in 2014. Although the ROS showed a slight decline compared to the same period in 2014 as a result of a less favourable mix of activities, it still continued to record an excellent performance.

Defence and Security Electronics

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

SES – The nine months saw the confirmation of a good commercial performance and a considerable improvement in the economic and financial results, which were supported by increasing benefits from the ongoing restructuring plan and by the first effects of the efficiency-improvement actions of the industrial units started in 2015.

New orders. They recorded a considerable increase compared to the same period in 2014 as a result of the major orders gained in the second quarter, including the contract with the Italian Navy for the provision of equipment to a multi-purpose amphibious unit (LHD), within the recently-started programme for the upgrading of the fleet; the main orders gained in the course of the last quarter included the supply for a parcel sorting system in England.

Revenues. They recorded an increase that was attributable to the favourable effect of the GBP/€ exchange rate, substantially in line with the previous year across all Divisions.

EBITA. It recorded a considerable increase due to a gradual recovery of profits in some business areas of the *Security and Information Systems* Division which had reported critical issues in the past, as well as to the benefits arising from the reorganization plan and from the efficiency-improvement actions involving the engineering operations, which entailed considerable savings on the costs of the business units and an improvement in the industrial performance.

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

	New orders	Revenues	EBITA	ROS %
DRS ($mil.) September 2015	1,539	1,297	93	7.2%
DRS ($mil.) September 2014	1,407	1,313	(36)	(2.7%)

The third quarter confirmed the indications reported in the first half of the year and recorded an overall positive performance, with new orders exceeding those recognised in the same period of 2014 and a significant improvement in EBITA, which had been penalised by costs of about USDmil. 100, in the second quarter of the previous year, relating to a programme for the development and production of a cargo handling and transport system for aircraft.

New orders. The increase recorded compared to 2014 was mainly due to important orders gained in foreign countries, including an order from the Canadian army within the LRSS (Light Armored Vehicle – Reconnaissance Surveillance System) programme, as well as an order for activities on the propulsion systems of the Ohio-class submarines of the U.S. Navy.

Revenues. They were substantially in line with 2014, with higher production volumes within the Maritime & Combat Support systems, which offset the expected decline in the deliveries of infra-red products and systems to the US Army, as well as in the services rendered in support of troops in the areas of operations.

EBITA. In addition to the abovementioned effect of the costs recorded on a specific programme in 2014, the result benefitted from the actions aimed at streamlining the various businesses and improving the efficiency of the business units and of the industrial processes started in previous years.

Aeronautics

From a commercial point of view, the third quarter of 2015 saw the execution of an agreement between Alenia Aermacchi S.p.A. and the Kuwait Ministry of Defence on 11 September 2015, concerning the supply of 28 Eurofighter Typhoon aircraft, logistical support and training activities, and the construction of the infrastructures associated with the use of the aircraft. The agreement provides for Alenia Aermacchi S.p.A. to act as Prime Contractor for the entire supply. It also makes reference to a cooperation agreement between the Italian Ministry of Defence and the Kuwait Ministry of Defence, which will be signed in the next months.

From an industrial point of view, in the third quarter of 2015 production activities continued on the B787 programme, which recorded deliveries of 31 fuselage sections and 15 horizontal stabilisers (against 26 fuselages and 19 stabilisers in the third quarter of 2014), and those relating to the M346 aircraft, for which 5 units were delivered under the contracts for the Italian Air Force and Israel (against 3 aircraft delivered in the third quarter of 2014). Furthermore, note the start of the flight tests for the first F35 aircraft assembled at the Cameri plant and intended for the Italian Air Force. Within the process for streamlining the industrial structure, operations continued for moving the activities for the assembly of the C27J aircraft fuselage from the Capodichino plant to the Caselle plant, so as to concentrate all the aircraft assembly activities at a single industrial plant.

New orders. The decline at 30 September 2015 compared to the same period in 2014 was attributable to the orders for the M346 aircraft and the ATR aerostructures, which had benefitted from the acquisition of considerable orders in the previous year, including a contract for the supply of 8 M346 aircraft to Poland and related logistical support. The orders gained in the third quarter of 2015 included a contract for the sale of 2 C27J aircraft and related logistical support to the air force of an African country.

Revenues. The business volumes were overall in line with those recorded at 30 September 2014. The increase attributable to the production operations for the M346 aircraft and the Nacelles offset a decline in revenues from defence aircraft and the C27J transportation aircraft.

EBITA. It recorded an improvement due to an increased result of the GIE consortium, which also benefitted from an appreciation of the USD/€ exchange rate, and to the higher business volumes for trainer aircraft and nacelles, which more than offset a lower contribution from defence and transportation aircraft.

Space

As regards the performance at 30 September 2015, work continued on the supply of satellite services for commercial and military telecommunications, as well as of geo-information and Earth-observations solutions, with business volumes substantially equal to those recorded in the previous year. On the contrary, activities relating to the manufacturing programmes recorded an increase in line with the expectations and the trend already reported in the half-year.

The higher profits recorded in the segment of satellite services led to an improved result compared to the same period in 2014, while the effect of an unfavourable mix of activities in the manufacturing segment was partially offset by lower restructuring costs.

Defence Systems

The first nine months of 2015 showed first signs of recovery in orders, up compared to the same period of 2014, although a reduction was further recorded in production volumes as a result of the expected decline in the activities for *land, sea and air weapons systems*. EBITA also recorded sharp increase.

<u>*New orders*</u>. They recorded an increase that affected the *land, sea and air weapons systems*. The main orders included those relating to the FREMM Italia programme, the first orders gained under the new Naval Law and logistics contracts with various countries.

<u>*Revenues*</u>. They recorded a decline that affected the *land, sea and air weapons systems*, connected with a gradual completion of some domestic programmes for the supply of land weapons and ammunition systems for foreign customers, as well as with the effect of some delays in the completion of new orders.

<u>*EBITA*</u>. It recorded an increase that was due to higher deliveries of *missile systems* within important export programmes and to an improved profitability in the *underwater systems*, which largely offset the effects of the abovementioned lower revenue volumes.

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Outlook

Based upon the results reported by the Group at 30 September 2015 and the expectations for the last quarter of the year, we confirm the full-year outlook as presented in the 2014 Annual Report. With regards to the EBITA we expect it to be at or around 1,130 million euros, based on the original currency assumptions (€/$ exchange rate at 1.27 and €/£ at 0.8).

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Other performance indicators

	September 2015	September 2014 (*)	Change
FFO	685	554	23.6%
EBITDA	1,174	918	27.9%
Research and development expenses	1,065	963	10.6%
Net Interest	(230)	(234)	1.7%

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

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

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"Non-GAAP" performance indicators

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

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

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

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

A reconciliation of Income before tax and financial expense, EBIT and EBITA is shown below (the reconciliation by segment is reported in Note 7):

(€ millions)	*For the nine months ended 30 September*	
	2015	**2014 (restated)**
Income before tax and financial expenses	478	262
Equity-accounted strategic JVs	121	63
EBIT	**599**	**325**
Amortisation of intangible assets acquired as part of business combinations	73	62
Restructuring costs	64	95
Non-recurring (income) expense	9	33
EBITA	**745**	**515**

- ***Return on Sales (ROS)***: this is calculated as the ratio of EBITA to revenue.

- ***EBIT:*** this is obtained by adding to EBIT (defined as earnings before "financial income and expense", "share of profit (loss) of equity-accounted investees", "income taxes" and "result from discontinued operations") the Group's share of profit in the results of its strategic Joint Ventures (ATR, MBDA, Thales Alenia Space and Telespazio), reported in the "share of profits (losses) of equity-accounted investees".

- ***Net result before extraordinary transactions***: this is the Net Result before the result from discontinued operations and the effects of the extraordinary transactions (acquisitions and disposals). Below is the reconciliation:

(€ millions)	*For the nine months ended 30 September*	
	2015	**2014 (restated)**
Net result	160	(24)
Result from discontinued operations	(10)	(30)
Net result before extraordinary transactions	**150**	**(54)**

- ***Group Net Debt***: this includes cash, financial receivables and current securities, net of (current and non-current) loans and borrowings and of the fair value of derivatives covering financial debt items. An improvement factor of this indicator is that this item includes the measurement of the residual interest in Ansaldo Energia, which is classified under non-current assets in consideration – and assuming the exercise as well as in light of the creditworthiness of the other party – of the put & call rights based on which this amount will be paid by Fondo Strategico Italiano to Finmeccanica. Conversely at 30 September 2014, a factor which worsened the net debt was the effect of the settlement agreement regarding AnsaldoBreda's Fyra contract with the Dutch railways. The reconciliation with the net financial position required by the Consob communication no. DEM/6064293 of 28 July 2006 is reported in Note 14. In order to facilitate the comparability, the Group Net Debt is shown also on a *pro forma* basis, to take into account the reclassification of the operations of the Transportation segment to discontinued operations, starting from 1 January 2015. In order to better understand the differences, the Group Net Debt is also provided without discontinued operations. With reference to the 2014 data, this measure does not coincide with the reported figure inasmuch as the comparative statements of financial position have been restated.

- ***Free Operating Cash-Flow (FOCF***): this is the sum of the cash flows generated by (used in) operating activities (excluding the changes in the Group Net Debt), the cash flows generated by (used in) ordinary investing activities (investment and divestment of intangible assets, property, plant and equipment, and equity investments, net of cash flows from the purchase or sale of equity investments that, due to their nature or significance, are considered "strategic investments") and dividends. The calculation of FOCF is presented in the reclassified statement of cash flows shown in the section "Group results and financial position".
- ***Change in working capital***: this is equal to the change in trade receivables/payables, contract work in progress and progress payments and advances from customers and inventories, net of changes relating to the Fyra contract held by AnsaldoBreda.
- ***Return on Investments (ROI):*** this is calculated as the ratio of EBITA to the average net capital invested in the two comparative periods.
- ***Return on Equity (ROE):*** this is calculated as the ratio of the net result before extraordinary transactions for the financial period to the average value of equity in the two comparative periods.
- ***Workforce:*** the number of employees recorded in the register on the last day of the period.
- ***Funds From Operations (FFO)***: this is cash flow generated by (used in) operating activities net of changes in working capital. The FFO also includes dividends received.
- ***EBITDA***: this is given by EBITA before amortisation, depreciation and impairment losses (net of those relating to goodwill or classified among "*non-recurring costs*").
- ***Research and Development expenditure:*** the Group classifies under R&D all internal and external costs incurred relating to projects aimed at obtaining or employing new technologies, knowledge, materials, products and processes. The item includes:
  - development costs capitalised even if covered by grants;

- research costs, whose activity is at a stage at which it cannot be demonstrated that the activity will generate future economic benefits, or development costs for which the accounting requirements for capitalisation do not obtain, are expensed as incurred;
- research and development costs reimbursed by the customer as part of existing contracts (which fall under the scope of work in progress from an accounting viewpoint).

* ***Net interest:*** this is calculated as the sum of the items “Interest” and “Commissions on loans” (see “Financial income and expense” of the Notes).

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The results of the third quarter

Condensed consolidated separate income statement

	For the three months ended 30 September	
(€ millions)	*2015*	*2014 (restated)*
Revenues	3,028	2,895
Purchases and personnel expense	(2,686)	(2,608)
Other net operating income/(expenses)	42	12
Equity-accounted strategic JVs	52	26
EBITDA	**436**	**325**
Amortisation, depreciation and impairment losses	(141)	(120)
EBITA	**295**	**205**
Non-recurring income/(expenses)	(3)	(5)
Restructuring costs	(19)	(36)
Amortisation of intangible assets acquired as part of business combinations	(25)	(21)
EBIT	**248**	**143**
Net financial income/(expense)	(150)	(111)
Income taxes	(39)	(25)
Net result before extraordinary transactions	**59**	**7**
Net result related to discontinued operations and extraordinary transactions	(10)	8
Net result	**49**	**15**

Below is the breakdown of the ratios for the third quarter by segment:

third quarter 2015	New orders	Revenues	EBITA
Helicopters	624	1,098	121
Defence and Security Electronics	1,040	1,159	94
- of which: DRS	*483*	*399*	*39*
- of which: SES	*556*	*764*	*55*
Aeronautics	568	726	77
Space	-	-	5
Defence Systems	80	92	13
Other activities	28	82	(15)
Eliminations	(88)	(129)	-
Total	**2,252**	**3,028**	**295**

third quarter 2014	New orders	Revenues	EBITA
Helicopters	398	995	116
Defence and Security Electronics	894	1,076	36
- of which: DRS	*344*	*365*	*20*
- of which: SES	*552*	*713*	*15*
Aeronautics	525	756	74
Space	-	-	9
Defence Systems	72	96	2
Other activities	17	101	(32)
Eliminations	*(103)*	*(129)*	-
Total	**1,803**	**2,895**	**205**

Change %	New orders	Revenues	EBITA
Helicopters	56.8%	10.4%	4.3%
Defence and Security Electronics	16.3%	7.7%	n.a.
- of which: DRS	*40.4%*	*9.3%*	*95.0%*
- of which: SES	*0.7%*	*7.2%*	*n.a.*
Aeronautics	8.2%	(4.0%)	4.1%
Space	n.a.	n.a.	n.a.
Defence Systems	11.1%	(4.2%)	n.a.
Other activities	64.7%	(18.8%)	53.1%
Eliminations	n.a.	n.a.	n.a.
Total	**24.9%**	**4.6%**	**43.9%**

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Industrial and financial transactions

Industrial transactions. On 2 November 2015, the closing of the transaction for the sale of the Transportation Sector to Hitachi was completed. The transaction, whose effects were described earlier, provided for the transfer to Hitachi of the stake held by Finmeccanica in Ansaldo STS (equal to 40% of the share capital) and of AnsaldoBreda’s businesses in the rolling stock segment, excluding revamping activities, which are of minor importance, which have remained within Finmeccanica.

On 6 October 2015 Finmeccanica executed with Danieli Group an agreement for the transfer of 100% of Fata, which operates in the design of industrial plants, and its subsidiaries based in the USA (Fata Hunter), India (Fata Engineering), China (Fata Shanghai) and UAE (Fata Gulf). The disposal agreement does not include the 100% stake Finmeccanica owns in Fata Logistic Systems S.p.A and some assets, that will be span off before the closing.

Financial transactions. In the first nine months of 2015, the Group engaged in a number of financial transactions.

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

On 8 July 2015, Finmeccanica announced an offer to holders of its euro-denominated bonds to tender their bonds for repurchase (Tender Offer Memorandum) in an effort to make the best use of the proceeds from the disposals in the Transportation sector and thereby reduce the associated borrowing costs. The operation, worth a total nominal amount of €mil. 450, was carried out at the market values for the individual bonds, plus a premium to encourage investors to tender their bonds. It was structured so as to maximise the financial return, giving priority to those bonds whose net present value (NPV) was such so as to ensure that the saving on borrowing costs would exceed the initial repurchase cost. The operation was successfully completed on 20 July 2015 and overall will ensure a significant saving on borrowing costs in the future.

The recalculated nominal values of the notes repurchased are as follows:

Year of issue	Maturity	Currency	Nominal amount outstanding at 30 June 2015 (mil.)	Annual coupon	Nominal amount outstanding at 20 July 2015 (mil.)
2009	2019	GBP	400	8.000%	319
2013	2021	€	950	4.500%	739
2009	2022	€	600	5.250%	555
2012	2017	€	600	4.375%	521

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

Furthermore, the €mil. 2,000 revolving credit facility contains financial covenants. More specifically, the covenants require Finmeccanica to comply with two ratios (the ratio of Group net debt - excluding payables to the joint ventures MBDA and Thales Alenia Space - to EBITDA must be no higher than 3.75 and the ratio of EBITDA to net interest must be no lower than 3.25) tested annually based upon the consolidated data at the end of the year. These covenants, in accordance with contractual provisions providing for this option, have also been extended to the EIB loan, currently outstanding in the amount of €mil. 325, in addition to certain loans recently granted to DRS by US banks totalling USDmil. 75. Based on the results for 2014, there was full compliance with these covenants (the two ratios were 2.1 and 5.5, respectively).

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

Agency	**Last update**	**Updated**		**Previous**	
		Credit Rating	*Outlook*	*Credit Rating*	*Outlook*
Moody's	august 2015	Ba1	stable	Ba1	negative
Standard&Poor's	April 2015	BB+	stable	BB+	negative
Fitch	May 2015	BB+	stable	BB+	negative

With regard to the impact of positive or negative changes in Finmeccanica's credit ratings, there are no default clauses linked to the credit ratings. The only possible effects deriving from further changes, if any, to the credit ratings refer to higher or lower finance costs on certain payables of the Group, especially with reference to the revolving credit facility. The interest rates applied to the utilisations of such credit line are, in fact, based upon the Euribor plus a margin of 100 bps. This margin could be reduced down to a minimum of 50 bps if Finmeccanica returns to an investment grade rating, or increased up to a maximum of 220 bps if Finmeccanica's debt is given a rating below BB or if it is given no rating at all. Finally, it should be noted that the Funding Agreement between MBDA and its shareholders provides, *inter alia*, that any downgrade of the rating assigned to the shareholder companies will result in a gradual increase in the margins. Additionally, under a pre-set rating limit (for at least two out of three rating agencies: BB- from Standard&Poor's, BB- from Fitch and Ba3 from Moody's) MBDA is entitled to determine the applicable margin each time. The agreement provides for rating limits, the achievement of which allows MBDA to request the issue of a bank guarantee of its own liking from its shareholders, without which MBDA can suspend the subsequent disbursement of funds.

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

With regard to the revolving credit facility, on 6 July 2015, in order to take advantage of favourable market conditions and the industrial efficiency-enhancement actions undertaken, as well as the Group's improvement business and financial outlook, Finmeccanica signed an agreement with the providers amending the terms of the facility obtained in July 2014. The new terms envisage reducing the margin from 180 bps to 100 bps. In line with the Group's financial needs, Finmeccanica has simultaneously reduced the total amount of the credit line from €mil. 2,200 to €mil. 2,000 and has extended the duration by one year, to July 2020.

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

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

Condensed consolidated interim financial statements at 30 September 2015

Condensed consolidated separate income statement

(€ millions)	*Note*	**2015**	*of which with related parties*	**2014 (restated*)**	*of which with related parties*
Revenue	*19*	9,001	*1,259*	8,604	*1,413*
Purchase and personnel expense	*21*	(8,117)	*(100)*	(7,931)	*(95)*
Amortisation, depreciation and impairment losses	*22*	(502)		(465)	
Other net operating income/(expenses)	*20*	96	*(3)*	54	*2*
Income before tax and financial expenses		**478**		**262**	
Financial income/(expense)	*23*	(355)	*1*	(311)	*(2)*
Share of profits/(losses) of equity-accounted investees	*24*	129		53	
Operating profit (loss) before income taxes and discontinued operations		**252**		**4**	
Income taxes		(102)		(58)	
Profit (loss) from discontinued operations	*25*	10		30	
Net profit/(loss) for the period attributable to:		**160**		**(24)**	
- owners of the parent		*122*		*(57)*	
- non-controlling interests		*38*		*33*	
Earnings/(losses) per share	*26*	*0.211*		*(0.099)*	
- basic and diluted from continuing operations		*0.256*		*(0.095)*	
- basic and diluted from discontinued operations		*(0.045)*		*(0.004)*	

(*) Comparative figures restated following the reclassification of the Transportation business segment sold under Discontinued Operations (see Note 5)

Condensed consolidated statement of comprehensive income

(€ millions)	Note		For the nine months ended 30 September 2015		2014 (restated*)
Profit (loss) for the period			**160**		**(24)**
Other comprehensive income (expense):					
Comprehensive income/expense which will not be subsequently reclassified within the profit (loss) for the period:					
- Measurement of defined-benefit plans:	*13*		10		(42)
- revaluation		*14*		*(35)*	
- exchange rate gains (losses)		*(4)*		*(7)*	
- Tax effect	*13*		7		2
			17		(40)
Comprehensive income/expense which will or might be subsequently reclassified within the profit (loss) for the period:					
- Changes in cash flow hedges:	*13*		(14)		(55)
- change generated in the period		*(18)*		*(95)*	
- transferred to the profit (loss) for the period		*4*		*39*	
- exchange rate gains (losses)		*-*		*1*	
- Translation differences	*13*		246		271
- change generated in the period		*246*		*271*	
- transferred to the profit (loss) for the period		*-*		*-*	
- Tax effect	*13*		3		14
			235		230
Current portion of "Other comprehensive income (expense)", equity-accounted investees			(6)		(34)
Total other comprehensive income (expense), net of tax:			**246**		**156**
Total comprehensive income (expense), attributable to:			**406**		**132**
- *Owners of the parent*			364		92
- *Non-controlling interests*			42		40
Total comprehensive income (expense), attributable to Owners of the parent			**364**		**92**
- from continuing operations			372		63
- from discontinued operations			(8)		29

(*) *Comparative figures restated following the reclassification of the Transportation business segment sold under Discontinued Operations (see Note 5)*

Condensed consolidated statement of financial position

(€ millions)	*Note*	**30 September 2015**	*of which with related parties*	**31 December 2014**	*of which with related parties*
Intangible assets	*8*	7,036		6,781	
Property, plant and equipment	*9*	2,670		2,955	
Deferred tax assets		1,110		1,165	
Other non-current assets	*10*	1,653	*3*	1,741	*22*
Non-current assets		**12,469**		**12,642**	
Inventories		4,747		4,578	
Trade receivables, including contract work in progress	*11*	6,554	*756*	7,635	*928*
Loans and receivables		302	*172*	206	*161*
Other assets	*12*	985	*8*	1,293	*6*
Cash and cash equivalents		401		1,495	
Current assets		**12,989**		**15,207**	
Non-current assets held for sale	25	2,729		47	
Total assets		**28,187**		**27,896**	
Share capital	*13*	2,522		2,525	
Other reserves		1,354		986	
Equity attributable to the owners of the parent		3,876		3,511	
Equity attributable to non-controlling interests		365		343	
Total equity		**4,241**		**3,854**	
Loans and borrowings (non-current)	*14*	4,643	*3*	5,031	*6*
Employee benefits	*16*	703		795	
Provisions for risks and charges	*15*	1,324		1,281	
Deferred tax liabilities		275		299	
Other non-current liabilities	*17*	1,126	-	1,059	-
Non-current liabilities		**8,071**		**8,465**	
Trade payables, including progress payments and advances from customers	*18*	9,738	*104*	11,705	*148*
Loans and borrowings (current)	*14*	1,477	*435*	739	*425*
Income tax payables		38		74	
Provisions for short-term risks and charges	*15*	674		749	
Other current liabilities	*17*	1,920	*168*	2,277	*146*
Current liabilities		**13,847**		**15,544**	
Liabilities associated with assets held for sale	25	2,028		33	
Total liabilities		**23,946**		**24,042**	
Total liabilities and equity		**28,187**		**27,896**	

Condensed consolidated statement of cash flows

(€ millions)	*Note*	For the nine months ended 30 September **2015**	*of which with related parties*	**2014 (restated*)**	*of which with related parties*
Gross cash flows from operating activities	*27*	1,060		864	
Change in working capital	*27*	(1,235)	*(37)*	(1,352)	*(69)*
Change in other operating assets and liabilities and provisions for risks and charges		(230)	*21*	(264)	*23*
Interests paid		(205)	*26*	(204)	-
Taxes paid		(113)	-	(87)	-
Cash flows used in operating activities		**(723)**		**(1,043)**	
Investments in property, plant and equipment and intangible assets		(477)		(606)	
Sales of property, plant and equipment and intangible assets		52		4	
Cash in from Avio		-		239	
Other investing activities		148	-	245	-
Cash flows used in investing activities		**(277)**		**(118)**	
Dividends paid		-		(1)	
Bond issue/repayment		(451)		250	
Net change in other loans and borrowings		634	*(61)*	78	*(341)*
Cash flows generated from financing activities		**183**		**327**	
Cash and cash equivalents at 1 January		1,495		1,455	
Net increase (decrease) in cash and cash equivalents		(817)		(834)	
Exchange rate differences and other changes		13		51	
Cash and cash equivalents at 1 January of discontinued operations		(290)		-	
Net increase (decrease) in cash of discontinued operations		-		(42)	
Cash and cash equivalents at 30 September		**401**		**630**	
Cash flows from operating activities of discontinued operations		(41)		(195)	
Cash flows from investing activities of discontinued operations		(31)		(21)	
Cash flows from financing activities of discontinued operations		38		174	

(*) Comparative figures restated following the reclassification of the Transportation business segment sold under Discontinued Operations (see Note 5)

Condensed consolidated statement of changes in equity

(€ millions)	**Share capital**	**Retained earnings**	**Cash flow hedge reserve**	**Revaluation reserve of defined-benefit plans**	**Translation reserve**	**Equity attributable to owners of the parent**	**Non-controlling interests**	**Total equity**
1 January 2014	**2,525**	**1,502**	**47**	**(181)**	**(512)**	**3,381**	**298**	**3,679**
Profit (loss) for the period	-	(57)	-	-	-	(57)	33	(24)
Other comprehensive income (expense)	-	-	(61)	(52)	262	149	7	156
Total comprehensive income (expense)	**-**	**(57)**	**(61)**	**(52)**	**262**	**92**	**40**	**132**
Dividends resolved						-	(19)	(19)
Total transactions with owners of the parent, recognised directly in equity	**-**	**-**	**-**	**-**	**-**	**-**	**(19)**	**(19)**
Other changes	-	-	-		-	-	-	-
30 September 2014	**2,525**	**1,445**	**(14)**	**(233)**	**(250)**	**3,473**	**319**	**3,792**
1 January 2015	**2,525**	**1,473**	**(57)**	**(226)**	**(204)**	**3,511**	**343**	**3,854**
Profit (loss) for the period	-	122	-	-	-	122	38	160
Other comprehensive income (expense)	-	-	(15)	26	231	242	4	246
Total comprehensive income (expense)	**-**	**122**	**(15)**	**26**	**231**	**364**	**42**	**406**
Dividends resolved	-	-	-	-	-	-	(21)	(21)
Repurchase of treasury shares less shares sold	(3)					(3)	-	(3)
Total transactions with owners of the parent, recognised directly in equity	**(3)**	**-**	**-**	**-**	**-**	**(3)**	**(21)**	**(24)**
Other changes	-	3	1	-		4	1	5
30 September 2015	**2,522**	**1,598**	**(71)**	**(200)**	**27**	**3,876**	**365**	**4,241**

Explanatory notes

1. GENERAL INFORMATION

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

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

2. FORM, CONTENT AND APPLICABLE ACCOUNTING STANDARDS

The interim financial report of the Finmeccanica Group at 30 September 2015 was prepared in accordance with Article 154-ter, paragraph 5 of Legislative Decree 58/98 (Consolidated Law on Financial Intermediation), as subsequently amended.

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

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

The accounting policies, measurement criteria and consolidation methods used for this interim financial report are unchanged from those of the 2014 annual consolidated financial statements (except for those specifically applicable to interim financial reports) and the interim financial report at 30 September 2014 with the exceptions reported in Note 4. The new standards applicable from 1 January 2015 did not materially impact this interim financial report.

The exchange rates for the major currencies used in preparing this interim financial report are shown below:

	30 September 2015		31 December 2014	30 September 2014	
	average	final	final	average	final
US dollar	1.1145	1.1203	1.2141	1.3554	1.2583
Pound sterling	0.7274	0.7385	0.7789	0.8122	0.7773

The interim financial report at 30 September 2015 of the Finmeccanica Group was approved by the Board of Directors on 3 November 2015 and published on the same day.

Amounts are shown in millions of euros unless stated otherwise.

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

3. BUSINESS SEASONALITY

Cash flows relating to operations

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

4. EFFECTS OF CHANGES IN ACCOUNTING POLICIES ADOPTED

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

5. RESTATEMENT OF THE COMPARATIVE STATEMENTS

2 November 2015 saw the completion of the closing of the transfer of the Finmeccanica's businesses in the rail transport sector to the Japanese Hitachi group. The agreement requires that Finmeccanica transfer its stake in Ansaldo STS and AnsaldoBreda's businesses in the rolling stock segment, excluding revamping activities, which are of minor importance, which remained within the Group, to Hitachi. The figures of the income statement and of the statement of cash flows at 30 September 2014 have been restated, pursuant to IFRS 5, in order to include the effects of the classification of the above business sold within the Discontinued Operations, as shown below:

Condensed consolidated separate income statement (€mil.)	*For the nine months ended 30 September 2014*	*IFRS 5 effect*	*For the nine months ended 30 September 2014 restated*
Revenue	9,869	(1,265)	8,604
Purchase and personnel expense	(9,128)	1,197	(7,931)
Amortisation, depreciation and impairment losses	(482)	17	(465)
Other net operating income/(expenses)	62	(8)	54
Income before tax and financial expenses	**321**	**(59)**	**262**
Financial income/(expense)	(313)	2	(311)
Share of profits/(losses) of equity-accounted investees	55	(2)	53
Operating profit (loss) before income taxes and discontinued operations	**63**	**(59)**	**4**
Income taxes	(87)	29	(58)
Profit (loss) from discontinued operations	-	30	30
Net profit (loss)	**(24)**	**-**	**(24)**

Condensed consolidated statement of cash flows (€mil.)	*For the nine months ended 30 September 2014*	*IFRS 5 effect*	*For the nine months ended 30 September 2014 restated*
Gross cash flows from operating activities	953	(89)	864
Change in working capital	(1,613)	261	(1,352)
Change in other operating assets and liabilities and provisions for risks and charges	(580)	316	(264)
Interests paid		(204)	(204)
Taxes paid		(87)	(87)
Cash flows used in operating activities	**(1,240)**	**197**	**(1,043)**
Investments in property, plant and equipment and intangible assets	(615)	9	(606)
Sales of property, plant and equipment and intangible assets	4	-	4
Cash in from Avio	239	-	239
Other investing activities	233	12	245
Cash flows used in investing activities	**(139)**	**21**	**(118)**
Dividends paid	(19)	18	(1)
Bond issue/repayment	250	-	250
Net change in other loans and borrowings	270	(192)	78
Cash flows generated from financing activities	**501**	**(174)**	**327**
Cash and cash equivalents at 1 January	1,455	-	1,455
Net increase (decrease) in cash and cash equivalents	(878)	44	(834)
Exchange rate differences and other changes	53	(2)	51
Net increase (decrease) in cash of discontinued operations	-	(42)	(42)
Cash and cash equivalents at 30 September	**630**	**-**	**630**

All comparative information related to the income statement and the statement of cash flows provided in the following notes has been restated.

6. SIGNIFICANT EVENTS OCCURRED AFTER THE PERIOD-END

As largely described in the Report on operations, to which reference is made, 2 November 2015 saw the completion of the closing of the transfer of the Transportation segment to Hitachi.

7. SEGMENT REPORTING

In accordance with the compliance model followed, management has adopted operating segments that correspond to the business sectors in which the Group operates: Helicopters, Defence and Security Electronics, Aeronautics, Space, Defence Systems and Other Activities. Starting from 2015 the business of the Transportation segment is classified within discontinued operations, as a result of the agreement with Hitachi described in section “Industrial and Financial Transactions” of the Report on Operations.

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

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

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

The results for each segment at 30 September 2015, as compared with those of the same period of the previous year (restated following the classification of the Transportation segment under Discontinued Operations), are as follows:

For the nine months ended 30 September 2015	**Helicopters**	**Defence and Security Electronics**	**Aeronautics**	**Space**	**Defence Systems**	**Other Activities**	**Elimin-ations**	**Total**
Revenues	3,212	3,537	2,140	-	301	226	(415)	**9,001**
Inter-segment revenue (*)	(2)	(316)	(5)	-	(11)	(81)	415	**-**
Third party revenue	3,210	3,221	2,135	-	290	145	-	**9,001**
EBITA	381	210	163	27	44	(80)	-	**745**
Investments	136	114	171	-	6	11	-	**438**

For the nine months ended 30 September 2014 restated	**Helicopters**	**Defence and Security Electronics**	**Aeronautics**	**Space**	**Defence Systems**	**Other Activities**	**Elimin-ations**	**Total**
Revenues	3,036	3,230	2,135	-	326	291	(414)	**8,604**
Inter-segment revenue (*)	(2)	(298)	(4)	-	(8)	(102)	414	**-**
Third party revenue	3,034	2,932	2,131	-	318	189	-	**8,604**
EBITA	379	36	148	26	28	(102)	-	**515**
Investments	187	101	210	-	6	37	-	**541**

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

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

For the nine months ended 30 September 2015	Helicopters	Defence and Security Electronics	Aeronautics	Space	Defence Systems	Other Activities	Total
EBITA	**381**	**210**	**163**	**27**	**44**	**(80)**	**745**
Amortisation of intangible assets acquired as part of business combinations	(6)	(67)	-	-	-	-	**(73)**
Restructuring costs	(2)	(22)	(29)	-	(1)	(10)	**(64)**
Non-recurring income/expense	-	-	-	-	-	(9)	**(9)**
EBIT	**373**	**121**	**134**	**27**	**43**	**(99)**	**599**
Equity-accounted strategic JVs	-	-	(73)	(27)	(21)	-	**(121)**
Income before tax and financial expenses	**373**	**121**	**61**	**-**	**22**	**(99)**	**478**

For the nine months ended 30 September 2014 restated	Helicopters	Defence and Security Electronics	Aeronautics	Space	Defence Systems	Other Activities	Total
EBITA	**379**	**36**	**148**	**26**	**28**	**(102)**	**515**
Amortisation of intangible assets acquired as part of business combinations	(6)	(56)	-	-	-	-	**(62)**
Restructuring costs	8	(53)	(34)	-	-	(16)	**(95)**
Non-recurring income/expense	(28)	(6)	-	-	-	1	**(33)**
EBIT	**353**	**(79)**	**114**	**26**	**28**	**(117)**	**325**
Equity-accounted strategic JVs	-	-	(32)	(26)	(5)	-	**(63)**
Income before tax and financial expenses	**353**	**(79)**	**82**	**-**	**23**	**(117)**	**262**

8. INTANGIBLE ASSETS

Key changes were related to amortisation (Note 22) for €mil. 212 and investments of €mil. 276 . Below is a breakdown:

	30 September 2015	31 December 2014	Investments for the nine months at	
			30 September 2015	30 September 2014
Goodwill	3,947	3,800	-	-
Development costs	535	514	59	68
Non-recurring costs	1,489	1,346	189	210
Concessions, licences and trademarks	314	302	1	1
Acquired through business combinations	605	642	-	-
Other intangible assets	146	177	27	29
	7,036	**6,781**	**276**	**308**

Goodwill increased as a result of the exchange differences on the amounts denominated in USD and GBP, net of the decrease related to the reclassification of the amounts referred to Ansaldo STS (€mil. 38) within “Non-current assets held for sale”. At 30 September 2015 there were no signs requiring impairment testing in addition to that carried out when the annual financial statements at 31 December 2014 were prepared. Specifically, in respect of goodwill allocated to the cash generating unit (“CGU”) DRS, for which upon the impairment test at 31 December 2014 the headroom (i.e. the positive margin calculated upon the impairment test) was lower than the other cash generating units ("CGUs"), we note a performance in line with expectations.

Commitments are in place for the purchase of intangible assets for €mil. 9 (€mil. 14 at 31 December 2014).

9. PROPERTY, PLANT AND EQUIPMENT

The key changes regarded depreciation of €mil. 280 (Note 22) and investments of €mil. 162, as broken down below:

	30 September 2015	31 December 2014	Investments for the nine months at	
			30 September 2015	30 September 2014
Land and buildings	1,005	1,134	3	3
Plant and machinery	503	500	11	9
Equipment	780	829	58	62
Other tangible assets	382	492	90	159
	2,670	**2,955**	**162**	**233**

There are also commitments to purchase property, plant and equipment for €mil. 101 (€mil. 131 at 31 December 2014).

10. OTHER NON-CURRENT ASSETS

	30 September 2015	31 December 2014
Financing to third parties	33	32
Deferred grants under Law no. 808/85	15	18
Defined benefit plan assets, net	289	272
Related party receivables (Note 28)	3	22
Other non-current receivables	70	94
Non-current receivables	**410**	**438**
Prepayments - non-current portion	14	18
Equity investments	980	1,074
Non-recurring costs pending under Law no. 808/1985	120	87
Fair value of the residual portion in portfolio of Ansaldo Energia	129	124
Non-current assets	**1,243**	**1,303**
	1,653	**1,741**

The item decreased mainly as a result of the reduction of equity investments which is due, in particular, to the reclassification of the equity investments of the Transportation segment (€mil. 72) within "Non-current assets held for sale", following the agreement entered into with Hitachi and also to dividends distributed in the period (€mil. 175), partly offset by the results for the period posted by the investee companies.

Equity investments (€mil. 964 of which valued at equity) chiefly referred to the Group's joint ventures.

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

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

	30 September 2015			**31 December 2014**		
	Level 2	**Level 3**	**Total**	**Level 2**	**Level 3**	**Total**
Non-current assets	-	129	129	-	124	124
Current assets	169	-	169	488	-	488
Non-current liabilities	-	265	265	-	207	207
Current liabilities	256	-	256	542	-	542

11. TRADE RECEIVABLES, INCLUDING CONTRACT WORK IN PROGRESS

	30 September 2015	31 December 2014
Trade receivables	2,664	3,620
Related party trade receivables (Note 28)	756	928
	3,420	**4,548**
Contract work in progress	3,134	3,087
	6,554	**7,635**

The primary credit risks related to the Group's business are described in Note 35 to the consolidated financial statements at 31 December 2014.

12. OTHER CURRENT ASSETS

	30 September 2015	31 December 2014
Income tax receivables	152	156
Derivatives	169	488
Other current assets:	664	649
Prepaid expenses - current portion	*81*	*107*
Receivables for grants	*102*	*97*
Receivables from employees and social security	*79*	*67*
Indirect tax receivables	*260*	*238*
Deferred receivables under Law no. 808/85	*3*	*3*
Other related party receivables (Note 28)	*8*	*6*
Other assets	*131*	*131*
	985	**1,293**

13. EQUITY

Share capital	Number of ordinary shares	Par value	Costs incurred (net of tax effect)	Total
Outstanding shares	578,150,395	2,544	(19)	2,525
Treasury shares	(32,450)	-	-	-
31 December 2014	**578,117,945**	**2,544**	**(19)**	**2,525**
Repurchase of treasury shares less shares sold	(200,000)	(3)	-	(3)
30 September 2015	**577,917,945**	**2,541**	**(19)**	**2,522**
broken down as follows:				
Outstanding shares	578,150,395	2,544	(19)	2,525
Treasury shares	(232,450)	(3)	-	(3)

At 30 September 2015 the Ministry of Economy and Finance owned 30.204% of the share capital, while Libyan Investment Authority and Norges Bank owned 2.010% and 2.031% of the shares.

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

	Group - consolidated entities			Group - equity accounted investments		
	Amount before taxes	Tax effect	**Net amount**	Amount before taxes	Tax effect	**Net amount**
For the nine months ended 30 September 2015						
Revaluation of defined-benefit plans	10	8	**18**	10	(2)	**8**
Changes in cash-flow hedges	(15)	4	**(11)**	(5)	1	**(4)**
Foreign currency translation difference	241	-	**241**	(10)	-	**(10)**
Total	**236**	**12**	**248**	**(5)**	**(1)**	**(6)**
For the nine months ended 30 September 2014						
Revaluation of defined-benefit plans	(41)	2	**(39)**	(16)	3	**(13)**
Changes in cash-flow hedges	(57)	15	**(42)**	(28)	9	**(19)**
Foreign currency translation difference	264	-	**264**	(2)	-	**(2)**
Total	**166**	**17**	**183**	**(46)**	**12**	**(34)**

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

	Non-controlling interest		
	Amount before taxes	Tax effect	**Net amount**
For the nine months ended 30 September 2015			
Revaluation of defined-benefit plans	-	(1)	(1)
Changes in cash-flow hedges	1	(1)	-
Foreign currency translation difference	5	-	5
Total	**6**	**(2)**	**4**
For the nine months ended 30 September 2014			
Revaluation of defined-benefit plans	(1)	-	(1)
Changes in cash-flow hedges	2	(1)	1
Foreign currency translation difference	7	-	7
Total	**8**	**(1)**	**7**

14. LOANS AND BORROWINGS

	30 September 2015		31 December 2014	
	Non-current	Current	Non-current	Current
Bonds	4,300	126	4,630	131
Bank loans and borrowings	296	846	362	110
Related party loans and borrowings (Note 28)	3	435	6	425
Other loans and borrowings	44	70	33	73
	4,643	**1,477**	**5,031**	**739**

Bank loans and borrowings increased due to the use (€mil. 650) of the Revolving Credit Facility signed with a pool of national and international banks and to the use (€mil. 109) of further unconfirmed short-term lines of credit.

Below is the detail of the bonds at 30 September 2015 which shows the bonds issued by Finmeccanica ("FNM", deriving in part from bonds originally issued by Finmeccanica Finance which was then replaced by Finmeccanica S.p.A. in December 2014 – January 2015) and Meccanica Holdings USA ("MH"). It should be recalled that during the third quarter of 2015 the nominal values of certain bond issues reported a decrease in consequence of the repurchase transaction completed in July (as detailed in section "Financial transactions" of the report on operations).

Issuer		Year of issue	Maturity	Currency	Outstanding nominal amount (mil.)	Annual coupon		Type of offer
FNM	(**)	2003	2018	€	500	5.750%	(1)	European Institutional
FNM	(*)	2005	2025	€	500	4.875%		European Institutional
FNM	(**)	2009	2019	GBP	319	8.000%	(2)	European Institutional
FNM	(**)	2009	2022	€	555	5.250%		European Institutional
MH	(***)	2009	2019	USD	500	6.250%		American Institutional Rule 144A/Reg. S
MH	(***)	2009	2039	USD	300	7.375%		American Institutional Rule 144A/Reg. S
MH	(***)	2009	2040	USD	500	6.250%		American Institutional Rule 144A/Reg. S
FNM	(**)	2012	2017	€	521	4.375%		European Institutional
FNM	(**)	2013	2021	€	739	4.500%		European Institutional

(*) *Bonds listed on the Luxembourg Stock Exchange and issued as part of the EMTN programme for a maximum of €bil. 4. The transaction was authorised pursuant to Art. 129 of Legislative Decree 385/93.*

(**) *Bonds, originally issued by Finmeccanica Finance, listed on the Luxembourg Stock Exchange and issued as part of the EMTN programme for a maximum of €bil. 4. The transaction was authorised pursuant to Art. 129 of Legislative Decree 385/93.*

(***) *Bonds issued under Rule 144A, Regulation S of the US Securities Act. The proceeds of this issue were entirely used by Meccanica Holdings USA to finance the purchase of DRS replacing the dollar-issue bonds originally issued by the company. These bonds were redeemed early following Finmeccanica's purchase of DRS. As a result, these issues were not hedged against exchange rate risk.*

(1) *Rate derivative transactions were made on these bonds and led the effective cost of the loan return to a fixed rate better than the coupon and corresponding to an average of some 5.6%.*

(2) *The proceeds of the issue were translated into euros and the exchange rate risk arising from the transaction was fully hedged.*

Below is the financial information required under Consob communication DEM/6064293 of 28 July 2006:

	30 September 2015	*of which with related parties*	31 December 2014	*of which with related parties*
Liquidity	**(401)**		**(1,495)**	
Current loans and receivables	**(302)**	*(172)*	**(206)**	*(161)*
Current bank loans and borrowings	846		110	
Current portion of non-current loans and borrowings	126		131	
Other current loans and borrowings	505	*435*	498	*425*
Current financial debt	**1,477**		**739**	
Net current financial debt (funds)	**774**		**(962)**	
Non-current bank loans and borrowings	296		362	
Bonds issued	4,300		4,630	
Other non-current loans and borrowings	47	*3*	39	*6*
Non-current financial debt	**4,643**		**5,031**	
Net financial debt	**5,417**		**4,069**	

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

	Note	30 September 2015	31 December 2014
Net financial debt com. CONSOB no. DEM/6064293		5,417	4,069
Fair value of the residual portion in portfolio of Ansaldo Energia	*10*	(129)	(124)
Hedging derivatives in respect of debt items		35	(24)
Effect of transactions involving Fyra contract		-	41
Group net debt (KPI)		**5,323**	**3,962**

15. PROVISIONS FOR RISKS AND CONTINGENT LIABILITIES

	30 September 2015		31 December 2014	
	Non-current	Current	Non-current	Current
Guarantees given	141	3	140	16
Restructuring	120	74	113	128
Penalties	337	41	318	48
Product guarantees	127	87	103	82
Other	599	469	607	475
	1,324	**674**	**1,281**	**749**

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

- the dispute commenced before the Court of Santa Maria Capua Vetere in February 2011 by G.M.R. SpA, as the sole shareholder of Firema Trasporti against Finmeccanica and AnsaldoBreda. On 28 October 2014, the Court of Santa Maria Capua Vetere granted the motion put forth by Finmeccanica and AnsaldoBreda, finding that it lacked jurisdiction and that instead the Court of Naples was the competent forum. The suit was dismissed following failure to timely reinstate the action. On 23 June 2015, GMR SpA served a new writ of summons before the Court of Naples, through which it once again made the same claims brought in the dismissed suit;
- the action brought before the Court of Naples by Firema Trasporti in Extraordinary Administration. On 17 June the Court revoked the previous order it had issued ordering the removal of Finmeccanica and AnsaldoBreda since it had found the claim made by Giorgio and Gianfranco Fiore against them to be inadmissible. The next hearing is set for 8 March 2016;
- as concerns tax disputes, we highlight the following updates:
    - in January 2015 AgustaWestland SpA became the subject of a tax audit, at the conclusion of which the company was formally notified of certain facts supporting a charge of tax avoidance through the foreign establishment of AgustaWestland NV and Agusta Holding BV (companies formed under the laws of and residing in the Netherlands) for the years 2005 through 2013, thereby leading to an increase in the corporate income tax (IRES) by a total of €mil. 25. The company maintains that it acted in full compliance with existing laws;
    - the dispute initiated by Selex Sistemi Integrati SpA against the 2007 IRES and IRAP tax assessment reports issued by the Lazio Regional Tax Office at the end of a general audit on this year, disallowing the deductibility of certain costs that allegedly did not meet the requirements of Article 110.11 of the Consolidated Tax Act. These costs related to a specific case for which the Agency itself approved a specific request for a private letter ruling (istanza di interpello) submitted by the company in 2004. The Regional Tax Commission of Lazio, by decision filed in August, fully accepted the appeal of the Tax Office against the trial judgement in favour of the company. The company deems that the judgement was groundless and that there are valid reasons to appeal against it.

* * * * * * * *

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

- criminal proceedings at the preliminary investigation stage are pending before the Public Prosecutor's Office of Busto Arsizio, against two former Chief Executive Officers of AgustaWestland SpA, for violations under Article 2 of Legislative Decree 74/2000 and Articles 322-bis, 81 and 110 of the Criminal Code, and against a former manager and a current manager, for violations under Article 2 of Legislative Decree 74/2000 and Articles 81 and 110 of the Criminal Code. On 23 April 2015, in relation to this investigation, a number of search warrants were executed at the Cascina Costa office of AgustaWestland SpA to seize the contracts, accounting and non-accounting documentation referring to dealings between AgustaWestland SpA and certain Italian and foreign companies;
- with regard to the criminal proceedings pending before the Court of Rome concerning the informal tender for awarding a contract in the ICT area for operational, contract management and procurement services held by the Office of the Prime Minister in 2010 and awarded to a temporary association of companies (RTI, Raggruppamento temporaneo di imprese) including, inter alia, Selex Service Management, on 1 July 2015 the Judge for Preliminary Hearings (GUP, Giudice dell'Udienza Preliminare) ordered the committal for trial of the former Chairman and Chief Executive Officer of Finmeccanica, for violations under Articles 81-paragraph 2, 110, 326, 353, paragraphs 1 and 2, of the Criminal Code, for the former Chief Executive Officer of Selex Service Management for violations under Articles 110, 319 and 321 of the Criminal Code and Articles 81-paragraph 2, 110, 326, 353, paragraphs 1 and 2, of the Criminal Code, as well as for Selex Service Management itself, for violations under Article 25 of Legislative Decree 231/2001. The first hearing on the merits is set for 12 November 2015.
  In relation to these proceedings, the former Chief Operations Officer of Selex Service Management and former External Relations Officer of Finmeccanica were also charged with respect to crimes established by Articles 81-paragraph 2, 110, 326, 353, paragraphs 1 and 2, of the Criminal Code. The former COO was acquitted and the former External Relations Officer of Finmeccanica, who was found guilty under art. 444 *et seqq.* of the Code of Criminal Procedure, was ordered to reimburse Finmeccanica Spa for the legal expenses it incurred as a civil-suit party;
- criminal proceedings are being conducted by the Public Prosecutor's Office of Rome involving a manager of Telespazio SpA and a manager of e-GEOS SpA for having allegedly committed crimes established by Articles 61(7) and (9), 110 and 640(2)(1) of the Criminal

Code, with respect to certain software licenses provided by Telespazio to a government-affiliated entity;

- proceedings are being conducted by the Public Prosecutor's Office of Rome against Finmeccanica Spa for administrative violations pursuant to Article 25 of Legislative Decree 231/01, for crimes established by Articles 321 and 322 bis of the Criminal Code attributed to the then Commercial Director of the Company – against who criminal proceedings in the trial phase are pending before the Court of Rome - in relation to the supply contracts entered into in 2010 by the Group Companies (AgustaWestland SpA, Telespazio Argentina SA and Selex Sistemi Integrati SpA, now in liquidation) with the Government of Panama;
- criminal proceedings are being conducted by the Public Prosecutor's Office of Turin as regards the AgustaWestland supply of helicopters to the Armed Forces, the Police and other bodies of the State, which involve – in addition to some directors of Finmeccanica (in office from 1994 to 1998) and AgustaWestland SpA (in office from 1999 to 2013) – the current Chief Executive Officer, an executive and some former executives of AgustaWestland SpA in relation to the crime pursuant to Article 449 of the Criminal Code;
- with reference to the criminal proceedings against the former Chief Executive Officer and the former Sales Manager of Selex Sistemi Integrati (now in liquidation), concerning the awarding of work contracts on the part of ENAV SpA, on 16 October 2015 the Court of Rome sentenced the defendants for the crime under Article 8 of Legislative Decree 74/2000 while acquitting them of the crime under Article 646 of the Criminal Code. With the same decision the Judge ordered them to repay damages in favour of Selex Sistemi Integrati (the plaintiff).

* * * * * * * *

Given their complexity, their cutting-edge technological content and the nature of the customers, the Group's long-term contracts are sometimes affected by disputes with customers in relation to the compliance of works with customer specifications and product performances. The Group adjusts the estimated contract costs for foreseeable issues, also taking into account possible developments in the relevant disputes. As to contracts in progress affected by uncertainties and problematic issues, especially the Indian contract of AgustaWestland, no updates are reported in addition to what is already detailed in the relevant Note of the 2014 consolidated financial statements, to which reference is made. With regard to the Sistri contract signed between the Ministry for the Environment, Land and Sea and Selex Service Management (currently in liquidation) in December 2009, following the acknowledgement and receipt and refusal of jurisdiction of the arbitration panel by the Ministry, on 1 April 2015 the company served a summons on the Ministry to appear before the Civil Court of Rome. The Ministry, according to the standard procedures, appeared before the

Court and the lawsuit is currently underway. In order to better protect its credit position, the company contested before the Lazio Regional Administrative Court the tender called in the meantime by CONSIP for the assignment of the new concession related to the management of the Control System for Waste Tracking (SISTRI), with specific regard to the automatic assignment of the system to the contractor, in consideration of the non-payment of the amounts claimed by Selex Service Management for such system.

16. EMPLOYEE BENEFITS

	30 September 2015			31 December 2014		
	Liabilities	**Assets**	**Net**	**Liabilities**	**Assets**	**Net**
Severance pay provision	362	-	362	437	-	437
Defined-benefit plans	323	289	34	333	272	61
Defined contribution plans	18	-	18	25	-	25
	703	**289**	**414**	**795**	**272**	**523**

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

	For the nine months ended 30 September	
	2015	**2014**
Costs booked as “personnel expenses ”	57	50
Costs booked as “financial expenses ”	5	11
	62	**61**

17. OTHER CURRENT AND NON-CURRENT LIABILITIES

	30 September 2015		31 December 2014	
	Non-current	**Current**	**Non-current**	**Current**
Employee obligations	46	363	55	401
Deferred income	98	79	85	67
Amounts due to social security institutions	5	155	5	192
Payables to MED (Law no. 808/85)	340	44	338	44
Payables to MED for royalties (Law no. 808/85)	179	23	154	23
Other liabilities (Law no. 808/85)	185	-	183	-
Indirect tax liabilities	-	98	-	183
Derivatives	-	256	-	542
Other liabilities	273	734	239	679
Other payables to related parties (Note 28)	-	168	-	146
	1,126	**1,920**	**1,059**	**2,277**

“Other liabilities” include, in particular, the payable due to Bell Helicopter of €mil. 265 (€mil. 207 at 31 December 2014), deriving from the acquisition of 100% of the AW609 programme.

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

	30 September 2015	31 December 2014
Suppliers	3,266	4,120
Trade payables to related parties (Note 28)	104	148
Trade payables	**3,370**	**4,268**
Progress payments and advances from customers	6,368	7,437
	9,738	**11,705**

19. REVENUE

	For the nine months ended 30 September	
	2015	**2014**
Revenue from sales	5,130	5,120
Revenue from services	2,097	1,744
Change in work in progress	515	327
Revenue from related parties (Note 28)	1,259	1,413
	9,001	**8,604**

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

20. OTHER OPERATING INCOME (EXPENSES)

	For the nine months ended 30 September					
	2015			**2014**		
	Income	**Expenses**	**Net**	**Income**	**Expenses**	**Net**
Grants for research and development costs	42	-	42	41	-	41
Exchange rate differences on operating items	124	(139)	(15)	70	(86)	(16)
Indirect taxes	-	(26)	(26)	-	(30)	(30)
Restructuring costs	2	(3)	(1)	-	(16)	(16)
Reversal of (accruals to) provisions for risks and contract losses	237	(132)	105	271	(164)	107
Other	35	(41)	(6)	32	(66)	(34)
Other from/to related parties (Note 28)	6	(9)	(3)	3	(1)	2
	446	**(350)**	**96**	**417**	**(363)**	**54**

21. PURCHASES AND PERSONNEL EXPENSE

	For the nine months ended 30 September			
	2015		**2014**	
Purchases		3,247		3,050
Services		2,853		2,794
Costs to related parties (Note 28)		100		95
Personnel expense		2,490		2,439
Wages, salaries and contributions	*2,249*		*2,187*	
Defined-benefit plans costs	*57*		*50*	
Defined contribution plans costs	*80*		*78*	
Net restructuring costs	*43*		*62*	
Other personnel expenses	*61*		*62*	
Change in finished goods, work in progress and semi-finished products		(282)		(140)
Work performed by the Group and capitalised		(291)		(307)
		8,117		**7,931**

The average workforce at 30 September 2015, without the part related to the discontinued operations of the Transportation segment, significantly decreased (1,578 units) compared to 30 September 2014, mainly due to the reorganisation processes in the *Defence and Security Electronics* (409 average resources abroad in DRS and 394 in SES) and *Helicopters* (375, of which 249 in Italy) segments, in addition to the change deriving from the sale of BredaMenarinibus (221 resources). In terms of personnel expense, the impact related to the change in the average workforce and to the decrease in restructuring costs is offset by the increase in the exchange rate in relation to personnel expense denominated in foreign currency (mainly USD and GBP).

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

	Total Workforce		
	30 September 2015	**31 December 2014**	**Change**
Senior managers (*)	1,383	1,495	(112)
Middle managers	5,880	5,997	(117)
Clerical employees	31,533	31,868	(335)
Manual labourers (**)	14,387	15,020	(633)
	53,183	**54,380**	**(1,197)**

(*) *Includes pilots*
(**) *Includes senior manual labourers*

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

	30 September 2015	31 December 2014
Helicopters	12,553	12,850
Defence and Security Electronics	21,510	21,927
Aeronautics	10,541	10,932
Defence Systems	1,477	1,472
Other	7,102	7,199
	53,183	**54,380**

22. AMORTISATION, DEPRECIATION AND IMPAIRMENT LOSSES

	For the nine months ended 30 September			
	2015		**2014**	
Amortisation of intangible assets		212		196
Development costs	*39*		*46*	
Non-recurring costs	*52*		*34*	
Acquired through business combinations	*73*		*62*	
Concessions, licences and trademarks	*5*		*16*	
Other intangible assets	*43*		*38*	
Depreciation of property, plant and equipment		280		263
Impairment of operating receivables		10		4
Impairment of other assets		-		2
		502		**465**

23. FINANCIAL INCOME AND EXPENSE

	For the nine months ended 30 September					
	2015			**2014**		
	Income	**Expenses**	**Net**	**Income**	**Expenses**	**Net**
Interest	6	(221)	(215)	3	(222)	(219)
Loan fees	-	(15)	(15)	-	(15)	(15)
Other commissions	4	(6)	(2)	-	(3)	(3)
Fair value gains (losses) through profit or loss	19	(21)	(2)	13	(19)	(6)
Premiums (paid) received on forwards	6	(7)	(1)	3	(6)	(3)
Exchange rate differences	227	(249)	(22)	143	(138)	5
Net interest cost on defined-benefit plans	-	(5)	(5)	-	(11)	(11)
Financial income (expense) - related parties (Note 28)	6	(5)	1	4	(6)	(2)
Other financial income and expense	7	(101)	(94)	5	(62)	(57)
	275	**(630)**	**(355)**	**171**	**(482)**	**(311)**

The figure of financial income and expense is affected by the recognition of the expenses related to the buy-back of a part of the existing bond issues (€mil. 48), largely described in the section "*Financial transactions*".

24. SHARE OF PROFITS (LOSSES) OF EQUITY-ACCOUNTED INVESTEES

	For the nine months ended 30 September	
	2015	**2014**
Space Alliance	27	26
MBDA	21	32
GIE ATR	73	5
Strategic joint ventures	**121**	**63**
Other	8	(10)
	129	**53**

25. ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS

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

	For the nine months ended 30 September	
	2015	**2014**
Revenue	1,537	1,299
Purchase and personnel expense	(1,445)	(1,226)
Amortisation, depreciation and impairment losses	(19)	(17)
Other net operating income/(expenses)	(26)	4
Income before tax and financial expenses	**47**	**60**
Financial income/(expense)	(5)	(1)
Income taxes	(32)	(29)
Profit (loss) for the period	**10**	**30**

The balance sheet figure includes, in addition to the abovementioned business in the Transportation segment, also the activities of the FATA group falling under the sale agreement signed by Finmeccanica with the Danieli Group. On the contrary, the comparative balance sheet figure included assets and liabilities of the branch of business of BMB being transferred to IIA. Below is the breakdown of the item:

	30 September 2015	**31 December 2014**
Non-current assets	436	18
Current assets	2,293	79
Assets	**2,729**	**97**
Adjustment to selling price	-	(50)
Assets held for sale	**2,729**	**47**
Non-current liabilities	(73)	(2)
Current liabilities	(1,955)	(31)
Liabilities associated with assets held for sale	**(2,028)**	**(33)**
	701	**14**

The net equity includes the €mil. 362 minority interests relating to the operations under the agreement

By virtue of the closing of the transaction, Finmeccanica transferred its stake in Ansaldo STS (40% of the share capital) and AnsaldoBreda's businesses in the rolling stock segment, excluding revamping activities, which are of minor importance, and other residual contracts, which remained within Finmeccanica, to the Japanese Hitachi group.

26. EARNINGS PER SHARE

	For the nine months ended 30 September	
	2015	**2014**
Average shares outstanding during the reporting period (in thousands)	578,073	578,118
Earnings for the period (excluding non-controlling interests) (€ millions)	122	(57)
Earnings from continuing operations (excluding non-controlling interests) (€ millions)	150	(55)
Earnings from discontinued operations (excluding non-controlling interests) (€ millions)	(28)	(2)
Basic and Diluted EPS (€)	**0.211**	**(0.099)**
Basic and Diluted EPS from continuing operations (€)	0.256	(0.095)
Basic and Diluted EPS from discontinued operations (€)	(0.045)	(0.004)

At 30 September 2015 basic EPS, like that for the corresponding period of 2014, is equal to the diluted EPS, inasmuch as there are no dilutive elements.

27. CASH FLOW FROM OPERATING ACTIVITIES

	For the nine months ended 30 September	
	2015	**2014**
Net result	160	(24)
Amortisation, depreciation and impairment losses	502	465
Share of profits/(losses) of equity-accounted investees	(129)	(53)
Income taxes	102	58
Costs for defined-benefit plans	57	50
Net financial expense /(income)	355	311
Net allocations to the provisions for risks and inventory write-downs	20	67
Profit from discontinued operations	(10)	(30)
Other non-monetary items	3	20
	1,060	**864**

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

	For the nine months ended 30 September	
	2015	**2014**
Inventories	(365)	(162)
Contract work in progress and progress payments and advances from customers	(876)	(1,253)
Trade receivables and payables	6	63
	(1,235)	**(1,352)**

28. RELATED PARTY TRANSACTIONS

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

RECEIVABLES at 30 September 2015	**Non-current loans and receivables**	**Other non-current receivables**	**Current loans and receivables**	**Trade receivables**	**Other current receivables**	**Total**
Unconsolidated subsidiaries						
Finmeccanica UK Ltd			12	5		17
Associates						
Eurofighter Jagdflugzeug GmbH				123		123
NH Industries SAS				184		184
Orizzonte - Sistemi Navali SpA				25		25
Iveco - Oto Melara Scarl				17		17
Macchi Hurel Dubois SAS				17		17
Eurominds SAS				10		10
Other			3	33	2	38
Joint Venture						
GIE ATR				88		88
Closed Joint Stock Company Helivert				52		52
MBDA SAS				27	1	28
Superjet International SpA			103	53	4	160
Thales Alenia Space SAS			26	19	1	46
Telespazio SpA	3		19	4		26
Other				12		12
Consortia (*)						
Other			3	17		20
Companies subject to the control or considerable influence of the MEF						
Other			6	70		76
Total	**3**	**-**	**172**	**756**	**8**	**939**
% against total for the period	***8.3%***	***n.a.***	***57.0%***	***22.1%***	***1.3%***	

RECEIVABLES at 31 December 2014	**Non-current loans and receivables**	**Other non-current receivables**	**Current loans and receivables**	**Trade receivables**	**Other current receivables**	**Total**
Unconsolidated subsidiaries						
Other			10	2	1	13
Associates						
Eurofighter Jagdflugzeug GmbH				99		99
NH Industries SAS				168		168
Iveco - Oto Melara Scarl				33		33
Orizzonte - Sistemi Navali SpA				26		26
Metro 5 SpA		16	5	41		62
Abruzzo Engineering Scpa (in liq.)				14		14
Macchi Hurel Dubois SAS				18		18
Società di Progetto Consortile per Azioni M4			22			22
Agustawestland Aviation Services LLC				10		10
Joint Stock Company Sukhoi Aircraft				10		10
Other			3	27		30
J.V.						
GIE ATR				72		72
Closed Joint Stock Company Helivert				58		58
MBDA SAS				30	1	31
Superjet International SpA			108	37	3	148
Thales Alenia Space SAS			1	24	1	26
Rotorsim SRL				14		14
Other	6		6	15		27
Consortia (*)						
Saturno				21		21
Other			3	33		36
Companies subject to the control or considerable influence of the MEF						
Ferrovie dello Stato				98		98
Other			3	78		81
Total	**6**	**16**	**161**	**928**	**6**	**1,117**
% against total for the period	***15.8%***	***12.5%***	***78.2%***	***20.4%***	***1.1%***	

PAYABLES at 30 September 2015	**Non-current loans and borrowings**	**Current loans and borrowings**	**Trade payables**	**Other current payables**	**Total**	**Guarantees**
Unconsolidated subsidiaries						
Finmeccanica UK Ltd			15	1	16	
Other			5		5	
Associates						
Eurofighter Jagdflugzeug GmbH		50			50	
Other		4	21	6	31	
Joint Venture						
MBDA SAS		375	13	1	389	47
GIE ATR			4	129	133	
Rotorsim USA			12		12	
Rotorsim Srl			16		16	
Thales Alenia Space SAS			2		2	1
Telespazio SpA			3	7	10	211
Superjet International SpA			1	18	19	8
Consortia (*)						
Other			1	1	2	
Companies subject to the control or considerable influence of the MEF						
Other	3	6	11	5	25	
Total	**3**	**435**	**104**	**168**	**710**	**267**
% against total for the period	***0.1%***	***29.5%***	***3.1%***	***10.6%***		

PAYABLES at 31 December 2014	Non-current loans and borrowings	Current loans and borrowings	Trade payables	Other current payables	Total	Guarantees
Unconsolidated subsidiaries						
Other		1	23	1	25	
Associates						
Eurofighter Jagdflugzeug GmbH		68			68	
Consorzio Start SpA			14		14	
Iveco Fiat/Oto Melara S.c.a.r.l.			11	6	17	
Other		3	13	2	18	
Joint Venture						
GIE ATR			1	108	109	
MBDA SAS		345	14	1	360	62
Rotorsim SRL			17		17	
Thales Alenia Space SAS			3		3	1
Telespazio SpA			2	5	7	237
Superjet International SpA			1	16	17	7
Other		1	8		9	
Consortia (*)						
Other			3	1	4	
Companies subject to the control or considerable influence of the MEF						
Ferrovie dello Stato			27		27	
Other	6	7	11	6	30	
Total	**6**	**425**	**148**	**146**	**725**	**307**
% against total for the period	***0.1%***	***57.5%***	***3.5%***	***8.8%***		

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

Trade receivables are commented on later, along with revenue from related parties. Loans and receivables mainly refer to receivables from joint ventures. Loans and borrowings from related parties include in particular the amount of €mil. 375 (€mil. 345 as at 31 December 2014) due by Group companies to the joint venture MBDA and payables, for €mil.. 50 (€mil. 68 as at 31 December 2014), to Eurofighter.

For the nine months ended 30 September 2015	Revenue	Other operating income	Costs	Other operating costs	Financial income	Financial expenses
Unconsolidated subsidiaries						
Other	2		7	3		
Associates						
Eurofighter Jagdflugzeug GmbH	460					1
NH Industries SAS	195	3				
Orizzonte - Sistemi Navali SpA	112					
Iveco-Oto Melara Scarl	38			1		1
Macchi Hurel Dubois SAS	44					
Other	23		15	5		
Joint Venture						
GIE ATR	203		20			
MBDA SAS	63					3
Thales Alenia Space SAS	23					
Superjet International SpA	13				2	
Telespazio SpA	2		15			
Rotorsim Srl	2	2	15			
Other	2	1	9			
Consortia (*)						
Other	3		3			
Companies subject to the control or considerable influence of the MEF						
Other	74		16		4	
Total	**1,259**	**6**	**100**	**9**	**6**	**5**
% against total for the period	***14.0%***	***1.3%***	***1.2%***	***2.6%***	***2.2%***	***0.8%***

For the nine months ended 30 September 2014	Revenue	Other operating income	Costs	Other operating costs	Financial income	Financial expenses
Unconsolidated subsidiaries						
Other	11		14			
Associates						
Eurofighter Jagdflugzeug GmbH	457					
NH Industries SAS	267					
Orizzonte - Sistemi Navali S.p.A.	129					
Iveco-Oto Melara S.c.a.r.l.	82		5	1		3
Macchi Hurel Dubois SAS	34					
Other	25		20			
Joint Venture						
GIE ATR	218					
MBDA SAS	60		3			3
Thales Alenia Space SAS	29		1			
Telespazioo S.p.A.	1		13		1	
Rotorsim Srl	1	2	14			
Superjet International SpA	15				2	
Closed Joint Stock company Helivert	10	1	1			
Other	1		5			
Consortia (*)						
Other	3		1			
Companies subject to the control or considerable influence of the MEF						
Other	70		18		1	
Total	**1,413**	**3**	**95**	**1**	**4**	**6**
% against total for the period	***16.4%***	***0.7%***	***1.2%***	***0.3%***	***2.3%***	***1.2%***

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

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

- Eurofighter in the scope of the EFA aeronautical programme;

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

Furthermore, we note the transactions with the Ferrovie dello Stato Italiano Group for the supply of trains and support services, the effects of which are classified within "Discontinued Operations" and "Assets and liabilities associated with assets held for sale", namely revenue in the amount of €mil. 445 (€mil. 292 at 30 September 2014) and costs in the amount of €mil. 5 (€mil. 6 at 30 September 2014). As regards balance sheet values, trade receivables and payables were equal to €mil. 160 (€mil. 93 at 31 December 2014) and €mil. 6 (€mil. 26 at 31 December 2014) respectively.

For the Board of Directors
The Chairman
Giovanni De Gennaro

Appendix: scope of consolidation

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

Company name	*Registered office*	*Currency*	*Share capital*	*% Group ownership Direct*	*% Group ownership Indirect*	*% Group shareholding*
3083683 NOVA SCOTIA LIMITED	Halifax, Nova Scotia (Canada)	CAD	-		100	100
AGUSTA AEROSPACE SERVICES AAS SA	Grace Hollogne (Belgium)	EUR	500,000		100	100
AGUSTAWESTLAND AUSTRALIA PTY LTD	Sydney (Australia)	AUD	400,000		100	100
AGUSTAWESTLAND DO BRASIL LTDA	Sao Paulo (Brazil)	BRL	11,817,172		100	100
AGUSTAWESTLAND ESPANA SL (IN LIQ.)	Madrid (Spain)	EUR	3,300		100	100
AGUSTAWESTLAND HOLDINGS LTD	Yeovil, Somerset (UK)	GBP	40,000		100	100
AGUSTAWESTLAND INDIA PRIVATE LTD	New Delhi (India)	INR	11,519,450		100	100
AGUSTAWESTLAND INTERNATIONAL LTD	Yeovil, Somerset (UK)	GBP	511,000		100	100
AGUSTAWESTLAND LTD	Yeovil, Somerset (UK)	GBP	1,520,304		100	100
AGUSTAWESTLAND MALAYSIA SDN BHD	Kuala Lumpur (Malaysia)	MYR	2,500,000		100	100
AGUSTAWESTLAND NORTH AMERICA INC	Wilmington, Delaware (USA)	USD	1		100	100
AGUSTAWESTLAND PHILADELPHIA CO	Wilmington, Delaware (USA)	USD	20,000,000		100	100
AGUSTAWESTLAND POLITECNICO ADVANCED ROTORCRAFT CENTER SC A RL (IN LIQ.)	Milan	EUR	400,000		80.0	80.0
AGUSTAWESTLAND PORTUGAL SA	Lisbon (Portugal)	EUR	100,000		100	100
AGUSTAWESTLAND PROPERTIES LTD	Yeovil, Somerset (UK)	GBP	100		100	100
AGUSTAWESTLAND SPA	Rome	EUR	702,537,000	100		100
ALENIA AERMACCHI SPA	Rome	EUR	250,000,000	100		100
ALENIA AERMACCHI NORTH AMERICA INC	Wilmington, Delaware (USA)	USD	44		100	100
ANSALDO RAILWAY SYSTEM TRADING (BEIJING) LTD	Beijing (China)	USD	1,500,000		100	40.1
ANSALDO STS AUSTRALIA PTY LTD	Birsbane (Australia)	AUD	5,025,885		100	40.1
ANSALDO STS BEIJING LTD	Beijing (China)	EUR	836,945		80.0	32.1
ANSALDO STS CANADA INC	Kingstone, Ontario (Canada)	CAD	-		100	40.1
ANSALDO STS DEUTSCHLAND GMBH	Munich (Germany)	EUR	26,000		100	40.1
ANSALDO STS DO BRASIL SISTEMAS DE TRANSPORTE FERROVIARIO E METROPOLITANO LTDA	Fortaleza (Brazil)	BRL	1,000,000		100	40.1
ANSALDO STS ESPANA SAU	Madrid (Spain)	EUR	1,500,000		100	40.1
ANSALDO STS FRANCE SAS	Les Ulis (France)	EUR	5,000,000		100	40.1
ANSALDO STS HONG KONG LTD	Hong Kong (China)	HKD	100,000		100	40.1
ANSALDO STS MALAYSIA SDN BHD	Petaling Jaya (Malaysia)	MYR	3,000,000		100	40.1
ANSALDO STS SOUTHERN AFRICA (PTY) LTD	Gaborone (Botswana)	BWP	100		100	40.1
ANSALDO STS SWEDEN AB	Solna (Sweden)	SEK	4,000,000		100	40.1
ANSALDO STS TRANSPORTATION SYSTEMS INDIA PRIVATE LTD	Bangalore (India)	INR	4,212,915,050		100	40.1
ANSALDO STS UK LTD	London (UK)	GBP	1,000,000		100	40.1
ANSALDO STS SPA	Genoa	EUR	80,000,000	40		40.1
ANSALDO STS USA INC	Wilmington, Delaware (USA)	USD	1		100.0	40.1
ANSALDO STS USA INTERNATIONAL CO	Wilmington, Delaware (USA)	USD	1,000		100	40.1
ANSALDOBREDA ESPANA SLU	Madrid (Spain)	EUR	3,010		100	100.0
ANSALDOBREDA INC	San Francisco (USA)	USD	5		100	100
ANSALDOBREDA SPA	Naples	EUR	55,839,139	100		100
AUTOMATISMES CONTROLES ET ETUDES ELECTRONIQUES SAS (ACELEC)	Les Ulis (France)	EUR	167,694		100.0	40
BREDAMENARINIBUS SPA	Bologna	EUR	1,300,000	100		100.0
CISDEG SPA	Rome	EUR	120,000		100.0	100
DRS C3 & AVIATION COMPANY	Wilmington, Delaware (USA)	USD	1		100	100
DRS CONSOLIDATED CONTROLS INC	Wilmington, Delaware (USA)	USD	1		100	100
DRS DEFENSE SOLUTIONS LLC	Wilmington, Delaware (USA)	USD	-		100	100
DRS ENVIRONMENTAL SYSTEMS INC	Wilmington, Delaware (USA)	USD	2		100	100
DRS HOMELAND SECURITY SOLUTIONS INC	Wilmington, Delaware (USA)	USD	1		100	100
DRS ICAS LLC	Wilmington, Delaware (USA)	USD	-		100	100
DRS INTERNATIONAL INC	Wilmington, Delaware (USA)	USD	1		100	100
DRS NETWORK & IMAGING SYSTEMS LLC formerly DRS RSTA INC.	Wilmington, Delaware (USA)	USD	1		100	100
DRS POWER & CONTROL TECHNOLOGIES INC	Wilmington, Delaware (USA)	USD	1		100	100
DRS POWER TECHNOLOGY INC	Wilmington, Delaware (USA)	USD	1		100	100
DRS RADAR SYSTEMS LLC	Wilmington, Delaware (USA)	USD	-		100	100
DRS SENSORS & TARGETING SYSTEMS INC	Wilmington, Delaware (USA)	USD	1		100	100
DRS SIGNAL SOLUTIONS INC	Wilmington, Delaware (USA)	USD	10		100	100
DRS SURVEILLANCE SUPPORT SYSTEMS INC	Wilmington, Delaware (USA)	USD	1		100	100
DRS SUSTAINMENT SYSTEMS INC	Wilmington, Delaware (USA)	USD	1,000		100	100
DRS SYSTEMS MANAGEMENT LLC	Wilmington, Delaware (USA)	USD	1		100	100
DRS SYSTEMS INC	Wilmington, Delaware (USA)	USD	1		100	100
DRS TACTICAL SYSTEMS LIMITED	Farnham, Surrey (UK)	GBP	1,000		100	100
DRS TECHNICAL SERVICES GMBH & CO KG	Stuttgart (Germany)	EUR	-		100	100
DRS TECHNICAL SERVICES INC	Baltimore, Maryland (USA)	USD	50		100	100
DRS TECHNOLOGIES CANADA INC	Wilmington, Delaware (USA)	USD	1		100	100
DRS TECHNOLOGIES CANADA LTD	Kanata, Ontario (Canada)	CAD	100		100	100
DRS TECHNOLOGIES SAUDI ARABIA LLC	Riyadh (Saudi Arabia)	SAR	2,000,000		49	100
DRS TECHNOLOGIES UK LIMITED	Farnham, Surrey (UK)	GBP	14,676,000		100.0	100
DRS TECHNOLOGIES VERWALTUNGS GMBH	Baden-Wurttemberg (Germany)	EUR	25,000		100	100
DRS TECHNOLOGIES INC	Wilmington, Delaware (USA)	USD	1		100	100
DRS TRAINING & CONTROL SYSTEMS LLC	Tallahassee (USA)	USD	510		100	100
DRS TSI INTERNATIONAL LLC	Wilmington, Delaware (USA)	USD	-		100	100
DRS UNMANNED TECHNOLOGIES INC	Wilmington, Delaware (USA)	USD	1		100	100
ED CONTACT SRL	Rome	EUR	600,000		100	100
ELECTRON ITALIA SRL	Rome	EUR	206,582		100	100
ENGINEERED COIL COMPANY	Jefferson City (USA)	USD	1,000		100	100
ENGINEERED SUPPORT SYSTEMS INC	Jefferson City (USA)	USD	1		100	100
ESSI RESOURCES LLC	Frankfort (USA)	USD	-		100	100
FATA ENGINEERING SPA	Pianezza (Turin)	EUR	1,092,000		100	100
FATA GULF CO WLL	Doha (Qatar)	QAR	200,000		49	100
FATA HUNTER INC	Riverside, California (USA)	USD	5,800,000		100.0	100
FATA LOGISTIC SYSTEMS SPA	Pianezza (Turin)	EUR	100,000		100	100
FATA SPA	Pianezza (Turin)	EUR	20,000,000	100		100
FINMECCANICA FINANCE SA (IN LIQ.)	Luxembourg (Luxembourg)	EUR	12,371,940		100.0	100
FINMECCANICA GLOBAL SERVICES SPA	Rome	EUR	49,945,983	100		100
GLOBAL AVIATION & LOGISTICS SERVICES LLC	Wilmington, Delaware (USA)	USD	1		100.0	100
GLOBAL NETWORK SERVICES LLC	Wilmington, Delaware (USA)	USD	1		100	100
GLOBAL SUPPORT SERVICES LLC	Wilmington, Delaware (USA)	USD	1		100	100
LARIMART SPA	Rome	EUR	2,500,000		60	60
LASERTEL INC	Tucson, Arizona (USA)	USD	10		100.0	100.0
LAUREL TECHNOLOGIES PARTNERSHIP	Wilmington, Delaware (USA)	USD	-		100	100
MECCANICA HOLDINGS USA INC	Wilmington, Delaware (USA)	USD	10	100		100
MECCANICA REINSURANCE SA	Luxembourg (Luxembourg)	EUR	4,000,000		100.0	100
OTO MELARA IBERICA SAU	Loriguilla, Valencia (Spain)	EUR	120,000		100	100
OTO MELARA NORTH AMERICA LLC formerly (INC.)	Wilmington, Delaware (USA)	USD	10,000		100	100
OTO MELARA SPA	Rome	EUR	92,307,722	100		100
PCA ELECTRONIC TEST LTD	Grantham, Lincolnshire (UK)	GBP	1		100.0	100
PIVOTAL POWER INC	Halifax, Nova Scotia (Canada)	CAD	-		100	100
REGIONALNY PARK PRZEMYSLOWY SWIDNIK SP Z OO	Mechaniczna 13 - U1, Swidnik (Poland)	PLN	7,072,000		74	73
SELEX ELSAG LTD	Basildon, Essex (UK)	GBP	25,800,100		100.0	100.0
SELEX ES DO BRASIL LTDA	Rio de Janeiro (Brazil)	BRL	5,686,457		100	100
SELEX ES GMBH	Neuss (Germany)	EUR	2,500,000		100	100

SELEX ES INDIA PRIVATE LTD	New Delhi (India)	INR	30,100,000		100	100
SELEX ES INTERNATIONAL LTD	Basildon, Essex (UK)	GBP	60,000,000		100	100
SELEX ES LTD	Basildon, Essex (UK)	GBP	270,000,100		100	100
SELEX ES ELKTRONIK TURKEY AS	Ankara (Turkey)	TRY	45,557,009		100	100
SELEX ES INC formerly SELEX SYSTEMS INTEGRATION INC	Wilmington, Delaware (USA)	USD	1		100	100
SELEX ES ROMANIA SRL	Bucharest (Romania)	RON	42,370		100	100
SELEX ES SPA	Rome	EUR	1,000,000	100		100
SELEX ES SAUDI ARABIA LTD (formerly SELEX GALILEO SAUDI ARABIA COMPANY LTD)	Riyadh (Saudi Arabia)	SAR	500,000		100.0	100
SELEX GALILEO INC	Wilmington, Delaware (USA)	USD	17,750,000		100	100
SELEX SERVICE MANAGEMENT SPA (IN LIQ.)	Rome	EUR	3,600,000		100	100
SELEX SISTEMI INTEGRATI SPA (IN LIQ.)	Rome	EUR	143,110,986		100	100
SELEX SYSTEMS INTEGRATION LTD	Basildon, Essex (UK)	GBP	71,500,001		100	100
SC ELETTRA COMMUNICATIONS SA	Ploiesti (Romania)	RON	10,847,960		100	100
SIRIO PANEL SPA	Montevarchi (Arezzo)	EUR	447,228		100	100
SO.GE.PA. - SOCIETA` GENERALE DI PARTECIPAZIONI SPA	Rome	EUR	1,000,000	100		100
T - S HOLDING CORPORATION	Austin, Texas (USA)	USD	280,000		100.0	100
TECH-SYM LLC	Reno, Nevada (USA)	USD	10		100	100
TTI TACTICAL TECNOLOGIES INC (formerly 8841845 CANADA INC.)	Ottawa (Canada)	CAD	2,500,001		100	100
UNION SWITCH & SIGNAL INC	Wilmington, Delaware (USA)	USD	1,000		100	40
VEGA CONSULTING SERVICES LTD	Welwyn Garden City, Herts (UK)	GBP	1,098,839		100	100.0
VEGA DEUTSCHLAND GMBH	Cologne (Germany)	EUR	25,700		100	100
WESTLAND SUPPORT SERVICES LTD	Yeovil, Somerset (UK)	GBP	5,000		100	100
WHITEHEAD SISTEMI SUBACQUEI SPA	Rome	EUR	21,346,000	100		100
WING NED BV	Rotterdam (the Netherlands)	EUR	18,000		100.0	100
WORLD'S WING SA	Geneva (Switzerland)	CHF	120,100,000		95	95
WYTWORNIA SPRZETU KOMUNIKACYJNEGO ``PZL-SWIDNIK`` SPOLKA AKCYJNA	Aleja Lotnikow, Swidnik (Poland)	PLN	86,006,050		98.5	98.5
ZAKLAD OBROBKI PLASTYCZNEJ SP Z OO	Kuznicza 13 - U1, Swidnik (Poland)	PLN	3,800,000		100.0	98.5

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

Company name	*Registered office*	*Currency*	*Share capital*	*% Group ownership*		*% Group shareholding*
				Direct	*Indirect*	
ADVANCED MALE AIRCRAFT LLC	Al Ain, Muwaiji (United Arab Emirates)	AED	200,000		49.0	49.0
AGUSTAWESTLAND UK PENSION SCHEME (TRUSTEE) LTD	Yeovil, Somerset (UK)	GBP	1		100	100
ANSALDOBREDA FRANCE SAS (IN LIQ)	Marseille (France)	EUR	200,000		100	100
CCRT SISTEMI SPA (IN BANKRUPTCY)	Milan	EUR	697,217		30.3	30.3
CHONGQING CHUANYI ANSALDOBREDA RAILWAY TRANSPORT. EQUIP.CO.LTD	Chongqing (China)	CNY	50,000,000		50.0	50.0
ELSACOM - UKRAINE JOINT STOCK COMPANY	Kiev (Ukraine)	UAH	7,945,000		49.0	49.0
EARTHLAB LUXEMBOURG S.A.	Luxembourg (Luxembourg)	EUR	5,375,000		54.4	34.2
INDUSTRIE AERONAUTICHE E MECCANICHE RINALDO PIAGGIO SPA (EXTRA ADM)	Genoa	EUR	103,567	31		31
INMOVE ITALIA SRL (formerly SPA)	Naples	EUR	120,000		100.0	100.0
SAITECH SPA (IN BANKRUPTCY)	Passignano sul Trasimeno (Perugia)	EUR	2,582,284		40.0	40.0

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

Company name	*Registered office*	*Currency*	*Share capital*	*% Group ownership*		*% Group shareholding*
				Direct	*Indirect*	
A4ESSOR SAS	Neuilly Sur Seine (France)	EUR	100,000		21.0	21.0
ABU DHABI SYSTEMS INTEGRATION LLC	Abu Dhabi (United Arab Emirates)	AED	1,150,000		43.0	43.0
ADVANCED ACOUSTIC CONCEPTS LLC	Wilmington, Delaware (USA)	USD	-		51.0	51.0
ADVANCED AIR TRAFFIC SYSTEMS SDN BHD	Kuala Lumpur (Malaysia)	MYR	5,000,000		30.0	30.0
AGUSTAWESTLAND AVIATION SERVICES LLC	Abu Dhabi (United Arab Emirates)	AED	10,000		30.0	30.0
ALENIA NORTH AMERICA-CANADA CO	Halifax, Nova Scotia (Canada)	CAD	1		100.0	100.0
ALIFANA DUE SCRL	Naples	EUR	25,500		53	21
ALIFANA SCRL	Naples	EUR	25,500		65.8	26.4
AMSH BV	Rotterdam (the Netherlands)	EUR	36,296,316	50.0		50.0
ANSALDO-EMIT SCRL (IN LIQ)	Genoa	EUR	10,200		50.0	50.0
ATITECH SPA	Naples	EUR	6,500,000		25.0	25.0
ATITECH MANUFACTURING SRL	Naples	EUR	10,000		25.0	25.0
AUTOMATION INTEGRATED SOLUTIONS SPA	Pianezza (Turin)	EUR	100,000		40.0	40.0
AVIATION TRAINING INTERNATIONAL LTD	Sherborne (UK)	GBP	550,000		50.0	50.0
AVIO SPA	Turin	EUR	40,000,000	14.3		14.3
BALFOUR BEATTY ANSALDO SYSTEMS JV SDN BHD	Kuala Lumpur (Malaysia)	MYR	6,000,000		40.0	16.0
CARDPRIZE TWO LIMITED	Basildon, Essex (UK)	GBP	1		100	100
CLOSED JOINT STOCK COMPANY HELIVERT	Moscow (Russia)	RUR	10,000		50.0	50.0
COMLENIA SENDIRIAN BERHAD	Selangor Darul Ehsan (Malaysia)	MYR	1,500,000		30.0	30.0
CONSORZIO ATR GIE e SPE	Toulouse (France)	USD	-		50.0	50.0
CONSORZIO TELAER	Rome	EUR	103,291		100.0	67.5
CONSORZIO TELAER - SISTEMI DI TELERILEVAMENTO AEREO	Rome	EUR	120,000		62.0	47.2
DATTILO - DISTRETTO ALTA TECNOLOGIA TRASPORTI E LOGISTICA S.C. A R.L.	Naples	EUR	100,000		24.0	15.6
DEVELOPMENT & INNOVATION IN TRANSPORT SYSTEMS SRL	Rome	EUR	40,000		24.0	16.8
DISTRETTO TECNOLOGICO AEROSPAZIALE SC A RL	Brindisi	EUR	150,000		24.0	24.0
E - GEOS SPA	Matera	EUR	5,000,000		80.0	53.6
ECOSEN CA	Caracas (Venezuela)	VEF	1,310,000		48.0	20.2
ELETTRONICA SPA	Rome	EUR	9,000,000	31.3		31.3
EUROFIGHTER AIRCRAFT MANAGEMENT GMBH	Hallbergmoos (Germany)	EUR	127,823		21.0	21.0
EUROFIGHTER INTERNATIONAL LTD	Farnborough (UK)	GBP	2,000,000		21.0	21.0
EUROFIGHTER JAGDFLUGZEUG GMBH	Hallbergmoos (Germany)	EUR	2,556,459		21.0	21.0
EUROFIGHTER SIMULATION SYSTEMS GMBH	Hallbergmoos (Germany)	EUR	260,000		24.0	24.0
EUROMIDS SAS	Paris (France)	EUR	40,500		25.0	25.0
EUROSYSNAV SAS	Paris (France)	EUR	40,000	50		50
EUROTECH SPA	Amaro (Udine)	EUR	8,878,946	11		11
FATA HUNTER INDIA PVT LTD	New Delhi (India)	INR	500,000		100	100
FATA (SHANGHAI) ENGINEERING EQUIPMENT CO. LTD	Shanghai (China)	CNY	100,000		100	100
FINMECCANICA DO BRASIL LTDA	Brasilia (Brazil)	BRL	1,203,200	100		100
FINMECCANICA NORTH AMERICA INC	Dover, Delaware (USA)	USD	1,000	100		100
FINMECCANICA UK LTD	Yeovil, Somerset (UK)	GBP	1,000	100		100.0
GAF AG	Munich (Germany)	EUR	256,000		100.0	53.6
IAMCO - INTERNATIONAL AEROSPACE MANAGEMENT COMPANY SCRL	Mestre (Venice)	EUR	208,000		25	25
ICARUS SCPA	Turin	EUR	10,268,400		49.0	49.0
IMMOBILIARE CASCINA SRL	Gallarate (Varese)	EUR	46,800		100.0	100.0
INDIAN ROTORCRAFT LTD	Hyderabad (India)	INR	429,337,830		26.0	26.0
INTERNATIONAL METRO SERVICE SRL	Milan	EUR	700,000		49.0	19.6
IM INTERMETRO SPA (IN LIQ)	Rome	EUR	2,461,320		33.3	23.3
IVECO - OTO MELARA SC A RL	Rome	EUR	40,000		50	50
JIANGXI CHANGHE AGUSTA HELICOPTER CO LTD	Zone Jiangxi Province (China)	USD	6,000,000		40.0	40.0
JOINT STOCK COMPANY SUKHOI CIVIL AIRCRAFT	Moscow (Russia)	RUB	14,012,381,000		5.5	5.5
KAZAKHSTAN TZ-ANSALDOSTS ITALY LLP (IN LIQ.)	Astana (Kazakhstan)	KZT	22,000,000		49	20
LIBYAN ITALIAN ADVANCED TECHNOLOGY CO	Tripoli (Libya)	EUR	8,000,000	25.0	25.0	50.0
LMATTS LLC	Wilmington, Delaware (USA)	USD	100		100.0	100.0
MACCHI HUREL DUBOIS SAS	Versailles (France)	EUR	100,000		50.0	50.0
MBDA SAS	Paris (France)	EUR	53,824,000		50.0	25.0
METRO 5 SPA	Milan	EUR	50,000,000		31.9	17.2
METRO BRESCIA SRL	Brescia	EUR	1,020,408		24.5	12.6
METRO DE LIMA LINEA 2 SA	Lima (Peru)	PEN	166,200,000		28.5	18.4
MUSINET ENGINEERING SPA	Turin	EUR	520,000		49.0	49.0
N2 IMAGING SYSTEMS LLC	Wilmington, Delaware (USA)	USD	-		30.0	30.0
NHINDUSTRIES (SAS)	Aix en Provence (France)	EUR	306,000		32.0	32.0
NGL PRIME SPA (IN LIQ.)	Turin	EUR	120,000	30		30
ORIZZONTE - SISTEMI NAVALI SPA	Genoa	EUR	20,000,000		49.0	49.0
OTO MELARA DO BRASIL LTDA	Rio de Janeiro (Brazil)	BRL	1,500,000		100.0	100.0
PEGASO SCRL (IN LIQ.)	Rome	EUR	260,000		46.9	18.8
RARTEL SA	Bucharest (Romania)	RON	468,500		61.1	40.9
ROTORSIM SRL	Sesto Calende (Varese)	EUR	9,800,000		50.0	50.0
ROTORSIM USA LLC	Wilmington, Delaware (USA)	USD	12.607.452		50	50
SAPHIRE INTERNATIONAL AVIATION & ATC ENGINEERING CO LTD	Beijing (China)	USD	800,000		65	65
SELEX ES AUSTRALIA PTY LTD	Canberra (Australia)	AUD	2		100	100
SELEX ES ELECTRO OPTICS (OVERSEAS) LTD	Basildon, Essex (UK)	GBP	15,000		100	100
SELEX ES FOR TRADING OF MACHINERY EQUIPMENT AND DEVICES LTD	Kuwait City (Kuwait)	KWD	807,000		93	93
SELEX ES INFRARED LTD	Basildon, Essex (UK)	GBP	2		100.0	100.0
SELEX ES MALAYSIA SDN BHD	Kuala Lumpur (Malaysia)	MYR	500,000		100	100
SELEX ES (PROJECTS) LTD	Basildon, Essex (UK)	GBP	100		100.0	100.0
SELEX ES TECHNOLOGIES LTD	Nairobi (Kenya)	KES	22,500,000		100.0	100.0
SELEX PENSION SCHEME (TRUSTEE) LTD	Basildon, Essex (UK)	GBP	100		100.0	100.0
SEVERNYJ AVTOBUS ZAO	Saint Petersburg (Russia)	RUB	84,000		35.0	35.0
SIRIO PANEL INC	Dover, Delaware (USA)	USD	10,000		100	100
SISTEMI DINAMICI SPA	Pisa	EUR	200,000		40	40
SOCIETA' DI PROGETTO CONSORTILE PER AZIONI M4	Milan	EUR	120,000		34	24
SPACEOPAL GMBH	Munich (Germany)	EUR	500,000		50	34
SUPERJET INTERNATIONAL SPA	Tessera (Venice)	EUR	6,424,411		51	51
TELESPAZIO ARGENTINA SA	Buenos Aires (Argentina)	ARS	9,900,000		100	67.0
TELESPAZIO BRASIL SA	Rio de Janeiro (Brazil)	BRL	58,724,000		99	66
TELESPAZIO FRANCE SAS	Toulouse (France)	EUR	33,670,000		100	67.0
TELESPAZIO HUNGARY SATELLITE TELECOMMUNICATIONS LTD (IN LIQ.)	Budapest (Hungary)	EUR	100,000		100.0	67.0
TELESPAZIO IBERICA SL	Barcelona (Spain)	EUR	2,230,262		100	67.0
TELESPAZIO NORTH AMERICA INC	Dover, Delaware (USA)	USD	10		100	67.0
TELESPAZIO SPA	Rome	EUR	50,000,000	67		67
TELESPAZIO VEGA DEUTSCHLAND GMBH	Darmstadt (Germany)	EUR	44,150		100.0	67.0
TELESPAZIO VEGA UK LTD	Luton (UK)	GBP	30,000,100		100	67
TELESPAZIO VEGA UK SL	Madrid (Spain)	EUR	3,100		100.0	67.0
THALES ALENIA SPACE SAS	Cannes La Bocca (France)	EUR	979,240,000	33		33
WIN BLUEWATER SERVICES PRIVATE LIMITED	New Delhi (India)	INR	12,000,000		100	100.0
ZAO ARTETRA	Moscow (Russia)	RUB	353,000		51	51.0

(*) Shares under pledge

Below are the main changes in the scope of consolidation at 30 September 2015 in comparison with 30 September 2014:

COMPANY NAME	EVENT	MONTH
Companies which entered the scope of consolidation:		
Selex ES Technologies limited	newly established	February 2015
Atitech Manufacturing Srl	newly established	April 2015
Selex ES Malaysia SDN	newly established	April 2015
Selex ES for Trading of Machinery Eq.and Devices Ltd	newly established	March 2015
Global Aviation & Logistics Services LLC	newly established	May 2015
Global Network Services LLC	newly established	May 2015
Global Support Services LLC	newly established	May 2015
Atitech SpA	purchase of a stake	May 2015
Companies which left the scope of consolidation:		
Elsacom SpA (in liq.)	deconsolidated	November 2014
Elsacom NV	deconsolidated	January 2015
Xait Srl (in liq.)	deconsolidated	February 2015
British Helicopters Ltd.	deconsolidated	March 2015
Westland Transmissions Ltd.	deconsolidated	March 2015
Sel Proc Srl (in liq.)	deconsolidated	April 2015
Abruzzo Engineering SCPA	sold	July 2015
Consorzio START SpA	sold	August 2015
Ansaldo STS Ireland Ltd	deconsolidated	August 2015
Merged company:	**Merging company:**	
AgustaWestland Tilt Rotor Company Inc.	AgustaWestland Philadelphia Co.	December 2014
Ansaldo STS USA International Projects CO..	Ansaldo STS USA International CO..	December 2014
Selex ES Muas SpA	Selex ES SpA	January 2015
Sistemi Software Integrati SpA	Selex ES SpA	January 2015
SESM-Soluzioni Evolute per la Sistemistica e Modelli SCARL	Selex ES SpA	January 2015
E-Security Srl	Selex ES SpA	February 2015

Companies which changed their name:

Old name	New name	Month
8841845 Canada Inc.	TTI Tactical Technologies Inc.	December 2014
Selex Galileo Saudi Arabia Company Ltd.	Selex Es Saudi Arabia Ltd.	December 2014

Declaration of the officer in charge of financial reporting pursuant to Art. 154-bis, paragraph 2 of Legislative Decree no. 58/98 as amended

In accordance with the provisions of article 154-bis, paragraph 2 of Legislative Decree no. 58/1998 and subsequent amendments and integrations, the undersigned, Gian Piero Cutillo, the C.F.O. and officer in charge of financial reporting of Finmeccanica Spa, certifies that the Interim Financial Report at 30 September 2015 corresponds to the related accounting records, books and supporting documentation.

Rome, 3 November 2015

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Officer in charge of Financial Reporting

(Gian Piero Cutillo)