

PRESS RELEASE

THE BOARD OF DIRECTORS OF CAMFIN SPA APPROVES RESULTS FOR NINE MONTHS ENDED 30 SEPTEMBER 2010:

- **CONSOLIDATED NET RESULT 15.8 MILLION EURO, PROFIT DUE TO POSITIVE PIRELLI & C. RESULT (ON 30 SEPT. 2009 THE NET RESULT WAS 16.4 MILLION EUROS THANKS TO THE 42.4 MILLION EURO CAPITAL GAIN FROM THE DISPOSAL OF ENERGIE INVESTIMENTI)**
- **CONSOLIDATED NET FINANCIAL DEBT POSITION -413.2 MILLION EUROS COMPARED WITH -403,3 MILLION EUROS ON 31 DEC. 2009**
- **FULL YEAR 2010 PROFIT EXPECTED AT BOTH CONSOLIDATED AND PARENT LEVEL**

Milan, 5 November 2010 – The **Board of Directors** of **Camfin**, which met today, reviewed and approved interim results for the nine months ended **30 September 2010**.

Performance of operations to 30 September 2010

The **net income from equity investments** to 30 September 2010 were positive, thanks to the result from the holding in **Pirelli & C.**, which had a **positive result** of 30.8 million euros compared with 38.6 million euros in the first nine months of 2009 benefitting from a capital gain of 42.4 million euros from the sale of **Energie Investimenti**.

The first nine months of 2010 ended with a **consolidated net profit of 15.8 million euros**, substantially in line with the 16.4 million euros posted on 30 September 2009.

The result for the period was positively impacted by a marked reduction in structure costs to 2.7 million euros (4.7 million euros on 30 September 2009) and a **decline in financial charges to 12.1 million euros** from 15.6 million euros on 30 September 2009, thanks to actions to strengthen assets implemented during 2009 as well as a reduction the interest rates of reference.

Camfin group results to 30 September 2010 benefitted from the good performance of the **Pirelli & C. group, which contributed 37.2 million euros to equity holdings' results consolidated to net assets**, compared with 4.6 million euros in the first nine months of 2009.

As already shown in the first half, the negative effects on the net results of the **Pirelli group** due to the assignments to the shareholders of **Prelios** (formerly **Pirelli & C. Real Estate S.p.A.**) did not impact the **Camfin group's** consolidated results. In fact, the distribution of **Prelios** shares did not result in a variation of **Camfin's** perimeter of consolidation, but only a re-arrangement of the equity holdings portfolio with the stake in the realty company held directly and no longer through **Pirelli & C. S.p.A.**.

In detail, the main **holding Pirelli & C.** registered in the first nine months of 2010 a decided improvement in results from operations compared with the same period a year earlier. To 30 September 2010, **Pirelli group** revenues totaled 3,703.4 million euros, an increase of 18.9% compared with 3,114.7 million euros in the same period of 2009, with an operating result including restructuring charges of 309.6 million euros, an increase of 69.7% compared with

182.4 million euros in the same period of 2009. The operating margin improved to 8.4% from 5.9% in the first nine months of 2009.

The Pirelli group's net consolidated result to 30 September 2010, which included the impact of discontinued operations relative to the plan to separate Prelios (negative for 265.6 million euros), was negative for 101.5 million euros, while the attributable net result was negative for 87.0 million euros (positive for 18.2 million euros to 30 September 2009).

With regard to the other equity holdings, **Pirelli Eco Technology**, a company active in the Emission Control Technology sector, posted revenues to 30 September 2010 of 46.6 million euros, an increase from 38.8 million euros in the same period of 2009, of which 19.2 million euros are derived from the Filtri Antiparticolato business and 27.4 million euros from the GECAM product. The operating result was negative for 6.3 million euros, an improvement from -8.8 million euros to 30 September 2009 but influenced by the start-up of a production site in China. The net result for the first nine of 2010 was negative for 8.3 million euros, a slight increase from -10.7 million euros in the same period of 2009.

Pirelli Ambiente continues to pursue its activities in the production of renewable energy, environmental reclamation and the photovoltaic sector, an area in which GP Energia is active, a joint venture the the GWM group. In the first nine months of 2010, revenues totaled 4.3 million euros (3.3 million euros in the first nine months of 2009) with a negative net result of 2.2 million euros (negative for 4.6 million euros in the same period of 2009).

The Camfin Group's attributable net equity totaled **288.7 million euros** (267.0 million euros at the end of 2009). The increases stems above all from the positive variation of 21.7 million euros of the stake in Pirelli & C. SpA net assets. The **net financial position** was **negative** for **413.2 million euros** (403.3 million euros to 31 December 2009).

The parent company Camfin SpA

With regard to the **parent company Camfin SpA**, the **net result** was **positive for 14.7 million euros**, a significant increase from the negative result of 7.6 million euro to 30 September 2009, due to the distribution of dividends by the associated Pirelli & C. and the unit Cam Partecipazioni SpA.

Net equity totaled **408.5 million euros** (396.5 million euros at end 2009). The **net financial position** was **negative** for **411.5 million euros**, an improvement from a negative position of 415.1 million euros on 31 December 2009.

Events after 30 September 2010

On **17 October**, the Milan Province released certification of the completed reclamation of the l'Area "Rho - Pero". This marks the definitive cessation of the activities of reclamation of the areas to the Fondo Vivaldi in August of 2008.

On **25 October**, the Pirelli group completed the process of focusing on the Tyre business with the assignment of nearly all the Prelios shares held by its shareholders, both ordinary and savings, in a ratio of no. 1 Prelios share for each no. 1 Pirelli & C. ordinary or savings share held. The Camfin group thus received 124,611,073 Prelios shares, booked at the official stock market price on the day of assignment (Euro 0.4337 per share for a total value of Euro 54.0 million). This makes Camfin the biggest shareholder in Prelios with a stake of approximately 14.8% of share capital. At the same time, a shareholder pact having as its object Prelios shares, equal to a total of 21.3% of share capital, was underwritten by Assicurazioni Generali, Camfin itself, Edizione, Intesa Sanpaolo, Massimo Moratti and Mediobanca.

Outlook for current year

For the current year, the Camfin group should benefit from an expected reduction of the financial charges and structure costs, as well as the expected positive performance of Pirelli & C.; which, during the Board of Directors meeting held on 14 October in view of the presentation of its 2011-2013 Industrial Plan (which took place yesterday), once more raised its consolidated targets for 2010.

In regard to the parent company Camfin, the 2010 financial results are expected to show a profit as a result of dividends already received and the above mentioned actions of costs containment, and also a result of the 'operation of assignment of Prelios shares.

* * *

Modification of Bylaws

The Board of Directors approved some changes to the Company Bylaws with the goal of aligning them to regulations introduced with D.Lgs. 27/2010 which received into Italian law Direttiva 2007/36/CE, aimed at facilitating the participation in shareholder meetings of listed companies by the shareholders of listed companies and of Legislative Decree 39/2010 relative to the legal revision of annual accounts and consolidated accounts.

Further, following the coming into force of Legislative decree 141/2010 which modified the regulation of subjects operating in the financial sector, the Board of Directors deliberated the modification of the company name from "CAM FINANZIARIA S.p.A." to "CAMFIN S.p.A.", already used as an abbreviated name.

Approval of Procedures for operations with correlated parties

In accordance with Consob Regulation no. 17221/2010, the Board of Directors, following the favorable opinion of the Internal Auditing and Corporate Governance Committee (composed solely of independent board members), approved the "Procedura per le operazioni con parti correlate" and attributed to the same Internal Auditing and Corporate Governance committee the task of acting also as the "Comitato per le operazioni con parti correlate", except in cases regarding issues of compensation entrusted to the Compensation Committee.

The new Bylaws and new "Procedura per operazioni con parti correlate" will be available at the Company's website www.gruppocamfin.it.

* * *

2011 calendar of company events

The calendar of the activities of the Board of Directors' and Shareholders meetings follows:

11 March 2011: Board of Directors' meeting to company results for the draft year ending 31 December 2010;

28 April 2011 (first call), **29 April 2011** (second call): Shareholders' Meeting to approve financial statements;

10 May 2011: Board of Directors' meeting to review interim results for the 3 months ending 31 March 2011;

28 July 2011: Board of Directors' meeting to review financial results for the six months ending 30 June 2011;

7 November 2011: Board of Directors' to review interim results for the nine months ending 30 September 2011.

* * *

The interim results for operations to 30 September 2010 will be available to the public at Borsa Italiana SpA as well as published on the Company's website www.gruppocamfin.it by 12 November 2010.

The Manager appointed to draft corporate accounting documents of Camfin S.p.A., Mr. Roberto Rivellino, declares – as per article 154-bis, paragraph 2 of the Testo Unico della Finanza – that the accounting information contained in this press release are consistent with the documented results, books and accounting registers.

In this press release, in addition to the financial aggregates provided for as per the IFRS, there are also aggregates that have yet to be provided for under IFRS ("Non-GAAP Measures"). These aggregates are presented in order to facilitate a better valuation of the Group's operating performance and are not to be considered as alternatives to those provided for under the IFRS. More in detail, the following "Non-GAAP Measures" are utilized:

Net income from equity participations: this is an aggregate that includes all items reported in the income statement referring to investments not consolidated on a line-by-line basis, precisely dividends, shares in companies valued at net equity, loss of value in available-for-sale financial assets, capital gains/(losses) from the sale of available-for-sale financial assets. This does not include the fair value valuation of available-for-sale financial assets which are recognized directly in net equity.

Net financial position: this aggregate represents gross financial debt less cash and cash equivalents, as well as other interest bearing financial receivables.

* * *

Camfin Press Office – Tel. +39 02 85354270
Camfin Investor Relations – Tel. +39 02 72582417
www.gruppocamfin.it

In order to allow for more complete information on the results as of 30 September 2010, prospectuses relating to the consolidated income statement and balance sheet data included in the intermediary financial statements are appended to this press release. You are advised that these tables are not subject to review by the auditing company.

* * *

Annex 1

Condensed consolidated income statement

(in €/000)

	9m '10	9m '09
Group's share of results in investments carried at equity	31.719	(1.313)
Fair adjustment for financial assets and liabilities	(614)	(1.481)
Financial assets depreciations	(302)	-
Trading income	-	41.420
Net income (loss) from equity investments	30.803	38.626
Net financial charges	(12.065)	(15.589)
Net overheads	(2.745)	(4.673)
Extraordinary charges and income	-	(1.835)
Pre-tax income (loss)	15.993	16.529
Taxes	(157)	(131)
Net income (loss)	15.836	16.398

Camfin's share of results in investments carried at equity

(in €/000)

	9m '10	9m '09
Pirelli & C. S.p.A.	37.174	4.647
Pirelli & C. Ambiente S.p.A.	(1.095)	(2.239)
Pirelli Eco Technology S.p.A.	(3.960)	(5.548)
Energie Investimenti S.p.A.	-	2.472
Fondo Vivaldi	(400)	(645)
Tot.	31.719	(1.313)

Annex 2

Condensed consolidated balance sheet

(in €/000)

	30/09/2010	31/12/2009
Financial fixed assets	700.384	674.705
Plant, property and equipment	147	168
Intangible fixed assets	53	27
Net working capital	10.416	1.368
	711.000	676.268
Shareholders' equity	288.664	267.005
Funds	9.093	5.978
Net financial position	413.243	403.285
	711.000	676.268

Consolidated net financial position

(in €/000)

	30/09/2010	31/12/2009
Amounts owed banks and other financiers	(9.065)	(11.110)
Financial assets booked at fair value in the income statement	-	2
Cash and cash equivalents	18.102	25.865
Financial liabilities booked at fair value in the income statement	(7.526)	(2.242)
Medium term financial payables	(414.754)	(415.800)
Net financial debt	(413.243)	(403.285)
	30/09/2010	31/12/2009
Non current financial assets	-	-
Financial assets booked at fair value in the income statement	-	-
Net financial position	(413.243)	(403.285)