



PRESS RELEASE

CAMFIN SPA BOARD OF DIRECTORS APPROVE RESULTS AS OF 31 MARCH 2011

MARKED IMPROVEMENT IN THE FIRST QUARTER

- **CONSOLIDATED NET RESULT POSITIVE 16.7 MILLION EUROS
(2.8 MILLION EUROS IN FIRST QUARTER 2010)**
- **NET INFLOWS FROM PARTICIPATIONS RISE TO 21.9 MILLION EUROS
(7.3 MILLION EUROS ON 31 MARCH 2010)**
- **CONSOLIDATED NET FINANCIAL POSITION NEGATIVE 417.5 MILLION EUROS (-
414.8 MILLION EUROS ON 31 DECEMBER 2010)**

Milan, 10 May 2011 – The Board of Directors of Camfin SpA, which met today, reviewed **results for the 3 months ended 31 March 2011**.

The Camfin group ended the first quarter 2011 with a **positive consolidated net result of 16.7 million euros**, a marked improvement from the 2.8 million euros of the same period in 2010. The result benefitted from the contribution of **net inflows from participations**, which on 31 March 2011 were **21.9 million euros** compared with a positive 7.3 million euros in the first quarter of 2010. The variation stems mainly from **the participations' result** calculated using the net assets method, **a positive 20.6 million euros** (8.3 million euros in first quarter 2010), thanks to the good results of the participations in Pirelli & C. and Prelios.

At the asset level, **financial fixed assets** totaled 744.6 million euros, an increase from 729.4 million euros on 31 December 2010, thanks to the positive results for the period. The **net assets** attributable to the Group on 31 March 2011 rose to 318.9 million euro from 307.6 million euros at the end of 2010. The **net financial position** was negative 417.5 million euros, substantially in line with 417.4 million euros on 31 March 2010 (414.8 million euros at the end of 2010). **Net financial charges** on 31 March 2011 amounted to 4.2 million euros, an increase from 3.3 million euros in the first quarter of 2010 due to an increase in the interest rates of reference, an effect offset by the marking to fair value of the derivatives covering the interest rates.

The participated company **Pirelli & C.** concluded the quarter with improved economic indicators, with revenues rising 23.4% to 1,400.9 million euros and an Ebit margin of 10.2% (7.7% at the end of the first quarter 2010). The total consolidated net result was positive 81.4 million euros, more than double the 38.9 million euros of the first quarter 2010, while the **consolidated net profit attributable to Pirelli & C. SpA totaled 82.8 million** di euros compared with 39.2 million euros in the same period of 2010.

In the first quarter of 2011, **Prelios** saw improvement in its keys profitability indicators and a return to net profit, about 10 million euros (breakeven on 31 March 2010). Consolidated revenues totaled 46.4 million euros (51.7 million euros on 31 March 2010). The operating result reached 19.5 million euros compared with 10.3 million euros in the first quarter 2010, while the result of the operating platform rose 22% to 6.1 million euros.

With regard to the other industrial participations, **Pirelli Eco Technology**, the company active in the field of sustainable mobility, posted a net negative result of 3.6 million euros (-1.4 million euros in first quarter 2010) due to the slowdown of sales of filtration systems essentially due to regulatory uncertainty at both the national and international levels. The activities linked to the development of the Chinese market continue, as do those of cost containment and structural efficiency in Romania and Italy.

Pirelli Ambiente continued its activities in the environmental field, in particular the photovoltaic production of electricity, site remediation, energy certification and the production of quality fuels from solid urban waste, also through strategic alliances via minority stakes in the various fields of interest. The company ended the first quarter of 2011 with a negative net result of 1.6 million euros (-2.2 million euros in the same period of 2010).

Parent Company Camfin SpA

The ordinary operations of Camfin SpA resulted in a loss of 3.5 million euros, an improvement from negative 5.1 million on 31 March 2010. The net financial position was negative 413.0 million euros compared with 411.8 million euros on 31 December 2010.

* * *

2011 Outlook

Barring unforeseeable events, it is to be expected that 2011 will end with a profit at the consolidated and Parent Company levels, thanks to the expected improvements in the results of participated companies and the further containment of structure costs. The Parent company, in particular, is expected to benefit from the receipt, in May, of dividends from participated company Pirelli &C.

* * *

Documents relating to the result for the 3 months ended 31 March 2011 will be available to the public at the company's legal address and at Borsa Italiana SpA, as well as being published on the company website www.gruppocamfin.it, by 14 May 2011.

* * *

Camfin press office – Tel. +39 02 64424270
Camfin Investor Relations – Tel. +39 02 72582417– ir@gruppocamfin.it
www.gruppocamfin.it

To enable a more complete view of the results to 31 March 2011, a summary of the consolidated data follows. It should be noted that these tables have not been verified by auditing companies.

Annex 1

Consolidated income statement

(in €/000)

INCOME STATEMENT	1Q 2011	1Q 2010
Group's share results in investments carried at equity	20.648	8.304
Dividends received from other investments	216	-
Impairment of equity investments	1.083	(920)
Fair value adjustment for financial assets and liabilities	-	-
Net income (loss) from equity investments	21.947	7.384
Net financial charges	(4.266)	(3.340)
Net overheads	(891)	(1.107)
Pre-tax income (loss)	16.790	2.937
Taxes	-	(49)
Net income (loss)	16.790	2.888

Camfin's share of results in investments carried at equity

(in €/000)

	1Q 2011	1Q 2010
Pirelli & C. S.p.A.	22.083	10.010
Prelios S.p.A.	1.483	-
Pirelli & C. Ambiente S.p.A.	(770)	(1.075)
Pirelli & C. Eco Technology S.p.A.	(1.785)	(631)
Fondo Vivaldi	(363)	-
	20.648	8.304

Annex 2

Consolidated balance sheet

(in €/000)

	31/03/2011	31/12/2010
Financial fixed assets	744.670	729.449
Plant, property and equipment	119	119
Intangible fixed assets	74	79
Net working capital	8.238	8.655
	753.101	738.302
Shareholders' equity	318.960	307.647
Funds	16.542	15.805
Net financial position	417.599	414.850
	753.101	738.302

Annex 3

Consolidated Net Financial Position

(in €/000)

	31/03/2011	31/12/2010
Amounts owed banks and other financiers	(9.264)	(9.079)
Interest income and other financial payables	-	-
Financial assets booked at fair value in the income statement	-	-
Cash and cash equivalents	7.337	13.862
Other financial activities	-	-
Financial liabilities booked at fair value in the income statement	(694)	(4.542)
Non current liabilities with banks and other financiers	(415.213)	(415.091)
Net financial debt	(417.834)	(414.850)
Reconciliation of net financial position	31/03/2011	31/12/2010
Non current financial assets	-	-
Financial assets booked at fair value in the income statement	235	-
Total net financial position	(417.599)	(414.850)