

PRESS RELEASE

The Board of Directors approves the Interim Financial Report as at 30 June 2018

**INCREASE IN NET PROFIT (+62.2%), EBITDA (+8.2%), REVENUES (+7.3%)**

**Key highlights of consolidated economic and financial results**

- **Net profit: €127.8 million (+62.2%)**
- **EBITDA: €352.1 million (+8.2%)**
- **Revenues: €577.6 million (+7.3%)**
- **Operating cash flow: €268.7 million (+9.8%)**
- **Adjusted net financial indebtedness: €1,394.6 million** which takes into account of the investment in the A21 Piacenza-Brescia stretch for approximately €233<sup>1</sup> million
- **Motorway network: 4,156<sup>2</sup> km**, with an increase of **960.6 km**

**Motorway concessions sector**

- **Italy:** +7.91%<sup>3</sup> Net toll revenue (€523.8m)  
+8.5%<sup>4</sup> EBITDA motorway sector (€349m)  
+7.03%<sup>5</sup> traffic along the motorway network controlled by Sias ("heavy vehicles" +12.75%, "light vehicles" +5.07%)  
Motorway network: **1,423 km**, with an increase of **111.6<sup>6</sup> km**
- **Brazil<sup>7</sup>:** +27.8% net profit for Ecorodovias (227.6 million Reais)  
+4.3% EBITDA pro-forma for Ecorodovias (891.4 million Reais)  
+2.4%<sup>8</sup> traffic along the Ecorodovias motorway network  
Motorway network: **2,649 km**, with an increase of **849 km**

*Tortona, 2 August 2018.* The Board of Directors of SIAS, in its meeting today examined and approved the "Interim Financial Report as at 30 June 2018".

<sup>1</sup> Amount paid to the MIT and to the outgoing licensee (€301m), net of liquidity from the disposal of shares in Autovia Padana S.p.A. (€68m)

<sup>2</sup> Of which 1,423 km in Italy, 2,649 km in Brazil and 84 km in UK.

<sup>3</sup> +3.70% on a like-for-like basis net of Motorway sector revenue for the period from March to June 2018 related to the Piacenza-Cremona-Brescia stretch, of which the concession managed by the subsidiary Autovia Padana S.p.A. became effective on 1 March 2018.

<sup>4</sup> +5.18% on a like-for-like basis net of EBITDA for the period from March to June 2018 related to the Piacenza-Cremona-Brescia stretch, of which the concession managed by the subsidiary Autovia Padana S.p.A. became effective on 1 March 2018.

<sup>5</sup> -0.31% on a like-for-like basis net of traffic for the period from March to June 2018 related to the Piacenza-Cremona-Brescia stretch, of which the concession managed by the subsidiary Autovia Padana S.p.A. became effective on 1 March 2018 (+2.59% heavy vehicles, -1.30% light vehicles).

<sup>6</sup> Of which 23 km under construction.

<sup>7</sup> The group operates on the Brazilian market through its joint subsidiary Ecorodovias Infraestrutura and Logistica SA.

<sup>8</sup> -1.5% on a like-for-like basis, taking into account the effects of the tax on "suspended axles" and the truckers' strikes who affected the period from May 21 to June 3.

## ANALYSIS OF ECONOMIC AND FINANCIAL HIGHLIGHTS

### CONSOLIDATED GROUP ECONOMIC DATA<sup>9</sup>

Total "revenues" amounted to EUR **577.6** million (EUR 538.2 million in the first half of 2017), with a total growth of 7.3% compared to the same period of the previous financial year.

The item "motorway sector revenue" totalled EUR 539.2 million (EUR 500.3 million in the first half of 2017) and breaks down as follows:

- "net toll revenue", equal to EUR 523.8 million, up by EUR 38.4 million (+7.91%) following revenue of the licensee Autovia Padana related to the period from March to June 2018 (EUR +20.5 million), the recognition of toll adjustments as from 1 January 2018 (EUR +15.8 million) and the growth in the traffic – mix volumes/tolls (EUR + 2.1 million)
- "rental income – royalties from service areas" of EUR 15.4 million.

"Technology sector revenue" was equal to EUR 21.8 million.

"Operating costs", amounting to EUR 225.5 million in total, grew by EUR 12.9 million attributable for EUR 10.6 million to costs of the licensee Autovia Padana regarding March-June 2018 and for the remaining part, the change is - principally - attributable to higher production to third parties by companies operating in the "technology" sector.

As a result of the above, the "gross operating margin" amounted to EUR **352.1** million, an **increase of EUR 26.5 million** (+8.2%), with EUR 27.4 million that reflects the **growth** in the gross operating margin of the "motorway sector" (of which EUR 10.7 million attributable to the margin of the licensee Autovia Padana S.p.A. related to the period from March to June 2018), which was offset by a decrease in the so-called "ancillary sectors" (EUR -0.9 million).

"Non-recurring items" equal to EUR **2.2** million negative are attributable to charges for the period related to the project to reorganise and optimise procedures and streamline resources.

The item "net amortisation/depreciation and provisions" totalled EUR **141.7** million (EUR 174.2 million in the first half of 2017); the change compared to the first half of the previous year is the result of the following: (i) higher net provisions for the "restoration, replacement or maintenance of non-compensated revertible assets" for EUR 7.3 million (ii) lower depreciation and amortisation for EUR 0.8 million<sup>10</sup> and (iii) lower provisions for risks and charges for EUR 39 million. The latter change is mainly due to the provision for risks allocated in the first half of the previous year by the subsidiary SATAP S.p.A. (A21 stretch), the concession of which expired on 30 June 2017<sup>11</sup>.

The item "financial income" was equal to EUR **9.9** million with a decrease of EUR 3.7 million resulting from higher dividends from investees and lower capital gains on the disposal of equity investments.

"Financial charges" - including charges on interest rate swap agreements - decreased by EUR 6.9 million, due to the process to streamline financial resources and borrowing<sup>12</sup>. The change in "financial charges capitalised" is mainly related to the trend of investments made.

The item "profit of companies accounted for by the equity method" included the share of profits from jointly controlled entities and associated companies. In particular, it reflects profit posted by ATIVA S.p.A. (EUR 9.5 million), SITAF S.p.A. (EUR 8.4 million), IGLI S.p.A. (EUR 2.9 million), Itinera (EUR 0.7 million), Road Link Holding Ltd. (EUR 0.4 million), SITRASB S.p.A. (EUR 0.4 million), partially adjusted by pro-quota losses attributable to TEM S.p.A./TE S.p.A. (EUR 5.5 million) and Sabrom S.p.A. (EUR 0.2 million).

In view of the above, the share of the "profit for the period" attributable to the Group was EUR **127.8** million (EUR 78.8 million in the first half of 2017).

<sup>9</sup> The analysis of economic figures for the first half of 2018 reflect data related to the management of the A21 Piacenza-Cremona-Brescia stretch, as from 1 March 2018, following the concession managed by the subsidiary Società di Progetto Autovia Padana S.p.A. ("Autovia Padana") becoming effective.

<sup>10</sup> In determining the depreciation and amortisation of non-compensated revertible assets, the "takeover values" in the financial economic plans approved by the Granting Body in September 2017 and the agreements signed with said with reference to the A21 stretch, were also considered.

<sup>11</sup> These provisions had been allocated as regards the uncertain scenario resulting, inter alia, from the non-finalisation of the Financial Economic Plan update procedure for the regulatory period 2013-30 June 2017. This scenario was resolved by agreements signed with the Granting Body in September 2017.

<sup>12</sup> On 30 June 2017, the SIAS 2005-2017 convertible bond loan was repaid; on 8 February 2018, the SIAS S.p.A. issued the SIAS 2018-2028 bond loan

**Summary table earnings data**

<i>(amounts in thousands of EUR)</i>	<b>1HY 2018</b>	<b>1HY 2017</b>	<b>Changes</b>
Motorway sector revenue – operating activities <sup>(1) (2)</sup>	539,236	500,321	38,915
Technology sector revenue	21,791	20,669	1,122
Other revenue <sup>(3)</sup>	16,579	17,179	(600)
<b>Total revenue</b>	<b>577,606</b>	<b>538,169</b>	<b>39,437</b>
Operating costs <sup>(1)(2)(3)</sup>	(225,528)	(212,625)	(12,904)
<b>Gross operating margin</b>	<b>352,078</b>	<b>325,545</b>	<b>26,533</b>
Non-recurring items	(2,192)	(2,902)	710
<b>Gross operating margin "reported"</b>	<b>349,886</b>	<b>322,643</b>	<b>27,243</b>
Amortisation and depreciation	(141,682)	(174,243)	32,561
<b>Operating income</b>	<b>208,204</b>	<b>148,400</b>	<b>59,804</b>
Financial income	9,877	13,578	(3,701)
Financial charges	(47,942)	(54,837)	6,895
Capitalised financial charges	6,385	10,483	(4,098)
Write-down of equity investments	-	(771)	771
Profit (loss) of companies accounted for by the equity method	16,599	5,359	11,240
<b>Net financial income</b>	<b>(15,081)</b>	<b>(26,188)</b>	<b>11,107</b>
<b>Profit before tax</b>	<b>193,123</b>	<b>122,212</b>	<b>70,911</b>
Income taxes (current and deferred)	(53,483)	(33,102)	(20,381)
<b>Profit (loss) for the period (Continued Operation)</b>	<b>139,640</b>	<b>89,110</b>	<b>50,530</b>
Profit (loss) from discontinued operation <sup>(4)</sup>	-	348	(348)
<b>Profit (loss) for the period</b>	<b>139,640</b>	<b>89,458</b>	<b>50,182</b>
- Profit assigned to minority interests (Continued operation)	11,792	10,276	1,516
- <b>Profit assigned to the Parent Company's Shareholders (Continued operations)</b>	<b>127,848</b>	<b>78,834</b>	<b>49,014</b>
- Profit assigned to minority interests (Discontinued Operation)	-	3	(3)
- <b>Profit assigned to the Parent Company's Shareholders (Discontinued operations)</b>	<b>-</b>	<b>345</b>	<b>(345)</b>

(1) Amounts net of the fee/additional fee payable to ANAS (EUR 39.7 million in the first half of 2018 and EUR 36.4 million in the first half of 2017).

(2) With regard to motorway Concession holders, IFRIC 12 provides for full recognition in Profit and Loss of costs and revenues for "construction activity" concerning non-compensated revertible assets. For the purposes of a more accurate representation only in the aforementioned statement, these components - equal to EUR 68 million in the first half of 2018 and EUR 89.5 million in the first half of 2017, respectively - were reversed by an equal amount from the relevant income/cost items.

(3) Amounts net of cost/revenues reversals of EUR 3.3 million in the first half of 2018 (EUR 3.2 million in the first half of 2017).

(4) In the first half of 2017, the item "Profit (loss) from discontinued operation" referred to the assets and liabilities from Fiera Parking S.p.A. being classified as assets held for sale, pursuant to IFRS 5, as a result of the sale programme launched in the first half of 2017 by its subsidiary SIAS Parking S.r.l..

## GROUP FINANCIAL DATA

“Adjusted net financial indebtedness” as at 30 June 2018 was equal to EUR 1,394.6 million, and - despite payment of the concession price related to the Piacenza-Cremona-Brescia stretch to the Ministry of Infrastructures and Transport, as well as the takeover indemnity paid to the outgoing licensee for a total of approximately EUR 301 million, this item increased by only EUR 86.7 million compared to figures as at 31 December 2017.

The change in “net financial indebtedness” during the period is mainly due to: (i) the payment of dividends by the Parent company (EUR 45.5 million), (ii) the payment of dividends by Subsidiaries to minority interests (EUR 19.8 million), (iii) the execution of improvement work on the Group’s motorway infrastructure (EUR 68 million), (iv) the above mentioned payment to the Ministry of Infrastructures and Transport of the concession price relative to the Piacenza-Cremona-Brescia stretch, as well as the payment for the takeover to the outgoing licensee for a total of approximately EUR 301 million, (v) the purchase of minorities (EUR 5.2 million), (vi) the loan to the jointly held subsidiary IGLI S.p.A. (equal to EUR 10 million), (vii) subscription to investment funds (EUR 7.5 million). These outlays were offset by (i) “operating cash flow” (equal to EUR 268.7 million), (ii) the increase in share capital of Autovia Padana S.p.A. paid by the associated company Itinera S.p.A. (equal to EUR 36.6 million), (iii) liquidity from the disposal of shares held in Autovia Padana S.p.A. (equal to EUR 31.3 million) and other equity investments (equal to EUR 1.6 million) and (iv) the change in net working capital and other minor changes (equal to EUR 6.1 million).

The “net financial indebtedness” as at 30 June 2018 also included the positive difference accrued during the period (EUR 10 million) with regard to the fair value of IRS contracts (no cash item).

With respect to “adjusted net financial indebtedness”, the following should be noted, apart from the above:

- the item “non-current financial receivables” includes (i) receivables equal to EUR 112.9 million in the “takeover value” for the A21 Torino-Piacenza stretch whose concession expired on 30 June 2017, (ii) EUR 18.6 million related to “investment funds” subscribed in order to invest cash, as well as (iii) EUR 2.3 million which - as provided for by the interpretation of IFRIC 12 - refer to the discounted value of the medium/long term portion of cash flows related to the so-called “minimum amount guaranteed by the Granting Body”;
- the change in the “present value of liabilities due to ANAS-Central Insurance Fund” was due to the calculation of the charges for the discounting of the aforementioned liability.

Available financial resources at 30 June 2018 totalled EUR 2,252 million.

### Summary table of financial data

(amounts in thousands of EUR)	30/6/2018	31/12/2017	Changes
A) Cash and cash equivalents	935,514	441,275	494,239
B) Securities held for trading	-	-	-
<b>C) Liquidity (A) + (B)</b>	<b>935,514</b>	<b>441,275</b>	<b>494,239</b>
<b>D) Financial receivables</b>	<b>488,249</b>	<b>484,201</b>	<b>4,048</b>
E) Bank short-term borrowings	(45,956)	(4,428)	(41,528)
F) Current portion of medium/long-term borrowings	(272,426)	(253,504)	(18,922)
G) Other current financial liabilities	(60,856)	(41,683)	(19,173)
<b>H) Short-term borrowings (E) + (F) + (G)</b>	<b>(379,238)</b>	<b>(299,615)</b>	<b>(79,623)</b>
<b>I) Current net cash (C) + (D) + (H)</b>	<b>1,044,525</b>	<b>625,861</b>	<b>418,664</b>
J) Bank long-term borrowings	(850,020)	(860,590)	10,570
K) Hedging derivatives	(45,062)	(55,092)	10,030
L) Bonds issued	(1,536,085)	(994,062)	(542,023)
M) Other long-term payables	(1,304)	(1,343)	39
<b>N) Long-term borrowings (J) + (K) + (L) + (M)</b>	<b>(2,432,471)</b>	<b>(1,911,087)</b>	<b>(521,384)</b>
<b>O) Net financial debt <sup>(*)</sup> (I) + (N)</b>	<b>(1,387,946)</b>	<b>(1,285,226)</b>	<b>(102,720)</b>
P) Non-current financial receivables	133,859	113,595	20,264
Q) Discounted value of the payable due to ANAS – Central Insurance Fund	(140,501)	(136,273)	(4,228)
<b>R) "Adjusted" net financial indebtedness (O) + (P) + (Q)</b>	<b>(1,394,588)</b>	<b>(1,307,904)</b>	<b>(86,684)</b>

(\*) Pursuant to ESMA Recommendation

As regards the change in net financial indebtedness, on 31 January 2018, SIAS S.p.A., considering the favourable market conditions, successfully launched and priced a principal, 10-year senior secured bond loan of EUR 550 million (maturing on 8 February 2028) and coupon equal to 1.625%.

## MOTORWAY CONCESSION SECTOR - MOTORWAY TRAFFIC TREND

Traffic in the first half of 2018, compared to the same period of 2017, **grew by 7.03%** (-0.31% on a like for like basis) as indicated in the following table:

<i>(data in million vehicle Km.)</i>	1/1-30/6/2018			1/1-30/6/2017			Changes		
	Light	Heavy	Total	Light	Heavy	Total	Light	Heavy	Total
<i>Total Q1: 1/1 – 31/3</i>	1,478	572	2,051	1,506	558	2,064	-1.79%	2.48%	-0.64%
April	622	197	819	644	189	833	-3.46%	4.30%	-1.70%
May	612	225	837	596	218	814	2.74%	3.39%	2.92%
June	680	215	894	691	214	905	-1.71%	0.57%	-1.17%
<i>Total Q2: 1/4 – 30/6</i>	1,914	637	2,551	1,931	620	2,552	-0.92%	2.69%	-0.04%
<i>Sub total 1/1 – 30/6 on a like for like basis</i>	3,392	1,209	4,601	3,437	1,179	4,616	-1.30%	2.59%	-0.31%
Autovia Padana (as from 1 March 2018)	219	120	339	-	-	-	-	-	-
<b>Total 1/1 – 30/6</b>	<b>3,611</b>	<b>1,329</b>	<b>4,940</b>	<b>3,437</b>	<b>1,179</b>	<b>4,616</b>	<b>5.07%</b>	<b>12.75%</b>	<b>7.03%</b>

As shown in the above table, data on traffic for the first half of 2018 was positively affected - as from 1 March 2018 - by the concession relative to the A21 Piacenza-Cremona-Brescia stretch. On a like for like basis with the first half of 2017, traffic data show (i) an increase of 2.59% in "heavy vehicles", confirming the positive trend of the last few financial years, (ii) a downturn of 1.30% in "light vehicles" mainly affected by poor weather conditions in the winter months (with the temporary closure of some motorway sections on request of the authorities), and in April and June.

The traffic performance by single Concession holder is shown below:

<i>(data in million vehicle Km.)</i>	1/1-30/6/2018			1/1-30/6/2017			Changes		
	Light	Heavy	Total	Light	Heavy	Total	Light	Heavy	Total
SATAP S.p.A. – A4 Stretch	835	295	1,130	832	284	1,117	0.27%	3.83%	1.18%
SATAP S.p.A. – A21 Stretch	635	338	973	649	333	982	-2.20%	1.67%	-0.89%
SAV S.p.A.	123	39	162	128	38	166	-3.89%	2.19%	-2.50%
Autostrada dei Fiori S.p.A. - A10 Stretch	424	154	577	431	148	579	-1.80%	4.20%	-0.27%
Autostrada dei Fiori S.p.A. - A6 Stretch	356	86	442	364	83	447	-2.21%	3.56%	-1.14%
SALT p.A. - Stretch A12	683	184	868	693	183	876	-1.44%	0.66%	-1.00%
SALT p.A. - Stretch A15	281	95	376	284	93	377	-1.08%	2.02%	-0.32%
Autostrada Asti-Cuneo S.p.A.	55	19	74	54	18	72	1.94%	5.89%	2.91%
<i>Sub total 1/1 – 30/6 on like for like basis</i>	3,392	1,209	4,601	3,437	1,179	4,616	-1.30%	2.59%	-0.31%
Autovia Padana (as from 1 March 2018)	219	120	339	-	-	-	-	-	-
<b>Total 1/1 – 30/6</b>	<b>3,611</b>	<b>1,329</b>	<b>4,940</b>	<b>3,437</b>	<b>1,179</b>	<b>4,616</b>	<b>5.07%</b>	<b>12.75%</b>	<b>7.03%</b>

### MOTORWAY CONCESSION SECTOR - ECORODOVIAS (BRAZIL)

With reference to Ecorodovias Infraestrutura e Logística S.A., one of the main operators of Brazilian motorways of which the group has joint control and listed on the Novo Mercado Bovespa, the Company posted the following in the **first half** of 2018:

- a **net profit** equal to 227.6 million Reais (EUR 50.7 million<sup>13</sup>), **up 27.8%**.
- a pro-forma **EBITDA** equal to 891.4 million Reais (EUR 198.6 million<sup>13</sup>), **up 4.3%**;
- **motorway sector revenue** equal to 1,301.5 million Reais (EUR 290 million<sup>13</sup>), **up by 1.5%**;
- a **2.4% increase in traffic volumes**<sup>14</sup>

### REGULATORY FRAMEWORK

With reference to the subsidiary **Autostrada Asti Cuneo S.p.A.**, contacts with the Granting Body continued during the period for the definition of the financial framework for completion of the infrastructure. In this regard, on **27 April 2018** the **European Commission** notified that it had **approved**, on the basis of EU regulations on State aid, the plan presented by the Italian Government to **fund the completion of the A33 Asti-Cuneo motorway stretch overseen by SATAP S.p.A. – A4 stretch (cross financing) for the extension of the concession for a further 4 years** and the **recognition of a takeover value**. Procedures required by national regulations (first and foremost approval by CIPE) to make the riders relative to the A33 and A4 stretches effective in order to implement the cross financing are pending.

During the period, following registration of the interministerial decrees of approval by the Court of Audits, the **riders became effective**; these implement updates to financial plans for the 2014-2018 period of the licensees **Autostrada dei Fiori S.p.A. - A10 Stretch**, **SALT p.A. - A12 Stretch** and **SAV S.p.A.**.

<sup>13</sup> Based on the Euro/Reais exchange rate of 4.4876 as at 29 June 2018

<sup>14</sup> -1.5% on a like-for-like basis, taking into account the effects of the tax on "suspended axles" and the truckers' strikes who affected the period from May 21 to June 3.

## OUTLOOK FOR THE FINANCIAL YEAR

The adoption of a regulatory framework that is stable and effective following the signing of riders, the positive trend in heavy traffic, as well as streamlining policies adopted by Group companies should enable the results of Italian subsidiaries operating in the motorway sector to be further consolidated during the year under review. Moreover, the profit/loss for the period of the Group will also positively reflect the effects of the management - as from 1 March 2018 - of the Piacenza-Cremona-Brescia stretch, of the Brazilian companies which are part of the Ecorodovias Group, as well as the effects of agreements relative to the "Sistema Tangenziale Esterna-Brebemi".

Based on these assumptions, for the full year revenues are expected to grow in a range between 5% and 8%, EBITDA between 4% and 6% and a leverage ratio in line with the previous year (<1.9x).

## DOCUMENTATION FILING

The Interim Financial Report as at 30 June 2018 shall be made available within the terms set out by the law on the Company's website: [www.grupposias.it](http://www.grupposias.it), at the registered office of the company, at Borsa Italiana S.p.A. and on the authorised storage platform [www.emarketstorage.com](http://www.emarketstorage.com).

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*The manager in charge of drawing up the corporate accounting documentation, Mr. Sergio Prati, declares - pursuant to Paragraph 2, Article 154 bis of the Consolidated Law on Finance - that the accounting disclosure contained in this press release corresponds to the Company's documentary records, ledgers and accounting entries.*

### Annexes

*Abridged Interim Financial Statements: "Balance Sheet", "Income Statement", "Statement of Comprehensive Income" and "Cash Flow Statement"*

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## ALTERNATIVE PERFORMANCE MEASURES

Pursuant to Consob Communication of 3 December 2015 implementing in Italy the guidelines on Alternative Performance Measures (hereinafter also "APM") issued by the European Securities and Markets Authority (ESMA), which are mandatory when publishing regulated information or prospectuses after 3 July 2016, the criteria used to develop the main APMs published by the SIAS Group are described below.

The APMs presented in the "Management Report" are considered relevant for assessing the overall operating performance of the Group, the operating segments and the individual Group companies. In addition, the APMs are considered to provide better comparability over time of the same results, although they are not a replacement or an alternative to the results provided in the "Consolidated Financial Statements" according to the IAS/IFRS (official or reported data).

With reference to the APMs relating to the consolidated results, it should be noted that, in the "Economic, equity and financial data" section, the SIAS Group presents reclassified financial statements that differ from those envisaged by the IAS/IFRS included in the Condensed Consolidated Half-yearly Financial Statements; therefore, the reclassified consolidated income statement, consolidated statement of financial position and net financial indebtedness contain, in addition to the economic-financial and equity data governed by the IAS/IFRS, certain indicators and items derived therefrom, although not required by said standards and therefore called "APMs".

The main APMs presented in the Management Report and a summary description of their composition, as well as a reconciliation with the corresponding official data, are provided below:

- a) "Turnover": differs from "Total revenues" in the Consolidated Financial Statements as it does not include (i) revenues for the design and construction of non-compensated revertible assets, (ii) the toll/surcharge payable to ANAS, (iii) reversals of costs/revenues for consortium companies (iv) and "non-recurring" revenue items that the Company does not deem can be replicated.
- b) "Gross operating margin": is the summary indicator of operating performance and is determined by subtracting from the "Total revenue" all recurring operating costs, excluding amortisation and depreciation, provisions and write-downs of intangible and tangible assets. The "Gross operating margin" does not include the balance of non-recurring items, the balance of financial items and taxes.
- c) "Reported gross operating margin": is calculated by adding/subtracting "non-recurring" operating costs and revenue to/from the "gross operating margin".
- d) "Operating income": measures the profitability of total capital invested in the company and is determined by subtracting the amortisation and depreciation, provisions and write-downs of intangible and tangible assets from the "gross operating margin".
- e) "Net invested capital": shows the total amount of non-financial assets, net of non-financial liabilities.
- f) "Adjusted net financial indebtedness": is the indicator of the net invested capital portion covered by net financial liabilities and corresponds to "Current and non-current financial liabilities", net of "Current financial assets", "Insurance policies" "Investment Funds", "Receivables for the takeover value" and "Financial receivables from minimum guaranteed amounts (IFRIC 12)". Note that the "Adjusted net financial indebtedness" differs from the net financial position prepared in accordance with the ESMA recommendation of 20 March 2013, as it includes the "Present value of the amount due to ANAS – Central Insurance Fund" and "Non-current financial receivables". The adjusted net financial indebtedness statement contains an indication of the value of the net financial position prepared in accordance with the aforementioned ESMA recommendation.
- g) "Operating cash flow": is the indicator of the cash generated or absorbed by operations and was determined by adding to the profit for the year the amortisation and depreciation, the adjustment of the provision for restoration/replacement of non-compensated revertible assets, the adjustment of the employee severance indemnity provision, the provisions for risks, the losses (profits) of companies accounted for by the equity method and the write-downs (revaluations) of financial assets, and by subtracting the capitalisation of financial charges.



**SIAS Group  
Interim Financial Statements  
as at 30 June 2018**

Consolidated balance sheet

<i>(amounts in thousands of EUR)</i>	30 June 2018	31 December 2017
<b>Assets</b>		
<b>Non-current assets</b>		
Intangible assets		
goodwill	36,414	36,414
other intangible assets	13,588	12,562
Concessions – non-compensated revertible assets	3,113,419	2,875,433
<b>Total intangible assets</b>	<b>3,163,421</b>	<b>2,924,409</b>
Tangible assets		
property, plant, machinery and other assets	55,952	57,693
financial lease assets	2,575	2,567
<b>Total tangible assets</b>	<b>58,527</b>	<b>60,260</b>
Non-current financial assets		
investments accounted for by the equity method	649,186	680,251
other investments	96,483	93,849
other non-current financial assets	466,284	480,983
<b>Total non-current financial assets</b>	<b>1,211,953</b>	<b>1,255,083</b>
Deferred tax credits	133,086	136,521
<b>Total non-current assets</b>	<b>4,566,987</b>	<b>4,376,273</b>
<b>Current assets</b>		
Inventories	22,950	23,847
Trade receivables	66,021	60,735
Current tax credits	32,937	18,202
Other receivables	57,350	37,832
Current financial assets	283,624	242,841
<b>Total</b>	<b>462,882</b>	<b>383,457</b>
Cash and cash equivalents	935,514	441,275
<b>Subtotal Current assets</b>	<b>1,398,396</b>	<b>824,732</b>
Discontinued operations/Non-current assets held for sale	45,988	45,012
<b>Total current assets</b>	<b>1,444,384</b>	<b>869,744</b>
<b>Total assets</b>	<b>6,011,371</b>	<b>5,246,017</b>
<b>Shareholders' equity and liabilities</b>		
<b>Shareholders' equity</b>		
Shareholders' equity attributed to the Parent Company		
share capital	113,771	113,771
reserves and retained earnings	2,022,787	1,958,741
<b>Total</b>	<b>2,136,558</b>	<b>2,072,512</b>
Capital and reserves attributed to minority interests	314,199	260,512
<b>Total shareholders' equity</b>	<b>2,450,757</b>	<b>2,333,024</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Provisions for risks and charges and employee severance indemnity	197,368	196,726
Trade payables	-	-
Other payables	192,804	192,804
Bank debt	850,020	860,590
Hedging derivatives	45,062	55,092
Other financial liabilities	1,537,389	995,405
Deferred tax liabilities	56,636	55,691
<b>Total non-current liabilities</b>	<b>2,879,279</b>	<b>2,356,308</b>
<b>Current liabilities</b>		
Trade payables	134,619	140,613
Other payables	94,885	96,745
Bank debt	318,382	257,932
Other financial liabilities	60,856	41,683
Current tax liabilities	72,593	19,712
<b>Subtotal current liabilities</b>	<b>681,335</b>	<b>556,685</b>
Liabilities directly related to Discontinued operations/Non-current assets to be discontinued	-	-
<b>Total current liabilities</b>	<b>681,335</b>	<b>556,685</b>
<b>Total liabilities</b>	<b>3,560,614</b>	<b>2,912,993</b>
<b>Total shareholders' equity and liabilities</b>	<b>6,011,371</b>	<b>5,246,017</b>

## Consolidated income statement

<i>(amounts in thousands of EUR)</i>	1st half 2018	1st half 2017
<b>Revenues</b>		
motorway sector – operating activities	578,925	536,749
motorway sector – planning and construction activities	67,988	89,501
technology sector	21,791	20,669
other	19,937	22,289
<b>Total revenue</b>	<b>688,641</b>	<b>669,208</b>
Payroll costs	(89,646)	(83,038)
Costs for services	(173,343)	(191,487)
Costs for raw materials	(11,406)	(13,215)
Other costs	(64,487)	(58,976)
Capitalised costs on fixed assets	127	151
Amortisation, depreciation and write-downs	(140,011)	(140,844)
Adjustment of the provision for restoration, replacement and maintenance of non-compensated revertible assets	(1,609)	5,717
Other provisions for risks and charges	(62)	(39,116)
Financial income:		
from unconsolidated investments	3,178	6,646
other	6,699	6,932
Financial charges:		
interest expense	(40,147)	(42,779)
other	(1,410)	(1,575)
write-down of equity investments	-	(771)
Profit (loss) of companies accounted for by the equity method	16,599	5,359
<b>Profit (loss) before taxes</b>	<b>193,123</b>	<b>122,212</b>
Taxes		
Current taxes	(50,824)	(40,803)
Deferred taxes	(2,659)	7,701
<b>Profit (loss) for the period for continued operation</b>	<b>139,640</b>	<b>89,110</b>
<i>Profit (loss) for assets held for sale net of taxes (Discontinued Operation)</i>	-	348
<b>Profit (loss) for the period</b>	<b>139,640</b>	<b>89,458</b>
• portion assigned to minority interests ( <i>Continued Operation</i> )	11,792	10,276
• <b>portion assigned to the Parent Company's Shareholders (<i>Continued Operation</i>)</b>	<b>127,848</b>	<b>78,834</b>
• Share assigned to minority interests ( <i>Discontinued Operation</i> )	-	3
• <b>portion assigned to the Parent Company's Shareholders (<i>Discontinued Operation</i>)</b>	-	<b>345</b>
<b>Earnings per share</b>		
Earnings (euro per share) ( <i>Continued Operation</i> )	0.562	0.346
Earnings (euro per share) ( <i>Discontinued Operation</i> )	-	0.002
Diluted earnings (euro per share) ( <i>Continued Operation</i> )	-	0.325

## Comprehensive income statement

<i>(amounts in thousands of EUR)</i>	1st half 2018	1st half 2017
<b>Profit (loss) for the period (a)</b>	<b>139,640</b>	<b>89,458</b>
Actuarial profit (loss) on employee benefits (Employee Severance Indemnity)	-	-
Actuarial profit (loss) on employee benefits (Employee Severance Indemnity) – companies accounted for by the equity method	-	-
Tax effect on profit (loss) that will not be subsequently reclassified in the Income Statement when certain conditions are met	-	-
<b>Profit (loss) that will not be subsequently reclassified in the Income Statement (b)</b>	<b>-</b>	<b>-</b>
Profit (loss) posted to "reserve for revaluation to fair value" (financial assets available for sale)	2,803	(4,575)
Profit (loss) posted to "reserve for cash flow hedge" (interest rate swap)	10,931	23,743
Profit (loss) posted to "reserve for cash flow hedge" (foreign exchange hedge)	-	(683)
Portion of other profit/(loss) of companies accounted for by the equity method (reserve for foreign exchange translations)	(27,820)	(24,771)
Tax effect on profit (loss) that will be subsequently reclassified in the Income Statement when certain conditions are met	(1,939)	(3,935)
<b>Profit (loss) of continued operations which will be subsequently reclassified in the Income Statement when certain conditions are met (c)</b>	<b>(16,025)</b>	<b>(10,221)</b>
Profit (loss) of "assets held for sale" (discontinued operation) recognised in the "reserve for cash flow hedge" (interest rate swap)	-	440
<b>Profit (loss) of "assets held for sale" (discontinued operation) which will be subsequently reclassified in the Income Statement when certain conditions are met (d)</b>	<b>-</b>	<b>440</b>
<b>Comprehensive income (a) + (b) + (c) + (d)</b>	<b>123,615</b>	<b>79,677</b>
• portion assigned to minority interests (Continued Operation)	12,021	10,440
• <b>portion assigned to Parent Company's Shareholders (Continued Operation)</b>	<b>111,594</b>	<b>68,449</b>
• Share assigned to minority interests (Discontinued Operation)	-	7
• <b>Share attributable to the Group (Discontinued Operation)</b>	<b>-</b>	<b>781</b>

## Consolidated cash flow statement

<i>(amounts in thousands of EUR)</i>	1st half 2018	1st half 2017
<b>Beginning cash and cash equivalents (a)</b>	<b>441,275</b>	<b>757,514</b>
Change in the scope of consolidation	-	(5,864)
<b>Beginning cash and cash equivalents, adjusted (a)</b>	<b>441,275</b>	<b>751,650</b>
<b>Profit (loss) for the period</b>	<b>139,640</b>	<b>89,110</b>
<b>Adjustments</b>		
Amortisation and depreciation	140,011	140,844
Adjustment of the provision for restoration, replacement and maintenance of non-compensated revertible assets	1,609	(5,717)
Adjustment of the provision for employee severance indemnities	462	511
Provisions for risks	62	39,116
Profit (loss) of companies accounted for by the equity method (net of dividends collected)	(406)	2,078
other financial charges/(income)	(19)	(6,181)
(Revaluations) write-downs of financial assets	-	771
Other capitalised financial charges	(6,274)	(5,342)
Capitalisation of financial charges	(6,385)	(10,483)
<i>Operating cash flow (I)</i>	<u>268,700</u>	<u>244,707</u>
Net change in deferred tax credits and liabilities	2,409	(7,856)
Change in net working capital	6,385	(6,738)
Other changes from operating activity	(1,491)	(732)
<i>Change in net working capital and other changes (II)</i>	<u>7,303</u>	<u>(15,326)</u>
<b>Cash generated (absorbed) by operating activity (I+II) (b)</b>	<b>276,003</b>	<b>229,381</b>
Investments in revertible assets	(367,750)	(89,501)
Divestiture of revertible assets	-	-
Grants related to revertible assets	-	3,595
<i>Net investments in revertible assets (III)</i>	<u>(367,750)</u>	<u>(85,906)</u>
Investments in property, plant, machinery and other assets	(787)	(1,380)
Investments in intangible assets	(2,368)	(520)
Net divestiture of property, plant, machinery and other assets	-	38
Net divestiture of intangible assets	-	2
<i>Net investments in intangible and tangible assets (IV)</i>	<u>(3,155)</u>	<u>(1,860)</u>
(Investments)/divestiture in non-current financial assets	(17,328)	(18,223)
Divestiture of non-current financial assets - equity investments	1,629	8,881
<i>Net investments in non-current financial assets (V)</i>	<u>(15,699)</u>	<u>(9,342)</u>
<b>Cash generated (absorbed) by investment activity (III+IV+V) (c)</b>	<b>(386,604)</b>	<b>(97,108)</b>
Net change in bank debt	49,806	(26,768)
Issue/(Reimbursement) of Bond Loans	541,023	(334,287)
Change in financial assets	(40,783)	(48,830)
(Investments)/Divestiture of capitalisation policies	38,454	29,328
Change in other financial liabilities (including Central Insurance Fund)	20,134	5,065
Changes in capital and reserves attributed to minority interests <sup>(2)</sup>	61,581	12,369
Changes in shareholders' equity attributed to the Parent Company	-	(142)
Dividends (and interim dividends) distributed by the Parent Company	(45,508)	(40,957)
Dividends (and interim dividends) distributed by Subsidiaries to Minority Interests	(19,867)	(6,783)
<b>Cash generated (absorbed) by financial activity (d)</b>	<b>604,840</b>	<b>(411,005)</b>
<b>Ending cash and cash equivalents (a+b+c+d)</b>	<b>935,514</b>	<b>472,918</b>

### Additional information:

Taxes paid during the period	4,951	42,207
Financial charges paid during the period	39,564	53,093
Operating cash flow	268,700	244,707
Change in net working capital and other changes	7,303	(15,326)
Net investments in revertible assets	(66,750)	(85,906)
Concession – takeover of the A21 Piacenza-Cremona-Brescia	(301,000)	-
<b>Operating free cash flow</b>	<u><b>(91,747)</b></u>	<u><b>143,475</b></u>