



# **2008 Half-yearly Financial Report**

**Second Quarter 2008**



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This document has been translated into English for the convenience of readers outside Italy.  
The original Italian document should be considered the authoritative version.

This Report is available on the Internet at the address:  
[www.fiatgroup.com](http://www.fiatgroup.com)

### **FIAT S.P.A.**

Registered Office: 250 Via Nizza, Turin, ITALY

Share Capital: €6,377,262,975

Turin Companies Register/Tax Code: 00469580013



# Board of Directors and Auditors

## Board of Directors

### Chairman

Luca Cordero di Montezemolo (4)

### Vice Chairman

John Elkann (1) (4)

### Chief Executive Officer

Sergio Marchionne (4)

### Directors

Andrea Agnelli

Roland Berger (3) (4)

Tiberto Brandolini d'Adda

René Carron

Luca Garavoglia (1) (3)

Gian Maria Gros-Pietro (1) (2)

Virgilio Marrone

Vittorio Mincato (2)

Pasquale Pistorio (4)

Carlo Sant'Albano

Ratan Tata

Mario Zibetti (2) (3)

### Secretary of the Board

Franzo Grande Stevens

## Board of Statutory Auditors (\*)

### Statutory Auditors

Carlo Pasteris – Chairman

Giuseppe Camosci

Piero Locatelli

### Alternate Auditor

Roberto Lonzar

## Independent Auditors

Deloitte & Touche S.p.A.

(\*) On 15 May 2008, Cesare Ferrero and Giorgio Giorgi resigned their respective positions as Statutory Auditor and Alternate Auditor. On the same date, Piero Locatelli was appointed as Statutory Auditor.

(1) Member of the Nominating and Corporate Governance Committee

(2) Member of the Internal Control Committee

(3) Member of the Compensation Committee

(4) Member of the Strategic Committee

# Fiat Group Half-yearly Financial Report

## Interim Management Report

### Group Highlights

1 <sup>st</sup> Half			2 <sup>nd</sup> Quarter	
2008	2007	(€ millions)	2008	2007
<b>31,992</b>	28,855	Net revenues	<b>16,967</b>	15,179
<b>1,897</b>	1,541	Trading profit	<b>1,131</b>	946
<b>1,914</b>	1,541	Operating profit	<b>1,131</b>	946
<b>1,591</b>	1,449	Profit before taxes	<b>955</b>	875
<b>1,073</b>	1,003	Net profit for the period	<b>646</b>	627
<b>1,009</b>	951	Profit attributable to equity holders of the Parent Company	<b>604</b>	593
(figures in €)				
<b>0.802</b>	0.740	Basic earnings per ordinary share	<b>0.486</b>	0.472
<b>0.802</b>	0.740	Basic earnings per preference share	<b>0.486</b>	0.430
<b>0.957</b>	0.895	Basic earnings per savings share	<b>0.486</b>	0.472
<b>0.798</b>	0.739	Diluted earnings per ordinary share	<b>0.484</b>	0.472
<b>0.798</b>	0.735	Diluted earnings per preference share	<b>0.484</b>	0.427
<b>0.953</b>	0.890	Diluted earnings per savings share	<b>0.484</b>	0.469

(1) See Note 12 of the Half-year Condensed Financial Statements for additional information on the calculation of basic and diluted earnings per share.

(€ millions)	At 30.06.2008	At 31.12.2007
Total assets	<b>61,915</b>	60,136
Net (debt)/cash	<b>(12,546)</b>	(10,423)
- of which: Net industrial (debt)/cash	<b>(510)</b>	355
Shareholders' equity before minority interests	<b>11,539</b>	11,279
- of which: attributable to shareholders of the Parent Company	<b>10,839</b>	10,606
Number of employees at period end	<b>200,701</b>	185,227

#### Disclaimer

*This report, and in particular the sections entitled "Significant events occurring since the end of the period and business outlook" and "2009 Targets and Outlook", contain forward-looking statements. These statements are based on the Group's current expectations and projections about future events and, by their nature, are subject to inherent risks and uncertainties. They relate to events and depend on circumstances that may or may not occur or exist in the future, and, as such, undue reliance should not be placed on them. Actual results may differ materially from those expressed in such statements as a result of a variety of factors, including changes in commodity prices, changes in general economic conditions, economic growth and other changes in business conditions, changes in government regulation (in each case, in Italy or abroad), and many other factors, most of which are outside of the Group's control.*

## Note

This Half-yearly Financial Report has been prepared pursuant to Article 154-ter of Legislative Decree 58/1998 and consistent with applicable international financial accounting standards adopted by the European Union in EC Regulation 1606/2002 issued by the European Parliament and the Council of the European Union on 19 July 2002 – in particular, the requirements of IAS 34: *Interim Reporting* - in addition to regulations implementing Article 9 of Legislative Decree 38/2005.

## Group results

1 <sup>st</sup> Half			2 <sup>nd</sup> Quarter	
2008	2007	(€ millions)	2008	2007
31,992	28,855	<b>Net revenues</b>	16,967	15,179
1,897	1,541	<b>Trading profit</b>	1,131	946
1,914	1,541	<b>Operating profit</b>	1,131	946
1,591	1,449	<b>Profit before taxes</b>	955	875
1,073	1,003	<b>Net profit for the period</b>	646	627

## Group results for the second quarter of 2008

### Net revenues

(€ millions)	2 <sup>nd</sup> Quarter		
	2008	2007	% change
<b>Automobiles</b> (Fiat Group Automobiles, Maserati, Ferrari)	8,413	7,357	14.4
<b>Agricultural and Construction Equipment</b> (CNH-Case New Holland)	3,614	3,269	10.6
<b>Trucks and Commercial Vehicles</b> (Iveco)	3,084	2,861	7.8
<b>Components and Production Systems</b> (FPT, Magneti Marelli, Teksid, Comau)	4,038	3,464	16.6
<b>Other Businesses</b> (Publishing, Holding and Other companies)	376	352	6.8
<b>Eliminations</b>	(2,558)	(2,124)	-
<b>Total for the Group</b>	<b>16,967</b>	<b>15,179</b>	<b>11.8</b>

Group **revenues** for Q2 2008 totalled €17 billion, an 11.8% increase over the same period in 2007, with all industrial businesses contributing to the increase.

**Fiat Group Automobiles** (FGA) delivered a total of 644,700 units during the quarter (+11.4% over Q2 2007). Volumes were up in Western Europe (+6.6%), with notable increases in France (+61.6%), Germany (+29.9%) and Great Britain (+9.5%) and a drop in Italy (-1.8%), while Fiat's Brazilian growth remained strong (+27.2%).

**Agricultural and Construction Equipment** (CNH) revenues were up 10.6% (28.1% in US dollar terms). Robust sales of high HP tractors and combines, coupled with improved pricing and product mix, more than offset continued weakness in the construction equipment market in North America and Europe.

**Trucks and Commercial Vehicles** (Iveco) experienced a 7.8% increase in revenues on the back of higher volumes (+4.3% over Q2 2007) and improved pricing. The Western European market was relatively stable. Iveco's deliveries were up substantially in Eastern Europe (+20.1%) and Latin America (+46.9%)

## Trading profit

(€ millions)	2 <sup>nd</sup> Quarter		
	2008	2007	Change
<b>Automobiles</b> (Fiat Group Automobiles, Maserati, Ferrari)	360	264	96
<b>Agricultural and Construction Equipment</b> (CNH-Case New Holland)	399	348	51
<b>Trucks and Commercial Vehicles</b> (Iveco)	248	224	24
<b>Components and Production Systems</b> (FPT, Magneti Marelli, Teksid, Comau)	173	146	27
<b>Other Businesses</b> (Publishing, Holding and Other companies) and <b>Eliminations</b>	(49)	(36)	-13
<b>Total for the Group</b>	<b>1,131</b>	<b>946</b>	<b>185</b>
<b>Trading margin (%)</b>	<b>6.7</b>	<b>6.2</b>	

Group **trading profit** for the second quarter was €1,131 million, representing an increase of €185 million (+19.6%) over the same period in 2007. The trading margin improved to 6.7% from 6.2%.

**FGA** contributed trading profit of €243 million (3.1% of revenues), a 25.9% gain over Q2 2007.

**CNH** reported a €51 million increase to €399 million (up 32.9% in US dollar terms). Margins were up 0.4 percentage points to 11%, held back by a not-yet optimized manufacturing footprint pressed to meet the rapid increase in demand.

**Iveco** posted a 10.7% year-over-year increase to €248 million. The Sector achieved an 8% trading margin (7.8% for Q2 2007) largely through higher volumes and improved pricing.

## Operating profit

**Operating profit** totalled €1,131 million for the second quarter of 2008. The €185 million improvement over the €946 million figure for the second quarter of 2007 was driven by higher trading profit.

The balance of net **gains on the disposal of investments** was nil for the quarter. In the second quarter of 2007, this item totalled €8 million and included gains realised on the sale of a stake in the associate company Servizio Titoli S.p.A. (€5 million) and the sale of a branch of business of Comau in France (€4 million).

For the second quarter of 2008, **restructuring costs** totalled €1 million. For the second quarter of 2007, they were €7 million and mainly related to Comau.

For the April-June 2008 period, **other unusual income/(expense)** was a positive €1 million, compared to net expense of €1 million for the corresponding period in 2007.

## Net profit

**Net financial expenses** for the quarter totalled €231 million compared to €111 million in Q2 2007. The €120 million increase includes the impact of the difference in the mark-to-market of two stock option related equity swaps (€148 million swing, with a €79 million charge in Q2 2008 against a €69 million gain in Q2 2007). In addition, Q2 2007 included a €43 million charge for early repayment of a CNH bond (original maturity in 2011).

The financial component of costs for pension plans and other employee benefits totalled €37 million in the second quarter of 2008, compared with €35 million in the same period 2007.

The **result from investments** for the second quarter 2008 consisted of a profit of €55 million, up €15 million from the second quarter of 2007.

**Profit before taxes** totalled €955 million, an increase of €80 million over Q2 2007. Higher operating profit (+€185 million) and an increase in investment income (+€15 million) more than offset higher net financial expense (+€120 million).

**Income taxes** totalled €309 million (€248 million for Q2 2007) representing an effective tax rate of 32.4%, driven in the main by tax related aspects of the mark-to-market of the two stock option related equity swaps.

**Net profit** (before minority interests) was €646 million, compared to €627 million for the second quarter of 2007.

**Net profit attributable to equity holders of the Parent Company** for the second quarter of 2008 was €604 million, compared with net profit of €593 million for the same period in 2007.

## Group results for the first half of 2008

### Net revenues

(€ millions)	1 <sup>st</sup> Half		
	2008	2007	% change
<b>Automobiles</b> (Fiat Group Automobiles, Maserati, Ferrari)	<b>15,835</b>	14,181	11.7
<b>Agricultural and Construction Equipment</b> (CNH-Case New Holland)	<b>6,577</b>	5,960	10.4
<b>Trucks and Commercial Vehicles</b> (Iveco)	<b>6,015</b>	5,348	12.5
<b>Components and Production Systems</b> (FPT, Magneti Marelli, Teksid, Comau)	<b>7,672</b>	6,708	14.4
<b>Other Businesses</b> (Publishing, Holding and Other companies)	<b>702</b>	685	2.5
<b>Eliminations</b>	<b>(4,809)</b>	(4,027)	-
<b>Total for the Group</b>	<b>31,992</b>	28,855	10.9

For the **first half** of 2008, Fiat Group **revenues** totalled €32 billion, an increase of 10.9% over the prior year, with all industrial businesses contributing.

**Fiat Group Automobiles** reported €14.6 billion in revenues, up 11.6% year-on-year driven by increases in volumes.

**CNH** had revenues of €6.6 billion for H1 2008, up 10.4% over the same period in 2007. In U.S. dollar terms, revenues grew by 27.1%. Increased sales of higher-value high horsepower tractors and combines, better mix and pricing actions drove the improvement.

**Iveco** posted revenues of €6 billion for H1 2008, up 12.5% over the same period for the prior year due to higher sales volumes and better pricing.

### Trading profit

(€ millions)	1 <sup>st</sup> Half		
	2008	2007	Change
<b>Automobiles</b> (Fiat Group Automobiles, Maserati, Ferrari)	<b>622</b>	486	136
<b>Agricultural and Construction Equipment</b> (CNH-Case New Holland)	<b>597</b>	537	60
<b>Trucks and Commercial Vehicles</b> (Iveco)	<b>470</b>	374	96
<b>Components and Production Systems</b> (FPT, Magneti Marelli, Teksid, Comau)	<b>281</b>	229	52
<b>Other Businesses</b> (Publishing, Holding and Other companies) and <b>Eliminations</b>	<b>(73)</b>	(85)	12
<b>Total for the Group</b>	<b>1,897</b>	1,541	356
<b>Trading margin (%)</b>	<b>5.9</b>	5.3	

Group **trading profit** totalled €1,897 million, a 23.1% increase over the first half of 2007, with trading margin increasing to 5.9% from 5.3%.

Trading profit for **FGA** was €436 million (3% of revenues), a 13.2% increase over the €385 million (2.9% of revenues) for H1 2007.

**CNH** closed the first half of 2008 with trading profit of €597 million (9.1% of revenues), up €60 million over H1 2007 (€537 million and 9.0% trading margin). The increase was 28.2% in U.S. dollar terms.

**Iveco** reported €470 million in trading profit (7.8% of revenues), a €96 million improvement (+25.7%) over the €374 million figure (7% of revenues) for the first half of 2007.

## Operating profit

The first half closed with an **operating profit** of €1,914 million, including €17 million in unusual income, primarily relating to the release of provisions for risks and restructuring costs which were deemed unnecessary. The €373 million increase over 2007 was driven in the main by a €356 million increase in trading profit.

**Net gains on disposal of investments** totalled €2 million for the first half of 2008. In addition to the items detailed in the comment relating to the second quarter, the €52 million figure for the first half of 2007 included a capital gain of €42 million realised in the first quarter of 2007 following completion of the sale of Ingest Facility S.p.A.

A net positive figure of €3 million was reported for **restructuring costs** for the first half of 2008 and included costs incurred for restructuring the Giambattista Vico plant, which were offset by the release of provisions for risks and restructuring costs which were deemed unnecessary. For the first half of the prior year, these costs totalled €22 million and related primarily to Comau.

For the first half of 2008, **Other unusual income/(expense)** was €12 million and related primarily to provisions which were no longer required. For the first half of 2007, this item reflected a net expense of €30 million which was attributable to reorganisation and rationalisation of relationships with the Group's suppliers.

## Net profit

**Net financial expense** for the first half totalled €441 million (€168 million in the first half of 2007) and included a negative €142 million effect from the marking-to-market of two stock option related equity swaps (the equivalent item produced a €160 million gain in H1 2007, with a net difference year-over-year of €302 million). H1 2007 figure also included a €43 million pre-payment charge for the early retirement of a CNH bond.

The financial component of costs for pension plans and other employee benefits totalled €74 million in the first half of 2008, compared with €78 million in the same period 2007.

**Investment income** for the first half of 2008 totalled €118 million, up €42 million over H1 2007.

**Profit before taxes** was €1,591 million for the first half, compared with the €1,449 million figure for H1 2007. The €142 million increase was attributable to higher operating profit (+€373 million) and an increase in investment income (+€42 million) which more than offset higher net financial expense.

**Incomes taxes** totalled €518 million for H1 2008, compared to €446 million for the first half of 2007. The increase was attributable to higher profit levels, mainly for the Group's foreign subsidiaries.

**Net profit** (before minority interests) was €1,073 million for the first half, as compared to €1,003 million for the same period in 2007.

**Net profit attributable to equity holders of the Parent Company** for the first half of 2008 was €1,009 million, compared with net profit of €951 million for the same period in 2007.

## Operating performance by business

### Automobiles

#### Net revenues

1 <sup>st</sup> Half				2 <sup>nd</sup> Quarter		
2008	2007	% change	(€ millions)	2008	2007	% change
<b>14,599</b>	13,084	11.6	<b>Fiat Group Automobiles</b>	<b>7,770</b>	6,782	14.6
<b>398</b>	344	15.7	<b>Maserati</b>	<b>205</b>	177	15.8
<b>969</b>	804	20.5	<b>Ferrari</b>	<b>513</b>	423	21.3
<b>(131)</b>	(51)	-	<b>Eliminations</b>	<b>(75)</b>	(25)	-
<b>15,835</b>	14,181	11.7	<b>Total</b>	<b>8,413</b>	7,357	14.4

#### Trading profit

1 <sup>st</sup> Half				2 <sup>nd</sup> Quarter		
2008	2007	Change	(€ millions)	2008	2007	Change
<b>436</b>	385	51	<b>Fiat Group Automobiles</b>	<b>243</b>	193	50
<b>22</b>	-	22	<b>Maserati</b>	<b>12</b>	1	11
<b>164</b>	101	63	<b>Ferrari</b>	<b>105</b>	70	35
<b>622</b>	486	136	<b>Total</b>	<b>360</b>	264	96
<b>3.9</b>	3.4		<b>Trading margin (%)</b>	<b>4.3</b>	3.6	

### Fiat Group Automobiles

For the second quarter of 2008, Fiat Group Automobiles contributed **revenues** of €7.8 billion, up 14.6% over Q2 2007, boosted by the success of new models and the continuing favourable performance of the Brazilian market.

Fiat Group Automobiles delivered a total of 644,700 units, up 11.4% over Q2 2007. Approximately 384,200 automobiles were delivered in Western Europe, an increase of 6.6%.

Deliveries declined moderately in Italy (-1.8%) wholly attributable to very weak market conditions (-13.4%), whereas good growth was achieved in France (+61.6%), Germany (+29.9%), and Great Britain (+9.5%), all of which significantly outperformed or ran counter to the trend in market demand. In Spain, the Sector performed in line with a severely declining market.

The Fiat brand continued its positive performance. In Europe, the Fiat Panda and the 500 were the most sold A-segment cars and the Punto was amongst the models in its segment experiencing the highest level of demand. The significant success of the Lancia Musa in several major European markets is also worthy of note. Alfa Romeo began its return to the sales volumes and market share levels held prior to restructuring at the Giambattista Vico plant.

In Q2 2008, the Western European passenger vehicle market declined by 2.5% year-on-year. This performance was driven by the marked decrease in demand in Italy (-13.4%) - reflecting a general economic slowdown and accelerating increases in fuel prices - and Spain (-19.6%), in addition to a slight decline in Great Britain (-2.5%). However, growth was achieved in both France (+7.4%) and Germany (+4.4%). The Polish market expanded by 7.3% and demand in Brazil surged 25.1%.

Fiat Group Automobiles continued to make gains in market share. Its share of the Italian passenger vehicle market reached 33.0%, up 1.6 percentage points year-on-year. In Western Europe, despite the negative performance of the Italian market, its market share stood at 8.3%, marking an increase of 0.1 percentage points. During the

quarter, the Fiat brand continued to win market share in Western Europe. In Italy alone, its share rose to 25.6% (+1.4 percentage points).

The Sector's deliveries in Brazil climbed 27.2% over Q2 2007 and it confirmed its position as market leader with a 25.5% market share (down 0.4 percentage points over the corresponding period of 2007).

Light commercial vehicles delivered a total of 123,200 units in Q2 2008, a 20.8% year-on-year improvement. In Western Europe, where the market contracted 3.2%, deliveries rose 16.8% to 77,000 units. Fiat Professional benefited from the significant contribution of models such as the Ducato, Scudo, Doblò and new Fiorino Cargo, which went on sale at the end of 2007, followed by the Combi version offering a mixed passenger/cargo configuration, during the second quarter of 2008. Fiat Professional's market share reached 13.3% in Western Europe (+0.6 percentage points over Q2 2007) and 44.8% in Italy (+2.1 percentage points).

For the second quarter of 2008, Fiat Group Automobiles had **trading profit** of €243 million (3.1% of revenues), a 25.9% increase over the €193 million (2.8% of revenues) reported for the second quarter of 2007. This increase was driven by higher volumes, a more favourable product mix resulting from the introduction of new models and, in particular, the positive performance of the Brazilian market.

In the **first half** of 2008, Fiat Group Automobiles reported €14.6 billion in **revenues**, up 11.6% year-on-year driven by increases in volumes.

Fiat Group Automobiles delivered a total of 1,208,300 units (+7.9%) in H1 2008, of which 718,400 units in Western Europe, where there was a slight rise in volumes (+0.3%) with the overall passenger vehicle market remaining weak. Fiat Group Automobiles reported significant gains in France (+45.7%) and Germany (+23%) and positive results in Great Britain (+2.8%), whereas declines were experienced in Italy (-6.8%) and Spain (-26.3%).

The Western European market contracted 2.7% during the first six months. There was a marked decline in demand in Italy (-11.5%) and Spain (-17.6%), as well as a slight drop in Great Britain (-1.6%). The passenger vehicle market expanded however in both France (+4.5%) and Germany (+3.6%).

Fiat Group Automobiles' market share in Italy stood at 32% (+0.4 percentage points over H1 2007), continuing a positive trend. Market share in Western Europe remained substantially stable at 8.3% (-0.1 percentage points).

There was significant growth in deliveries in Brazil (+30.6%), and Fiat Group Automobiles closed the first six months with a 25.5% market share, an increase of 0.1 percentage points, in a market that is continuing to experience double-digit growth (+26.6%).

Light commercial vehicle deliveries totalled 228,500 units for the first six months, an increase of 16.5% over the same period for the prior year. In Western Europe, where overall demand fell 2.5%, a total of 142,400 units were delivered, representing a 13.5% increase. Market share for Fiat Professional increased to 43.5% in Italy (+1.2 percentage points) and 12.4% in Western Europe (+0.7 percentage points).

**Trading profit** for Fiat Group Automobiles for the first half was €436 million (3% of revenues), a 13.2% increase over the €385 million for H1 2007 (2.9% of revenues). The first half of 2007 included a one-off gain of approximately €40 million, while the first half of 2008 included €40 million in unabsorbed fixed costs resulting from the temporary closure of the Giambattista Vico plant. Excluding these one-off items, trading profit in the first half of 2008 would have been €476 million compared with €345 million in 2007. This positive change was driven by higher volumes, a more favourable product mix resulting from the introduction of new models and, in particular, the positive performance of the Brazilian market.

During the period Lancia and Alfa Romeo each presented new models considered key to the development of their respective brands: the Delta and the MiTo.

Lancia Delta, a car bearing a historic name and designed to begin the process of rebuilding the product portfolio for the Lancia brand, is the brand's entry in the mid-size sedan segment, offering original solutions in both technology and style.

The MiTo packs all of Alfa Romeo's spirit in the sportiest compact available in the European market, an automobile designed to make the brand accessible to young customers, bringing the dynamism of Alfa and its state-of-the-art technology to the B segment for the first time.

Abarth also had a new offering, having just launched the 500 under the scorpion trademark: a small car capable of offering high performance and the highest level of safety. Two special versions will be produced, one of which has been designed for racing.

Another novelty was the completion of Fiat Professional's Fiorino range with the Combi and free space versions. The Combi version offers a mixed passenger/cargo configuration, while the free space version with its functional and versatile features is intended for passenger transport.

The existing model range was expanded with the 2008 model versions of the Fiat Sedici, Ulysse, Idea and Grande Punto, with versions targeted specifically at younger customers. Lancia presented the Ypsilon and Phedra. Fiat launched the 4x2 version of its Sedici SUV.

## Maserati

For **Q2 2008**, Maserati reported €205 million in **revenues**, an increase of 15.8% over the same period in 2007. This improvement is primarily attributable to the excellent performance of the GranTurismo.

Deliveries to the network climbed to 2,261 units in Q2 2008, up 21.4% over Q2 2007.

For Q2 2008, **trading profit** was €12 million (5.9% of revenues), a marked improvement over the €1 million figure for Q2 2007 driven by strong sales performance and significant gains in cost efficiency, despite the considerable negative impact of a weak US dollar.

Maserati booked €398 million in **revenues** in **H1 2008**, up 15.7% over the same period for the prior year.

Deliveries to the sales network were up 21.4% (4,495 units), owing to the significant contribution of the GranTurismo, despite a 15% decline for the reference market overall. The order backlog stood at 2,462 units at the end of June, including 589 orders for the GranTurismo S, which was presented at the Geneva Motor Show in March 2008 and went on sale at the beginning of July.

Maserati reported **trading profit** of €22 million (5.5% of revenues) for H1 2008, a significant improvement over the break-even reported for H1 2007.

A year after its unveiling of the GranTurismo, Maserati presented the GranTurismo S at the Geneva Motor Show in March. Equipped with a 440 hp 4.7-litre V-8 engine, this car is a captivating interpretation of Maserati's sportiness.

On 23 June, the first photos of the new Maserati Quattroporte were released when the vehicle was presented at all Maserati dealers. Available in two different versions, the Quattroporte and the Quattroporte S, the new Maserati is currently being presented to the international press.

## Ferrari

Ferrari reported €513 million in **revenues** for **Q2 2008**, up 21.3% year-on-year, driven primarily by sales of the 430 Scuderia, the 612 Scaglietti, and the 599 GTB Fiorano. A total of 1,769 units were delivered to the sales network during the period (+7.1%), whereas sales to end customers totalled 1,861 units (+7%).

Ferrari closed the second quarter of 2008 with a **trading profit** of €105 million (20.5% of revenues), up 50% from €70 million (16.5% of revenues) for Q2 2007. It is the highest reported margin in Ferrari's history. This positive performance is primarily attributable to the increase in sales volumes and cost efficiency gains, including a significant decrease in the net cost of Formula 1 racing.

For **H1 2008**, Ferrari reported **revenues** of €969 million, up 20.5% year-on-year. A total of 3,423 vehicles (+5.4%) were delivered to dealers and sales to end customers totalled 3,506 units (+4.2%).

Ferrari's **trading profit** was €164 million (16.9% of revenues), up 62.4% from the €101 million figure (12.6% of revenues) reported for the first six months of 2007.

Ferrari launched its exclusive "One-to-One Personalisation Programme" for the 612 Scaglietti at the Geneva Motor Show, enabling customers to fully personalise this flagship model.

During the second quarter, Ferrari released the first photos of the California. The California will be presented officially at the Paris Motor Show this autumn. In keeping with Ferrari tradition, the new model - which will expand the marque's 8-cylinder line up - offers highly innovative features.

## Agricultural and Construction Equipment

1 <sup>st</sup> Half			2 <sup>nd</sup> Quarter	
2008	2007	(€ millions)	2008	2007
<b>6,577</b>	<b>5,960</b>	<b>Net revenues</b>	<b>3,614</b>	<b>3,269</b>
10.4		% change	10.6	
<b>597</b>	<b>537</b>	<b>Trading profit</b>	<b>399</b>	<b>348</b>
60		Change	51	
<b>9.1</b>	<b>9.0</b>	<b>Trading margin (%)</b>	<b>11.0</b>	<b>10.6</b>

CNH – Case New Holland **revenues** for Q2 2008 amounted to €3.6 billion, an increase of 10.6% over Q2 2007. In US dollar terms revenues rose 28.1%, mainly driven by strong growth in agricultural equipment sales worldwide and in construction equipment sales in Latin America and Rest of World markets, together with improved product mix and pricing.

Worldwide, the agricultural equipment industry experienced growth in retail unit volumes for tractors and combine harvesters of 7% and 31%, respectively, over Q2 2007. Demand for combine harvesters was stronger in every region, more than doubling in Latin America and increasing by nearly 50% in Western Europe. Demand for tractors grew strongly in Latin America and was more moderate in Western Europe and the Rest of World. In North America, sales decreased for under 40 hp models but were up for higher powered units.

CNH's brands were well placed to benefit from the agricultural equipment industry's strong growth. Worldwide tractor market share was up with significant gains in over 40 hp achieved in Latin America, Rest of World and North America. Overall combine market share was slightly down, driven wholly by capacity constraints. Nonetheless, the Sector achieved market share gains in Latin America and strong volume gains overall.

Retail unit sales for the construction equipment industry worldwide remained at near-record high levels. Latin America and Rest of World markets continued to grow, with declines in Western Europe and weak market conditions in North America. Industry sales of heavy construction equipment were up by 11%, with robust performance in Latin America and Rest of World, while light construction equipment industry retail sales declined by 11%, driven by drops in North America and Western Europe.

CNH continued to benefit from its global construction equipment presence in the quarter, with a stable worldwide market share. In the booming Latin American markets, unit sales of both heavy and light equipment grew with share gains in light equipment while heavy equipment was stable, constrained by production capacity. In growing Rest of World markets, unit sales increased in both light and heavy equipment; market share grew in light equipment, stable in heavy. In the soft North American market, share of heavy equipment was flat while light equipment was down. In Western Europe, share declined slightly.

CNH closed the second quarter of 2008 with a **trading profit** of €399 million (11% of revenues), an increase of €51 million over the €348 million level (10.6% of revenues) for Q2 2007 (up 32.9% in dollar terms). Agricultural Equipment's sales growth, mix improvements and pricing actions more than offset higher input costs (primarily steel) and the costs associated with industrial bottlenecks caused in large part by rapidly increasing volumes. Pricing and

operating actions implemented in previous quarters are addressing increasing material cost pressures and production capacity constraints.

CNH had **revenues** of €6.6 billion for **H1 2008**, up 10.4% over the same period in 2007. In U.S. dollar terms, revenues grew by 27.1%. Increased sales of higher-value high horsepower tractors and combines, better mix and pricing actions drove the improvement.

**Trading profit** was €597 million (9.1% of revenues) up €60 million over H1 2007 (€537 million and 9.0% trading margin). The increase was 28.2% in U.S. dollar terms. Agricultural Equipment's sales growth, improved mix, and pricing actions more than offset higher procurement, manufacturing and expediting costs driven by rapidly increasing volumes.

In the period, all CNH brands continued the launch of new, re-powered and up-graded products further widening their product offering.

New Holland Agriculture Equipment launched new compact tractors for the maintenance of green areas and specialty applications. In North America, it launched the 523-horsepower CR9080 Twin Rotor Combine® and the TV6070 Bidirectional™ tractor. In Europe, the brand launched three T4000F specialty tractors.

Case IH Agricultural Equipment launched extensions in Europe of its Farmall utility tractors and for its Puma over-100 hp tractors. It also launched a new 120-foot boom Patriot self-propelled sprayer, a higher-capacity line of seeding tools and precision planters. In North America new models introduced included the compact 65C 75C Farmall tractors and the 64hp 76hp compact tractors with Tier 3 engines. In Europe, the brand introduced the 65C and 75C Quantum models and in Australia the Magnum 335 tractor.

New Holland Construction Equipment launched B Series backhoe loaders and products upgraded with new functionality, including the E385B and E485B demolition series machines.

New Holland Construction Equipment launched a new B Series loader backhoe, and it also announced INDR, a key brand initiative for Integrated Noise & Dust Reduction Cooling System technology installed in its crawler excavators, to reduce fuel consumption and pollution. In North America, Kobelco introduced a new 80-90 ton crawler excavator, expanding the top end of its product line-up.

Case Construction Equipment launched re-powered models ranging from crawler excavators to wheel loaders and tractor loader backhoes.

Case IH Agricultural Equipment and Case Construction Equipment further expanded their industry-leading customer support programmes that work with dealers to help minimize customer downtime and maximize productivity.

## Trucks and Commercial Vehicles

1 <sup>st</sup> Half		2 <sup>nd</sup> Quarter	
2008	2007 (€ millions)	2008	2007
<b>6,015</b>	<b>5,348</b>	<b>3,084</b>	<b>2,861</b>
12.5	% change	<b>7.8</b>	
<b>470</b>	<b>374</b>	<b>248</b>	<b>224</b>
96	Change	<b>24</b>	
<b>7.8</b>	<b>7.0</b>	<b>8.0</b>	<b>7.8</b>

Iveco reported €3.1 billion in **revenues** in **Q2 2008**, up 7.8% on the back of higher sales volumes and improved prices.

Iveco delivered a total of 59,047 vehicles during the quarter, achieving growth of 4.3% over Q2 2007. For Western Europe, a total of 38,050 vehicles were delivered, representing a decline of 7.4% after the large gain posted in Q1 2008. Declines were experienced in almost all of Europe, with the exception of France (+10.4%). For the Sector's

main geographic markets outside of Western Europe, deliveries were up sharply in both Eastern Europe (+20.1%) and Latin America (+46.9%).

For the second quarter of 2008, the Western European market for commercial vehicles in the  $\geq 2.8$  ton category remained stable with respect to Q2 2007 levels (+0.2%). Demand in the medium and heavy vehicle segments was up (+3.1% and +3.8%, respectively), while the market for light vehicles declined over 2007 (-1.1%). Demand in Italy remained stable; there were increases in Germany (6.4%), France (+6.4%) and Great Britain (+9.8%); and a sharp decline was posted for Spain (-28.1%).

Iveco's market share in Western Europe stood at 10.0% - slightly below Q2 2007 (-0.5 percentage points) as a result of the decision to protect margins - but was slightly up versus Q1 2008 (+0.3 percentage points). Market share in the light vehicle segment decreased by 0.5 percentage points versus Q2 2007, attributable to growing demand in the "van" segment, being predominantly met by car-based models. The market share in the medium segment went down 1.3 percentage points, reflecting competition from low-priced Japanese products and the postponement of several deliveries to the second half of 2008. In the heavy vehicle segment, there was a slight decrease in market share of 0.5 percentage points.

Iveco had **trading profit** of €248 million (8% of revenues), up €24 million or 10.7% over the €224 million figure (7.8% of revenues) for Q2 2007, primarily benefiting from higher sales volumes and improved pricing.

Iveco posted **revenues** of €6 billion for **H1 2008**, up 12.5% over the same period for the prior year.

The Sector delivered 117,097 units, up 12.1% over H1 2007. Deliveries to Western Europe totalled 77,977 units, with a 1.6% increase in the light and heavy segments but a decline in the medium segment. Deliveries in Eastern Europe (+38.6%) and Latin America (+38.8%) experienced strong performance for the first half.

Iveco's total market share in Western Europe, where the market expanded slightly over H1 2007 levels (+1.6%), totalled 9.9%, down slightly (-0.5%) year-on-year reflecting decreases in the same segments as indicated for the second quarter.

Iveco reported €470 million in **trading profit** (7.8% of revenues), a €96 million improvement (+25.7%) over the €374 million figure (7% of revenues) for the first half of 2007, principally driven by higher sales volumes and improved pricing achieved through competitive repositioning of the products.

At the Samoter trade show in Verona in March, Iveco presented the Massif, which represents the Sector's debut in the light off-road segment. Designed by Giugiaro and offered in short and long wheel base versions with different configurations, the Massif is a "4x4" based on a traditional off-road sport design intended for professional use.

At Auto China 2008 in Beijing at the end of April, Iveco and its Chinese partner SAIC gave a preview of the 908, the locally manufactured top-of-the-range heavy vehicle, as well as the new 2008 version of the Power Daily, a light commercial vehicle.

In May, Iveco launched the new Eurocargo, the mid-sized model in its product range. With a fully redesigned cabin and upgraded transmission system and powered by the successful Tector range of engines, the Eurocargo is an even more competitive vehicle offering maximum productivity.

## Components and Production Systems

### Net revenues

1 <sup>st</sup> Half				2 <sup>nd</sup> Quarter		
2008	2007	% change	(€ millions)	2008	2007	% change
<b>4,093</b>	3,551	15.3	<b>FPT Powertrain Technologies</b>	<b>2,105</b>	1,843	14.2
<b>2,948</b>	2,502	17.8	<b>Components</b> (Magneti Marelli)	<b>1,616</b>	1,274	26.8
<b>462</b>	391	18.2	<b>Metallurgical Products</b> (Teksid)	<b>239</b>	179	33.5
<b>511</b>	536	-4.7	<b>Production Systems</b> (Comau)	<b>259</b>	307	-15.6
<b>(342)</b>	(272)	-	<b>Eliminations</b>	<b>(181)</b>	(139)	-
<b>7,672</b>	6,708	14.4	<b>Total</b>	<b>4,038</b>	3,464	16.6

### Trading profit

1 <sup>st</sup> Half				2 <sup>nd</sup> Quarter		
2008	2007	Change	(€ millions)	2008	2007	Change
<b>134</b>	121	13	<b>FPT Powertrain Technologies</b>	<b>87</b>	77	10
<b>117</b>	101	16	<b>Components</b> (Magneti Marelli)	<b>72</b>	56	16
<b>28</b>	32	-4	<b>Metallurgical Products</b> (Teksid)	<b>13</b>	12	1
<b>2</b>	(25)	27	<b>Production Systems</b> (Comau)	<b>1</b>	1	-
<b>281</b>	229	52	<b>Total</b>	<b>173</b>	146	27
<b>3.7</b>	3.4		<b>Trading margin (%)</b>	<b>4.3</b>	4.2	

### FPT Powertrain Technologies

FPT Powertrain Technologies reported €2.1 billion in **revenues** for **Q2 2008**, a 14.2% year-on-year increase. Sales to external customers and joint ventures accounted for 21% of the total (24% for Q2 2007).

Revenues for the Passenger & Commercial Vehicles (P&CV) product line totalled €1.1 billion (+10.6%), of which 83% was from sales to other Group Sectors. A total of 718,600 engines (+6.2%) and 590,600 transmissions (+8.7%) were sold during the quarter.

Industrial & Marine (I&M) reported €1 billion in revenues, up 19.9% on Q2 2007, driven by an increase in volumes to Iveco, CNH and Sevel (a JV for the production of light commercial vehicles). Engine sales totalled 158,000 units, up 17.4%, primarily to Iveco (44%), CNH (21%) and Sevel (26%). In addition, 35,200 transmissions (+8.1%) and 89,800 axles (+14.6%) were sold.

FPT reported **trading profit** of €87 million (4.1% of revenues) for the second quarter, an increase of 13% over the €77 million (4.2% of revenues) figure for the same period in 2007. This improvement was attributable to increased business volumes and efficiency gains in both purchasing and manufacturing.

**Revenues** for FPT Powertrain Technologies were €4.1 billion for **H1 2008** (€2.1 billion for the P&CV product line and €2 billion for the I&M product line), an increase of 15.3% over H1 2007. Sales to external customers and joint ventures represented 22% of total revenues (25% for the first six months of 2007). During the first half, Passenger & Commercial Vehicles sold 1,406,900 engines (+7.4%) and 1,165,700 transmissions (+11.7%). Industrial & Marine delivered a total of 317,500 engines (+22.3%).

FPT had **trading profit** of €134 million (3.3% of revenues), up 10.7% over the €121 million (3.4% of revenues) for H1 2007. The positive impact of increased volumes and efficiency gains was offset by costs associated with faulty production of 1.3 Multijet engines attributable to defective externally provided components.

During the period, FPT continued development of new gasoline-powered engines which are to be offered in the coming months (principally the 1.8-litre direct injection engine with double variable valve timing). The new 1.9-litre, 190

hp, Two-Stage Turbo was presented to the press at the debut of the Lancia Delta and will be on the market within the next few months. This innovative engine has two turbo compressors which significantly enhance performance. In July, the 135 hp Fire T-Jet which powers the 500 Abarth was also presented. Also new from Abarth was the "EsseEsse" kit for the Grande Punto which enhances output on the car's Fire T-Jet to 180 hp.

In the automotive area, the first application of the new 1.6 litre 105 hp and 120 hp engine, which complies with the new Euro 5 emission standards (effective in 2009) was offered beginning January (on the Fiat Bravo). In addition, the new 2.0 litre, 165 hp B-family diesel – which is already compliant with the upcoming Euro-5 emission standards – was offered for the first time on the Lancia Delta.

The new development in diesel engines, on the other hand, is the launch of production of the F1C 3-litre 146 and 176 hp engines to be mounted on Iveco's new off-road, the Massif. For CNH Off Road vehicles, production of the new NEF Tier 3 motors for application on dozers (4- & 6-cylinder Common Rail engines ranging from 60 to 74 kW) and the first Common Rail Tier 3 application for wheel loaders (a 101 kW, 4-cylinder engine) was launched.

Finally, the 6-gear M32 automatic transmission (AMT) already adapted for use on the Fiat Bravo in combination with the 1.4-litre T-jet and the 1.6-litre JTD will soon to be offered on the Lancia Delta with 1.6-litre JTD engine.

## Magneti Marelli

Magneti Marelli reported €1.6 billion in **revenues** for **Q2 2008** (+26.8% on Q2 2007), including €191 million in revenues from the new Plastic Components and Modules business line which, starting in Q2 2008, is being managed by the Sector.

Assuming a comparable scope of operations, the increase in revenues over Q2 2007 would have been 11.4%. These gains were attributable to volume increases for components used in the Fiat 500 and the favourable performance in the Brazilian and German markets.

For the Lighting business, increased sales to external customers in Germany and Fiat in Brazil and Turkey more than offset the negative trend in NAFTA markets attributable to the economic crisis in the automotive sector. Engine Control reported increased sales to both Fiat and external customers in Europe and Brazil, in addition to a positive performance in China. The Suspension Systems business experienced higher revenues based on increased sales to Fiat in Poland, Italy and Brazil. Revenue increases for Exhaust Systems and Shock Absorbers were primarily driven by sales to Fiat, in particular for production of the Fiat 500, in addition to significant growth in sales to external customers in Brazil. Exhaust Systems also achieved solid results in Spain. Increased sales of instrument panels to external customers and telematics to Fiat Group Automobiles drove revenue growth for the Electronic Systems business line.

Magneti Marelli reported **trading profit** of €72 million for the second quarter, including €1 million attributable to the Plastic Components and Modules business line. The 28.6% improvement over the €56 million figure reported for Q2 2007 is primarily attributable to increases in sales volumes and gains in production efficiencies, which offset increases in the cost of raw materials and the general economic crisis in the NAFTA region. The trading margin of 4.5% (4.4% in Q2 2007) would have been 5% assuming a comparable scope of operations.

Magneti Marelli reported €2.9 billion in **revenues** for **H1 2008**, up 17.8% over the same period in 2007. On a comparable scope of operations, revenues were up by 8.5% on the back of excellent performance in several markets - primarily Brazil, Poland and Germany - in relation to business with both Fiat and external customers.

Magneti Marelli reported a **trading profit** of €117 million (4% of revenues; 4.3% on a comparable scope of operations).

Constant attention to customer requirements has resulted in the creation of 75 new products encompassing all business lines. Among these are components for the Lancia Delta (the Reactive Suspension System, InstantNav navigation package, headlights, instrument panels, robotized transmission and exhaust system), the Alfa MiTo (multifunction portable navigator, rear lights and exhaust system), the Abarth 500 (portable navigator with telemetry

package and exhaust system) and the Maserati GranTurismo (robotised transmission, infotainment system, headlights, rear lights and instrument panel). The following products were also launched: headlamps and rearlamps for Audi, the CAD 241 Euro 5 manifold for the 1.9 JTD engine, the new Power-Shock shock absorbers and exhaust systems for the 1.6 MDE (Medium Diesel Engine).

## Teksid

Teksid reported **revenues** of €239 million for **Q2 2008**, up 33.5% year-on-year, partly attributable to the contribution from the Aluminium business unit, which was consolidated in September 2007. On a comparable scope of operations, the increase in revenues would be 11.2%. This increase was due in part to the improvement in volumes for the Cast Iron business (+3%) - driven by higher sales in the NAFTA region following a turnaround in the commercial vehicles market - as well as higher sales in Brazil. The European market, on the other hand, experienced a contraction. The remaining increase was attributable to price increases implemented to offset higher raw material costs.

Teksid reported **trading profit** of €13 million (€12 million in Q2 2007), which includes the €7 million loss reported by Teksid Aluminum. Excluding this impact, trading profit rose €8 million.

Teksid reported €462 million in **revenues** in **H1 2008**, up 18.2% over the first six months of the prior year. Excluding the effects of disposal of the Magnesium business unit in early March 2007 and consolidation of the Aluminium business unit, the increase would amount to 10.2%.

Teksid closed the first six months of 2008 with a **trading profit** of €28 million, which includes the €13 million loss of the Aluminum Business Unit, compared to a €32 million profit for H1 2007. On a comparable scope of operations, the improvement was €11 million.

## Comau

Comau reported €259 million in **revenues** for **Q2 2008**, down 15.6% over the second quarter in 2007. This decrease is attributable to the Body Welding business in North America and the Service operations in Europe, both of which started the year with a low order backlog. Currency movements also had a negative impact.

Order intake was €316 million for the period, up 8.6% over the second quarter of 2007.

Comau reported a **trading profit** of €1 million in Q2 2008, in line with the same period in 2007.

Comau posted **revenues** of €511 million for **H1 2008**, a 4.7% decrease year-on-year. The negative factors already mentioned for the quarter were partly offset by an increase for the Body Welding business in Europe and Service business in Latin America.

Order intake for the period totalled €692 million, substantially unchanged over H1 2007. The order backlog totalled €699 million at the end of H1 2008, up 20.1% over year-end 2007.

Comau reported a **trading profit** of €2 million for H1 2008, compared to a €25 million loss for H1 2007. This improvement was primarily due to the Body Welding business in Europe and South Africa and the effects of the restructuring and reorganization process initiated in the second half of 2006.

## Other Businesses

### Net revenues

1 <sup>st</sup> Half				2 <sup>nd</sup> Quarter		
2008	2007	% change	(€ millions)	2008	2007	% change
176	205	-14.1	<b>Publishing and Communications (Itedi)</b>	92	105	-12.4
526	480	9.6	<b>Holding and Other Companies</b>	284	247	15.0
702	685	2.5	<b>Total</b>	376	352	6.8

### Trading profit

1 <sup>st</sup> Half				2 <sup>nd</sup> Quarter		
2008	2007	Change	(€ millions)	2008	2007	Change
3	6	-3	<b>Publishing and Communications (Itedi)</b>	3	6	-3
(76)	(91)	15	<b>Holding, Other Companies and Eliminations</b>	(52)	(42)	-10
(73)	(85)	12	<b>Total</b>	(49)	(36)	-13

### Itedi

Itedi's **second-quarter revenues** of €92 million represented a 12.4% decline over Q2 2007. The decrease is due to lower advertising revenues for Publikompass, reflecting a general weakness in the market and a decline in the customer portfolio.

Itedi reported **trading profit** of €3 million, compared to the €6 million for Q2 2007. The deterioration was caused by a slowdown in advertising intake, only partly mitigated by the cost containment measures implemented.

Itedi had **revenues** of €176 million in **H1 2008**, down 14.1% over the same period for the prior year. Itedi's **trading profit** for the period was €3 million, down from €6 million for H1 2007

### Holding and Other Companies

In **Q2 2008**, the trading loss for the **remaining businesses**, including **Holding companies** and the impact of eliminations and consolidation adjustments, increased by €10 million.

In **H1 2008**, trading losses decreased by €15 million primarily due to the reduction of stock option related costs.

## Consolidated Statement of Cash Flows

The consolidated statement of cash flows forms part of the Consolidated Financial Statements. A summary and related comments are provided below.

(€ millions)	1 <sup>st</sup> Half 2008	1 <sup>st</sup> Half 2007
<b>A) Cash and cash equivalents at beginning of period (reported)</b>	<b>6,639</b>	<b>7,736</b>
Cash and cash equivalents included under Assets held for sale	2	5
<b>B) Cash and cash equivalents at beginning of period (adjusted)</b>	<b>6,641</b>	<b>7,741</b>
<b>C) Net cash from/(used in) operating activities</b>	<b>1,799</b>	<b>2,289</b>
<b>D) Net cash from/(used in) investing activities</b>	<b>(3,356)</b>	<b>(2,145)</b>
<b>E) Net cash from/(used in) financing activities</b>	<b>(670)</b>	<b>(728)</b>
Currency translation differences	(6)	56
<b>F) Net change in cash and cash equivalents</b>	<b>(2,233)</b>	<b>(528)</b>
<b>G) Cash and cash equivalents at end of period</b>	<b>4,408</b>	<b>7,213</b>
of which: Cash and cash equivalents included under Assets held for sale	-	36
<b>H) Cash and cash equivalents at end of period (reported)</b>	<b>4,408</b>	<b>7,177</b>

In the first half of 2008, **operating activities** generated €1,799 million in cash. Income related cash inflows of €2,494 million (calculated as net profit plus amortisation and depreciation, dividends, changes in provisions and items related to sales with buy-back commitments, net of gains/losses on disposals and other non-cash items) more than offset the €695 million increase in working capital (calculated on a comparable scope of operations and at constant exchange rates).

Cash used in **investing activities** totalled €3,356 million. Excluding the €50 million decrease in other current securities, cash used in investing activities totalled €3,406 million.

Expenditures in tangible assets (including investments in vehicles for long-term rental of €127 million) and intangible assets (including capitalised development costs of €482 million) totalled €1,769 million.

Cash used in investing in subsidiaries and associates (€112 million) principally relate to the purchase of an engine production facility in Brazil and the recapitalisation of certain subsidiaries and associates.

For the first six months of 2008, proceeds from the sale of non-current assets totalled €110 million and mainly related to the sale of tangible and intangible assets, including vehicles for long-term rental activities.

The increase in receivables from financing activities (€1,641 million) is principally attributable to net new financing provided by the financial services companies to the sales network and end customers.

**Financing activities** absorbed a total of €670 million in cash, principally for share buy-backs of €238 million (net of sales resulting from the exercise of stock options) and dividend payments of €544 million to shareholders of Fiat S.p.A. and minority shareholders of various subsidiaries, offset only in part by new medium- to long-term bank loans.

## Consolidated Balance Sheet at 30 June 2008

At 30 June 2008, **total assets** amounted to €61,915 million, growing €1,779 million from €60,136 million at 31 December 2007.

In the first six months of 2008, **non-current assets** increased €766 million mainly in relation to property, plant and equipment (+€557 million) and deferred tax assets (+€163 million).

The €557 million increase in property, plant and equipment is largely attributable to the positive difference in investments, amortization, depreciation and disposals (principally of vehicles sold by Iveco under buy-back commitments), in addition to changes in the scope of operations (accounting for approximately €340 million) principally consisting of the line-by-line consolidation of Tritec Motors (the engine manufacturer acquired during the first quarter of 2008) and the Ergom group (producer of plastic components acquired at the end of 2007 and consolidated at the beginning of 2008). There was also a positive currency translation impact of approximately €80 million, primarily due to revaluation of the Brazilian Real, partially offset by a decline in value of the U.S. dollar.

At 30 June 2008, receivables from financing activities totalled €13,346 million, rising €1,078 million over 31 December 2007. Net of currency translation differences and impairment losses, the increase amounted to €1,641 million and was principally correlated to: growth in sales volumes and seasonality for the CNH-Case New Holland sector, strong sales volumes for FGA in Brazil, in addition to growth in sales financing activities for Iveco in Eastern Europe.

**Working capital**, net of items connected with vehicles sold under buy-back commitments, was a negative €2,287 million, a €341 million increase over the beginning of the financial year, when working capital was a negative €2,628 million.

(€ millions)		At 30.06.2008	At 31.12.2007	Change
Inventories	(1)	10,361	8,958	1,403
Trade receivables		5,019	4,384	635
Trade payables		(16,111)	(14,725)	(1,386)
Other receivables/(payables), accruals and deferrals	(2)	(1,556)	(1,245)	(311)
<b>Working capital</b>		<b>(2,287)</b>	<b>(2,628)</b>	<b>341</b>

(1) Inventories are shown net of the value of vehicles sold by Fiat Group Automobiles under buy-back commitments.

(2) Other payables included in the balance of Other receivables/(payables), accruals and deferrals exclude the buy-back price payable to customers upon expiration of lease contracts and amounts advanced by customers for vehicles sold with buy-back commitments, which is equal to the difference, at the date of signing the contract, between the initial sale price and the buy-back price. Recognition of such amounts is apportioned over the entire term of the contract.

At 30 June 2008, trade receivables, other receivables and receivables from financing activities falling due after that date and sold without recourse – and, therefore, eliminated from the balance sheet pursuant to the derecognition requirements of IAS 39 - totalled €6,888 million (€7,044 million at 31 December 2007). This amount includes financial receivables, mostly from the sales network, €3,659 million (€3,817 million at 31 December 2007) of which were sold to jointly-controlled financial services companies (FAFS) and €1,002 million (€869 million at 31 December 2007) of which were sold to associate financial services companies (Iveco Finance Holdings Limited, controlled by Barclays).

For the first half of 2008, all principal components of working capital increased as a result of higher business volumes.

In particular, the increase in **net inventories** (€1,403 million) was related to higher sales volumes for CNH-Case New Holland, Iveco (which included the launch of the new Eurocargo in May) and Fiat Group Automobiles (which built inventories in anticipation of the launches of the new Lancia Delta and Alfa Romeo MiTo).

Higher **net inventories** (€1,403 million) and **trade receivables** (€635 million) were partially offset by the rise in the net liability from Other receivables/(payables), accruals and deferrals (€311 million) and higher **trade payables** (€1,386 million).

At 30 June 2008, consolidated **net debt** (including debt reclassified under Assets/Liabilities held for sale) totalled €12,546 million, an increase of €2,123 million over the €10,423 million figure at 31 December 2007, partially attributable to portfolio growth for Financial Services companies (discussed previously), dividend distributions of €544 million and share buy-backs of €238 million.

(€ millions)		At 30.06.2008	At 31.12.2007
Financial payables:		<b>(17,637)</b>	(17,951)
- Asset-backed financing		<b>(5,698)</b>	(6,820)
- Other		<b>(11,939)</b>	(11,131)
Current financial receivables from jointly-controlled financial services entities	(a)	<b>62</b>	81
<b>Financial payables net of intersegment balances and current financial receivables from jointly controlled financial services entities</b>		<b>(17,575)</b>	(17,870)
Other financial assets	(b)	<b>633</b>	703
Other financial liabilities	(b)	<b>(270)</b>	(188)
Other current securities		<b>258</b>	291
Cash and cash equivalents		<b>4,408</b>	6,639
Cash and cash equivalents included under Assets held for sale		-	2
<b>Net (debt)/Cash</b>		<b>(12,546)</b>	(10,423)
- Industrial Activities		<b>(510)</b>	355
- Financial Services		<b>(12,036)</b>	(10,778)

(a) Includes current financial receivables from the joint-venture Fiat Group Automobiles Financial Services (FAFS).

(b) Includes assets and liabilities related to recognition of derivative financial instruments at fair value.

During the first half, **financial payables net of intersegment balances** decreased €314 million. Before currency translation differences, which reduced this figure by approximately €411 million, the approximate €97 million increase was attributable to higher bank loans and other debt, which were only partially offset by lower levels of asset-backed financing (approximately €770 million, after currency translation differences).

**Liquidity** (cash, cash equivalents and current securities - including amounts reclassified under Assets held for sale) totalled €4,666 million at 30 June 2008, a €2,266 million decrease over the €6,932 million figure at 31 December 2007.

At 30 June 2008, cash and cash equivalents included €413 million (€530 million at 31 December 2007) specifically allocated to debt servicing for securitisation vehicles, which are mainly recognised under Asset-backed financing.

## Headcount

At 30 June 2008, the Group had 200,701 employees, 10,493 more than the 190,208 figure at 31 March 2008 and 15,474 more than the 185,227 figure at 31 December 2007.

In both cases, the increase was partially attributable to changes in the scope of operations (approximately +6,500 units over year-end 2007), and principally relates to the consolidation of the Plastic Components and Modules activities by Magneti Marelli. The remainder of the increase is attributable to new hires, principally blue-collar workers in Latin America and Poland mainly in connection with increased production volumes.

## Industrial Activities and Financial Services

Following is a breakdown of the consolidated income statement, balance sheet and statement of cash flows between the Group's Industrial Activities and Financial Services.

Financial Services includes the retail financing, leasing and rental companies of CNH-Case New Holland, Iveco, Fiat Group Automobiles and Ferrari, in addition to FAFS (the joint venture between Fiat Group Automobiles and Crédit Agricole) and Iveco Finance Holdings Limited (the joint venture between Iveco and Barclays) which are accounted for under the equity method.

## Basis of analysis

The separation between Industrial Activities and Financial Services represents a sub-consolidation prepared on the basis of the normal business activities carried out by each Group company.

Investments held by companies belonging to one activity segment in companies included in another segment are accounted for using the equity method.

To avoid a misleading presentation of net profit, investments accounted for in this manner are classified in the income statement under profit/(loss) on intersegment investments.

Holding companies (Fiat S.p.A., Fiat Partecipazioni S.p.A., FGI – Fiat Group International SA, Fiat Netherlands Holding N.V.) are classified under Industrial Activities.

The sub-consolidated financial statements of Industrial Activities also include companies that perform centralised treasury activities (i.e., securing funding in the market and financing Group companies). These activities do not, however, include provision of financing to third parties.

## Operating Performance by Activity Segment

Second Quarter	2 <sup>nd</sup> Quarter 2008			2 <sup>nd</sup> Quarter 2007		
	Consolidated	Industrial Activities	Financial Services	Consolidated	Industrial Activities	Financial Services
(€ millions)						
Net revenues	16,967	16,705	355	15,179	14,964	347
Cost of sales	13,964	13,822	235	12,581	12,491	222
Selling, general and administrative	1,407	1,363	44	1,276	1,234	42
Research and development	416	416	-	381	381	-
Other income/(expense)	(49)	(53)	4	5	3	2
<b>Trading profit</b>	<b>1,131</b>	<b>1,051</b>	<b>80</b>	<b>946</b>	<b>861</b>	<b>85</b>
Gains/(losses) on disposal of investments	-	-	-	8	8	-
Restructuring costs	1	1	-	7	7	-
Other unusual income/(expense)	1	1	-	(1)	(1)	-
<b>Operating profit</b>	<b>1,131</b>	<b>1,051</b>	<b>80</b>	<b>946</b>	<b>861</b>	<b>85</b>
Financial income/(expense)	(231)	(231)	-	(111)	(111)	-
Result from investments (*)	55	35	20	40	19	21
<b>Profit before taxes</b>	<b>955</b>	<b>855</b>	<b>100</b>	<b>875</b>	<b>769</b>	<b>106</b>
Income taxes	309	295	14	248	218	30
<b>Net profit for the period</b>	<b>646</b>	<b>560</b>	<b>86</b>	<b>627</b>	<b>551</b>	<b>76</b>
Profit/(loss) on intersegment investments	-	86	2	-	76	-
<b>Net profit for the period</b>	<b>646</b>	<b>646</b>	<b>88</b>	<b>627</b>	<b>627</b>	<b>76</b>

First Half	1 <sup>st</sup> Half 2008			1 <sup>st</sup> Half 2007		
	Consolidated	Industrial Activities	Financial Services	Consolidated	Industrial Activities	Financial Services
(€ millions)						
Net revenues	31,992	31,505	702	28,855	28,395	675
Cost of sales	26,581	26,332	464	24,060	23,843	432
Selling, general and administrative	2,707	2,617	90	2,531	2,449	82
Research and development	799	799	-	755	755	-
Other income/(expense)	(8)	(17)	9	32	32	-
<b>Trading profit</b>	<b>1,897</b>	<b>1,740</b>	<b>157</b>	<b>1,541</b>	<b>1,380</b>	<b>161</b>
Gains/(losses) on disposal of investments	2	2	-	52	52	-
Restructuring costs	(3)	(3)	-	22	22	-
Other unusual income/(expense)	12	12	-	(30)	(30)	-
<b>Operating profit</b>	<b>1,914</b>	<b>1,757</b>	<b>157</b>	<b>1,541</b>	<b>1,380</b>	<b>161</b>
Financial income/(expense)	(441)	(441)	-	(168)	(168)	-
Result from investments (*)	118	79	39	76	39	37
<b>Profit before taxes</b>	<b>1,591</b>	<b>1,395</b>	<b>196</b>	<b>1,449</b>	<b>1,251</b>	<b>198</b>
Income taxes	518	478	40	446	390	56
<b>Net profit for the period</b>	<b>1,073</b>	<b>917</b>	<b>156</b>	<b>1,003</b>	<b>861</b>	<b>142</b>
Profit/(loss) on intersegment investments	-	156	5	-	142	-
<b>Net profit for the period</b>	<b>1,073</b>	<b>1,073</b>	<b>161</b>	<b>1,003</b>	<b>1,003</b>	<b>142</b>

(\*) This item includes income from investments as well as writedowns and upward adjustments on non-intersegment investments accounted for using the equity method.

## Industrial Activities

In the second quarter of 2008, **net revenues** for Industrial Activities totalled €16,705 million, an increase of 11.6% over the corresponding period in 2007. All industrial businesses contributed to the increase.

For the first half of 2008, net revenues for Industrial Activities increased 11%, up from €28,395 million in 2007 to €31,505 million in 2008.

In the second quarter of 2008, Industrial Activities reported **trading profit** of €1,051 million, a €190 million improvement over the €861 million figure for the second quarter of 2007. This improvement was due in large part to the Automobile business (+37.9%) and CNH-Case New Holland, whose trading profit was up 20.1% (+39.1% in U.S. dollar terms). There were also increases for Iveco (+10.9%) and the components businesses (+18.5%).

For the first half of 2008, trading profit for the Industrial Activities was €360 million higher (+26.1%), up from €1,380 million for the first half of 2007 to €1,740 million in 2008.

For the second quarter of 2008, the Industrial Activities reported **operating profit** of €1,051 million compared with €861 million for the same period in 2007. The €190 million increase reflected the improvement in trading profit.

Operating profit for the first half of 2008 was €1,757 million, increasing €377 million over the €1,380 million figure for 2007.

## Financial Services

For the second quarter of 2008, **net revenues** for Financial Services totalled €355 million, a slight increase (+2.3%) over the same period in 2007. Revenues were higher for Iveco (+13.8%) and Fiat Group Automobiles, while they remained flat for CNH-Case New Holland.

1 <sup>st</sup> Half				2 <sup>nd</sup> Quarter		
2008	2007	% change	(€ millions)	2008	2007	% change
64	66	-3.0	<b>Fiat Group Automobiles</b>	34	33	3.0
5	2	n.s.	<b>Ferrari</b>	3	1	n.s.
570	551	3.4	<b>Agricultural and Construction Equipment (CNH)</b>	286	284	0.7
64	56	14.3	<b>Trucks and Commercial Vehicles (Iveco)</b>	33	29	13.8
(1)	-	n.s.	<b>Holding and Other Companies, and Eliminations</b>	(1)	-	n.s.
<b>702</b>	<b>675</b>	<b>4.0</b>	<b>Total</b>	<b>355</b>	<b>347</b>	<b>2.3</b>

In the second quarter of 2008, Financial Services for Fiat Group Automobiles had revenues of €34 million, compared with the €33 million figure for the second quarter of 2007.

Financial Services for the Agricultural and Construction Equipment Sector reported net revenues that were virtually in line with the second quarter of 2007. Growth in the managed portfolio was offset by the impact of currency translations (in U.S. dollars terms the growth was 16.7%) and a reduction in interest rates in the United States.

Iveco Financial Services had net revenues of €33 million, up 13.8% over the €29 million figure for the same period in 2007. The increase reflected positive performance in Eastern Europe, which was only partially impacted by a reduction in rental activities.

In the first half of 2008, net revenues were up 4%, from €675 million in 2007 to €702 million in 2008.

In the second quarter of 2008, **trading profit** totalled €80 million, down €5 million over the second quarter of 2007.

1 <sup>st</sup> Half				2 <sup>nd</sup> Quarter		
2008	2007	Change	(€ millions)	2008	2007	Change
<b>21</b>	21	-	<b>Fiat Group Automobiles</b>	<b>11</b>	12	-1
-	(2)	2	<b>Ferrari</b>	-	(1)	1
<b>129</b>	136	-7	<b>Agricultural and Construction Equipment (CNH)</b>	<b>65</b>	70	-5
<b>7</b>	6	1	<b>Trucks and Commercial Vehicles (Iveco)</b>	<b>4</b>	4	-
<b>157</b>	161	-4	<b>Total</b>	<b>80</b>	85	-5

The Financial Services activities of Fiat Group Automobiles and Iveco reported trading profit of €11 million and €4 million, respectively, in line with the second quarter of 2007.

Trading profit for the Financial Services activities of CNH-Case New Holland was down €5 million from the €70 million figure for the second quarter of 2007 to €65 million. In U.S. dollar terms, trading profit was 8.5% higher driven by increased business volumes.

For the first six months of 2008, trading profit for the Financial Services companies declined €4 million. The decrease was principally attributable to lower results for CNH-Case New Holland (-€7 million or 5.1% lower) attributable to negative currency translation effects. In U.S. dollar terms, trading profit for the Sector was 8.8% higher.

## Balance Sheet by Activity Segment

(€ millions)	At 30.06.2008			At 31.12.2007		
	Consolidated	Industrial Activities	Financial Services	Consolidated	Industrial Activities	Financial Services
Intangible assets	6,490	6,392	98	6,523	6,420	103
Property, plant and equipment	11,803	11,796	7	11,246	11,239	7
Investment property	6	6	-	10	10	-
Investments and other financial assets	2,280	3,820	1,033	2,214	4,339	918
Leased assets	411	9	402	396	8	388
Defined benefit plan assets	33	31	2	31	29	2
Deferred tax assets	2,055	1,887	168	1,892	1,708	184
<b>Total Non-current Assets</b>	<b>23,078</b>	<b>23,941</b>	<b>1,710</b>	<b>22,312</b>	<b>23,753</b>	<b>1,602</b>
Inventories	11,629	11,540	89	9,990	9,929	61
Trade receivables	5,019	4,972	265	4,384	4,444	324
Receivables from financing activities	13,346	7,185	13,356	12,268	4,606	12,211
Other receivables:	3,169	2,999	202	3,203	3,052	177
- Current taxes receivable	1,056	1,039	21	1,153	1,141	14
- Other	2,113	1,960	181	2,050	1,911	163
Accrued income and prepaid expenses	314	293	21	241	224	17
Current financial assets	913	755	158	1,016	845	171
- Current investments	22	22	-	22	22	-
- Other current securities	258	124	134	291	136	155
- Other financial assets	633	609	24	703	687	16
Cash and cash equivalents	4,408	3,548	860	6,639	5,546	1,093
<b>Total Current Assets</b>	<b>38,798</b>	<b>31,292</b>	<b>14,951</b>	<b>37,741</b>	<b>28,646</b>	<b>14,054</b>
Assets held for sale	39	35	4	83	83	-
<b>TOTAL ASSETS</b>	<b>61,915</b>	<b>55,268</b>	<b>16,665</b>	<b>60,136</b>	<b>52,482</b>	<b>15,656</b>
<b>Total Assets adjusted for asset-backed financing transactions</b>	<b>56,217</b>	<b>54,562</b>	<b>11,639</b>	<b>53,316</b>	<b>51,799</b>	<b>9,507</b>
Shareholders' Equity	11,539	11,539	2,574	11,279	11,279	2,486
Provisions:	8,316	8,118	198	8,562	8,369	193
- Employee benefits	3,445	3,432	13	3,597	3,581	16
- Other provisions	4,871	4,686	185	4,965	4,788	177
Financial payables	17,637	11,469	13,363	17,951	10,706	12,351
- Asset-backed financing	5,698	706	5,026	6,820	683	6,149
- Other	11,939	10,763	8,337	11,131	10,023	6,202
Other financial liabilities	270	236	34	188	153	35
Trade payables	16,111	16,035	295	14,725	14,751	361
Other payables:	6,730	6,639	121	6,120	5,990	153
- Current taxes payable	716	689	31	631	571	62
- Other	6,014	5,950	90	5,489	5,419	91
Deferred tax liabilities	236	233	3	193	193	-
Accrued expenses and deferred income	1,076	999	77	1,083	1,006	77
Liabilities held for sale	-	-	-	35	35	-
<b>TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES</b>	<b>61,915</b>	<b>55,268</b>	<b>16,665</b>	<b>60,136</b>	<b>52,482</b>	<b>15,656</b>
<b>Total Liabilities adjusted for asset-backed financing transactions</b>	<b>56,217</b>	<b>54,562</b>	<b>11,639</b>	<b>53,316</b>	<b>51,799</b>	<b>9,507</b>

## Net Debt by Activity Segment

(€ millions)	At 30.06.2008			At 31.12.2007		
	Consolidated	Industrial Activities	Financial Services	Consolidated	Industrial Activities	Financial Services
Financial payables:	(17,637)	(11,469)	(13,363)	(17,951)	(10,706)	(12,351)
- Asset-backed financing	(5,698)	(706)	(5,026)	(6,820)	(683)	(6,149)
- Other	(11,939)	(10,763)	(8,337)	(11,131)	(10,023)	(6,202)
Current financial receivables from jointly controlled financial services entities	(a) 62	62	-	81	81	-
Intersegment financial receivables	-	6,852	343	-	4,762	344
<b>Financial payables net of intersegment balances and current financial receivables from jointly controlled financial services entities</b>	<b>(17,575)</b>	<b>(4,555)</b>	<b>(13,020)</b>	<b>(17,870)</b>	<b>(5,863)</b>	<b>(12,007)</b>
Other financial assets	(b) 633	609	24	703	687	16
Other financial liabilities	(b) (270)	(236)	(34)	(188)	(153)	(35)
Other current securities	258	124	134	291	136	155
Cash and cash equivalents	4,408	3,548	860	6,639	5,546	1,093
Cash and cash equivalents included under Assets held for sale	-	-	-	2	2	-
<b>Net (debt)/Cash</b>	<b>(12,546)</b>	<b>(510)</b>	<b>(12,036)</b>	<b>(10,423)</b>	<b>355</b>	<b>(10,778)</b>

(a) This item includes current financial receivables of Fiat Group companies from the FAFS Group.

(b) Includes assets and liabilities related to recognition of derivative financial instruments at fair value.

Financial payables for Industrial Activities consists partially of funding raised by the central treasury and transferred to financial services companies in support of their activity (shown under the item Intersegment financial receivables).

Intersegment financial receivables for Financial Services, however, represents loans or advances to industrial companies, resulting from the sale of receivables by industrial companies to financial services companies – where such transactions do not meet the requirements of IAS 39 for recognition of those sales – as well as any temporary cash deposits with the central treasury.

At 30 June 2008, Cash and cash equivalents included €413 million (€530 million at 31 December 2007), relating mainly to financial services companies, allocated to debt servicing for securitisation vehicles included under Asset-backed financing.

At 30 June 2008, **net debt** for the **financial services companies** showed an increase of €1,258 million over 31 December 2007 (€1,662 million excluding currency translation effects), principally from €1,616 million growth in the portfolio and €127 million in capital expenditures for the period (mainly in vehicles leased out under operating leases), offset only in part by positive operating performance (€57 million).

## Change in Net Industrial Debt

(€ millions)	1 <sup>st</sup> Half 2008	1 <sup>st</sup> Half 2007
<b>Net industrial debt at beginning of period</b>	<b>355</b>	<b>(1,773)</b>
- Net profit for the period	<b>1,073</b>	1,003
- Amortisation and depreciation (net of vehicles sold under buy-back commitments)	<b>1,392</b>	1,311
- Net change in provisions for risks and charges and similar	<b>(154)</b>	(413)
<b>Cash from/(used in) operating activities during the period before change in working capital</b>	<b>2,311</b>	1,901
- Change in working capital	<b>(534)</b>	355
<b>Net cash from/(used in) operating activities</b>	<b>1,777</b>	2,256
- Investments in tangible and intangible assets (net of vehicles sold under buy-back commitments)	<b>(1,642)</b>	(1,287)
<b>Cash from/(used in) operating activities, net of capital expenditures</b>	<b>135</b>	969
- Change in the scope of consolidation and similar	<b>(277)</b>	404
<b>Cash from/(used in) Industrial Activities before capital contributions and dividends paid</b>	<b>(142)</b>	1,373
- Capital increases, (purchase)/disposal of treasury shares and dividends	<b>(777)</b>	(522)
- Currency translation differences	<b>54</b>	49
<b>Change in net industrial debt</b>	<b>(865)</b>	900
<b>Net industrial debt at end of period</b>	<b>(510)</b>	<b>(873)</b>

In the first six months of 2008, **net industrial debt** rose €865 million. Cash generated from operating activities, before changes in working capital, totalled €2,311 million, reflecting the increase in operating profitability.

Working capital was €534 million higher, driven by seasonal factors and increased business volumes.

Expenditures for tangible and intangible assets necessary to support various development initiatives were higher at €1,642 million.

Dividend payments and share repurchases (net of shares sold following the exercise of stock options) resulted in cash outflows of €544 million and €238 million, respectively.

## Statement of Cash Flows by Activity Segment

(€ millions)	1 <sup>st</sup> Half 2008			1 <sup>st</sup> Half 2007		
	Consolidated	Industrial Activities	Financial Services	Consolidated	Industrial Activities	Financial Services
<b>A) Cash and cash equivalents at beginning of period (reported)</b>	<b>6,639</b>	<b>5,546</b>	<b>1,093</b>	<b>7,736</b>	<b>6,706</b>	<b>1,030</b>
Cash and cash equivalents included under Assets held for sale	2	2	-	5	5	-
<b>B) Cash and cash equivalents at beginning of period (adjusted)</b>	<b>6,641</b>	<b>5,548</b>	<b>1,093</b>	<b>7,741</b>	<b>6,711</b>	<b>1,030</b>
<b>C) Net cash from/(used in) operating activities:</b>						
Net profit for the period	1,073	1,073	161	1,003	1,003	142
Amortisation and depreciation (net of vehicles sold under buy-back commitments)	1,435	1,392	43	1,343	1,311	32
(Gains)/losses on disposal and other non-cash items	70	(87)	(4)	(328)	(462)	(8)
Dividends received	63	89	9	67	171	11
Change in provisions	(63)	(65)	2	(212)	(190)	(22)
Change in deferred income taxes	(110)	(121)	11	(2)	(8)	6
Changes due to buy-back commitments (a)	26	30	(4)	82	76	6
Change in working capital	(695)	(534)	(161)	336	355	(19)
<b>Total</b>	<b>1,799</b>	<b>1,777</b>	<b>57</b>	<b>2,289</b>	<b>2,256</b>	<b>148</b>
<b>D) Net cash from/(used in) investing activities:</b>						
Investments in:						
Tangible and intangible assets						
- (net of vehicles sold under buy-back commitments)	(1,769)	(1,642)	(127)	(1,428)	(1,287)	(141)
- Investments	(112)	(117)	-	(74)	(34)	-
Proceeds from the sale of non-current assets	110	63	47	278	246	32
Net change in receivables from financing activities	(1,641)	(25)	(1,616)	(881)	159	(1,040)
Change in other current securities	50	24	26	38	3	35
Other changes	6	(2,214)	2,207	(78)	(1,891)	1,807
<b>Total</b>	<b>(3,356)</b>	<b>(3,911)</b>	<b>537</b>	<b>(2,145)</b>	<b>(2,804)</b>	<b>693</b>
<b>E) Net cash from/(used in) financing activities:</b>						
Net change in financial payables and other financial assets/liabilities	107	879	(772)	(206)	423	(629)
Increase in share capital	5	5	5	-	-	(40)
(Purchase)/Disposal of treasury shares	(238)	(238)	-	(214)	(214)	-
Dividends paid	(544)	(544)	(35)	(308)	(308)	(115)
<b>Total</b>	<b>(670)</b>	<b>102</b>	<b>(802)</b>	<b>(728)</b>	<b>(99)</b>	<b>(784)</b>
Currency translation differences	(6)	32	(25)	56	40	22
<b>F) Net change in cash and cash equivalents</b>	<b>(2,233)</b>	<b>(2,000)</b>	<b>(233)</b>	<b>(528)</b>	<b>(607)</b>	<b>79</b>
<b>G) Cash and cash equivalents at end of period</b>	<b>4,408</b>	<b>3,548</b>	<b>860</b>	<b>7,213</b>	<b>6,104</b>	<b>1,109</b>
of which: Cash and cash equivalents included under Assets held for sale	-	-	-	36	36	-
<b>H) Cash and cash equivalents at end of period (reported)</b>	<b>4,408</b>	<b>3,548</b>	<b>860</b>	<b>7,177</b>	<b>6,068</b>	<b>1,109</b>

(a) Cash from vehicles sold under buy-back commitments for the periods shown, net of amounts already recognised through the income statement, is included in a single line item under Operating Activities which also includes the change in working capital, capital expenditures, amortisation, depreciation, gains/(losses) and proceeds from disposal, at the end of the contract term, for those assets which are recognised under "Property, plant and equipment".

## Industrial Activities

For the first six months of 2008, Industrial Activities absorbed cash and cash equivalents totalling €2.0 billion. In particular:

- **Operating activities** generated a net cash inflow of €1,777 million. Cash generated by income related cash inflows (net profit plus amortisation and depreciation), net of gains/(losses) on disposal and other non-cash items, changes in provisions, deferred taxes, items relating to the sale of vehicles under buy-back commitments for €2,222 million, in addition to dividends received of €89 million, was partially offset by the increase in working capital which, on a comparable scope of operations and at constant exchange rates, amounted to €534 million.
- **Investing activities** absorbed a total of €3,911 million in cash, essentially for investments (€1,759 million including equity investments) and the increase in funding provided to the Group's financial services companies by central treasury management companies (included under Other changes).
- **Financing activities** provided cash inflows of €102 million. Increased use of external funding provided €879 million of additional liquidity. During the period the Group utilised cash for share buy-backs (€238 million, net of shares sold following the exercise of stock options) and dividend payments (€544 million).

## Financial Services

Cash and cash equivalents for Financial Services activities totalled €860 million at 30 June 2008, down €233 million over 31 December 2007.

Changes in cash during the first six months of 2008 were attributable to:

- **operating activities**, which generated €57 million in cash, principally from income related cash inflows (net income plus amortisation and depreciation);
- **investing activities** (including changes in financial receivables from/payables to Group industrial companies) which generated €537 million in cash. In particular, the item Other changes includes financing from treasury companies referred to above (included under industrial activities), which more than offset funding requirements produced by growth in the loan portfolio (€1,616 million) and expenditure in vehicles leased out under operating leases (€127 million);
- **financing activities** which absorbed a total of €802 million in cash, €772 million of which mainly due to the decrease in asset-backed financing.

## **Transactions with Related Parties**

During the period, there were no transactions with related parties, including intragroup transactions, which qualified as unusual or atypical. Any related party transactions formed part of the normal business activities of companies in the Group. Such transactions are concluded at standard market terms for the nature of goods and/or services offered.

Information on transactions with related parties, including specific disclosures required by the Consob Communication of 28 July 2006, is provided in Note 31 of the Half-year Condensed Financial Statements at 30 June 2008.

## Significant Events Occurring in the First Half of 2008

In January, Magneti Marelli and Sumi Motherson Group signed an agreement to establish a joint venture in India for the production of lighting and engine control systems for automotive applications. These products will be distributed in the Indian market and to domestic and international automakers operating in India.

On January 28<sup>th</sup>, FPT Powertrain Technologies, the Region of Piedmont, Province of Biella and City of Verrone (in Biella) signed a Memorandum of Understanding relating to expansion of the plant in Verrone, where a new transmission - the C635 - designed for use in mid-size autos will be produced. There will be three versions: Manual, Dual Dry Clutch and robotized. The amount to be invested by FPT Powertrain Technologies is estimated at around €500 million, including fixed assets and R&D costs and should enable production capacity of approximately 800,000 transmissions annually to be reached by 2012. Once fully operational, employment at the plant could reach 1,100, representing an increase of 600 employees over the current level.

In February, Fiat Group Automobiles announced its decision to produce a new model at the Termini Imerese plant - to replace the current Lancia Ypsilon - beginning in the second half of 2009.

Magneti Marelli consolidated its presence in India with the signing of two 50/50 joint venture agreements with SKH Metals Limited and SKH Sheet Metal Components Limited (both part of the Krishna Group) for the production of automotive exhaust systems. The plant to be established jointly with SKH Metals Limited will be located in Mannesar (40 km south-west of New Delhi). It will design and produce components for automotive exhaust systems for Suzuki Maruti India Limited and other companies in the Suzuki Motor Corporation Group. The plant established jointly with SKH Sheet Metal Components Limited will be located at Pune in the western Indian region of Maharashtra, where it will be strategically located for the design, production, testing and supply of exhaust systems to Fiat and Tata and to other automotive manufacturers operating in the south-west of India.

In March, FPT Powertrain Technologies acquired 100% of the Tritec Motors plant located in Campo Largo (Paraná, Brazil) from Chrysler L.L.C. This acquisition - which includes the land, industrial facilities, production lines and license to build existing products - represents a total investment, including additional development costs, of 250 million Brazilian reais (approximately €83 million). At this plant, one of the most modern engine production facilities in the world, FPT will produce a new range of mid-size engines in both gasoline and flex-fuel versions. As a result of the acquisition by FPT Powertrain Technologies, approximately 500 direct new jobs and 1,500 indirect jobs will be created.

On March 3<sup>rd</sup>, the plant in Pomigliano d'Arco (renamed Giambattista Vico), was reopened, concluding the intensive extraordinary re-engineering of the site, where €70 million was invested in providing a significant technological update. This investment was accompanied by large-scale training for employees and an additional €40 million in costs related to the shutdown in production (from 7 January to 2 March 2008) necessary for implementation of the project.

On March 31<sup>st</sup>, during the Annual Meeting of Shareholders, in which the 2007 Financial Statements were approved, authorisation for the purchase (for the next 18 months) and sale of own shares was renewed. Under the new authorisation, an aggregate total of shares representing a maximum of 10% of share capital or a purchase value of €1.8 billion, for all three classes combined, may be purchased. This figures includes the €0.6 billion in Fiat shares already held by the Company.

At the end of April, Fiat Group Automobiles and Serbia's Ministry of Economy and Regional Development signed a Memorandum of Understanding as the basis for the acquisition by FGA of the assets of the Zastava plant in Kragujevac, located 140 km South-East of Belgrade. Under the MoU, FGA and Zastava are to set up joint teams, with the support of the Serbian Ministry of Economy, to examine the various aspects of the initiative in greater detail. The objective is to reach a definitive agreement over the coming months that will enable FGA to achieve its growth and volume aspirations for the Serbian automotive market and European demand in general.

In early June, Fiat Group and OJSC - Sollers (formerly Severstal-auto) signed two master joint venture agreements: one relating to the manufacture and distribution of Fiat passenger vehicles and the other to the production of FPT Powertrain Technologies F1A diesel engines. Fiat Group Automobiles and OJSC - Sollers - which already assembles the Fiat Ducato - also reached an agreement to increase production capacity at the Tatarstan plant, where a target of

50,000 Fiat Linea are to be manufactured annually. Production of the Linea will begin in the second half of the year. In addition, the joint venture - in which Fiat Group Automobiles and Sollers will each hold a 50% stake - will market and sell all Fiat-branded products in Russia.

The second joint venture – in which FPT Powertrain Technologies and OJSC - Sollers will each hold a 50% stake – will produce up to 90,000 engines per year, with production to start this winter. The joint venture will supply engines for the Fiat Ducato, which is already assembled in the Yelabuga Special Economic Zone in the Republic of Tatarstan, and F1A engines for the UAZ Patriot, an off-roader manufactured by Sollers at the UAZ plant in Ulyanovsk. The partnership between Fiat and Sollers is intended to capitalise on the strengths of the two partners in one of the world's fastest growing automotive markets.

In June, Magneti Marelli and Endurance Technologies Pvt. Ltd. signed a joint venture agreement for the production of shock absorbers in India and Thailand. The 50/50 joint venture is set to be operational in the first quarter of 2009 and the production facility will be located in Chackan, in the region of Pune, Maharashtra. A second production unit is planned for Thailand, to be located near Bangkok where the Endurance Group already has a presence. The joint venture's principal focus will be the design, production and marketing of shock absorbers for passenger and commercial vehicles. Products made by the JV will be marketed to local and international automakers present in the Indian sub-continent and nearby regions.

During the first half, Standard & Poor's announced its decision to upgrade Fiat's long-term debt rating from "BB+" to "BBB-" and its short-term rating from "B" to "A3", with a stable outlook. A month later, Moody's raised the Company's long-term debt rating from "Ba1" to "Baa3" and its short-term rating from "Not Prime" to "Prime-3", also with a stable outlook. With these two ratings, which restore Fiat's investment grade status, the three principal rating agencies (including Fitch which issued an upgrade in June 2007) are now aligned in their assessments of the Company's creditworthiness. This is an important recognition of the efforts made by the Group's management to establish a solid financial and operational base for Fiat's future growth.

During the period, the Company also continued with the share buyback programme initiated in April 2007 and for which shareholder approval was renewed on 31 March this year. As of the end of June, a total of 37.27 million ordinary shares for a total investment of €664.6 million had been repurchased (of which 16.8 million were repurchased during the first half at a total value of €239 million).

Finally, during the period, the Board of Directors amended the Company By-laws to conform to requirements introduced by Legislative Decree 58/98. These amendments relate to the time limit for the calling of a Meeting of Shareholders for approval of the annual financial statements (reduced to 120 days following the balance sheet close date) and the limit to the cumulative number of positions which may be held by a Statutory Auditor.

## Principal elements of the implementation plan relating to Articles 36 & 39 of the Market Regulations

Fiat S.p.A. has prepared a plan for implementation of the requirements of Article 39 of the Consob Market Regulations and the "Conditions for the listing of shares of companies having control over companies incorporated and regulated under the laws of a non-EU member State" addressed in Article 36 of those Regulations (which implement Article 62 (3-bis) of Legislative Decree 58/98, as amended by Resolution 16530 of 25 June 2008).

The Plan defines the scope of application of the regulation for the Fiat Group, describing the current level of implementation of each of the requirements of Article 36 and, where necessary, establishing additional measures together with a timetable for their implementation.

The principal elements of the plan are as follows:

- The scope of application encompasses 101 (one hundred and one) subsidiaries incorporated in 18 different non-EU member States that are deemed to be of material significance, as defined under Article 36 (2) of the aforementioned Regulations.
- Fiat Group's existing accounting and reporting systems are already substantially in line with the regulatory requirements - with respect to those companies falling within the scope of application as per the preceding point - both in terms of making the reporting financial statements used in preparation of the consolidated financial statements public, as well as their adequacy in providing the management and independent auditors of the Parent Company with the information necessary for the preparation of the consolidated financial statements.
- With respect to the requirement to receive the by-laws and composition and powers of the respective corporate bodies, the Parent Company receives regular information on the composition of the corporate bodies of all subsidiaries along with information on the position held by each member. A process for the central collection of all formal documentation relating to the by-laws and the delegation of powers to the members of the corporate bodies has been initiated and procedures to guarantee regular updates are being put in place.
- In relation to the Parent Company's assessment of the information flows to the independent auditors responsible for auditing the Parent Company's annual and interim accounts, the Company believes that the existing communication process – in place at various levels of the chain of corporate control and continuous throughout the entire financial year – functions effectively for those purposes. However, methods for improving the level of formal documentation of communications from subsidiaries to the independent auditors are currently under review.

## Significant events occurring since the end of the period and 2008 outlook

On July 1<sup>st</sup>, Fiat Group reconfirmed its intention to pursue pricing policies correlated to increases in raw material costs. In particular, at the beginning of June, all brands in the Fiat Group Automobiles portfolio (Fiat, Alfa Romeo, Lancia, Fiat Professional) adjusted prices on their respective product ranges to compensate for changes in raw materials costs. The average price increase across the portfolio was 1.5%. CNH has already announced a 5% increase for all products in both the agricultural and construction equipment business lines. Effective July 1<sup>st</sup>, Iveco instituted a price realignment of 2.5% in the Italian market for its heavy range. This initiative will be implemented in other markets with exact timing and application to be determined on an individual basis. The Fiat Group will continue to monitor the situation closely to ensure that prices for all of its Sectors remain in line with actual production costs.

At the beginning of July, Fiat Group Automobiles and BMW signed a Memorandum of Understanding which should lead to cooperation in the area of components and platforms for both Mini and Alfa Romeo vehicles. As part of this agreement, BMW Group is expected to provide FGA support in launching the Alfa Romeo brand in the North American market. Further details will be announced as negotiations are finalized before the end of the year.

Also in July, Cummins and the Group Sectors CNH and FPT Powertrain Technologies reached an agreement to realign the shareholder structure of their two joint ventures engaged in the production of diesel engines. Cummins disposed of its one-third interest in EEA (European Engine Alliance), a joint venture formed in 1996 as a three-way partnership to develop and produce the NEF range of engines. Following this transaction, FPT Powertrain Technologies will have full control over EEA. Cummins has also agreed to acquire CNH's 50% stake in CDC (Consolidated Diesel Corporation) operating out of the US, a 50/50 joint venture established in 1980.

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The sound results of the first half provide a solid foundation for the Group's commitment to growth and margin expansion over the 2008-10 period, especially the achievement of certain targets in the second quarter of 2008 which represent high water marks in the industrial performance of our businesses.

The Group is entering the second half of 2008 with a clear perception of the uncertainties and risks associated with the weakness of global markets. In particular, the North American economies have, on the basis of structural weaknesses in the housing and construction markets, begun a period of economic contraction. Spill over effects in the European arena have been felt in the second quarter of this year, and are expected to continue to yield weak economic growth for the remainder of 2008. So far these factors have had a limited impact on other economies, including Asia and especially Latin America where conditions are strong and the economies are expected to perform well for the remainder of the year and well into 2009.

Further risks have been introduced by rising commodity prices which are significantly impacting procurement costs for components in our manufacturing processes, especially in the area of steel, plastics and rubber.

After a thorough review of the combined impact of these phenomena on demand for Group products and on the industrial performance of our operations, and in view of the measures already implemented by Group management in containing and offsetting the negative impact of these factors, we reaffirm our commitment to meet 2008 objectives as follows:

- Group sales of ~€63 billion;
- Group trading profit between €3.4 and €3.6 billion;
- Net profit between €2.4 and €2.6 billion;
- Earnings per share between €1.90 and €2.00.

While management of working capital positions in declining market demand conditions poses clear strains on our cash generation capability, we believe that a set of actions can be put in place to offset these cash drains, and still yield an

industrial cash generation for the year of ~€1 billion.

These commitments are predicated on the continuing strength of the Latin American markets, resilience in the pricing and demand of agricultural commodities and a maximum decline in the European car market of ~3% and approximately 0% in trucks. The Group believes that it is highly unlikely that future declines will exceed our forecast levels.

## 2009 Targets and Outlook

While it is difficult to predict with accuracy market conditions in 2009, the Group reaffirms its commitment to meet next year's stated objectives of revenues of ~€65 billion and a trading profit of €4.3 to €4.5 billion. This assessment is based on a continuation of current trading conditions in our major markets, with no additional net deterioration both in input prices and demand conditions (except for trucks and commercial vehicles, where a decline in Western Europe is expected to be recovered only partially by increased activity in Latin America). The containment efforts which have been initiated in the second quarter of 2008, together with the benefits associated with the introduction of industrial efficiency measures, especially World Class Manufacturing and Group Purchasing processes, are expected to sufficiently re-align our costs structures to yield the required improvement in trading margin.

While working on the achievement of these objectives, the Fiat Group will continue to implement its strategy of targeted alliances, in order to optimize capital commitments and reduce risks.

**Fiat Group**

**Half-year condensed financial  
statements  
at 30 June 2008**

# Consolidated Income Statement <sup>(\*)</sup>

(in millions of euros)	(Note)	2 <sup>nd</sup> Quarter 2008	2 <sup>nd</sup> Quarter 2007	1 <sup>st</sup> Half 2008	1 <sup>st</sup> Half 2007
Net revenues	(1)	<b>16,967</b>	15,179	<b>31,992</b>	28,855
Cost of sales	(2)	<b>13,964</b>	12,581	<b>26,581</b>	24,060
Selling, general and administrative costs	(3)	<b>1,407</b>	1,276	<b>2,707</b>	2,531
Research and development costs	(4)	<b>416</b>	381	<b>799</b>	755
Other income (expenses)	(5)	<b>(49)</b>	5	<b>(8)</b>	32
<b>Trading profit</b>		<b>1,131</b>	946	<b>1,897</b>	1,541
Gains (losses) on the disposal of investments	(6)	-	8	<b>2</b>	52
Restructuring costs	(7)	<b>1</b>	7	<b>(3)</b>	22
Other unusual income (expenses)	(8)	<b>1</b>	(1)	<b>12</b>	(30)
<b>Operating result</b>		<b>1,131</b>	946	<b>1,914</b>	1,541
Financial income (expenses)	(9)	<b>(231)</b>	(111)	<b>(441)</b>	(168)
Result from investments:	(10)	<b>55</b>	40	<b>118</b>	76
- Net result of investees accounted for using the equity method		<b>51</b>	38	<b>103</b>	66
- Other income (expenses) from investments		<b>4</b>	2	<b>15</b>	10
<b>Result before taxes</b>		<b>955</b>	875	<b>1,591</b>	1,449
Income taxes	(11)	<b>309</b>	248	<b>518</b>	446
<b>Result from continuing operations</b>		<b>646</b>	627	<b>1,073</b>	1,003
Result from discontinued operations		-	-	-	-
<b>Net result</b>		<b>646</b>	627	<b>1,073</b>	1,003

## Attributable to:

Equity holders of the parent	<b>604</b>	593	<b>1,009</b>	951
Minority interests	<b>42</b>	34	<b>64</b>	52

(in euros)

<b>Basic earnings per ordinary share</b>	(12)	<b>0.486</b>	0.472	<b>0.802</b>	0.740
<b>Basic earnings per preference share</b>	(12)	<b>0.486</b>	0.430	<b>0.802</b>	0.740
<b>Basic earnings per savings share</b>	(12)	<b>0.486</b>	0.472	<b>0.957</b>	0.895
<b>Diluted earnings per ordinary share</b>	(12)	<b>0.484</b>	0.472	<b>0.798</b>	0.739
<b>Diluted earnings per preference share</b>	(12)	<b>0.484</b>	0.427	<b>0.798</b>	0.735
<b>Diluted earnings per savings share</b>	(12)	<b>0.484</b>	0.469	<b>0.953</b>	0.890

(\*) Pursuant to Consob Resolution No. 15519 of 27 July 2006, the effects of related party transactions on the Consolidated Income Statement are presented in the specific Income Statement schedule provided in the following pages and are further described in Note 31.

# Consolidated Balance Sheet (\*)

(in millions of euros)	(Note)	At 30 June 2008	At 31 December 2007
<b>ASSETS</b>			
Intangible assets	(13)	6,490	6,523
Property, plant and equipment	(14)	11,803	11,246
Investment property		6	10
Investments and other financial assets:	(15)	2,280	2,214
- Investments accounted for using the equity method		1,925	1,930
- Other investments and financial assets		355	284
Leased assets	(16)	411	396
Defined benefit plan assets		33	31
Deferred tax assets	(11)	2,055	1,892
<b>Total Non-current assets</b>		<b>23,078</b>	<b>22,312</b>
Inventories	(17)	11,629	9,990
Trade receivables	(18)	5,019	4,384
Receivables from financing activities	(18)	13,346	12,268
Other receivables:	(18)	3,169	3,203
- Current tax receivables		1,056	1,153
- Others		2,113	2,050
Accrued income and prepaid expenses		314	241
Current financial assets:		913	1,016
- Current investments		22	22
- Current securities	(19)	258	291
- Other financial assets	(20)	633	703
Cash and cash equivalents	(21)	4,408	6,639
<b>Total Current assets</b>		<b>38,798</b>	<b>37,741</b>
Assets held for sale	(22)	39	83
<b>TOTAL ASSETS</b>		<b>61,915</b>	<b>60,136</b>
<b>Total assets adjusted for asset-backed financing transactions</b>		<b>56,217</b>	<b>53,316</b>
<b>LIABILITIES</b>			
Stockholders' equity:	(23)	11,539	11,279
- Stockholders' equity of the Group		10,839	10,606
- Minority interest		700	673
Provisions:	(24)	8,316	8,562
- Employee benefits		3,445	3,597
- Other provisions		4,871	4,965
Debt:	(25)	17,637	17,951
- Asset-backed financing		5,698	6,820
- Other debt		11,939	11,131
Other financial liabilities	(20)	270	188
Trade payables	(26)	16,111	14,725
Other payables:	(27)	6,730	6,120
- Current tax payables		716	631
- Others		6,014	5,489
Deferred tax liabilities	(11)	236	193
Accrued expenses and deferred income	(28)	1,076	1,083
Liabilities held for sale	(22)	-	35
<b>TOTAL STOCKHOLDERS' EQUITY AND LIABILITIES</b>		<b>61,915</b>	<b>60,136</b>
<b>Total liabilities adjusted for asset-backed financing transactions</b>		<b>56,217</b>	<b>53,316</b>

(\*) Pursuant to Consob Resolution No. 15519 of 27 July 2006, the effects of related party transactions on the Consolidated Balance sheet are presented in the specific Balance Sheet schedule provided in the following pages and are further described in Note 31.

# Consolidated Statement of Cash Flows <sup>(\*)</sup>

(in millions of euros)	1 <sup>st</sup> Half 2008	1 <sup>st</sup> Half 2007
<b>A) Cash and cash equivalents at beginning of period as reported</b>	<b>6,639</b>	<b>7,736</b>
Cash and cash equivalents included as Assets held for sale	2	5
<b>B) Cash and cash equivalents at beginning of period</b>	<b>6,641</b>	<b>7,741</b>
<b>C) Cash flows from (used in) operating activities during the period:</b>		
Net result	1,073	1,003
Amortisation and depreciation (net of vehicles sold under buy-back commitments)	1,435	1,343
(Gains) losses and other non-cash items	70	(328)
Dividends received	63	67
Change in provisions for risks	(63)	(212)
Change in deferred income taxes	(110)	(2)
Change in items due to buy-back commitments	(a) 26	82
Change in working capital	(695)	336
<b>Total</b>	<b>1,799</b>	<b>2,289</b>
<b>D) Cash flows from (used in) investment activities:</b>		
Investments in:		
- Tangible and intangible assets (net of vehicles sold under buy-back commitments)	(1,769)	(1,428)
- Investments in consolidated subsidiaries and other investments	(112)	(74)
Proceeds from the sale of non-current assets (net of vehicles sold under buy-back commitments)	110	278
Net change in receivables from financing activities	(1,641)	(881)
Change in current securities	50	38
Other changes	6	(78)
<b>Total</b>	<b>(3,356)</b>	<b>(2,145)</b>
<b>E) Cash flows from (used in) financing activities:</b>		
New issuance of bonds	-	1,000
Repayment of bonds	(33)	(21)
Issuance of other medium-term borrowings	708	148
Repayment of other medium-term borrowings	(318)	(561)
Net change in other financial payables and other financial assets/liabilities	(250)	(772)
Increase in capital stock	5	-
(Buy-back) Sale of Treasury Stock	(238)	(214)
Dividends paid	(544)	(308)
<b>Total</b>	<b>(670)</b>	<b>(728)</b>
Translation exchange differences	(6)	56
<b>F) Total change in cash and cash equivalents</b>	<b>(2,233)</b>	<b>(528)</b>
<b>G) Cash and cash equivalents at end of period</b>	<b>4,408</b>	<b>7,213</b>
of which: Cash and cash equivalents included as Assets held for sale	-	36
<b>H) Cash and cash equivalents at end of period as reported</b>	<b>4,408</b>	<b>7,177</b>

(\*) Pursuant to Consob Resolution No. 15519 of 27 July 2006, the effects of related party transactions on the Consolidated Statement of Cash Flows are presented in the specific Statement of Cash Flows schedule provided in the following pages.

(a) The cash flows for the two periods generated by the sale of vehicles with a buy-back commitment net of the amount already included in the net result, are included in operating activities for the period, in a single item which includes the change in working capital, capital expenditures, depreciation, gains and losses and proceeds from sales at the end of the contract term, relating to assets included in Property, plant and equipment.

# Statement of Changes in Stockholders' Equity

(in millions of euros)	Capital stock	Treasury stock capital reserves, earning reserves	Income (expense) recognised directly in equity	Minority interest	Total
<b>Balance at 31 December 2006</b>	<b>6,377</b>	<b>2,459</b>	<b>526</b>	<b>674</b>	<b>10,036</b>
Dividends paid	-	(274)	-	(34)	<b>(308)</b>
Increase in reserve for share based payments	-	35	-	-	<b>35</b>
Net changes in Income (expenses) recognised directly in equity	-	-	85	5	<b>90</b>
Treasury stock (buy-back)/sale	-	(219)	-	-	<b>(219)</b>
Other changes	-	(1)	-	(49)	<b>(50)</b>
Net result	-	951	-	52	<b>1,003</b>
<b>Balance at 30 June 2007</b>	<b>6,377</b>	<b>2,951</b>	<b>611</b>	<b>648</b>	<b>10,587</b>

(in millions of euros)	Capital stock	Treasury stock capital reserves, earning reserves	Income (expense) recognised directly in equity	Minority interest	Total
<b>Balance at 31 December 2007</b>	<b>6,377</b>	<b>3,848</b>	<b>381</b>	<b>673</b>	<b>11,279</b>
Capital increase	-	-	-	5	<b>5</b>
Dividends paid	-	(509)	-	(35)	<b>(544)</b>
Increase in reserve for share based payments	-	19	-	-	<b>19</b>
Net changes in Income (expenses) recognised directly in equity	-	-	(31)	(14)	<b>(45)</b>
Treasury stock (buy-back)/sale	-	(238)	-	-	<b>(238)</b>
Other changes	-	(17)	-	7	<b>(10)</b>
Net result	-	1,009	-	64	<b>1,073</b>
<b>Balance at 30 June 2008</b>	<b>6,377</b>	<b>4,112</b>	<b>350</b>	<b>700</b>	<b>11,539</b>

# Consolidated Statement of Recognised Income and Expense at 30 June 2008

(in millions of euros)	1 <sup>st</sup> Half 2008	1 <sup>st</sup> Half 2007
Gains (losses) recognised directly in the cash flow hedge reserve	212	86
Gains (losses) recognised directly in reserve for fair value measurement of available-for-sale financial assets	(9)	(15)
Exchange gains (losses) on the translation of foreign operations	(49)	92
<b>Gains (losses) recognised directly in equity</b>	<b>154</b>	<b>163</b>
Transfers from cash flow hedge reserve	(199)	(72)
Transfer from reserve for fair value measurement of available-for-sale financial assets	-	(2)
Transfer from reserve for the translation of foreign operations	-	1
Net result	<b>1,073</b>	1.003
<b>Recognised income (expense) for the period</b>	<b>1,028</b>	<b>1.093</b>
<b>Attributable to:</b>		
Equity holders of the parent	<b>978</b>	1.036
Minority interests	<b>50</b>	57

# Consolidated Income Statement pursuant to Consob Resolution No. 15519 of 27 July 2006

(in millions of euros)	Note	1 <sup>st</sup> Half 2008	of which Related parties (Note 31)	1 <sup>st</sup> Half 2007	of which Related parties (Note 31)
Net revenues	(1)	31,992	1,865	28,855	1,259
Cost of sales	(2)	26,581	2,923	24,060	1,846
Selling, general and administrative costs	(3)	2,707	66	2,531	65
Research and development costs	(4)	799	-	755	-
Other income (expenses)	(5)	(8)	10	32	9
<b>Trading profit</b>		<b>1,897</b>		<b>1,541</b>	
Gains (losses) on the disposal of investments	(6)	2	-	52	-
Restructuring costs	(7)	(3)	-	22	-
Other unusual income (expenses)	(8)	12	-	(30)	-
<b>Operating result</b>		<b>1,914</b>		<b>1,541</b>	
Financial income (expenses)	(9)	(441)	(39)	(168)	(38)
Result from investments:	(10)	118	118	76	76
- Net result of investees accounted for using the equity method		103	103	66	66
- Other income (expenses) from investments		15	15	10	10
<b>Result before taxes</b>		<b>1,591</b>		<b>1,449</b>	
Income taxes	(11)	518	-	446	-
<b>Result from continuing operations</b>		<b>1,073</b>		<b>1,003</b>	
Result from discontinued operations		-	-	-	-
<b>Net result</b>		<b>1,073</b>		<b>1,003</b>	
<b>Attributable to:</b>					
Equity holders of the parent		1,009		951	
Minority interests		64		52	

# Consolidated Balance Sheet pursuant to Consob Resolution No. 15519 of 27 July 2006

(in millions of euros)	Note	At June 30, 2008	of which Related parties (Note 31)	At 31 December 2007	of which Related parties (Note 31)
<b>ASSETS</b>					
Intangible assets	(13)	6,490	-	6,523	-
Property, plant and equipment	(14)	11,803	-	11,246	-
Investment property		6	-	10	-
Investments and other financial assets:	(15)	2,280	1,989	2,214	1,994
- Investments accounted for using the equity method		1,925	1,925	1,930	1,930
- Other investments and financial assets		355	64	284	64
Leased assets	(16)	411	-	396	-
Defined benefit plan assets		33	-	31	-
Deferred tax assets	(11)	2,055	-	1,892	-
<b>Total Non-current assets</b>		<b>23,078</b>		<b>22,312</b>	
Inventories	(17)	11,644	11	9,990	6
Trade receivables	(18)	5,019	547	4,384	367
Receivables from financing activities	(18)	13,346	182	12,268	331
Other receivables:	(18)	3,169	31	3,203	204
Accrued income and prepaid expenses		314	-	241	1
Current financial assets:		913	40	1,016	-
- Current investments		22	-	22	-
- Current securities	(19)	258	-	291	-
- Other financial assets	(20)	633	40	703	-
Cash and cash equivalents	(21)	4,408	2	6,639	-
<b>Total Current assets</b>		<b>38,813</b>		<b>37,741</b>	
Assets held for sale	(22)	39	5	83	4
<b>TOTAL ASSETS</b>		<b>61,930</b>		<b>60,136</b>	
<b>LIABILITIES</b>					
Stockholders' equity:	(23)	11,539	-	11,279	-
- Stockholders' equity of the Group		10,839	-	10,606	-
- Minority interest		700	-	673	-
Provisions:	(24)	8,316	86	8,562	115
- Employee benefits		3,445	21	3,597	25
- Other provisions		4,871	65	4,965	90
Debt:	(25)	17,637	633	17,951	617
- Asset-backed financing		5,698	256	6,820	296
- Other debt		11,939	377	11,131	321
Other financial liabilities	(20)	270	24	188	-
Trade payables	(26)	16,111	1,183	14,725	1,107
Other payables	(27)	6,745	61	6,120	46
Deferred tax liabilities	(11)	236	-	193	-
Accrued expenses and deferred income	(28)	1,076	-	1,083	4
<b>Liabilities held for sale</b>	(22)	-	-	35	-
<b>TOTAL STOCKHOLDERS' EQUITY AND LIABILITIES</b>		<b>61,930</b>		<b>60,136</b>	

# Consolidated Statement of Cash Flows pursuant to Consob Resolution No. 15519 of 27 July 2006

(in million of euros)	1 <sup>st</sup> Half 2008	of which Related parties	1 <sup>st</sup> Half 2007	of which Related parties
<b>A) Cash and cash equivalents at beginning of period as reported</b>	<b>6,639</b>		<b>7,736</b>	
Cash and cash equivalents included as Assets held for sale	2		5	
<b>B) Cash and cash equivalents at beginning of period</b>	<b>6,641</b>		<b>7,741</b>	
<b>C) Cash flows from (used in) operating activities during the period:</b>				
Net result	1,073		1,003	
Amortisation and depreciation (net of vehicles sold under buy-back commitments)	1,435		1,343	
(Gains) losses and other non-cash items	70	10	(328)	21
Dividends received	63	63	67	67
Change in provisions	(63)	(4)	(212)	-
Change in deferred income taxes	(110)		(2)	
Change in items due to buy-back commitments	26		82	
Change in working capital	(695)	(112)	336	(27)
<b>Total</b>	<b>1,799</b>		<b>2,289</b>	
<b>D) Cash flows from (used in) investment activities:</b>				
Investments in:				
- Tangible and intangible assets (net of vehicles sold under buy-back commitments)	(1,769)		(1,428)	
- Investments in consolidated subsidiaries and other investments	(112)	(64)	(74)	(38)
Proceeds from the sale of non-current assets (net of vehicles sold under buy-back commitments)	110	-	278	97
Net change in receivables from financing activities	(1,641)	60	(881)	29
Change in current securities	50		38	
Other changes	6		(78)	
<b>Total</b>	<b>(3,356)</b>		<b>(2,145)</b>	
<b>E) Cash flows from (used in) financing activities:</b>				
New issuance of bonds	-		1,000	
Repayment of bonds	(33)		(21)	
Issuance of other medium-term borrowings	526		148	
Repayment of other medium-term borrowings	(243)		(561)	
Net change in other financial payables and other financial assets/liabilities	(143)	31	(772)	(212)
Increase in capital stock	5		-	
(Buy-back) Sale of Treasury Stock	(238)		(214)	
Dividends paid	(544)	(146)	(308)	(61)
<b>Total</b>	<b>(670)</b>		<b>(728)</b>	
Translation exchange differences	(6)		56	
<b>F) Total change in cash and cash equivalents</b>	<b>(2,233)</b>		<b>(528)</b>	
<b>G) Cash and cash equivalents at end of period</b>	<b>4,408</b>		<b>7,213</b>	
of which: Cash and cash equivalents included as Assets held for sale	-		36	
<b>H) Cash and cash equivalents at end of period as reported</b>	<b>4,408</b>		<b>7,177</b>	

# Notes

## Significant accounting policies

### Accounting policies

These half-year condensed financial statements have been prepared in accordance with the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") endorsed by the European Union. The designation "IFRS" also includes all valid International Accounting Standards ("IAS"), as well as all interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"), formerly the Standing Interpretations Committee ("SIC").

In particular, these half-year condensed financial statements have been prepared in accordance with IAS 34 - *Interim Financial Reporting* applying the same accounting principles and policies used in the preparation of the Consolidated financial statements at 31 December 2007.

The preparation of the interim financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets, liabilities and disclosure of contingent assets and liabilities at the date of the interim financial statements. If in the future such estimates and assumptions, which are based on management's best judgment at the date of the interim financial statements, deviate from the actual circumstances, the original estimates and assumptions will be modified as appropriate in the period in which the circumstances change.

Moreover, these valuation procedures, in particular those of a more complex nature regarding matters such as any impairment of non-current assets, are only carried out in full during the preparation of the annual financial statements, when all the information required is available, other than in the event that there are indications of impairment, when an immediate assessment is necessary. In the same way the actuarial valuations that are required for the determination of employee benefit provisions are also usually only carried out during the preparation of the annual financial statements.

Income taxes are recognised based upon the best estimate of the weighted average income tax rate expected for the full financial year.

### Format of the financial statements

The Fiat Group presents an income statement using a classification based on the function of expenses within the Group (otherwise known as the "cost of sales" method), rather than based on their nature, as this is believed to provide information that is more relevant. The format selected is that used for managing the business and for management reporting purposes and is consistent with international practice in the automotive sector. In an income statement in which the classification of expenses is based on their function the result from trading operations is reported specifically as part of the Operating result and separate from the income and expense resulting from the non-recurring operations of the business, such as gains and losses on the sale of investments, restructuring costs and any other unusual income or expense that are not considered part of normal trading operations. By doing this, it is believed that the Group's actual performance from normal trading operations may be measured in a better way, while disclosing specific details of unusual income and expenses.

The definition of unusual income and expenses adopted by the Group differs from that provided in the Consob Communication No. DEM/6064296 of 28 July 2006, under which unusual and abnormal transactions are those which, because of their significance or importance, the nature of the parties involved, the object of the transaction, the methods of determining the transfer price or the timing of the event (close to the period end), may give rise to doubts regarding the accuracy/completeness of the information in the financial statements, conflicts of interest, the safeguarding of an entity's assets or the protection of minority interests.

For the balance sheet, a mixed format has been selected to present current and non-current assets and liabilities, as permitted by IAS 1. In more detail, both companies carrying out industrial activities and those carrying out financial activities are consolidated in the Group's financial statements. The investment portfolios of financial services companies are included in current assets, as the investments will be realised in their normal operating cycle. Financial services companies, though, obtain funds only partially from the market: the remaining are obtained from Fiat S.p.A. through the Group's treasury companies (included in industrial companies), which lend funds both to industrial Group companies and to financial services companies as the need arises. This financial service structure within the Group means that any attempt to separate current and non-current debt in the consolidated balance sheet cannot be meaningful.

The Statement of Cash Flows is presented using the indirect method.

In connection with the requirements of the Consob Resolution No. 15519 of 27 July 2006 as to the format of the financial statements, specific supplementary Income Statement and Balance Sheet formats have been added for related party transactions so as not to compromise an overall reading of the statements.

### **Accounting principles, amendments and interpretations not yet effective and not early adopted by the Group**

On 30 November 2006, the IASB issued the IFRS 8 – *Operating Segments* that will become effective on 1 January 2009 and which will replace IAS 14 – *Segment Reporting*. The new standard requires the information provided in segment reporting to be based upon the components of the entity that management uses to make decisions about operational matters. The standard requires these operating segments to be identified on the basis of internal reports that are regularly reviewed by the entity's management in order to allocate resources to the segment and assess its performance. Adopting this standard will have no effect on the measurement of items in the financial statements.

On 29 March 2007 the IASB issued a revised IAS 23 – *Borrowing Costs*. The standard shall be applied for annual period beginning after 1 January 2009. The main change from the previous version is the removal of the option of immediately recognizing as an expense borrowing costs that relate to assets that take a substantial period of time to get ready for use or sale. The standard shall be applied to borrowing costs relating to qualifying assets for which the commencement date for capitalisation is on or after the 1 January 2009. This standard has not yet been endorsed by the European Union at the date of this half-year financial report.

On 6 September 2007 the IASB issued a revised version of IAS 1 - *Presentation of Financial Statements* that is effective for annual periods beginning on or after 1 January 2009. The revised standard requires an entity to present changes in its equity resulting from transactions with owners in a statement of changes in equity. All non-owner changes (meaning changes in comprehensive income) are required to be presented either in a single statement of comprehensive income or in two statements (a separate income statement and a statement of comprehensive income). Transactions with non-owners may not be presented in the statement of changes in equity. This standard had not yet been endorsed by the European Union at the date of this half-year financial report.

On 10 January 2008 the IASB issued a revised version of IFRS 3 – *Business Combinations* and an amended version of IAS 27 - *Consolidated and Separate Financial Statements*. The main changes that revised IFRS 3 will make to existing requirements are the elimination of the need to measure at fair value every asset and liability at each step in a step acquisition for the purpose of calculating a portion of goodwill. Instead, goodwill will be measured as the difference at acquisition date between the value of any investment in the business held before the acquisition, the consideration transferred and the net assets acquired. Moreover, for a business combination in which the acquirer achieves control without purchasing all of the acquiree, the remaining (non-controlling) equity interests are measured either at fair value or by using the method already provided in IFRS 3. The revised IFRS 3 also requires acquisition related costs to be recognised as expenses and the acquirer to recognise the obligation to make an additional payment (contingent consideration) as part of the business combination. In the amended version of IAS 27, the IASB has added a requirement specifying that changes in a parent's interest in a subsidiary that do not result in the loss of control must be accounted for as equity transactions and recognised within equity. Moreover when a parent loses control of a subsidiary but retains an ownership interest it must initially measure any retained investment at fair value.

At the date when control is lost, the difference between the fair value and the carrying amount of the retained interest must be recognised in profit or loss. Finally, the amendment to IAS 27 requires losses pertaining to non-controlling interests to be allocated to non-controlling interest equity, even if this result in the non-controlling interest having a deficit balance. The new rules will apply prospectively from 1 January 2010. The amendment and the revised e had not yet been endorsed by the European Union at the date of this half-year financial report.

On 17 January 2008 the IASB issued an amendment to IFRS 2 - *Vesting Conditions and Cancellations* which clarifies that for the purpose of share based payments measurement, vesting conditions are service conditions and performance conditions only. It also specifies that all cancellations, whether by the entity or by other parties, should receive the same accounting treatment. This amendment, effective from 1 January 2009 had not yet been endorsed by the European Union at the date of this half-year financial report.

On 14 February 2008 the IASB issued an amendment to IAS 32 – *Financial Instruments: Presentation* and to IAS 1 *Presentation of Financial Statements - Puttable Financial Instruments and Obligations Arising on Liquidation*. These amendments require puttable financial instruments and instruments, or components of instruments that impose on an entity an obligation to deliver to another party a pro rata share of the net assets of the entity only on liquidation, to be classified as equity instruments. This amendment, effective from 1 January 2009, had not yet been endorsed by the European Union at the date of this half-year financial report.

On 22 May 2008 the IASB issued a series of amendments to IFRS (“Improvements”). Details are provided in the following paragraphs of those identified by the IASB as resulting in accounting changes for presentation, recognition and measurement purposes, leaving out amendments regarding changes in terminology or editorial changes which are likely to have minimal effects on accounting.

- *IFRS 5 – Non-Current Assets Held for Sale and Discontinued Operations*: this amendment, that shall be applied from 1 January 2010, requires an entity that is committed to a sale plan involving loss of control of a subsidiary to classify all the assets and liability of that subsidiary as held for sale, regardless of whether the entity will retain a non-controlling interest in its former subsidiary after the sale.
- *IAS 1 – Presentation of Financial Statements*: this amendment, which shall be applied from 1 January 2009, requires an entity to classify assets and liabilities arising from derivative financial instruments that are not classified as held for trading between current and non-current assets and liabilities.
- *IAS 16 – Property, Plant and Equipment*: this amendment, effective from 1 January 2009, requires an entity that in the course of its ordinary activities routinely sells items of property, plant and equipment that it has held for rental to others, to transfer such assets to inventories when they cease to be rented and become held for sale. As a consequence, the proceeds from the sale of such assets shall be recognised as revenue. Cash payments to manufacture or acquire assets held for rental to others or subsequently held for sale are cash flows from operating activities (and not from investing activities).
- *IAS 19 – Employee Benefits*: this amendment, effective prospectively from 1 January 2009 to change in benefits that occur after that date, clarifies the definition of positive/negative past service costs and states that in the case of a curtailment, only the effect of the reduction for future service shall be recognised immediately in the income statement, while the effect arising from past service periods shall be considered a negative past service cost. The Board also revised the definition of short-term employee benefits and other long-term employee benefits and the definition of a return on plan assets, stating that this amount should be net of any costs for administering the plan (other than those included in the measurement of the defined benefit obligation).
- *IAS 20 – Government Grants and Disclosure of Government Assistance*: this amendment, applicable prospectively from 1 January 2009, states that the benefit of a government loan at a below-market rate of interest shall be treated as a government grant and then accounted for in accordance with IAS 20.

- IAS 23 – *Borrowing Costs*: this amendment, applicable from 1 January 2009, revises the definition of borrowing costs.
- IAS 28 – *Investments in Associates*: this amendment shall be applied from 1 January 2009, with prospective application also permitted, requires that for investments accounted for using the equity method a recognised impairment loss should not be allocated to any asset (and in particular goodwill) that forms part of the carrying amount of the investment in the associate, but to the carrying amount of the investment overall. Accordingly any reversal of that impairment loss is recognised in full.
- IAS 28 – *Investments in Associates*, and IAS 31 – *Investments in Joint Ventures*: these amendments, effective from 1 January 2009, require specific new disclosures to be made for investments in associates and joint ventures measured at fair value in accordance with IAS 39. IFRS 7 *Financial Instruments: Disclosures* and IAS 32: *Financial Instruments: Presentation* have accordingly also been amended.
- IAS 29 – *Financial Reporting in Hyperinflationary Economies*: the previous version of the standard did not reflect the fact that a number of assets and liabilities may or must be measured on the basis of a current value rather than historical value. This amendment, made in order to reflect this, is effective from 1 January 2009.
- IAS 36 – *Impairment of Assets*: this amendment, effective from 1 January 2009, requires additional disclosures to be made in the case in which an entity determines the recoverable amount of a cash-generating unit using discounted cash flows.
- IAS 38 – *Intangible Assets*: this amendment, effective from 1 January 2009, requires expenditure on advertising and promotional activities to be recognised in the income statement. Further, it states that in the case expenditure is incurred to provide future economic benefits to an entity, but no intangible assets is recognised, in the case of the supply of goods, the entity recognise such expenditure as an expense when it has the right to access the goods. In the case of the supply of services, an entity shall recognise the expenditure as an expense when it receives the services. Moreover, the standard has been revised in order to allow entities to use the unit of production method for determining the amortisation charge for an intangible asset with a finite useful life.
- IAS 39 – *Financial Instruments: Recognition and Measurement*: this amendment, effective from 1 January 2009, clarifies how to calculate the revised effective interest rate on ceasing fair value hedge accounting and notes additionally that the prohibition on the reclassification of financial instruments into or out of the fair value through profit or loss category after initial recognition should not prevent a derivative from being accounted for at fair value through profit or loss when it does not qualify for hedge accounting and vice versa. Finally, in order to eliminate conflict with IFRS 8 – *Operating Segments*, it removes the reference to designating and documenting hedges at sector level.
- IAS 40 – *Investment Property*: this amendment, to be adopted prospectively from 1 January 2009, states that property under construction falls within the scope of IAS 40 and not that of IAS 16.

These improvements had not yet been endorsed by the European Union at the date of this half-year financial report.

On 3 July 2008 the IFRIC issued an interpretation, IFRIC 16 – *Hedges of a Net Investment in a Foreign Operation*. The main change expected to arise from this interpretation is the elimination of the possibility for an entity to apply hedge accounting for a hedge of the foreign exchange differences between the functional currency of a foreign operation and the presentation currency of the parent's consolidated financial statements. Moreover, the interpretation clarifies that in a hedge of a net investment in a foreign operation the hedging instrument may be held by any entity or entities within the group and that IAS 21 – *The effects of changes in Foreign Exchange rates* shall be applied to determine the amount that needs to be reclassified from equity to profit or loss for the hedged item when an entity disposes of the investment. This interpretation, effective from 1 January 2009, had not yet been endorsed by the European Union at the date of this half-year financial report.

The following interpretations have also been issued but are not applicable to the Fiat Group:

- IFRIC 12 – *Service Concession Arrangements* (effective from 1 January 2008 but not yet endorsed by the European Union).
- IFRIC 13 – *Customer Loyalty Programmes* (effective from 1 January 2009 but not yet endorsed by the European Union).

- IFRIC 14 – *IAS 19 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction* (effective from 1 January 2008 but not yet endorsed by the European Union).
- IFRIC 15 – *Agreements for the Construction of Real Estate* (effective from 1 January 2009 but not yet endorsed by the European Union).

## Scope of consolidation

Changes in the scope of consolidation that took place during the first half of 2008 with respect to the consolidated financial statements at 31 December 2007 are as follows:

- On 20 March 2008, as part of an agreement for the purchase of a factory in Campo Largo (Brazil), FPT Powertrain Technologies fully acquired Tritec Motors Limitada from Chrysler L.L.C. The Group completed the purchase accounting for this acquisition in the second quarter of 2008, a process which included converting the consolidated financial statements of the acquired entity to IFRS, and began consolidating the investment on a line-by-line basis on 1 April 2008.
- Consolidation of the Ergom Group on a line-by-line basis also began during the second quarter of 2008, in this case with effect from 1 January 2008; the group was purchased on 6 December 2007 and carries out its business in the automotive sector. The group had been excluded from consolidation at 31 December 2007 due to the lack of information necessary for preparing disclosures in a consistent manner and moreover because the amounts involved were not significant compared to those of the Fiat Group as a whole. It follows as a result that on consolidation for the first time the figures relating to 2007 were not restated. In this regard certain minor assets of the Ergom Group in the process of being sold were accounted for as assets held for sale in the consolidation of the group for the first time on a line-by-line basis.

These changes in the scope of consolidation do not have a significant overall impact.

In addition, the assets and liabilities of certain business of the Comau Sector previously classified as assets and liabilities held for sale have been reclassified to their ordinary lines during the first half of 2008; the corresponding amounts for 2007 have not been restated as the figures are immaterial.

## Other information

Other sections of this Report provide information on significant events occurred since the end of the first half and business outlook.

## Composition and principal changes

### Income Statement

#### 1. Net revenues

An analysis of Net revenues (net of intra-Group transactions) by business Sector is as follows:

(in millions of euros)	2 <sup>nd</sup> Quarter 2008	2 <sup>nd</sup> Quarter 2007	1 <sup>st</sup> Half 2008	1 <sup>st</sup> Half 2007
Fiat Group Automobiles	7,695	6,712	14,463	12,959
Maserati	177	172	353	336
Ferrari	489	406	923	760
Agricultural and Construction Equipment	3,614	3,269	6,571	5,959
Trucks and Commercial Vehicles	3,051	2,835	5,956	5,300
Fiat Powertrain Technologies	445	435	902	889
Components	947	811	1,802	1,599
Metallurgical Products	151	123	294	276
Production Systems	162	215	328	380
Publishing and Communications	90	103	173	201
Others, holding	146	98	227	196
<b>Total Net revenues</b>	<b>16,967</b>	<b>15,179</b>	<b>31,992</b>	<b>28,855</b>

#### 2. Cost of sales

Cost of sales comprises the following:

(in millions of euros)	2 <sup>nd</sup> Quarter 2008	2 <sup>nd</sup> Quarter 2007	1 <sup>st</sup> Half 2008	1 <sup>st</sup> Half 2007
Interest cost and other financial charges from financial services companies	187	183	375	360
Other cost of sales	13,777	12,398	26,206	23,700
<b>Cost of sales</b>	<b>13,964</b>	<b>12,581</b>	<b>26,581</b>	<b>24,060</b>

#### 3. Selling, general and administrative costs

Selling costs amount to 794 million euros and 1,546 in the second quarter of 2008 and in the first half of 2008, respectively (724 million euros and 1,444 million euros in the second quarter of 2007 and in the first half of 2007, respectively) and comprise mainly marketing, advertising and sales personnel costs.

General and administrative costs amount to 613 million euros and 1,161 million euros in the second quarter of 2008 and in the first half of 2008, respectively (552 million euros and 1,087 million euros in the second quarter of 2007 and in the first half of 2007, respectively) and comprise mainly expenses for administration which are not attributable to sales, production and research and development functions.

#### **4. Research and development costs**

In the second quarter of 2008, research and development costs of 416 million euros (381 million euros in the second quarter of 2007) comprise all research and development costs not recognized as assets amounting to 229 million euros (214 million euros in the second quarter of 2007) including the write-downs of any costs previously capitalized, and the amortization of capitalized development costs of 187 million euros (167 million euros in the second quarter of 2007). During the period the Group incurred new expenditure for capitalized development costs of 284 million euros (231 million euros in the second quarter of 2007).

In the first half of 2008, research and development costs of 799 million euros (755 million euros in the first half of 2007) comprise all research and development costs not recognized as assets amounting to 427 million euros (417 million euros in the first half of 2007) including the write-downs of any costs previously capitalized and the amortization of capitalized development costs of 372 million euros (338 million euros in the first half of 2007). During the period the Group incurred new expenditure for capitalized development costs of 482 million euros (400 million euros in the first half of 2007).

#### **5. Other income (expenses)**

Other expenses amounts to 49 million euros and 8 million euros in the second quarter 2008 and in the first half of 2008, respectively (other income of 5 million euros and of 32 million euros in the second quarter 2007 and in the first half of 2007, respectively) and consists of trading income which is not attributable to the typical sales and services operations of the Group, such as income from the sale of licenses and know-how, net of miscellaneous operating costs not ascribable to specific functional areas, such as post employment benefits for retired former employees (health care costs), indirect taxes and duties, and accruals to miscellaneous provisions.

In particular, in the first half of 2007 this item included non-recurring income of 60 million euros arising from the reinstatement of the carrying amount of a piece of land which had been fully written down in prior period; this was in the process of being sold at 30 June 2007 and was disposed of at the end of that year. The balance also included miscellaneous non-recurring expenses of 20 million euros.

#### **6. Gains (losses) on the disposal of investments**

In the first half of 2008 this item consists of a gain of 1 million euros arising on the disposal of certain minor investments. There was a nil balance on this item in the second quarter of 2008.

In the second quarter of 2007 this item resulted in a net gain of 8 million euros, which included a gain of 5 million euros on the disposal of a 17% interest in the associate Servizio Titoli S.p.A., in which the Group maintained a 10% holding, and a gain of 4 million euros from the disposal of a Comau French business. This item resulted in a net gain of 52 million euros in the first half of 2007, consisting also of the gain of 42 million euros recognised in the first quarter of 2007 on the finalisation of the disposal of the subsidiary Ingest Facility S.p.A.

#### **7. Restructuring costs**

Restructuring costs amount to 1 million euros in the second quarter of 2008 (7 million euros in the second quarter of 2007 mainly relating to Comau).

The net balance on this item for the first half of 2008 amounts to income of 3 million euros relating mainly to the release of restructuring provisions no longer required, partially offset by additional costs incurred in connection with the restructuring plan for the Giambattista Vico factory. Net costs of 22 million euros were incurred for this item in the first half of 2007, mostly relating to Comau.

## 8. Other unusual income (expenses)

In the second quarter of 2008 this item results in a net gain of 1 million euros (net loss of 1 million euros in the second quarter of 2007). In the second quarter of 2007, this item included expenses of 6 million euros incurred in connection with the process of reorganisation and streamlining of relationships with Group suppliers as well as other non recurring income of 5 million euros arising from the favourable settlement of certain contractual claims regarding the sale of businesses carried out in prior years.

In the first half of 2008, this item results in a net gain of 12 million euros, mainly relating to the release to income of provisions no longer required. In the first half of 2007, this item resulted in a net loss of 30 million euros, mostly incurred in connection with the process of reorganisation and streamlining of relationships with Group suppliers.

## 9. Financial income (expenses)

In addition to the items included in the specific line of the income statement, Net financial income (expenses) also includes the income from financial services companies included in Net revenues for 231 million euros and 468 million euros in the second quarter of 2008 and in the first half of 2008, respectively (235 million euros and 471 million euros in the second quarter of 2007 and in the first half of 2007, respectively) and the costs incurred by financial services companies included in Interest cost and other financial charges from financial services companies included in Cost of sales for 187 million euros and 375 million euros in the second quarter of 2008 and in the first half of 2008, respectively (183 million euros and 360 million euros in the second quarter of 2007 and in the first half of 2007, respectively). Reconciliation to the income statement is provided at the foot of each column of the following table.

(in millions of euros)	2 <sup>nd</sup> Quarter 2008	2 <sup>nd</sup> Quarter 2007	1 <sup>st</sup> Half 2008	1 <sup>st</sup> Half 2007
<b>Financial income</b>				
- Interest earned and other financial income	58	84	133	162
- Interest income from customers and other financial income of financial services companies	231	235	468	471
- Gains on disposal of securities	-	5	1	8
<b>Total financial income</b>	<b>289</b>	<b>324</b>	<b>602</b>	<b>641</b>
of which:				
- Financial income, excluding financial services companies	58	89	134	170
<b>Interest and other financial expenses</b>				
- Interest expense and other financial expenses	341	417	682	781
- Write-downs of financial assets	25	18	49	30
- Losses on disposal of securities	1	1	2	1
- Interest costs on employee benefits	37	35	74	78
<b>Total interest and other financial expenses</b>	<b>404</b>	<b>471</b>	<b>807</b>	<b>890</b>
<b>Net income (expenses) from derivative financial instruments and exchange losses</b>	<b>(72)</b>	<b>88</b>	<b>(143)</b>	<b>192</b>
Interest and other financial expenses, effects resulting from derivative financial instruments and exchange differences, excluding financial services companies	289	200	575	338
<b>Net financial income (expenses) excluding financial services companies</b>	<b>(231)</b>	<b>(111)</b>	<b>(441)</b>	<b>(168)</b>

Net financial expenses for the second quarter of 2008 and the first half of 2008, excluding those of the financial services companies, amounted to 231 million euros and 441 million euros respectively (-111 million euros and -168 million euros in the corresponding periods of 2007). These balances include net financial expenses of 79 million euros and 142 million euros in the second quarter of 2008 and in the first half of 2008 which arose from equity swaps on Fiat S.p.A. ordinary shares set up to support certain stock options plans, while net financial expenses in the corresponding periods in 2007 included net financial income arising from these equity swaps of 69 million euros in the second quarter of the year and 160 million euros in the first half. These effects have been partially offset by a cost of 43 million euros recognised in the second quarter of 2007 arising from the adjustment of the carrying amount of a CNH 9.25% fixed rate bond, originally repayable in 2011 but which was repaid in August 2007, to the expected amount repayable.

## 10. Result from investments

The item includes the Group's interest in the net income or loss of the companies accounted for using the equity method for an amount equal to 51 million euros and 103 million euros in the second quarter of 2008 and in the first half of 2008, respectively (38 million euros and 66 million euros in the corresponding periods of 2007), the write-downs connected with the impairment loss of financial assets and any reversal, the write-downs of investments classified as available-for-sale, accruals to provisions against investments, income and expense arising from the adjustment to fair value of investments in other entities held for trading, and dividend income.

The Result from investments in the second quarter of 2008 is a profit amounting to 55 million euros (a profit of 40 million euros in the second quarter of 2007) and consists of (amounts in millions of euros): Fiat Group Automobiles Sector Companies 33 (23 in the second quarter of 2007); entities of Agricultural and Construction equipment Sector 16 (10 in the second quarter of 2007), Trucks and Commercial Vehicles Sector Companies 7 (5 in the second quarter of 2007) and other companies -1 (2 in the second quarter of 2007).

The Result from investments in the first half of 2008 is a profit amounting to 118 million euros (a profit of 76 million euros in the first half of 2007) and consists of (amounts in millions of euros): Fiat Group Automobiles Sector Companies 67 (34 in the first half of 2007); entities of Agricultural and Construction equipment Sector 27 (17 in the first half of 2007), Trucks and Commercial Vehicles Sector Companies 18 (2 in the first half of 2007) and other companies 6 (23 in the first half of 2007). More specifically, the amount relating to the Trucks and Commercial Vehicles Sector includes 9 million euros arising from the partial release to income of a provision for risks no longer existing in connection with a Chinese investee.

## 11. Income taxes

Income taxes consist of the following:

(in millions of euros)	2 <sup>nd</sup> Quarter 2008	2 <sup>nd</sup> Quarter 2007	1 <sup>st</sup> Half 2008	1 <sup>st</sup> Half 2007
Current taxes:				
- IRAP	40	46	82	90
- Other taxes	319	213	548	357
<b>Total current taxes</b>	<b>359</b>	<b>259</b>	<b>630</b>	<b>447</b>
Deferred taxes for the period	(47)	(14)	(102)	(7)
Taxes relating to prior periods	(3)	3	(10)	6
<b>Total Income taxes</b>	<b>309</b>	<b>248</b>	<b>518</b>	<b>446</b>

The increase in the charge for income taxes in the second quarter of 2008 and in the first half of 2008 with respect to the same periods of 2007 mainly arises from improvements in results, in particular those of the foreign companies.

Net deferred tax assets at 30 June 2008 consist of deferred tax assets, net of deferred tax liabilities that have been offset where permissible by the individual companies. The net balance of Deferred tax assets and Deferred tax liabilities may be analyzed as follows:

(in millions of euros)	At 30 June 2008	At 31 December 2007
Deferred tax assets	2,055	1,892
Deferred tax liabilities	(236)	(193)
<b>Net deferred tax assets</b>	<b>1,819</b>	<b>1,699</b>

## 12. Earnings per share

As explained in Note 25 to Consolidated financial statements at 31 December 2007, Fiat S.p.A. capital stock is represented by three different classes of shares (ordinary shares, preference shares and saving shares) that participate in dividends with different rights. Profit or loss of the period attributable to each class of share is determined in accordance with the share's contractual dividend rights. For this purpose, the net result attributable to the ordinary equity holders of the parent company has been adjusted by the amount of the dividends that would be contractually due to each class of shares in the theoretical event of a total distribution of profits. The total profit allocated to each class of share has then been divided by the weighted average number of outstanding shares in the period to determine earnings per share.

The following table shows for the first half of 2008 and the first half of 2007 the reconciliation between the net result attributable to equity holders of the parent and the profit attributable to each class of shares, as well as, the weighted number of shares outstanding during the period:

		1 <sup>st</sup> Half 2008				1 <sup>st</sup> Half 2007			
		Ordinary shares	Preference shares	Saving shares	Total	Ordinary shares	Preference shares	Saving shares	Total
Profit attributable to equity holders of the parent	million of euros				1,009				951
Theoretical preference right on saving shares	million of euros	-	-	12	12	-	-	12	12
Profit available for distribution to all classes of shares	million of euros	850	83	64	997	804	76	59	939
<b>Profit attributable to each class of shares</b>	million of euros	<b>850</b>	<b>83</b>	<b>76</b>	<b>1,009</b>	<b>804</b>	<b>76</b>	<b>71</b>	<b>951</b>
<b>Weighted average number of shares outstanding</b>	thousand	<b>1,059,705</b>	<b>103,292</b>	<b>79,913</b>	<b>1,242,910</b>	<b>1,086,134</b>	<b>103,292</b>	<b>79,913</b>	<b>1,269,339</b>
<b>Basic earning per share</b>	euros	<b>0.802</b>	<b>0.802</b>	<b>0.957</b>		<b>0.740</b>	<b>0.740</b>	<b>0.895</b>	

The following table shows for the second quarter of 2008 and the second quarter of 2007 the reconciliation between the net result attributable to equity holders of the parent and the profit attributable to each class of shares, as well as the average number of shares outstanding during the period.

		2 <sup>nd</sup> Quarter 2008				2 <sup>nd</sup> Quarter 2007			
		Ordinary shares	Preference shares	Saving shares	Total	Ordinary shares	Preference shares	Saving shares	Total
Profit attributable to equity holders of the parent	million of euros				<b>604</b>				593
<b>Profit attributable to each class of shares</b>	Million of euros	<b>515</b>	<b>50</b>	<b>39</b>	<b>604</b>	511	44	38	593
<b>Weighted average number of shares</b>	Thousand	<b>1,059,073</b>	<b>103,292</b>	<b>79,913</b>	<b>1,242,278</b>	1,083,732	103,292	79,913	1,266,937
<b>Basic earning per share</b>	euros	<b>0.486</b>	<b>0.486</b>	<b>0.486</b>		0.472	0.430	0.472	

For the purpose of calculating diluted earnings per share for the second quarter and the first half of 2008, the average number of outstanding ordinary shares has been increased so as also to take into consideration the effect that would arise if the stock options on Fiat S.p.A. shares were to be exercised, while the result attributable to the Group has been adjusted to take into account the dilutive effects that would arise if the stock options granted by the Group's subsidiaries on their equity instruments were to be exercised. No dilutive effects arose in the first half of 2007 from warrants issued by Fiat S.p.A. on its ordinary shares; this warrants expired in January 2007.

The following table sets out for the first half and the second quarter of 2008, together with the corresponding comparative periods in 2007, the weighted number of shares outstanding during the period used in the calculation of diluted earnings per share and diluted earnings per share by class of share.

		1 <sup>st</sup> Half 2008				1 <sup>st</sup> Half 2007			
		Ordinary shares	Preference shares	Saving shares	Total	Ordinary shares	Preference shares	Saving shares	Total
<b>Profit attributable to each class of shares</b>	million of euros	850	83	76	<b>1,009</b>	803	76	71	950
<b>Total number of shares considered in the diluted earning per share</b>	thousands	<b>1,065,711</b>	<b>103,292</b>	<b>79,913</b>	<b>1,248,916</b>	1,092,498	103,292	79,913	1,275,703
<b>Diluted earning per share</b>	euros	<b>0.798</b>	<b>0.798</b>	<b>0.953</b>		0.739	0.735	0.890	

		2 <sup>nd</sup> Quarter 2008				2 <sup>nd</sup> Quarter 2007			
		Ordinary shares	Preference shares	Saving shares	Total	Ordinary shares	Preference shares	Saving shares	Total
<b>Profit attributable to each class of shares</b>	million of euros	515	50	39	<b>604</b>	511	44	37	592
<b>Total number of shares considered in the diluted earning per share</b>	thousands	<b>1,064,848</b>	<b>103,292</b>	<b>79,913</b>	<b>1,248,053</b>	1,090,471	103,292	79,913	1,273,676
<b>Diluted earning per share</b>	euros	<b>0.484</b>	<b>0.484</b>	<b>0.484</b>		0.472	0.427	0.469	

## Balance Sheet

### 13. Intangible assets

(in millions of euros)	Net of amortisation at 31 December 2007	Additions	Amortisation	Foreign exchange effects and other changes	Net of amortisation at 30 June 2008
Goodwill	2,724	-	-	(74)	<b>2,650</b>
Development costs	2,962	482	(372)	(46)	<b>3,026</b>
Other intangible assets	837	88	(93)	(18)	<b>814</b>
<b>Total Intangible assets</b>	<b>6,523</b>	<b>570</b>	<b>(465)</b>	<b>(138)</b>	<b>6,490</b>

Goodwill consists principally of net goodwill resulting from the purchase of the Case group and other companies of the Agricultural and Construction Equipment Sector for 1,525 million euros, the Ferrari Sector for 786 million euros, the Pico group and other companies in the Production Systems Sector for 130 million euros, companies in the Components Sector for 118 million euros, companies in the Trucks and Commercial Vehicles Sector for 56 million euros and companies in the Metallurgical Products Sector for 18 million euros. In particular, the Foreign exchange effects and other changes column includes goodwill of 30 million euros arising from the consolidation of the Ergom group, and goodwill of 4 million euros arising from the purchase of Tritec Motors Ltda. This column also includes a balances of 7 million euros and 5 million euros relating respectively to development costs, and other intangible assets resulting from the consolidation on a line-by-line basis of the Ergom group.

The addition to Other intangible assets of 88 million euros in the first half of 2008 relates mainly to software.

Foreign exchange losses of 129 million euros in the first half of 2008 principally reflect changes in the Euro/US dollar rate.

### 14. Property, plant and equipment

(in millions of euros)	Net of depreciation at 31 December 2007	Additions	Depreciation	Foreign exchange effects	Disposals and other changes	Net of depreciation at 30 June 2008
Property, plant and equipment	10,116	1,072	(928)	90	318	<b>10,668</b>
Assets sold with a buy-back commitment	1,130	193	(70)	(8)	(110)	<b>1,135</b>
<b>Total Property plant and equipment</b>	<b>11,246</b>	<b>1,265</b>	<b>(998)</b>	<b>82</b>	<b>208</b>	<b>11,803</b>

Additions of 1,265 million euros in the first half of 2008 mainly refer to the Automotive Sectors (Fiat Group Automobiles, Trucks and Commercial Vehicles and CNH - Case New Holland) and to Magneti Marelli sector. Foreign exchange gains of 82 million euros in the first half of 2008 principally reflect changes in the Euro/Brazilian Real exchange rate, partially offset by those of the Euro/US Dollar exchange rate. The column Disposals and other changes includes amongst other things a balance of 337 million euros relating to Property, plant and equipment resulting from the consolidation on a line-by-line basis of the Ergom group and Tritec Motors Ltda.

## 15. Investments and other financial assets

(in millions of euros)	At 30 June 2008	At 31 December 2007
Investments	2,021	2,032
Non-current financial receivables	154	78
Other securities	105	104
<b>Total Investments and other financial assets</b>	<b>2,280</b>	<b>2,214</b>

Changes in Investments are as follows:

(in millions of euros)	At 31 December 2007	Revaluations (write-downs)	Changes in the scope of consolidation	Other changes	At 30 June 2008
<b>Investments</b>	<b>2,032</b>	<b>106</b>	<b>(12)</b>	<b>(105)</b>	<b>2,021</b>

At 30 June 2008 the item Investments totals 2,021 million euros (2,032 million euros at 31 December 2007) and includes, amongst others, the following investments (in millions of euros): Fiat Group Automobiles Financial Services S.p.A. 602 (576 at 31 December 2007), Tofas Turk Otomobil Fabrikasi A.S. 222 (255 at 31 December 2007), Iveco Finance Holdings Limited 149 (145 at 31 December 2007), Sevel S.p.A. 101 (96 at 31 December 2007), Naveco Ltd. 108 (106 at 31 December 2007), Kobelco Construction Machinery Co. Ltd. 91 (91 at 31 December 2007), Rizzoli Corriere della Sera MediaGroup S.p.A. 111 (125 at 31 December 2007).

Other negative changes of 105 million euros are made up as follows: foreign exchange losses of 51 million euros; purchases and capitalisations for 54 million euros; dividends of 63 million euros distributed by companies accounted for using the equity method, and other decreases of 45 million euros.

Revaluations and write-downs consist of adjustments for the result for the period to the carrying value of investments accounted for under the equity method. Write-downs also include any impairment loss in investments accounted for under the cost method.

## 16. Leased assets

(in millions of euros)	Net of depreciation at 31 December 2007	Additions	Depreciation	Foreign exchange effect	Disposals and other changes	Net of depreciation at 30 June 2008
<b>Leased assets</b>	<b>396</b>	<b>127</b>	<b>(42)</b>	<b>(26)</b>	<b>(44)</b>	<b>411</b>

## 17. Inventories

(in millions of euros)	At 30 June 2008	At 31 December 2007
Raw materials, supplies and finished goods	11,372	9,489
Gross amount due from customers for contract works	257	501
<b>Total Inventories</b>	<b>11,629</b>	<b>9,990</b>

At 30 June 2008 Inventories include assets sold with a buy-back commitment by Fiat Group Automobiles for 1,268 million euros (1,032 million euros at 31 December 2007). Net of this amount, inventories show an increase of 1,403 million euros in the first half of 2008, which is the result of a rise in volumes in CNH – Case New Holland and Iveco and of increased stocks held by Fiat Group Automobiles to support the launching of new models.

The majority of amount due from customers for contract work mainly relates to the Production Systems Sector and can be analysed as follows:

(in millions of euros)	At 30 June 2008	At 31 December 2007
Aggregate amount of costs incurred and recognised profits (less recognised losses) to date	1,815	1,817
Progress billings	(1,669)	(1,699)
<b>Construction contracts, net of advances on contract work</b>	<b>146</b>	<b>118</b>
Gross amount due from customers for contract work as an asset	257	501
Gross amount due to customers for contract work as a liability included in Other payables	(111)	(383)
<b>Construction contracts, net of advances on contract work</b>	<b>146</b>	<b>118</b>

At 30 June 2008, and at 31 December 2007, the amount of retentions by customers on contract work in progress was not significant.

## 18. Current receivables

(in millions of euros)	At 30 June 2008	At 31 December 2007
Trade receivables	5,019	4,384
Receivables from financing activities	13,346	12,268
Other receivables	3,169	3,203
<b>Total Current Receivables</b>	<b>21,534</b>	<b>19,855</b>

Trade receivables have increased by 635 million euros compared to 31 December 2007 mainly due to the increase in the level of activities during the period.

Other receivables mainly include amounts due from the Tax Authorities, security deposits and miscellaneous receivables.

Receivables from financing activities include the following:

(in millions of euros)	At 30 June 2008	At 31 December 2007
Retail financing	6,497	6,601
Finance leases	777	690
Dealer financing	5,723	4,477
Supplier financing	68	104
Current financial receivables from jointly controlled financial services entities	62	81
Financial receivables from companies under joint control, associates and unconsolidated subsidiaries	80	152
Other	139	163
<b>Total Receivables from financing activities</b>	<b>13,346</b>	<b>12,268</b>

Receivables from financing activities increased by 1,078 million euros over the period. Excluding translation exchange losses of 418 million euros arising mainly from trends in the Euro/US dollar rate the item increased by 1,496 million euros, mainly due to the increase in financing given to the Group's financial services companies (driven by higher business volumes and seasonality).

Current financial receivables from jointly controlled financial services entities includes of financial receivables due by the FAFS group.

## **19. Current securities**

At 30 June 2008 Current securities include mainly short-term or marketable securities which represent temporary investments readily convertible into cash, but which do not satisfy the requirements for being classified as cash equivalents. During the first half of 2008 this item decreased by 33 million euros, as a consequence of a changed mix in the temporary investment of funds.

## **20. Other financial assets and Other financial liabilities**

These items include, respectively, the positive and the negative measurement at fair value of derivative financial instruments at 30 June 2008.

In particular, the overall change in other financial assets (from 703 million euros at 31 December 2007 to 633 million euros at 30 June 2008), and the increase in other financial liabilities (from 188 million euros at 31 December 2007 to 270 million euros at 30 June 2008), is mainly due to the changes in exchange rates and interest rates over the period, as well as to the change in the fair value of the equity swaps on Fiat S.p.A. ordinary shares (142 million euros in the first half of 2008).

As this item consists principally of hedging instruments, the change in their value is compensated by the change in the value of the hedged item.

## **21. Cash and cash equivalents**

Cash and cash equivalents include cash at bank, units in liquidity funds and other money market securities that are readily convertible into cash and are subject to an insignificant risk of changes in value.

At 30 June 2008, this item includes approximately 413 million euros (530 million euros at 31 December 2007) of cash whose use is restricted to the repayment of the debt related to securitisations mainly classified in the item Asset-backed financing.

## **22. Assets and liabilities held for sale**

At 30 June 2008 Assets and liabilities held for sale consists mainly of certain properties and buildings held by Fiat Group Automobiles, CNH – Case New Holland, Trucks and Commercial Vehicles and Comau, the investment in Teksid Aluminum Getti Speciali S.r.l., a subsidiary of Teksid Aluminum S.r.l. and certain minor assets of the Ergom group (which are in the process of being sold) which were accounted for as Assets held for sale on the consolidation of the group for the first time on a line-by-line basis.

At 31 December 2007 this item also included the assets and liabilities of certain business of the Comau Sector, which have been reclassified to their ordinary lines during the first half of 2008.

The items included in Assets held for sale and Liabilities held for sale may be summarised as follows:

(in millions of euros)	At 30 June 2008	At 31 December 2007
Property, plant and equipment	34	60
Investments and other financial assets	5	4
Inventories	-	6
Trade receivables	-	7
Other receivables, Accrued income and prepaid expenses	-	4
Cash and cash equivalents	-	2
<b>Total Assets</b>	<b>39</b>	<b>83</b>
Employee benefits	-	6
Other provisions	-	9
Trade payables	-	7
Other payables, Accrued expenses and deferred income	-	13
<b>Total Liabilities</b>	<b>-</b>	<b>35</b>

### 23. Stockholders' equity

Stockholders' equity has increased by 260 million euros over that at 31 December 2007, due the net income for the period of 1,073 million euros, foreign exchange losses of 49 million euros arising from the translation into euros of the financial statements of subsidiaries denominated in other currencies, 544 million euros from dividends distributed, and 238 million euros from the treasury stock buy-back (net of sales for the exercise of stock options).

A total of 16.8 million ordinary shares (for 239 million euros) was purchased between the beginning of the period and 30 June 2008 under the treasury stock buy-back programme (the "Programme") announced by the Board of Directors under the authorisation granted by Stockholders on in General Meeting on 5 April 2007 and renewed in their General Meeting on 31 March 2008. The Stockholders' authorisation will be effective for 18 months from 31 March 2008. The buy-back, aimed at servicing stock option plans and the investment of liquidity, refers to a maximum number of treasury shares from the three classes of stock which shall not exceed 10% of the capital stock and a maximum aggregate amount of 1.8 billion euros. Under the Programme (which is renewable), the purchases will be carried out on the regulated market as follows:

- the Programme will end on 30 September 2009, or once the maximum purchase value of euro 1.8 billion (including euro 0.6 billion related to Fiat shares already held by the Company) or a number of shares equivalent to 10% of share capital is reached;
- maximum purchase price not exceeding 10% of the reference price reported on the Stock Exchange on the day before the purchase is made;
- the maximum number of shares purchased daily not exceeding 20% of the total daily trading volume for each class of shares.

Treasury shares of 657 million euros were outstanding at 30 June 2008 (419 million euros at 31 December 2007).

At 30 June 2008, the total number of ordinary shares purchased from the beginning of the programme amounted to 37.27 million, for a total invested amount of 664.6 million euros.

Capital stock fully paid-in amounts to 6,377 million euros at 30 June 2008 and consists of 1,275,452,595 shares as follows:

- 1,092,247,485 ordinary shares;
- 103,292,310 preference shares;
- 79,912,800 savings shares;

All with a par value of 5 euros each.

For more complete information on the capital stock of Fiat S.p.A., reference should be made to Note 25 of the Consolidated Financial Statements at 31 December 2007.

Consolidated gains (losses) recognised directly in equity are as follows:

(in millions of euros)	At 30 June 2008	At 31 December 2007
Gains (losses) recognised directly in the cash flow hedge reserve	164	151
Gains (losses) recognised directly in the financial assets available-for-sale fair value adjustment reserve	6	15
Gains (losses) on translation differences	147	196
<b>Total Gains (losses) recognised directly in equity</b>	<b>317</b>	<b>362</b>

The decrease in gains recognised directly in the available-for-sale reserve is due to a decline in the fair value of the assets to which it relates.

## 24. Provisions

(in millions of euros)	At 30 June 2008	At 31 December 2007
Employee benefits	3,445	3,597
Other provisions:		
- Warranty provision	1,427	1,334
- Restructuring provision	210	308
- Investment provision	65	90
- Other risks	3,169	3,233
Total Other provisions	4,871	4,965
<b>Total Provisions</b>	<b>8,316</b>	<b>8,562</b>

Provisions for Employee benefits include provisions for pension plans, other long term benefits and other post employment benefits. The decrease of 152 million includes a foreign exchange loss of 78 million euros arising from changes in the exchange rate between the US dollar and the Euro.

Reserves for other risks amount to 3,169 million euros at 30 June 2008 (3,233 million euros at 31 December 2007) and include provisions for contractual, commercial and legal risks.

## 25. Debt

(in millions of euros)	At 30 June 2008	At 31 December 2007
Asset-backed financing	5,698	6,820
Other debt:		
- Bonds	6,836	7,066
- Borrowings from banks	3,645	2,722
- Payables represented by securities	147	163
- Other	1,311	1,180
Total Other debt	11,939	11,131
<b>Total Debt</b>	<b>17,637</b>	<b>17,951</b>

At 30 June 2008 Debt decreased by 314 million euros. Excluding the change in foreign exchange rates, which led to a reduction in debt of 411 million euros, the resulting increase of 97 million euros is due to a rise in borrowings from banks and other debt, partially offset by a decrease in Asset-backed financing given on the sale of receivables (approximately 770 million euros net of the exchange effect).

Repayments of bonds during the first half of 2008 totalled 33 million euros.

The principal bond issues outstanding at 30 June 2008 are as follows:

	Currency	Face value of outstanding bonds (in millions)	Coupon	Maturity	Outstanding amount (in millions of euros)
<b>Global Medium Term Notes:</b>					
Fiat Finance and Trade Ltd S.A.(1)	EUR	1,000	6.25%	24 February 2010	1,000
Fiat Finance and Trade Ltd S.A.(1)	EUR	1,300	6.75%	25 May 2011	1,300
Fiat Finance and Trade Ltd S.A.(1)	EUR	494	(2)	(2)	494
Fiat Finance and Trade Ltd S.A.(4)	EUR	1,000	5.625%	15 November 2011	1,000
Fiat Finance North America Inc. (4)	EUR	1,000	5.625%	12 June 2017	1,000
Others (3)		165			165
<b>Total Global Medium Term Notes</b>					<b>4,959</b>
<b>Other bonds:</b>					
Case New Holland Inc.	USD	500	6.00%	1 June 2009	317
Fiat Finance and Trade Ltd S.A. (4)	EUR	1,000	6.625%	15 February 2013	1,000
Case New Holland Inc.	USD	500	7.125%	1 March 2014	317
CNH America LLC	USD	254	7.25%	15 January 2016	161
<b>Total Other bonds</b>					<b>1,795</b>
Hedging effect and amortised cost valuation					82
<b>Total Bonds</b>					<b>6,836</b>

- (1) Bonds listed on the Mercato Obbligazionario Telematico of the Italian stock exchange (EuroMot). In addition, the majority of the bonds issued by the Fiat Group are also listed on the Luxembourg stock exchange.
- (2) "Fiat Step-Up Amortizing 2001-2011" bonds repayable at face value in five equal annual instalments each for 20% of the total issued (617 million euros) due beginning from the sixth year (7 November 2007) by reducing the face value of each bond outstanding by one-fifth. The last instalment will be repaid on 7 November 2011. The bonds pay coupon interest equal to: 4.40% in the first year (7 November 2002), 4.60% in the second year (7 November 2003), 4.80% in the third year (7 November 2004), 5.00% in the fourth year (7 November 2005), 5.20% in the fifth year (7 November 2006), 5.40% in the sixth year (7 November 2007), 5.90% in the seventh year (7 November 2008), 6.40% in the eighth year (7 November 2009), 6.90% in the ninth year (7 November 2010), 7.40% in the tenth year (7 November 2011).
- (3) Bonds with amounts outstanding equal to or less than the equivalent of 50 million euros.
- (4) Bond listed on the Irish Stock Exchange.

Further information about these bonds is included in Note 28 to the Consolidated Financial Statements at 31 December 2007. The prospectuses, the offering circulars or their abstracts relating to the aforementioned principal bond issues are available on the Group's website at [www.fiatgroup.com](http://www.fiatgroup.com) under "Investor Relations – Financial Reports".

The Fiat Group intends to repay the issued bonds in cash at maturity by utilizing available liquid resources.

At 30 June 2008, the Fiat Group also had unused committed credit lines of approximately 2 billion euros.

In addition, the companies in the Fiat Group may from time to time buyback bonds on the market that have been issued by the Group, also for purposes of their cancellation. Such buybacks, if made, depend upon market conditions, the financial situation of the Group and other factors which could affect such decisions.

Finally, financial payables secured with mortgages and other liens on assets of the Group amount to 393 million euros at 30 June 2008 (357 million euros at 31 December 2007); this amount includes balances of 266 million euros at 30 June 2008 (228 million euros at 31 December 2007) due to creditors for assets acquired under finance leases.

## Net financial position

In compliance with Consob Communication No. DEM/6064293 issued on 28 July 2006 and in conformity with the CESR's Recommendations for the consistent implementation of the European Commission's Regulation on Prospectuses issued on 10 February 2005, the Net financial position of the Fiat Group at 30 June 2008 is as follows:

(in millions of euros)	At 30 June 2008		At 31 December 2007	
		of which Related parties		of which Related parties
A. Cash and cash equivalents	4,408	2	6,639	-
B. Cash and cash equivalents included as Assets held for sale	-	-	2	-
C. Current securities (securities held for trading)	258	-	291	-
D. Liquidity (A) + (B) + (C)	4,666	2	6,932	-
E. Receivables from financing activities (Current financial receivables)	13,346	182	12,268	331
- of which: From jointly controlled financial services entities	62	62	81	81
F. Other financial assets	633	40	703	-
G. Debt	17,637	633	17,951	617
H. Other financial liabilities	270	24	188	-
<b>I. Net financial position (I) = (D+E+F-G-H):</b>	<b>738</b>	<b>(433)</b>	<b>1,764</b>	<b>(286)</b>

The item Receivables from financing activities includes the entire portfolio of the financial services entities, classified as current assets as they will be realised during the normal operating cycle of these companies.

The following is reconciliation between Net financial position as presented in the above table and Net debt as presented in the Interim Management Report:

(in millions of euros)	At 30 June 2008	At 31 December 2007
<b>Consolidated net debt as presented in the Interim management report</b>	<b>(12,546)</b>	<b>(10,423)</b>
Less: Current financial receivables, excluding those due from jointly controlled financial services companies amounting to 62 million euros at 30 June 2008 (81 million euros at 31 December 2007)	13,284	12,187
<b>Net financial position</b>	<b>738</b>	<b>1,764</b>

Reference should be made to Notes 18, 19, 20 and 21 and the information provided in Note 25 for a further analysis of the items in the table.

## 26. Trade payables

Trade payables of 16,111 million euros at 30 June 2008 increased by 1,386 million euros from the amount at 31 December 2007 mainly due to the increase in the level of activities during the period.

## 27. Other payables

Other payables include 2,767 million euros of amounts payable to customers related to buy-back agreements (2,513 million euros at 31 December 2007).

## **28. Accrued expenses and deferred income**

The item Accrued liabilities and deferred income includes public investment grants recognised as income over the useful lives of the assets to which they relate. Furthermore, the item comprises deferred income relating to service contracts, as well as accrued liabilities for costs that will be settled in the following periods.

## **29. Guarantees granted, commitments and other contingent liabilities**

### **Guarantees granted**

At 30 June 2008, the Group has provided guarantees on the debt or commitments of third parties or jointly controlled and associated entities totalling 598 million euros, which has fallen from the amount of 725 million euros at 31 December 2007 following the repayment of certain guaranteed loans by joint venture companies.

### **Other commitments and important contractual rights**

The Fiat Group has important commitments and rights deriving from outstanding agreements. These commitments and rights are described in Note 32 of the Consolidated Financial Statements at 31 December 2007, to which reference should be made, insofar as no changes occurred in the first half of 2008. In particular, these involve commitments and rights regarding:

- relations of Fiat with the Arab fund Mubadala Development Company concerning its holding in the subsidiary Ferrari S.p.A.;
- relations of Fiat with Renault concerning the subsidiary Teksid.

### **Lawsuits and controversies**

The Parent Company and certain subsidiaries are party to various lawsuits and controversies. Nevertheless, it is believed that the resolution of these controversies will not cause significant liabilities for which specific risk provisions have not already been set aside.

### **Sales of receivables**

The Group has discounted receivables and bills without recourse having due dates beyond 30 June 2008 amounting to 6,888 million euros (7,044 million euros at 31 December 2007, with due dates beyond that date), which refer to trade receivables and other receivables for 5,383 million euros (5,524 million euros at 31 December 2007) and receivables from financing for 1,505 million euros (1,520 million euros at 31 December 2007). The amount includes receivables, mostly due from the sales network, of 3,659 million euros (3,817 million euros at 31 December 2007) sold to jointly-controlled financial services companies (FAFS) and of 1,002 million euros (869 million euros at 31 December 2007) sold to associate financial services companies (Iveco Financial Services, controlled by Barclays).

### 30. Income statement by business sector

(in millions of euros)	Fiat Group Automobiles	Maserati	Ferrari	CNH	Iveco	FPT	Magneti Marelli	Teksid	Comau	Itedi	Others, holding and elimina- tions	FIAT Group
<b>2nd Quarter 2008</b>												
Total net revenues	7,770	205	513	3,614	3,084	2,105	1,616	239	259	92	(2,530)	<b>16,967</b>
Net revenues intersegment (*)	(75)	(28)	(24)	-	(33)	(1,660)	(669)	(88)	(97)	(2)	2,676	-
<b>Net revenues from third parties</b>	<b>7,695</b>	<b>177</b>	<b>489</b>	<b>3,614</b>	<b>3,051</b>	<b>445</b>	<b>947</b>	<b>151</b>	<b>162</b>	<b>90</b>	<b>146</b>	<b>16,967</b>
<b>Trading profit</b>	<b>243</b>	<b>12</b>	<b>105</b>	<b>399</b>	<b>248</b>	<b>87</b>	<b>72</b>	<b>13</b>	<b>1</b>	<b>3</b>	<b>(52)</b>	<b>1,131</b>
Unusual income (expenses)	3	-	-	4	-	-	-	-	-	-	(7)	-
<b>Operating result</b>	<b>246</b>	<b>12</b>	<b>105</b>	<b>403</b>	<b>248</b>	<b>87</b>	<b>72</b>	<b>13</b>	<b>1</b>	<b>3</b>	<b>(59)</b>	<b>1,131</b>
Financial income (expenses)												<b>(231)</b>
Result from investments												<b>55</b>
<b>Result before taxes</b>												<b>955</b>
Income taxes												<b>309</b>
<b>Result from continuing operations</b>												<b>646</b>

(in millions of euros)	Fiat Group Automobiles	Maserati	Ferrari	CNH	Iveco	FPT	Magneti Marelli	Teksid	Comau	Itedi	Others, Holding and elimina- tions	FIAT Group
<b>2nd Quarter 2007</b>												
Total net revenues	6,782	177	423	3,269	2,861	1,843	1,274	179	307	105	(2,041)	<b>15,179</b>
Net revenues intersegment (*)	(70)	(5)	(17)	-	(26)	(1,408)	(463)	(56)	(92)	(2)	2,139	-
<b>Net revenues from third parties</b>	<b>6,712</b>	<b>172</b>	<b>406</b>	<b>3,269</b>	<b>2,835</b>	<b>435</b>	<b>811</b>	<b>123</b>	<b>215</b>	<b>103</b>	<b>98</b>	<b>15,179</b>
<b>Trading profit</b>	<b>193</b>	<b>1</b>	<b>70</b>	<b>348</b>	<b>224</b>	<b>77</b>	<b>56</b>	<b>12</b>	<b>1</b>	<b>6</b>	<b>(42)</b>	<b>946</b>
Unusual income (expenses)	(7)	-	-	-	-	-	-	3	(3)	-	7	-
<b>Operating result</b>	<b>186</b>	<b>1</b>	<b>70</b>	<b>348</b>	<b>224</b>	<b>77</b>	<b>56</b>	<b>15</b>	<b>(2)</b>	<b>6</b>	<b>(35)</b>	<b>946</b>
Financial income (expenses)												<b>(111)</b>
Result from investments												<b>40</b>
<b>Result before taxes</b>												<b>875</b>
Income taxes												<b>248</b>
<b>Result from continuing operations</b>												<b>627</b>

(\*) Intersegment net sales and revenues include revenues between consolidated Group companies relating to different Sectors. Intersegment sales are accounted for at transfer prices that are substantially in line with market.

(in millions of euros)	Fiat Group Automobiles	Maserati	Ferrari	CNH	Iveco	FPT	Magneti Marelli	Teksid	Comau	Itedi	Others, holding and eliminations	FIAT Group
<b>1<sup>st</sup> Half 2008</b>												
Total net revenues	14,599	398	969	6,577	6,015	4,093	2,948	462	511	176	(4,756)	<b>31,992</b>
Net revenues intersegment (*)	(136)	(45)	(46)	(6)	(59)	(3,191)	(1,146)	(168)	(183)	(3)	4,983	-
<b>Net revenues from third parties</b>	<b>14,463</b>	<b>353</b>	<b>923</b>	<b>6,571</b>	<b>5,956</b>	<b>902</b>	<b>1,802</b>	<b>294</b>	<b>328</b>	<b>173</b>	<b>227</b>	<b>31,992</b>
<b>Trading profit</b>	<b>436</b>	<b>22</b>	<b>164</b>	<b>597</b>	<b>470</b>	<b>134</b>	<b>117</b>	<b>28</b>	<b>2</b>	<b>3</b>	<b>(76)</b>	<b>1,897</b>
Unusual income (expenses)	(6)	-	-	24	1	1	-	5	-	-	(8)	<b>17</b>
<b>Operating result</b>	<b>430</b>	<b>22</b>	<b>164</b>	<b>621</b>	<b>471</b>	<b>135</b>	<b>117</b>	<b>33</b>	<b>2</b>	<b>3</b>	<b>(84)</b>	<b>1,914</b>
Financial income (expenses)												<b>(441)</b>
Result from investments												<b>118</b>
<b>Result before taxes</b>												<b>1,591</b>
Income taxes												<b>518</b>
<b>Result from continuing operations</b>												<b>1,073</b>

(in millions of euros)	Fiat Group Automobiles	Maserati	Ferrari	CNH	Iveco	FPT	Magneti Marelli	Teksid	Comau	Itedi	Others, holding and eliminations	FIAT Group
<b>1<sup>st</sup> Half 2007</b>												
Total net revenues	13,084	344	804	5,960	5,348	3,551	2,502	391	536	205	(3,870)	<b>28,855</b>
Net revenues intersegment (*)	(125)	(8)	(44)	(1)	(48)	(2,662)	(903)	(115)	(156)	(4)	4,066	-
<b>Net revenues from third parties</b>	<b>12,959</b>	<b>336</b>	<b>760</b>	<b>5,959</b>	<b>5,300</b>	<b>889</b>	<b>1,599</b>	<b>276</b>	<b>380</b>	<b>201</b>	<b>196</b>	<b>28,855</b>
<b>Trading profit</b>	<b>385</b>	<b>-</b>	<b>101</b>	<b>537</b>	<b>374</b>	<b>121</b>	<b>101</b>	<b>32</b>	<b>(25)</b>	<b>6</b>	<b>(91)</b>	<b>1,541</b>
Unusual income (expenses)	(30)	-	-	-	-	-	-	(3)	(17)	-	50	-
<b>Operating result</b>	<b>355</b>	<b>-</b>	<b>101</b>	<b>537</b>	<b>374</b>	<b>121</b>	<b>101</b>	<b>29</b>	<b>(42)</b>	<b>6</b>	<b>(41)</b>	<b>1,541</b>
Financial income (expenses)												<b>(168)</b>
Result from investments												<b>76</b>
<b>Result before taxes</b>												<b>1,449</b>
Income taxes												<b>446</b>
<b>Result from continuing operations</b>												<b>1,003</b>

(\*) Intersegment net sales and revenues include revenues between consolidated Group companies relating to different Sectors. Intersegment sales are accounted for at transfer prices that are substantially in line with market.

### 31. Related party transactions

The Group engages in transactions with unconsolidated subsidiaries, jointly controlled entities, associated companies and other related parties, on commercial terms that are normal in the respective markets, considering the characteristics of the goods or services involved.

The effects of such transactions on the Consolidated income statements for the first half of 2008 and the first half of 2007 are as follows:

of which: with related parties

(in millions of euros)	1 <sup>st</sup> Half 2008	Unconsolidated Subsidiaries	Jointly controlled entities	Associated companies	Other related parties	Total related parties	Effect on Total (%)
Net revenues	31,992	17	1,630	216	2	1,865	5.8%
Cost of sales	26,581	39	2,774	70	40	2,923	11.0%
Selling, general and administrative costs	2,707	3	14	5	44	66	2.4%

of which: with related parties

(in millions of euros)	1 <sup>st</sup> Half 2007	Unconsolidated Subsidiaries	Jointly controlled entities	Associated companies	Other related parties	Total related parties	Effect on Total (%)
Net revenues	28,855	44	1,094	120	1	1,259	4.4%
Cost of sales	24,060	4	1,803	23	16	1,846	7.7%
Selling, general and administrative costs	2,531	2	11	7	45	65	2.6%

The effects of such transactions on the Fiat Group Consolidated balance sheets at 30 June 2008 and at 31 December 2007 are as follows:

of which: with related parties

(in millions of euros)	At 30 June 2008	Unconsolidated Subsidiaries	Jointly controlled entities	Associated companies	Other related parties	Total related parties	Effect on Total (%)
Other investments and non-current financial assets	355	48	-	16	-	64	18.0%
Inventories	11,629	-	11	-	-	11	0.1%
Current Trade receivables	5,019	19	389	139	-	547	10.9%
Current Receivables from financing activities	13,346	23	143	12	4	182	1.4%
Other current receivables	3,169	8	20	3	-	31	1.0%
Asset-backed financing	5,698	-	106	150	-	256	4.5%
Other debt	11,939	35	268	73	1	377	3.2%
Trade payables	16,111	29	1,052	80	22	1,183	7.3%
Other payables	6,730	2	55	-	4	61	0.9%

of which: with related parties

(in millions of euros)	At 31 December 2007	Unconsolidated Subsidiaries	Jointly controlled entities	Associated companies	Other related parties	Total related parties	Effect on Total (%)
Other investments and non-current financial assets	284	44	-	20	-	64	22.5%
Inventories	9,990	-	6	-	-	6	0.1%
Current Trade receivables	4,384	38	248	80	1	367	8.4%
Current Receivables from financing activities	12,268	111	199	21	-	331	2.7%
Other current receivables	3,203	166	35	3	-	204	6.4%
Accrued income and prepaid expenses	241	-	1	-	-	1	0.4%
Asset-backed financing	6,820	-	141	155	-	296	4.3%
Other debt	11,131	40	217	64	-	321	2.9%
Trade payables	14,725	30	1,012	40	25	1,107	7.5%
Other payables	6,120	2	40	-	4	46	0.8%
Accrued expenses and deferred income	1,083	-	4	-	-	4	0.4%

### Transactions with jointly controlled entities

Significant transactions with jointly controlled entities are set out as follows:

- Net revenues: transactions consist principally of the sales of vehicles and components, including engines and gearboxes, production systems, and the rendering of services, to the following companies:

(in millions of euros)	1 <sup>st</sup> Half 2008	1 <sup>st</sup> Half 2007
Tofas-Turk Otomobil Fabrikasi Tofas A.S., for the sale of motor vehicles	582	421
Società Europea Veicoli Leggeri-Sevel S.p.A., for the sale of engines, other components and production systems	526	401
FAFS, for the sale of motor vehicles	284	124
Société Européenne de Véhicules Légers du Nord-Sevelnord Société Anonyme, for the sale of engines and other components and production systems	38	41
Fiat India Automobiles Private Limited, for the rendering of services, research costs and sale of materials	64	-
Iveco Fiat-Oto Melara Società consortile, for the sale of vehicles and special transport	21	59
New Holland HFT Japan Inc., for the sale of Agricultural and construction equipment	14	6
New Holland Trakmak Traktor A.S., for the sale of Agricultural and construction equipment	1	2
Other minor amounts	100	40
<b>Total Net revenues from jointly controlled entities</b>	<b>1,630</b>	<b>1,094</b>

- Cost of sales: transactions have taken place principally with the following companies:

(in millions of euros)	1 <sup>st</sup> Half 2008	1 <sup>st</sup> Half 2007
Società Europea Veicoli Leggeri-Sevel S.p.A., for the purchase of motor vehicles	1,202	869
Tofas-Turk Otomobil Fabrikasi Tofas A.S., for the purchase of motor vehicles	765	454
Société Européenne de Véhicules Légers du Nord-Sevelnord Société Anonyme, for the purchase of motor vehicles	458	307
FAFS	156	72
Other minor amounts	193	101
<b>Total Cost of sales for purchases from jointly controlled entities</b>	<b>2,774</b>	<b>1,803</b>

- Current trade receivables: these mainly relate to receivables resulting from the revenues discussed above and those arising from the Group's trade relationships with FAFS, which mostly regard the sales of vehicles leased out by FAFS in its own turn under operating or financial lease arrangements, and also arising from Fiat India Automobiles Private Limited for the sale of certain Property, plants and equipments. In particular:

(in millions of euros)	At 30 June 2008	At 31 December 2007
FAFS	93	60
Fiat India Automobiles Private Limited	85	24
Tofas-Turk Otomobil Fabrikasi Tofas A.S.	69	66
Società Europea Veicoli Leggeri-Sevel S.p.A.	61	62
Société Européenne de Véhicules Légers du Nord-Sevelnord Société Anonyme	4	2
Other minor amounts	77	34
<b>Total Current trade receivables due from jointly controlled entities</b>	<b>389</b>	<b>248</b>

- Current receivables from financing activities of 143 million euros at 30 June 2008 (199 million euros at 31 December 2007): these relate to receivables resulting from financial activities carried out by the Group with jointly controlled entities (Sevel) and receivables of 62 million euros at 30 June 2008 (81 million euros at 31 December 2007) from jointly controlled financial service companies (FAFS) resulting from the financing of the sales network.
- Other current receivables of 20 million euros at 30 June 2008 (35 million euros at 31 December 2007): these relate mostly to other receivables of 19 million euros due from FAFS at 30 June 2008 (16 million euros at 31 December 2007).
- Asset-backed financing of 106 million euros at 30 June 2008 (141 million euros at 31 December 2007): these relate to amounts due to FAFS for sales of receivables which do not qualify as sales under IAS 39.
- Other financial payables of 268 million euros at 30 June 2008 (217 million euros at 31 December 2007): this item includes 247 million euros at 30 June 2008 (214 million euros at 31 December 2007) of other payables of a financial nature due to FAFS.
- Trade payables: these relate to payables resulting from the costs discussed above and those arising from the Group's trade relationships with FAFS. In particular:

(in millions of euros)	At 30 June 2008	At 31 December 2007
Società Europea Veicoli Leggeri-Sevel S.p.A.	584	525
Tofas-Turk Otomobil Fabrikasi Tofas A.S.	261	269
Société Européenne de Véhicules Légers du Nord-Sevelnord Société Anonyme	94	106
Fiat Group Automobiles Financial Services S.p.A.	60	47
Other minor amounts	53	65
<b>Total Trade payables due to jointly controlled entities</b>	<b>1,052</b>	<b>1,012</b>

## Transactions with associated companies

The principal transactions are as follows:

- Revenues: transactions consist principally of the sales of vehicles and components, including engines and gearboxes, production systems, and the provision of services, to the following companies:

(in millions of euros)	1 <sup>st</sup> Half 2008	1 <sup>st</sup> Half 2007
Iveco Finance Holdings Ltd. (a subsidiary of the Barclays group), for the sale of industrial vehicles leased out by the associate	108	44
Otoyol Sanayi A.S., for the sale of industrial vehicles	21	6
Other minor amounts	87	70
<b>Total Revenues from associated companies</b>	<b>216</b>	<b>120</b>

- Current trade receivables of 139 million euros at 30 June 2008 (80 million euros at 31 December 2007): these relate to receivables resulting from the revenues discussed above.

### Transactions with other related parties

The principal transaction in this category in first half of 2008 relates to an amount of 40 million euros (16 million euros in the first half of 2007) classified in cost of sales; included in this balance is the purchase of steel from the Corus group, which is part of the Tata group, for an amount of 23 million euros, and the purchase of goods of 10 million euros (7 million euros in the first half of 2007) for the high range and deluxe upholstery of the Group's automobiles from Poltrona Frau S.p.A., a company listed on the Italian Stock Exchange in which the chairman of the Board of Directors of Fiat S.p.A., Luca Cordero di Montezemolo, has an indirect investment.

### Emoluments to Directors, Statutory Auditors and Key Management

The fees of the Director and Statutory Auditors of Fiat S.p.A. for carrying out their respective functions, including those in other consolidated companies, are as follows

(in thousands of euros)		1 <sup>st</sup> Half 2008	1 <sup>st</sup> Half 2007
Directors	(a)	<b>19,391</b>	30,633
Statutory auditors		<b>94</b>	99
<b>Total Emoluments</b>		<b>19,485</b>	<b>30,732</b>

(a) This amount includes for both the first half of 2008 and the first half of 2007 the notional compensation cost arising from stock options granted to the Chief Executive Officer.

The aggregate expense incurred in the first half of 2008 for the compensation of Executives with strategic responsibilities of the Group amounts to approximately 15 million euros. This amount is inclusive of the following:

- the notional compensation cost arising from stock options granted to certain Executives of approximately 2 million euros;
- the amount contributed by the Fiat Group to State and employer defined contribution pension funds of approximately 4 million euros;
- the amount contributed by the Fiat Group to a special defined benefit plan for certain senior Executives amounting to 0.4 million euros.

These costs consist of compensation for Executives with strategic responsibilities who were already working for the Group in 2007 and continue with the Group at present, present and that for Executives who assumed strategic responsibilities after 30 June 2007.

### 32. Non-recurring transactions

Pursuant to the Consob Communication No. DEM/6064293 of 28 July 2006, there were not significant non-recurring operations carried out by the Fiat Group in the first half of 2008.

For disclosure purposes it is recalled that the Group has entered certain important targeted industrial and/or sales agreements during the period (in some cases these are still at the stage of the "Letter of intent") under which manufacturing and/or commercial joint ventures will be set up in foreign countries (including India and Russia), development and growth will be agreed with other operators in the automotive business and vehicles will be constructed on behalf of other manufacturers and/or the manufacturing know how will be sold. By 30 June 2008 these agreements, which have by now become part of the Group's ordinary operations, had not yet had a significant effect on the amounts stated in the consolidated financial statements.

### 33. Transactions resulting from unusual and/or abnormal operations

Pursuant to the Consob Communication No. DEM/6064293 of 28 July 2006, the Group has not taken part in the first half of 2008 in any unusual and/or abnormal operations as defined in that Communication (reference should be made to the section Format of the financial statements for a definition of these).

### 34. Translation of financial statements denominated in a currency other than the euros

The principal exchange rates used to translate into euros the financial statements prepared in currencies other than the euros were as follows:

	1 <sup>st</sup> Half 2008		At 31 December 2007	1 <sup>st</sup> Half 2007	
	Average	At 30 June		Average	At 30 June
US dollar	1.530	1.576	1.472	1.329	1.351
Pound sterling	0.775	0.792	0.733	0.675	0.674
Swiss franc	1.606	1.606	1.655	1.632	1.655
Polish zloty	3.490	3.351	3.594	3.844	3.768
Brazilian real	2.595	2.511	2.607	2.717	2.601
Argentine peso	4.867	4.859	4.667	4.134	4.190

### Other information

During the first half of 2008, the Group had an average number of employees of 195,094, compared to an average of 175,737 during the first half of 2007.

## Appendix

### Companies belonging to the Fiat Group at 30 June 2008

Pursuant to Consob Resolution 11971 of 14 May 1999 as amended (Article 126 of the Regulation), a complete list of Group companies and significant investments held is provided on the following pages.

Companies on the list have been classified according to type of control, method of consolidation and operating segment, as defined by IAS 14.

Information provided for each company also includes: name, registered office, country and share capital (stated in original currency). The percentage consolidated by the Group and the percentage held by Fiat S.p.A. or its subsidiaries is also shown.

A separate column also shows the percentage of voting rights held for ordinary shareholder meetings where such percentage differs from the percentage of share capital held in the company.

## The Companies of the Fiat Group at JUNE 30, 2008

Name	Registered Office	Country	Capital stock	Currency	% of Group consolidation	Interest held by	% interest held	% of voting rights
<b>Controlling company</b>								
<b>Parent Company</b>								
Fiat S.p.A.	Turin	Italy	6,377,262,975	EUR	--	--	--	--
<b>Subsidiaries consolidated on a line-by-line basis</b>								
<b>Fiat Group Automobiles</b>								
Fiat Group Automobiles S.p.A.	Turin	Italy	745,031,979	EUR	100.00	Fiat Partecipazioni S.p.A.	100.000	
Abarth & C. S.p.A.	Turin	Italy	1,500,000	EUR	100.00	Fiat Group Automobiles S.p.A.	100.000	
Alfa Romeo Automobiles S.p.A.	Turin	Italy	120,000	EUR	100.00	Fiat Group Automobiles S.p.A.	100.000	
Alfa Romeo U.S.A. S.p.A.	Turin	Italy	120,000	EUR	100.00	Fiat Group Automobiles S.p.A.	100.000	
Banco Fidis de Investimento SA	Betim	Brazil	439,658,836	BRL	100.00	Fidis S.p.A. Fiat Automoveis S.A. - FIASA	75.000 25.000	
Clickar Assistance S.R.L.	Turin	Italy	335,632	EUR	100.00	Fidis S.p.A.	100.000	
Customer Services Centre S.r.l.	Turin	Italy	2,500,000	EUR	100.00	Fiat Group Automobiles S.p.A.	100.000	
Easy Drive S.r.l.	Turin	Italy	10,400	EUR	100.00	Fiat Group Automobiles S.p.A. Fiat Center Italia S.p.A.	99.000 1.000	
Fiat Auto Argentina S.A. (business Fiat Group Automobiles)	Buenos Aires	Argentina	476,464,366	ARS	100.00	Fiat Group Automobiles S.p.A. Fiat Automoveis S.A. - FIASA	72.495 27.505	
Fiat Auto Dealer Financing SA	Brussels	Belgium	62,000	EUR	99.84	Fiat Group Automobiles Belgium S.A.	99.839	
Fiat Auto Poland S.A.	Bielsko-Biala	Poland	660,334,600	PLN	100.00	Fiat Group Automobiles S.p.A.	100.000	
Fiat Auto Var S.r.l.	Turin	Italy	7,370,000	EUR	100.00	Fiat Group Automobiles S.p.A.	100.000	
Fiat Automobil Vertriebs GmbH	Frankfurt	Germany	8,700,000	EUR	100.00	Fiat Group Automobiles Germany AG	100.000	
Fiat Automobiles S.p.A.	Turin	Italy	120,000	EUR	100.00	Fiat Group Automobiles S.p.A.	100.000	
Fiat Automotive Finance Co. Ltd.	Shanghai	People's Rep. of China	500,000,000	CNY	100.00	Fidis S.p.A.	100.000	
Fiat Automoveis S.A. - FIASA (business Fiat Group Automobiles)	Betim	Brazil	1,069,492,850	BRL	100.00	Fiat Group Automobiles S.p.A.	100.000	
Fiat Center (Suisse) S.A.	Meyrin	Switzerland	13,000,000	CHF	100.00	Fiat Group Automobiles Switzerland S.A.	100.000	
Fiat Center Italia S.p.A.	Turin	Italy	2,000,000	EUR	100.00	Fiat Group Automobiles S.p.A.	100.000	
Fiat CR Spol. S.R.O.	Prague	Czech Republic	1,000,000	CZK	100.00	Fiat Group Automobiles S.p.A.	100.000	
Fiat Credito Compania Financiera S.A.	Buenos Aires	Argentina	182,843,803	ARS	100.00	Fidis S.p.A.	100.000	
Fiat Finance Netherlands B.V.	Amsterdam	Netherlands	690,000,000	EUR	100.00	Fiat Group Automobiles S.p.A.	100.000	
Fiat France	Trappes	France	235,480,520	EUR	100.00	Fiat Finance Netherlands B.V.	100.000	
Fiat Group Automobiles Austria GmbH	Vienna	Austria	37,000	EUR	100.00	Fiat Finance Netherlands B.V.	100.000	
Fiat Group Automobiles Belgium S.A.	Brussels	Belgium	18,600,000	EUR	100.00	Fiat Finance Netherlands B.V. Fiat Group Automobiles Switzerland S.A.	99.998 0.002	
Fiat Group Automobiles Denmark A/S	Glostrup	Denmark	55,000,000	DKK	100.00	Fiat Finance Netherlands B.V.	100.000	
Fiat Group Automobiles Germany AG	Frankfurt	Germany	82,650,000	EUR	100.00	Fiat Finance Netherlands B.V. Fiat Group Automobiles Switzerland S.A.	99.000 1.000	
Fiat Group Automobiles Hellas S.A.	Argyroupoli	Greece	62,033,499	EUR	100.00	Fiat Finance Netherlands B.V.	100.000	
Fiat Group Automobiles Ireland Ltd.	Dublin	Ireland	5,078,952	EUR	100.00	Fiat Finance Netherlands B.V.	100.000	
Fiat Group Automobiles Japan K.K.	Minatu-Ku, Tokyo	Japan	420,000,000	JPY	100.00	Fiat Group Automobiles S.p.A.	100.000	
Fiat Group Automobiles Maroc S.A.	Casablanca	Morocco	1,000,000	MAD	99.95	Fiat Group Automobiles S.p.A.	99.950	
Fiat Group Automobiles Netherlands B.V.	Lijnden	Netherlands	5,672,250	EUR	100.00	Fiat Netherlands Holding N.V.	100.000	
Fiat Group Automobiles Portugal, S.A.	Alges	Portugal	1,000,000	EUR	100.00	Fiat Finance Netherlands B.V.	100.000	
Fiat Group Automobiles South Africa (Proprietary) Ltd	Johannesburg	South Africa	640	ZAR	100.00	Fiat Group Automobiles S.p.A.	100.000	
Fiat Group Automobiles Spain S.A.	Alcalá De Henares	Spain	8,079,280	EUR	100.00	Fiat Finance Netherlands B.V. Fiat Group Automobiles Switzerland S.A.	99.998 0.002	
Fiat Group Automobiles Switzerland S.A.	Schlieren	Switzerland	21,400,000	CHF	100.00	Fiat Group Automobiles S.p.A.	100.000	
Fiat Group Automobiles UK Ltd	Slough Berkshire	United Kingdom	44,600,000	GBP	100.00	Fiat Finance Netherlands B.V.	100.000	
Fiat India Private Ltd.	Mumbai	India	3,884,333,600	INR	100.00	Fiat Group Automobiles S.p.A.	100.000	
Fiat Light Commercial Vehicles S.p.A.	Turin	Italy	120,000	EUR	100.00	Fiat Group Automobiles S.p.A.	100.000	
Fiat Magyarorszag Kereskedelmi KFT.	Budapest	Hungary	150,000,000	HUF	100.00	Fiat Group Automobiles S.p.A.	100.000	
Fiat Real Estate Germany GmbH	Frankfurt	Germany	25,000	EUR	100.00	Fiat Automobil Vertriebs GmbH	100.000	
Fiat SR Spol. S.R.O.	Bratislava	Slovak Republic	1,000,000	SKK	100.00	Fiat Group Automobiles S.p.A.	100.000	
Fiat Teamsys GmbH	Heilbronn	Germany	500,000	EUR	100.00	Fiat Group Automobiles Germany AG	100.000	
Fiat Versicherungsdienst GmbH	Heilbronn	Germany	26,000	EUR	100.00	Fiat Group Automobiles Germany AG Rimaco S.A.	51.000 49.000	
Fidis S.p.A.	Turin	Italy	250,000,000	EUR	100.00	Fiat Group Automobiles S.p.A.	100.000	
I.T.C.A. Produzione S.p.A.	Grugliasco	Italy	10,000,000	EUR	100.00	I.T.C.A. Tools S.p.A.	100.000	
I.T.C.A. S.p.A.	Grugliasco	Italy	2,000,000	EUR	100.00	Fiat Group Automobiles S.p.A.	100.000	
I.T.C.A. Tools S.p.A.	Grugliasco	Italy	10,000,000	EUR	100.00	I.T.C.A. S.p.A.	100.000	
i-FAST Automotive Logistics S.r.l.	Turin	Italy	750,000	EUR	100.00	Fiat Group Automobiles S.p.A.	100.000	
i-FAST Container Logistics S.p.A.	Turin	Italy	2,500,000	EUR	100.00	Fiat Group Automobiles S.p.A.	100.000	
International Metropolitan Automotive Promotion (France) S.A.	Trappes	France	2,977,680	EUR	100.00	Fiat France	99.997	
Italian Automotive Center S.A.	Brussels	Belgium	8,500,000	EUR	100.00	Fiat Group Automobiles Belgium S.A. Fiat Group Automobiles S.p.A.	99.988 0.012	
Italian Motor Village Ltd.	Slough Berkshire	United Kingdom	1,500,000	GBP	100.00	Fiat Group Automobiles UK Ltd	100.000	
Italian Motor Village S.A.	Alges	Portugal	50,000	EUR	100.00	Fiat Group Automobiles Portugal, S.A.	100.000	
Italian Motor Village, S.L.	Alcalá De Henares	Spain	1,454,420	EUR	100.00	Fiat Group Automobiles Spain S.A.	100.000	
Iveco Latin America Ltda (business Fiat Group Automobiles)	Vila da Serra	Brazil	170,707,580	BRL	100.00	Iveco España S.L. Fiat Group Automobiles S.p.A.	51.000 49.000	
Lancia Automobiles S.p.A.	Turin	Italy	120,000	EUR	100.00	Fiat Group Automobiles S.p.A.	100.000	
Sata-Società Automobilistica Tecnologie Avanzate S.p.A.	Melfi	Italy	276,640,000	EUR	100.00	Fiat Group Automobiles S.p.A.	100.000	
SCDR (Ireland) Limited	Dublin	Ireland	70,000	EUR	100.00	Società di Commercializzazione e Distribuzione Ricambi S.p.A. in liquidation	100.000	
SCDR (Switzerland) S.A.	Schlieren	Switzerland	100,000	CHF	100.00	Società di Commercializzazione e Distribuzione Ricambi S.p.A. in liquidation	100.000	
SCDR Automotive Limited	Slough Berkshire	United Kingdom	50,000	GBP	100.00	Società di Commercializzazione e Distribuzione Ricambi S.p.A. in liquidation	100.000	
Società di Commercializzazione e Distribuzione Ricambi S.p.A. in liquidation	Turin	Italy	100,000	EUR	100.00	Fiat Group Automobiles S.p.A.	100.000	
Targa Rent S.r.l.	Turin	Italy	310,000	EUR	100.00	Fidis S.p.A.	100.000	
Turinauto S.P.A.	Turin	Italy	510,000	EUR	100.00	Fiat Group Automobiles S.p.A.	100.000	

## Subsidiaries consolidated on a line-by-line basis (continued)

Name	Registered Office	Country	Capital stock	Currency	% of Group consoli- dation Interest held by	% interest held	% of voting rights
<b>Maserati</b>							
Maserati S.p.A.	Modena	Italy	40,000,000	EUR	100.00 Fiat Partecipazioni S.p.A.	100.000	
Maserati (Suisse) S.A.	Nyon	Switzerland	250,000	CHF	100.00 Maserati S.p.A.	100.000	
Maserati Deutschland GmbH	Wiesbaden	Germany	500,000	EUR	100.00 Maserati S.p.A.	100.000	
Maserati GB Limited	Slough Berkshire	United Kingdom	20,000	GBP	100.00 Maserati S.p.A.	100.000	
Maserati North America Inc.	Englewood Cliffs	U.S.A.	1,000	USD	100.00 Maserati S.p.A.	100.000	
Maserati West Europe société par actions simplifiée	Paris	France	37,000	EUR	100.00 Maserati S.p.A.	100.000	
<b>Ferrari</b>							
Ferrari S.p.A.	Modena	Italy	20,260,000	EUR	85.00 Fiat S.p.A.	85.000	
410 Park Display Inc.	New York	U.S.A.	100	USD	85.00 Ferrari N.America Inc.	100.000	
Charles Pozzi S.a.r.l.	Levallois-Perret	France	959,519	EUR	85.00 Ferrari West Europe S.A.	100.000	
Ferrari (Suisse) SA	Nyon	Switzerland	1,000,000	CHF	85.00 Ferrari International S.A.	100.000	
Ferrari Deutschland GmbH	Wiesbaden	Germany	1,000,000	EUR	85.00 Ferrari International S.A.	100.000	
Ferrari Financial Services AG	Munich	Germany	1,777,600	EUR	76.50 Ferrari Financial Services S.p.A.	100.000	
Ferrari Financial Services S.p.A.	Modena	Italy	5,100,000	EUR	76.50 Ferrari S.p.A.	90.000	
Ferrari Financial Services, Inc.	Wilmington	U.S.A.	1,000	USD	76.50 Ferrari Financial Services S.p.A.	100.000	
Ferrari GB Limited	Slough Berkshire	United Kingdom	50,000	GBP	85.00 Ferrari International S.A.	100.000	
Ferrari G.E.D. S.p.A.	Modena	Italy	11,570,000	EUR	85.00 Ferrari S.p.A.	100.000	
Ferrari International S.A.	Luxembourg	Luxembourg	13,112,000	EUR	85.00 Ferrari S.p.A. Ferrari N.America Inc.	99.999 0.001	
Ferrari Management Consulting (Shanghai) CO., LTD	Shanghai	People's Rep.of China	2,100,000	USD	85.00 Ferrari S.p.A.	100.000	
Ferrari Maserati Cars International Trading (Shanghai) Co. Ltd.	Shanghai	People's Rep.of China	3,000,000	USD	57.80 Ferrari S.p.A.	68.000	
Ferrari Maserati Cars Sales and Services (Shanghai) CO.,LTD	Shanghai	People's Rep.of China	2,500,000	USD	85.00 Ferrari S.p.A.	100.000	
Ferrari N.America Inc.	Englewood Cliffs	U.S.A.	200,000	USD	85.00 Ferrari S.p.A.	100.000	
Ferrari San Francisco Inc.	Mill Valley	U.S.A.	100,000	USD	85.00 Ferrari N.America Inc.	100.000	
Ferrari West Europe S.A.	Levallois-Perret	France	280,920	EUR	85.00 S.A.R.L.	100.000	
GSA-Gestions Sportives Automobiles S.A.	Meyrin	Switzerland	1,000,000	CHF	85.00 Ferrari International S.A.	100.000	
Société Française de Participations Ferrari - S.F.P.F. S.A.R.L.	Levallois-Perret	France	6,000,000	EUR	85.00 Ferrari International S.A.	100.000	
<b>Agricultural and Construction Equipment</b>							
CNH Global N.V.	Amsterdam	Netherlands	534,401,424	EUR	89.26 Fiat Netherlands Holding N.V. CNH Global N.V.	89.202 0.065	89.261 0.000
Banco CNH Capital S.A.	Curitiba	Brazil	360,351,014	BRL	89.26 CNH Global N.V. CNH Latin America Ltda.	98.761 1.239	
Bli Group Inc.	Wilmington	U.S.A.	1,000	USD	89.26 CNH America LLC	100.000	
Blue Leaf I.P. Inc.	Wilmington	U.S.A.	1,000	USD	89.26 Bli Group Inc.	100.000	
Case Brazil Holdings Inc.	Wilmington	U.S.A.	1,000	USD	89.26 CNH America LLC	100.000	
Case Canada Receivables, Inc.	Calgary	Canada	1	CAD	89.26 CNH Capital America LLC	100.000	
Case Construction Machinery (Shanghai) Co., Ltd	Shanghai	People's Rep.of China	5,000,000	USD	89.26 CNH Global N.V.	100.000	
Case Credit Holdings Limited	Wilmington	U.S.A.	5	USD	89.26 CNH Capital America LLC	100.000	
Case Equipment Holdings Limited	Wilmington	U.S.A.	5	USD	89.26 CNH America LLC	100.000	
Case Equipment International Corporation	Wilmington	U.S.A.	1,000	USD	89.26 CNH America LLC	100.000	
Case Europe S.a.r.l.	Le Plessis-Belleville	France	7,622	EUR	89.26 CNH America LLC	100.000	
Case Harvesting Systems GmbH	Berlin	Germany	281,211	EUR	89.26 CNH America LLC	100.000	
CASE IH Machinery Trading (Shanghai) Co. Ltd.	Shanghai	People's Rep.of China	2,250,000	USD	89.26 CNH America LLC	100.000	
Case India Limited	Wilmington	U.S.A.	5	USD	89.26 CNH America LLC	100.000	
Case International Marketing Inc.	Wilmington	U.S.A.	5	USD	89.26 CNH America LLC	100.000	
Case LBX Holdings Inc.	Wilmington	U.S.A.	5	USD	89.26 CNH America LLC	100.000	
Case New Holland Inc.	Wilmington	U.S.A.	5	USD	89.26 CNH Global N.V.	100.000	
Case United Kingdom Limited	Basildon	United Kingdom	3,763,618	GBP	89.26 CNH America LLC	100.000	
CNH America LLC	Wilmington	U.S.A.	0	USD	89.26 Case New Holland Inc.	100.000	
CNH Argentina S.A.	Buenos Aires	Argentina	29,611,105	ARS	89.26 New Holland Holding (Argentina) S.A. CNH Latin America Ltda.	80.654 19.346	
CNH Asian Holding Limited N.V.	Zedelgem	Belgium	34,594,401	EUR	89.26 CNH Global N.V.	100.000	
CNH Australia Pty Limited	St. Marys	Australia	306,785,439	AUD	89.26 CNH Global N.V.	100.000	
CNH Baumaschinen GmbH	Berlin	Germany	61,355,030	EUR	89.26 CNH Europe Holding S.A.	100.000	
CNH Belgium N.V.	Zedelgem	Belgium	27,268,300	EUR	89.26 CNH Europe Holding S.A.	100.000	
CNH Canada, Ltd.	Toronto	Canada	28,000,100	CAD	89.26 CNH Global N.V.	100.000	
CNH Capital (Europe) plc	Osbertown	Ireland	38,100	EUR	89.26 CNH Capital plc CNH Europe Holding S.A. CNH Financial Services A/S CNH Global N.V. CNH Trade N.V. CNH Capital U.K. Ltd CNH Financial Services S.A.S.	99.984 0.003 0.003 0.003 0.002 0.002	
CNH Capital America LLC	Wilmington	U.S.A.	0	USD	89.26 CNH Capital LLC	100.000	
CNH Capital Australia Pty Limited	St. Marys	Australia	83,248,874	AUD	89.26 CNH Australia Pty Limited	100.000	
CNH Capital Automotive Receivables LLC	Wilmington	U.S.A.	0	USD	89.26 CNH Capital America LLC	100.000	
CNH Capital Benelux	Zedelgem	Belgium	61,500	EUR	89.26 CNH Global N.V. CNH Capital U.K. Ltd	98.999 1.001	
CNH Capital Canada Insurance Agency Ltd.	Calgary	Canada	1	CAD	89.26 CNH Capital Canada Ltd.	100.000	
CNH Capital Canada Ltd.	Calgary	Canada	1	CAD	89.26 Case Credit Holdings Limited CNH Canada, Ltd.	99.500 0.500	
CNH Capital Insurance Agency Inc.	Wilmington	U.S.A.	5	USD	89.26 CNH Capital America LLC	100.000	
CNH Capital LLC	Wilmington	U.S.A.	0	USD	89.26 CNH America LLC	100.000	
CNH Capital plc	Osbertown	Ireland	6,386,791	EUR	89.26 CNH Global N.V.	100.000	
CNH Capital RACES LLC	Wilmington	U.S.A.	1,000	USD	89.26 CNH Capital America LLC	100.000	
CNH Capital Receivables LLC	Wilmington	U.S.A.	0	USD	89.26 CNH Capital America LLC	100.000	
CNH Capital U.K. Ltd	Basildon	United Kingdom	10,000,001	GBP	89.26 CNH Global N.V.	100.000	

## Subsidiaries consolidated on a line-by-line basis (continued)

Name	Registered Office	Country	Capital stock	Currency	% of Group consoli- dation	Interest held by	% interest held	% of voting rights
CNH Componentes, S.A. de C.V.	São Pedro	Mexico	135,634,842	MXN	89.26	CNH America LLC	100.000	
CNH Danmark A/S	Hvidovre	Denmark	12,000,000	DKK	89.26	CNH Europe Holding S.A.	100.000	
CNH Deutschland GmbH	Heilbronn	Germany	18,457,650	EUR	89.26	CNH Baumaschinen GmbH CNH Europe Holding S.A.	90.000 10.000	
CNH Engine Corporation	Wilmington	U.S.A.	1,000	USD	89.26	CNH America LLC	100.000	
CNH Europe Holding S.A.	Luxembourg	Luxembourg	53,000,000	USD	89.26	CNH Global N.V.	100.000	
CNH Financial Services A/S	Hvidovre	Denmark	500,000	DKK	89.26	CNH Global N.V.	100.000	
CNH Financial Services GmbH	Heilbronn	Germany	1,151,000	EUR	89.26	CNH Europe Holding S.A.	100.000	
CNH Financial Services S.A.S.	Puteaux	France	50,860,641	EUR	89.26	CNH Global N.V. CNH Capital Benelux	98.888 1.112	
CNH France S.A.	Morigny-Champigny	France	138,813,150	EUR	89.26	CNH Europe Holding S.A.	100.000	
CNH International S.A.	Paradiso	Switzerland	100,000	CHF	89.26	CNH Global N.V.	100.000	
CNH Italia s.p.a.	Modena	Italy	15,600,000	EUR	89.26	CNH Osterreich GmbH CNH Global N.V.	75.000 25.000	
CNH Latin America Ltda.	Contagem	Brazil	654,096,162	BRL	89.26	CNH Global N.V. Case Brazil Holdings Inc. Case Equipment International Corporation	85.658 12.557 1.785	
CNH Maquinaria Spain S.A.	Costlada	Spain	21,000,000	EUR	89.26	CNH Europe Holding S.A.	99.999	
CNH Osterreich GmbH	St. Valentin	Austria	2,000,000	EUR	89.26	CNH Global N.V.	100.000	
CNH Polska Sp. z o.o.	Plock	Poland	162,591,660	PLN	89.26	CNH Belgium N.V.	100.000	
CNH Portugal-Comercio de Tractores e Maquinas Agricolas Ltda	Carnaxide	Portugal	498,798	EUR	89.26	CNH Europe Holding S.A. CNH Italia s.p.a.	99.980 0.020	
CNH Receivables LLC	Wilmington	U.S.A.	0	USD	89.26	CNH Capital America LLC	100.000	
CNH Services S.r.l.	Modena	Italy	10,400	EUR	89.26	CNH Italia s.p.a.	100.000	
CNH Trade N.V.	Amsterdam	Netherlands	50,000	EUR	89.26	CNH Global N.V.	100.000	
CNH U.K. Limited	Basilidon	United Kingdom	91,262,275	GBP	89.26	New Holland Holding Limited	100.000	
CNH Wholesale Receivables LLC	Wilmington	U.S.A.	0	USD	89.26	CNH Capital America LLC	100.000	
Fiatalis North America LLC	Wilmington	U.S.A.	32	USD	89.26	CNH America LLC	100.000	
Flexi-Coil (U.K.) Limited	Basilidon	United Kingdom	3,291,776	GBP	89.26	CNH Canada, Ltd.	100.000	
Harbin New Holland Tractors Co., Ltd.	Harbin	People's Rep. of China	2,859,091	USD	89.26	CNH Asian Holding Limited N.V. CNH Europe Holding S.A.	99.000 1.000	
HFI Holdings Inc.	Wilmington	U.S.A.	1,000	USD	89.26	CNH America LLC	100.000	
JV Uzcasegroleasing LLC	Tashkent	Uzbekistan	0	USD	45.52	Case Credit Holdings Limited	51.000	
JV UzCaseMash LLC	Tashkent	Uzbekistan	0	USD	53.56	Case Equipment Holdings Limited	60.000	
JV UzCaseService LLC	Tashkent	Uzbekistan	0	USD	45.52	Case Equipment Holdings Limited	51.000	
JV UzCaseTractor LLC	Tashkent	Uzbekistan	0	USD	45.52	Case Equipment Holdings Limited	51.000	
Kobelco Construction Machinery America LLC	Wilmington	U.S.A.	0	USD	58.02	New Holland Excavator Holdings LLC	65.000	
MBA AG	Bassersdorf	Switzerland	4,000,000	CHF	89.26	CNH Global N.V.	100.000	
New Holland Australia Pty Ltd	St. Marys	Australia	1	AUD	89.26	CNH Australia Pty Limited	100.000	
New Holland Credit Australia Pty Limited	St. Marys	Australia	0	AUD	89.26	CNH Capital Australia Pty Limited	100.000	
New Holland Credit Company, LLC	Wilmington	U.S.A.	0	USD	89.26	CNH Capital LLC	100.000	
New Holland Excavator Holdings LLC	Wilmington	U.S.A.	0	USD	89.26	CNH America LLC	100.000	
New Holland Holding (Argentina) S.A.	Buenos Aires	Argentina	23,555,415	ARS	89.26	CNH Latin America Ltda.	100.000	
New Holland Holding Limited	London	United Kingdom	165,000,000	GBP	89.26	CNH Europe Holding S.A.	100.000	
New Holland Kobelco Construction Machinery S.p.A.	San Mauro Torinese	Italy	80,025,291	EUR	66.61	CNH Italia s.p.a.	74.625	
New Holland Ltd	Basilidon	United Kingdom	1,000,000	GBP	89.26	CNH Global N.V.	100.000	
New Holland Tractor Ltd. N.V.	Antwerp	Belgium	9,631,500	EUR	89.26	New Holland Holding Limited	100.000	
New Holland Tractors (India) Private Ltd	New Delhi	India	1,949,835,804	INR	89.26	CNH Asian Holding Limited N.V.	100.000	
O & K - Hilfe GmbH	Berlin	Germany	25,565	EUR	89.26	CNH Baumaschinen GmbH	100.000	
One Earth Receivables Limited	Osbertown	Ireland	100	EUR	89.26	CNH Capital plc	100.000	
Pryor Foundry Inc.	Oklahoma City	U.S.A.	1,000	USD	89.26	CNH America LLC	100.000	
Receivables Credit II Corporation	Calgary	Canada	1	CAD	89.26	CNH Capital America LLC	100.000	
Shanghai New Holland Agricultural Machinery Corporation Limited	Shanghai	People's Rep. of China	35,000,000	USD	53.56	CNH Asian Holding Limited N.V.	60.000	
Steyr Center Nord GmbH	Ruckersdorf-Harmanns	Austria	35,000	EUR	89.26	CNH Osterreich GmbH	100.000	
<b>Trucks and Commercial Vehicles</b>								
Iveco S.p.A. (business Trucks and Commercial Vehicles)	Turin	Italy	369,500,000	EUR	100.00	Fiat S.p.A. Fiat Partecipazioni S.p.A.	60.563 39.437	
Afin Bohemia s.r.o.	Prague	Czech Republic	1,000,000	CZK	100.00	Afin Leasing AG	100.000	
Afin Broker de Asigurare - Reasigurare S.r.l.	Bucharest	Romenia	25,000	RON	100.00	Afin Leasing Ifn s.a.	100.000	
Afin Bulgaria EAD	Sofia	Bulgaria	200,000	BGN	100.00	Afin Leasing AG	100.000	
Afin Hungary Kereskedelmi KFT.	Budapest	Hungary	24,000,000	HUF	100.00	Afin Leasing AG	100.000	
Afin Leasing AG	Vienna	Austria	1,500,000	EUR	100.00	Iveco International Trade Finance S.A.	100.000	
Afin Leasing Ifn s.a.	Bucharest	Romenia	618,960	RON	100.00	Afin Leasing AG Afin Bohemia s.r.o. Afin Bulgaria EAD Afin Hungary Kereskedelmi KFT. Afin Slovakia S.R.O.	99.800 0.050 0.050 0.050 0.050	
Afin Slovakia S.R.O.	Bratislava	Slovak Republic	1,200,000	SKK	100.00	Afin Leasing AG	100.000	
Afin Trade Bulgaria Eood	Sofia	Bulgaria	5,000	BGN	100.00	Afin Bulgaria EAD	100.000	
Amce-Automotive Manufacturing Co.Ethiopia	Addis Ababa	Ethiopia	3,000,000	ETB	70.00	Iveco S.p.A.	70.000	
AS Afin Baltica	Harjumaa	Estonia	800,000	EK	100.00	Afin Leasing AG	100.000	
Astra Veicoli Industriali S.p.A.	Piacenza	Italy	10,400,000	EUR	100.00	Iveco S.p.A.	100.000	
Brandschutztechnik Gorlitz GmbH	Gürlitz	Germany	511,292	EUR	88.00	Iveco Magirus Brandschutztechnik GmbH	88.000	
Effe Grundbesitz GmbH	Ulm	Germany	10,225,838	EUR	100.00	Iveco Investitions GmbH Iveco S.p.A.	90.000 10.000	
Electronica Trasporti Commerciali S.r.l. (Eltrac S.r.l.)	Turin	Italy	109,200	EUR	100.00	Iveco S.p.A.	100.000	
Heuliez Bus S.A.	Rorthais	France	9,000,000	EUR	100.00	Société Charolaise de Participations S.A.	100.000	
IAV-Industrie-Anlagen-Verpachtung GmbH	Ulm	Germany	25,565	EUR	100.00	Iveco Investitions GmbH Iveco S.p.A.	95.000 5.000	
Ikarus Egyedi Autobusz GY	Budapest	Hungary	1,200,000,000	HUF	90.71	Iveco España S.L.	90.709	

## Subsidiaries consolidated on a line-by-line basis (continued)

Name	Registered Office	Country	Capital stock	Currency	% of Group consoli- dation	Interest held by	% interest held	% of voting rights
Industrial Vehicles Center Hainaut S.A.	Charleroi	Belgium	600,000	EUR	100.00	S.A. Iveco Belgium N.V. Iveco Nederland B.V.	95.000 5.000	
Irisbus (U.K.) Ltd	Watford	United Kingdom	200,000	GBP	100.00	Iveco España S.L.	100.000	
Irisbus Australia Pty. Ltd.	Dandenong	Australia	6,123,391	AUD	100.00	Iveco España S.L.	100.000	
Irisbus Benelux Ltd.	Leudelange	Luxembourg	594,000	EUR	100.00	Iveco France Société Charolaise de Participations S.A.	99.983 0.017	
Irisbus Deutschland GmbH	Unterschliessheim	Germany	3,800,000	EUR	100.00	Iveco España S.L.	100.000	
Irisbus Italia S.p.A.	Turin	Italy	4,500,000	EUR	100.00	Iveco España S.L.	100.000	
IVC Brabant N.V. S.A.	Groot	Belgium	800,000	EUR	100.00	S.A. Iveco Belgium N.V. Iveco Nederland B.V.	75.000 25.000	
Iveco (Schweiz) AG	Kloten	Switzerland	9,000,000	CHF	100.00	Iveco Nederland B.V.	100.000	
Iveco Argentina S.A.	Cordoba	Argentina	130,237,793	ARS	100.00	Iveco España S.L. Astra Veicoli Industriali S.p.A.	99.000 1.000	
Iveco Austria GmbH	Vienna	Austria	6,178,000	EUR	100.00	Iveco S.p.A.	100.000	
Iveco Bayern GmbH	Nuremberg	Germany	742,000	EUR	100.00	Iveco Magirus AG	100.000	
Iveco Contract Services Limited	Watford	United Kingdom	17,000,000	GBP	100.00	Iveco Partecipazioni Finanziarie S.r.l.	100.000	
Iveco Czech Republic A.S.	Vysoke Myto	Czech Republic	1,065,559,000	CZK	97.98	Iveco France	97.978	
Iveco Danmark A/S	Glostrup	Denmark	501,000	DKK	100.00	Iveco S.p.A.	100.000	
Iveco España S.L. (business Trucks and Commercial Vehicles)	Madrid	Spain	121,612,116	EUR	100.00	Iveco S.p.A.	100.000	
Iveco Est Sas	Hauconcourt	France	305,600	EUR	100.00	Iveco France	100.000	
Iveco France	Vénissieux	France	92,856,130	EUR	100.00	Iveco España S.L. Iveco S.p.A.	50.326 49.674	
Iveco Holdings Limited	Watford	United Kingdom	47,000,000	GBP	100.00	Iveco S.p.A.	100.000	
Iveco International Trade Finance S.A.	Lugano	Switzerland	30,800,000	CHF	100.00	Iveco Partecipazioni Finanziarie S.r.l.	100.000	
Iveco Investitions GmbH	Ulm	Germany	2,556,459	EUR	100.00	Iveco Magirus AG Iveco S.p.A.	99.020 0.980	
Iveco L.V.I. S.a.s.	Saint Priest	France	503,250	EUR	100.00	Iveco France	100.000	
Iveco Latin America Ltda (business Trucks and Commercial Vehicles)	Vila da Serra	Brazil	170,707,580	BRL	100.00	Iveco España S.L. Fiat Group Automobiles S.p.A.	51.000 49.000	
Iveco Limited (business Trucks and Commercial Vehicles)	Watford	United Kingdom	117,000,000	GBP	100.00	Iveco Holdings Limited	100.000	
Iveco Magirus AG (business Trucks and Commercial Vehicles)	Ulm	Germany	50,000,000	EUR	100.00	Iveco S.p.A. Fiat Netherlands Holding N.V.	53.660 46.340	
Iveco Magirus Brandschutztechnik GmbH	Ulm	Germany	6,493,407	EUR	100.00	Iveco Magirus Fire Fighting GmbH Iveco S.p.A.	99.764 0.236	
Iveco Magirus Brandschutztechnik GmbH	Kainbach	Austria	1,271,775	EUR	95.00	Iveco Magirus Brandschutztechnik GmbH	95.000	
Iveco Magirus Fire Fighting GmbH	Weisweil	Germany	30,776,857	EUR	100.00	Iveco Magirus AG Iveco S.p.A.	90.032 9.968	
Iveco Magirus Firefighting CAMIVA S.a.s. (société par actions simplifiée)	Saint-Alban-Leysse	France	1,870,169	EUR	100.00	Iveco Magirus Fire Fighting GmbH	100.000	
Iveco Mezzi Speciali S.p.A.	Brescia	Italy	13,120,000	EUR	100.00	Iveco S.p.A.	100.000	
Iveco Nederland B.V.	Breda	Netherlands	4,537,802	EUR	100.00	Fiat Netherlands Holding N.V.	100.000	
Iveco Nord Nutzfahrzeuge GmbH	Hamburg	Germany	818,500	EUR	100.00	Iveco Magirus AG	100.000	
Iveco Nord-Ost Nutzfahrzeuge GmbH	Berlin	Germany	2,120,000	EUR	100.00	Iveco Magirus AG	100.000	
Iveco Norge A.S.	Voyenenga	Norway	18,600,000	NOK	100.00	Iveco S.p.A.	100.000	
Iveco Otomotiv Ticaret A.S.	Samandira-Kartal/Istanbul	Turkey	15,060,046	TRY	100.00	Iveco S.p.A.	99.995	
Iveco Partecipazioni Finanziarie S.r.l.	Turin	Italy	50,000,000	EUR	100.00	Iveco S.p.A.	100.000	
Iveco Participations S.A.	Trappes	France	1,000,000	EUR	100.00	Iveco S.p.A.	100.000	
Iveco Pension Trustee Ltd	Watford	United Kingdom	2	GBP	100.00	Iveco Holdings Limited Iveco Limited	50.000 50.000	
Iveco Poland Ltd.	Warsaw	Poland	46,974,500	PLN	100.00	Iveco S.p.A.	100.000	
Iveco Portugal-Comercio de Veiculos Industriais S.A.	Vila Franca de Xira	Portugal	15,962,000	EUR	100.00	Iveco S.p.A. Astra Veicoli Industriali S.p.A.	99.997 0.001	
Iveco Romania S.r.l.	Bucharest	Romania	17,500	RON	100.00	Afin Leasing AG	100.000	
Iveco Slovakia, r.s.o.	Bratislava	Slovak Republic	200,000	SKK	97.98	Iveco Czech Republic A.S.	100.000	
Iveco South Africa (Pty) Ltd.	Wadewille	South Africa	15,000,750	ZAR	100.00	Iveco S.p.A.	100.000	
Iveco Sud-West Nutzfahrzeuge GmbH	Mannheim-Neckarau	Germany	1,533,900	EUR	100.00	Iveco Magirus AG	100.000	
Iveco Sweden A.B. (business Trucks and Commercial Vehicles)	Arlöv	Sweden	600,000	SEK	100.00	Iveco S.p.A.	100.000	
Iveco Trucks Australia Limited	Dandenong	Australia	47,492,260	AUD	100.00	Iveco S.p.A.	100.000	
Iveco Ukraine LLC	Kiev	Ukraine	55,944,000	UAH	100.00	Iveco S.p.A.	100.000	
Iveco Venezuela C.A.	La Victoria	Venezuela	2,498,644	VEF	100.00	Iveco S.p.A.	100.000	
Iveco West Nutzfahrzeuge GmbH	Cologne	Germany	1,662,000	EUR	100.00	Iveco Magirus AG	100.000	
Mediterranea de Camiones S.L.	Valencia	Spain	48,080	EUR	100.00	Iveco España S.L.	100.000	
Officine Brennero S.p.A.	Trento	Italy	7,120,000	EUR	100.00	Iveco S.p.A.	100.000	
OOO Afin Leasing Vostok LLC	Moscow	Russia	50,000,000	RUR	100.00	Afin Leasing AG	100.000	
OOO Iveco Russia	Moscow	Russia	345,000	RUR	100.00	Afin Leasing AG	100.000	
S.A. Iveco Belgium N.V.	Groot	Belgium	6,000,000	EUR	100.00	Iveco S.p.A. Iveco Nederland B.V.	99.983 0.017	
S.C.I. La Méditerranéenne	Vitrolles	France	248,000	EUR	100.00	Iveco France Société de Diffusion de Vehicules Industriels-SDVI S.A.S.	50.000	
Seddon Atkinson Vehicles Ltd	Watford	United Kingdom	41,700,000	GBP	100.00	Iveco Holdings Limited	100.000	
Société Charolaise de Participations S.A.	Vénissieux	France	2,370,000	EUR	100.00	Iveco España S.L.	100.000	
Société de Diffusion de Vehicules Industriels-SDVI S.A.S.	Trappes	France	7,022,400	EUR	100.00	Iveco France	100.000	
Transolver Service S.A.	Madrid	Spain	610,000	EUR	100.00	Iveco Partecipazioni Finanziarie S.r.l.	100.000	
Transolver Service S.p.A.	Turin	Italy	214,763	EUR	100.00	Iveco Partecipazioni Finanziarie S.r.l.	100.000	
Transolver Services GmbH	Heilbronn	Germany	750,000	EUR	100.00	Iveco Partecipazioni Finanziarie S.r.l.	100.000	
UAB Afin Baltica (Lithuania)	Vilnius	Lithuania	35,000	LTL	100.00	Afin Leasing AG	100.000	
Utilitaires & Véhicules Industriels Franciliens-UVIF SAS	La Garenne	France	1,067,500	EUR	100.00	Iveco France	100.000	
Zona Franca Alari Sepauto S.A.	Barcelona	Spain	520,560	EUR	51.87	Iveco España S.L.	51.867	

## Subsidiaries consolidated on a line-by-line basis (continued)

Name	Registered Office	Country	Capital stock	Currency	% of Group consolidation	Interest held by	% interest held	% of voting rights
<b>FPT Powertrain Technologies</b>								
Fiat Powertrain Technologies SpA	Turin	Italy	397,500,000	EUR	100.00	Fiat Partecipazioni S.p.A.	100.000	
2 H Energy S.A.S.	Fécamp	France	2,000,000	EUR	100.00	Iveco Participations S.A.	100.000	
C.R.F. Società Consortile per Azioni (business FPT Powertrain Technologies)	Orbassano	Italy	45,000,000	EUR	99.28	Fiat Partecipazioni S.p.A. Fiat Group Automobili S.p.A. Iveco S.p.A. Magnetit Marelli Holding S.p.A. Fiat Powertrain Technologies SpA CNH Italia s.p.a. Comau S.p.A. Teksid S.p.A. Ferrari S.p.A.	52.061 17.478 9.987 7.490 4.994 2.497 2.497 2.497 0.499	
Componentes Mecanicos S.A.	Barcelona	Spain	37,405,038	EUR	59.39	Iveco España S.L.	59.387	
European Engine Alliance S.c.r.l.	Turin	Italy	32,044,797	EUR	63.09	CNH Global N.V. Iveco S.p.A.	33.333 33.333	
Fiat Auto Argentina S.A. (business FPT Powertrain Technologies)	Buenos Aires	Argentina	476,464,366	ARS	100.00	Fiat Group Automobili S.p.A. Fiat Automoveis S.A. - FIASA	72.495 27.505	
Fiat Automoveis S.A. - FIASA (business FPT Powertrain Technologies)	Betim	Brazil	1,069,492,850	BRL	100.00	Fiat Group Automobili S.p.A.	100.000	
Fiat Powertrain Technologies (Shanghai) R&D Co. Ltd.	Shanghai	People's Rep. of China	10,000,000	EUR	100.00	Fiat Powertrain Technologies SpA	100.000	
Fiat Powertrain Technologies of North America, Inc.	Wilmington	U.S.A.	1	USD	100.00	Iveco S.p.A.	100.000	
FMA - Fabbrica Motori Automobilistici S.r.l.	Pratola Serra	Italy	150,000,000	EUR	100.00	Fiat Powertrain Technologies SpA	100.000	
FPT - Powertrain Technologies France S.A.	Garchizy	France	73,444,960	EUR	100.00	Iveco France Iveco Participations S.A.	97.200 2.800	
FPT RACING S.r.l.	Cusago	Italy	100,000	EUR	100.00	Fiat Powertrain Technologies SpA	100.000	
Iveco España S.L. (business FPT Powertrain Technologies)	Madrid	Spain	121,612,116	EUR	100.00	Iveco S.p.A.	100.000	
Iveco Latin America Ltda (business FPT Powertrain Technologies)	Vila da Serra	Brazil	170,707,580	BRL	100.00	Iveco España S.L. Fiat Group Automobili S.p.A.	51.000 49.000	
Iveco Limited (business FPT Powertrain Technologies)	Watford	United Kingdom	117,000,000	GBP	100.00	Iveco Holdings Limited	100.000	
Iveco Magirus AG (business FPT Powertrain Technologies)	Ulm	Germany	50,000,000	EUR	100.00	Iveco S.p.A. Fiat Netherlands Holding N.V.	53.660 46.340	
Iveco Motorenforschung AG	Arbon	Switzerland	4,600,000	CHF	100.00	Iveco S.p.A. Iveco France	60.000 40.000	
Iveco Motors of China Limited	Shanghai	People's Rep. of China	300,000	USD	100.00	Iveco S.p.A.	100.000	
Iveco S.p.A. (business FPT Powertrain Technologies)	Turin	Italy	369,500,000	EUR	100.00	Fiat S.p.A. Fiat Partecipazioni S.p.A.	60.563 39.437	
Iveco Sweden A.B. (business FPT Powertrain Technologies)	Arlöv	Sweden	600,000	SEK	100.00	Iveco S.p.A.	100.000	
SAIC Fiat Powertrain Hongyan Co. Ltd.	Chongqing	People's Rep. of China	580,000,000	CNY	60.00	Fiat Powertrain Technologies SpA SAIC IVECO Commercial Vehicle Investment Company Limited	30.000 60.000	
TRITEC MOTORS Limitada	Campo Largo	Brazil	197,792,500	BRL	100.00	Fiat Powertrain Technologies SpA	100.000	
<b>Components</b>								
Magnetit Marelli Holding S.p.A.	Corbetta	Italy	254,324,998	EUR	99.99	Fiat Partecipazioni S.p.A.	99.991	100.000
Automotive Lighting Broterode GmbH	Meiningen	Germany	7,270,000	EUR	99.99	Automotive Lighting Reutlingen GmbH	100.000	
Automotive Lighting Italia S.p.A.	Venaria Reale	Italy	2,000,000	EUR	99.99	Automotive Lighting Reutlingen GmbH	100.000	
Automotive Lighting LLC	Farmington Hills	U.S.A.	25,001,000	USD	99.99	Magnetit Marelli Holding U.S.A. Inc.	100.000	
Automotive Lighting o.o.o.	Rijasan	Russia	36,875,663	RUR	99.99	Automotive Lighting Reutlingen GmbH	100.000	
Automotive Lighting Polska Sp. z o.o.	Sosnowiec	Poland	83,500,000	PLN	99.99	Automotive Lighting Reutlingen GmbH	100.000	
Automotive Lighting Rear Lamps Espana S.A.	Linares del Valles	Spain	638,476	EUR	99.99	Magnetit Marelli Iberica S.A.	100.000	
Automotive Lighting Rear Lamps France S.a.s.	Saint Julien du Saul	France	17,789,152	EUR	99.99	Automotive Lighting Rear Lamps Italia S.p.A.	100.000	
Automotive Lighting Rear Lamps Italia S.p.A.	Tolmezzo	Italy	10,000,000	EUR	99.99	Automotive Lighting Reutlingen GmbH	100.000	
Automotive Lighting Rear Lamps Mexico S. de r.l. de C.V.	El Marques Queretaro	Mexico	50,000	MXN	99.99	Magnetit Marelli Holding U.S.A. Inc.	100.000	
Automotive Lighting Reutlingen GmbH	Reutlingen	Germany	1,330,000	EUR	99.99	Magnetit Marelli Holding S.p.A.	100.000	
Automotive Lighting S.R.O.	Jihlava	Czech Republic	927,637,000	CZK	99.99	Automotive Lighting Reutlingen GmbH	100.000	
Automotive Lighting UK Limited	Cannock	United Kingdom	15,387,348	GBP	99.99	Magnetit Marelli Holding S.p.A.	100.000	
Ergom Automotive S.p.A.	Borgaro Torinese	Italy	10,000,000	EUR	99.99	Ergom Holding S.p.A.	100.000	
Ergom do Brasil Ltda	Itauna	Brazil	5,000,000	BRL	99.99	Ergom Automotive S.p.A.	100.000	
Ergom France S.A.S.	Limas	France	3,474,540	EUR	99.99	Ergom Holding S.p.A.	100.000	
Ergom Holding S.p.A.	Borgaro Torinese	Italy	10,000,000	EUR	99.99	Nuove Iniziative Finanziarie 2 S.r.l.	100.000	
Ergom Poland Sp. z o.o.	Sosnowiec	Poland	20,711,000	PLN	99.99	Ersi Poland S.A.	100.000	
Ergom Soffiaggio S.r.l.	Leno	Italy	45,900	EUR	84.99	Ergom Automotive S.p.A.	85.000	
Ergomolds Sp. z o.o.	Sosnowiec	Poland	63,554,000	PLN	99.99	Ersi Poland S.A.	100.000	
Ersi Poland S.A.	Sosnowiec	Poland	21,000,000	PLN	99.99	Ergom Automotive S.p.A.	100.000	
Fiat CIEI S.p.A. in liquidation	Corbetta	Italy	220,211	EUR	99.99	Magnetit Marelli Holding S.p.A.	100.000	
Industrial Yorka de Mexico S.A. de C.V.	Mexico City	Mexico	50,000	MXN	99.99	Automotive Lighting Rear Lamps Mexico S. de r.l. de C.V. Industrial Yorka de Tepetzotlan S.A. de C.V.	98.000 2.000	
Industrial Yorka de Tepetzotlan S.A. de C.V.	Mexico City	Mexico	50,000	MXN	99.99	Automotive Lighting Rear Lamps Mexico S. de r.l. de C.V. Industrial Yorka de Mexico S.A. de C.V.	99.000 1.000	
Industrias Magnetit Marelli Mexico S.A. de C.V.	Tepetzotlan	Mexico	50,000	MXN	99.99	Magnetit Marelli Sistemas Electronicos Mexico S.A. Servicios Administrativos Corp. IPASA S.A.	99.998 0.002	
Industrie Plastica S.p.A.	Borgaro Torinese	Italy	1,000,000	EUR	99.99	Ergom Automotive S.p.A.	100.000	
Innomatec Società Consortile a r.l.	Melfi	Italy	516,000	EUR	99.99	Ergom Automotive S.p.A. Ergom Holding S.p.A.	95.000 5.000	
Kadron S/A	Maua	Brazil	2,622,229	BRL	99.99	Magnetit Marelli Sistemas Automotivos Industria e Comercio Ltda	100.000	
Magnetit Marelli After Market Parts and Services S.p.A.	Corbetta	Italy	7,000,000	EUR	99.99	Magnetit Marelli Parts and Services S.p.A.	100.000	
Magnetit Marelli After Market Sp. z o.o.	Katowice	Poland	2,000,000	PLN	99.99	Magnetit Marelli Parts and Services S.p.A.	100.000	
Magnetit Marelli Aftermarket GmbH	Heilbronn	Germany	100,000	EUR	99.99	Magnetit Marelli Parts and Services S.p.A.	100.000	
Magnetit Marelli Aftermarket S.a.s.	Trappes	France	782,208	EUR	99.99	Magnetit Marelli Parts and Services S.p.A.	100.000	
Magnetit Marelli Aftermarket SL	Barcelona	Spain	5,255,000	EUR	99.99	Magnetit Marelli After Market Parts and Services S.p.A.	100.000	

## Subsidiaries consolidated on a line-by-line basis (continued)

Name	Registered Office	Country	Capital stock Currency	% of Group consoli- dation Interest held by	% interest held	% of voting rights
Magneti Marelli Argentina S.A.	Buenos Aires	Argentina	700,000 ARS	99.99 Magneti Marelli Holding S.p.A. Magneti Marelli France S.a.s.	95.000 5.000	
Magneti Marelli Automotive Components (WUHU) Co. Ltd.	Anhui	People's Rep.of China	9,500,000 USD	99.99 Magneti Marelli Powertrain S.p.A.	100.000	
Magneti Marelli Cofap Autopecas Ltda	São Paulo	Brazil	7,554,539 BRL	99.99 Magneti Marelli After Market Parts and Services S.p.A.	100.000	
Magneti Marelli Cofap Companhia Fabricadora de Pecas	Santo Andre	Brazil	170,950,534 BRL	99.62 Magneti Marelli Holding S.p.A.	99.628	99.964
Magneti Marelli Components B.V. in liquidation	Amsterdam	Netherlands	53,600,000 EUR	99.99 Magneti Marelli Holding S.p.A.	100.000	
Magneti Marelli Conjuntos de Escape S.A.	Buenos Aires	Argentina	7,480,071 ARS	99.99 Magneti Marelli Sistemi di Scarico S.p.A. Magneti Marelli Argentina S.A.	95.000 5.000	
Magneti Marelli do Brasil Industria e Comercio SA	Hortolandia	Brazil	40,568,427 BRL	99.86 Magneti Marelli Holding S.p.A.	99.872	99.990
Magneti Marelli Electronica SL	Barcelona	Spain	18,388,581 EUR	99.99 Magneti Marelli Iberica S.A.	100.000	
Magneti Marelli Elektronische Systeme GmbH	Heilbronn	Germany	100,000 EUR	99.99 Magneti Marelli Sistemi Elettronici S.p.A.	100.000	
Magneti Marelli Exhaust Systems Polska Sp. z o.o.	Sosnowiec	Poland	15,000,000 PLN	99.99 Magneti Marelli Sistemi di Scarico S.p.A.	100.000	
Magneti Marelli France S.a.s.	Nanterre	France	42,672,960 EUR	99.99 Magneti Marelli Sistemi Elettronici S.p.A. Ufima S.A.S.	99.999 0.001	
Magneti Marelli Guangzhou Motor Vehicle Instruments Co. Limited	Guangzhou	People's Rep.of China	8,100,000 USD	99.99 Magneti Marelli Sistemi Elettronici S.p.A.	100.000	
Magneti Marelli Hellas A.E.	Athens	Greece	587,000 EUR	99.99 Magneti Marelli Parts and Services S.p.A.	100.000	
Magneti Marelli Holding U.S.A. Inc.	Wixom	U.S.A.	10 USD	99.99 Magneti Marelli Holding S.p.A.	100.000	
Magneti Marelli Iberica S.A.	Santpedor	Spain	24,499,771 EUR	99.99 Magneti Marelli Holding S.p.A.	100.000	
Magneti Marelli Motopropulsion France SAS	Argentan	France	884,058 EUR	99.99 Magneti Marelli Powertrain S.p.A. Magneti Marelli Cofap Companhia Fabricadora de Pecas	100.000 100.000	
Magneti Marelli North America Inc.	Wilmington	U.S.A.	40,223,205 USD	99.62 Magneti Marelli Holding S.p.A.	100.000	
Magneti Marelli Parts and Services S.p.A.	Corbetta	Italy	13,137,000 EUR	99.99 Magneti Marelli Holding S.p.A.	100.000	
Magneti Marelli Poland S.A.	Sosnowiec	Poland	10,567,800 PLN	99.99 Automotive Lighting Polska Sp. z o.o.	100.000	
Magneti Marelli Powertrain (Shanghai) Co. Ltd.	Shanghai	People's Rep.of China	17,500,000 USD	99.99 Magneti Marelli Powertrain S.p.A.	100.000	
Magneti Marelli Powertrain GmbH	Russelsheim	Germany	100,000 EUR	99.99 Magneti Marelli Powertrain S.p.A.	100.000	
Magneti Marelli Powertrain India Private Limited	New Delhi	India	90,000,000 INR	51.00 Magneti Marelli Powertrain S.p.A.	51.000	
Magneti Marelli Powertrain S.p.A.	Corbetta	Italy	85,690,872 EUR	99.99 Magneti Marelli Holding S.p.A.	99.999	100.000
Magneti Marelli Powertrain U.S.A. LLC	Sanford	U.S.A.	25,000,000 USD	99.99 Magneti Marelli Holding U.S.A. Inc.	100.000	
Magneti Marelli Racing Ltd	Basilidon	United Kingdom	10,000 GBP	99.99 Magneti Marelli Holding S.p.A.	100.000	
Magneti Marelli Repuestos S.A.	Buenos Aires	Argentina	2,012,000 ARS	99.99 Magneti Marelli After Market Parts and Services S.p.A. Magneti Marelli Cofap Autopecas Ltda Magneti Marelli Parts and Services S.p.A.	51.000 48.000 1.000	
Magneti Marelli Sistemas Automotivos Industria e Comercio Ltda	Contagem	Brazil	196,634,874 BRL	99.99 Magneti Marelli Powertrain S.p.A. Automotive Lighting Reutlingen GmbH	66.111 33.889	
Magneti Marelli Sistemas Electronicos Mexico S.A.	Tepotzotlan	Mexico	23,611,680 MXN	99.99 Magneti Marelli Sistemi Elettronici S.p.A.	100.000	
Magneti Marelli Sistemi di Scarico S.p.A.	Corbetta	Italy	20,000,000 EUR	99.99 Magneti Marelli Holding S.p.A.	100.000	
Magneti Marelli Sistemi Elettronici S.p.A.	Corbetta	Italy	74,897,548 EUR	99.99 Magneti Marelli Holding S.p.A.	99.999	100.000
Magneti Marelli Slovakia s.r.o.	Bratislava	Slovak Republic	200,000 SKK	99.99 Magneti Marelli Sistemi Elettronici S.p.A.	100.000	
Magneti Marelli South Africa (Proprietary) Limited	Johannesburg	South Africa	1,950,000 ZAR	99.99 Magneti Marelli Sistemi di Scarico S.p.A.	100.000	
Magneti Marelli Suspension Systems Bielsko Sp. z o.o.	Bielsko-Biala	Poland	70,050,000 PLN	99.99 Magneti Marelli Holding S.p.A.	100.000	
Magneti Marelli Suspension Systems Poland Sp. z o.o.	Sosnowiec	Poland	43,100,000 PLN	99.99 Magneti Marelli Holding S.p.A.	100.000	
Magneti Marelli Tubos de Escape SL	Barcelona	Spain	10,154,256 EUR	99.99 Magneti Marelli Iberica S.A.	100.000	
Mako Elektrik Sanayi Ve Ticaret A.S.	Osmangazi Bursa	Turkey	16,500,000 TRY	94.99 Magneti Marelli Holding S.p.A.	95.000	
Malaysian Automotive Lighting SDN. BHD	Penang	Malaysia	8,000,000 MYR	79.99 Automotive Lighting Reutlingen GmbH	80.000	
Nuove Iniziative Finanziarie 2 S.r.l.	Turin	Italy	100,000 EUR	99.99 Magneti Marelli Holding S.p.A.	100.000	
Plastiform A.S.	Bursa	Turkey	715,000 TRY	99.99 Ergom Automotive S.p.A. Nuove Iniziative Finanziarie 2 S.r.l.	97.000 3.000	
Powertrain Mekanik Sanayi ve Ticaret Limited Sirketi	Demirtas-Bursa	Turkey	75,329,600 TRY	99.99 Magneti Marelli Holding S.p.A.	100.000	
Servicios Administrativos Corp. IPASA S.A.	Col. Chapultepec	Mexico	1,000 MXN	99.99 Magneti Marelli Sistemas Electronicos Mexico S.A. Industrias Magneti Marelli Mexico S.A. de C.V.	99.990 0.010	
Sistemi Sospensioni S.p.A.	Corbetta	Italy	37,622,179 EUR	99.99 Magneti Marelli Holding S.p.A.	100.000	
Sniaricerche S.C.P.A.	Pisticci	Italy	880,000 EUR	99.99 Ergom Holding S.p.A. Ergom Automotive S.p.A.	95.000 5.000	
Tecnologia de Iluminacion Automotriz S.A. de C.V.	Chihuahua	Mexico	50,000 MXN	99.99 Automotive Lighting LLC	100.000	
Ufima S.A.S.	Nanterre	France	44,940 EUR	99.99 Magneti Marelli Holding S.p.A. Fiat Partecipazioni S.p.A.	65.020 34.980	
<b>Metallurgical Products</b>						
Teksid S.p.A.	Turin	Italy	71,403,261 EUR	84.79 Fiat Partecipazioni S.p.A.	84.791	
Compania Industrial Frontera S.A. de C.V.	Frontera	Mexico	50,000 MXN	84.79 Teksid Hierro de Mexico S.A. de C.V.	100.000	
Fonderie du Poitou Fonte S.A.S.	Ingrandes-sur-Vienne	France	26,958,464 EUR	84.79 Teksid S.p.A.	100.000	
Funtrap-Fundicao Portuguesa S.A.	Cacia	Portugal	13,697,550 EUR	70.89 Fonderie du Poitou Fonte S.A.S.	83.607	
Teksid Aluminum S.r.l.	Carmagnola	Italy	5,000,000 EUR	100.00 Fiat Partecipazioni S.p.A.	100.000	
Teksid do Brasil Ltda	Betim	Brazil	59,899,570 BRL	84.79 Teksid S.p.A.	100.000	
Teksid Hierro De Mexico Arrendadora S.A. de C.V.	Frontera	Mexico	497,690,000 MXN	84.79 Teksid S.p.A.	100.000	
Teksid Hierro de Mexico S.A. de C.V.	Frontera	Mexico	418,874,300 MXN	84.79 Teksid S.p.A.	100.000	
Teksid Inc.	Wilmington	U.S.A.	100,000 USD	84.79 Teksid S.p.A.	100.000	
Teksid Iron Poland Sp. z o.o.	Skoczow	Poland	115,678,500 PLN	84.79 Teksid S.p.A.	100.000	
<b>Production Systems</b>						
Comau S.p.A.	Grugliasco	Italy	48,013,959 EUR	100.00 Fiat S.p.A.	100.000	
Autodie International, Inc.	Grand Rapids	U.S.A.	1,000 USD	100.00 Comau Pico Holdings Corporation	100.000	
Comau (Shanghai) Automotive Equipment Co. Ltd.	Shanghai	People's Rep.of China	5,000,000 USD	100.00 Comau S.p.A.	100.000	
Comau (Shanghai) International Trading Co. Ltd.	Shanghai	People's Rep.of China	200,000 USD	100.00 Comau S.p.A.	100.000	
Comau Argentina S.A.	Buenos Aires	Argentina	500,000 ARS	100.00 Comau S.p.A. Comau do Brasil Industria e Comercio Ltda. Fiat Argentina S.A.	55.280 44.690 0.030	
Comau Canada Inc.	Windsor	Canada	100 CAD	100.00 Comau Inc.	100.000	
Comau Deutschland GmbH	Boblingen	Germany	1,330,000 EUR	100.00 Comau S.p.A.	100.000	
Comau do Brasil Industria e Comercio Ltda.	Betim	Brazil	29,312,653 BRL	100.00 Comau S.p.A. Fiat do Brasil S.A.	99.999 0.001	
Comau Estil Unl.	Luton	United Kingdom	103,165,056 USD	100.00 Comau S.p.A.	100.000	
Comau France S.A.S.	Trappes	France	6,000,000 EUR	100.00 Comau S.p.A.	100.000	

## Subsidiaries consolidated on a line-by-line basis (continued)

Name	Registered Office	Country	Capital stock	Currency	% of Group consoli- dation	Interest held by	% interest held	% of voting rights
Comau Inc.	Southfield	U.S.A.	21,457	USD	100.00	Comau Pico Holdings Corporation	100.000	
Comau India Private Limited	Pune	India	161,935,020	INR	100.00	Comau S.p.A. Comau Deutschland GmbH	99.990 0.010	
Comau Pico Holdings Corporation	New York	U.S.A.	100	USD	100.00	Comau S.p.A.	100.000	
Comau Pico laisa S.de R.L. de C.V.	Tepotzotlan	Mexico	3,000	MXN	100.00	Comau Pico Mexico S.de R.L. de C.V. Comau S.p.A.	99.967 0.033	
Comau Pico Mexico S.de R.L. de C.V.	Tepotzotlan	Mexico	3,000	MXN	100.00	Comau S.p.A. Comau Deutschland GmbH	99.967 0.033	
Comau Pico Pitec S.de R.L. C.V.	Tepotzotlan	Mexico	3,000	MXN	100.00	Comau Pico Mexico S.de R.L. de C.V. Comau S.p.A.	99.967 0.033	
Comau Pico Trebol S.de R.L. de C.V.	Tepotzotlan	Mexico	3,000	MXN	100.00	Comau Pico Mexico S.de R.L. de C.V. Comau S.p.A.	99.967 0.033	
Comau Poland Sp. z o.o.	Bielsko-Biala	Poland	2,100,000	PLN	100.00	Comau S.p.A.	100.000	
Comau Resources, Inc.	Southfield	U.S.A.	1,000	USD	100.00	Comau Pico Holdings Corporation	100.000	
Comau Romania S.R.L.	Bihor	Romania	10,315,170	RON	100.00	Comau S.p.A.	100.000	
Comau Russia OOO	Moscow	Russia	4,770,225	RUR	100.00	Comau S.p.A. Comau Deutschland GmbH	99.000 1.000	
Comau SA Body Systems (Pty) Ltd.	Uitenhage	South Africa	301	ZAR	100.00	Comau South Africa (Pty) Ltd.	100.000	
Comau SA Press Tools and Parts (Pty) Ltd.	Uitenhage	South Africa	100	ZAR	100.00	Comau SA Body Systems (Pty) Ltd.	100.000	
Comau SA Properties (Pty) Ltd.	Uitenhage	South Africa	100	ZAR	100.00	Comau SA Body Systems (Pty) Ltd.	100.000	
Comau Service Systems S.L.	Madrid	Spain	250,000	EUR	100.00	Comau S.p.A.	100.000	
Comau South Africa (Pty) Ltd.	Uitenhage	South Africa	1,001,003	ZAR	100.00	Comau S.p.A.	100.000	
German Intec GmbH	Heilbronn	Germany	25,000	EUR	100.00	Comau Deutschland GmbH	100.000	
Mecaner S.A.	Urduliz	Spain	3,000,000	EUR	100.00	Comau S.p.A.	100.000	
Pico Europe, Inc.	Southfield	U.S.A.	1,000	USD	100.00	Comau S.p.A.	100.000	
<b>Publishing and Communications</b>								
Itedi-Italiana Edizioni S.p.A.	Turin	Italy	5,980,000	EUR	100.00	Fiat S.p.A.	100.000	
BMI S.p.A.	Genoa	Italy	124,820	EUR	58.00	Itedi-Italiana Edizioni S.p.A.	58.004	
Editrice La Stampa S.p.A.	Turin	Italy	4,160,000	EUR	100.00	Itedi-Italiana Edizioni S.p.A.	100.000	
La Stampa Europe SAS	Trappes	France	18,600,000	EUR	100.00	Itedi-Italiana Edizioni S.p.A.	100.000	
Publikompass S.p.A.	Milan	Italy	3,068,000	EUR	100.00	Itedi-Italiana Edizioni S.p.A.	100.000	
<b>Holding companies and Other companies</b>								
Business Solutions S.p.A.	Turin	Italy	4,791,396	EUR	100.00	Fiat S.p.A.	100.000	
C.R.F. Società Consortile per Azioni (business Other Activities)	Orbassano	Italy	45,000,000	EUR	99.28	Fiat Partecipazioni S.p.A. Fiat Group Automobiles S.p.A. Iveco S.p.A. Magnet Marelli Holding S.p.A. Fiat Powertrain Technologies SpA CNH Italia s.p.a. Comau S.p.A. Teksid S.p.A. Ferrari S.p.A.	52.061 17.478 9.987 7.490 4.994 2.497 2.497 2.497 0.499	
Centro Ricerche Plast-Optica S.p.A.	Amaro	Italy	1,033,000	EUR	75.13	C.R.F. Società Consortile per Azioni Automotive Lighting Rear Lamps Italia S.p.A.	51.000 24.500	
Deposito Avogadro S.r.l.	Turin	Italy	100,000	EUR	100.00	Fiat Partecipazioni S.p.A.	100.000	
Elasis-Società Consortile per Azioni	Pomigliano d'Arco	Italy	20,000,000	EUR	98.90	Fiat Group Automobiles S.p.A. C.R.F. Società Consortile per Azioni CNH Italia s.p.a. Fiat Powertrain Technologies SpA Iveco S.p.A. Comau S.p.A. Magnet Marelli Holding S.p.A. Fiat Partecipazioni S.p.A. Ferrari S.p.A. Isvor Fiat Società consortile di sviluppo e addestramento industriale per Azioni Fiat S.p.A.	51.000 27.933 6.800 5.000 3.300 1.500 1.500 1.450 1.100 0.250 0.167	
eSPIN S.p.A.	Turin	Italy	120,000	EUR	100.00	Business Solutions S.p.A.	100.000	
Fast-Buyer S.p.A.	Turin	Italy	500,000	EUR	100.00	Fiat Partecipazioni S.p.A.	100.000	
FGI - Fiat Group International SA	Lugano	Switzerland	100,000,000	CHF	100.00	Fiat S.p.A.	100.000	
Fiat Argentina S.A.	Buenos Aires	Argentina	5,292,117	ARS	100.00	Fiat Services S.p.A. Fiat do Brasil S.A. SGR-Sociedad para la Gestion de Riesgos S.A. Fiat Auto Argentina S.A.	90.961 9.029 0.009 0.001	
Fiat Attività Immobiliari S.p.A.	Turin	Italy	65,700,000	EUR	100.00	Fiat Partecipazioni S.p.A.	100.000	
Fiat Auto Holdings B.V. in liquidatie	Amsterdam	Netherlands	1,000,000	EUR	100.00	Fiat Partecipazioni S.p.A.	100.000	
Fiat do Brasil S.A.	Nova Lima	Brazil	28,513,780	BRL	100.00	Fiat Partecipazioni S.p.A. Fiat Services S.p.A.	99.998 0.002	
Fiat Financas Brasil Ltda	Nova Lima	Brazil	2,469,701	BRL	100.00	Fiat Finance S.p.A. Fiat do Brasil S.A.	99.994 0.006	
Fiat Finance and Trade Ltd S.A.	Luxembourg	Luxembourg	251,494,000	EUR	100.00	Fiat Finance S.p.A. Fiat Finance Canada Ltd.	99.993 0.007	
Fiat Finance Canada Ltd.	Calgary	Canada	10,099,885	CAD	100.00	Fiat Finance S.p.A.	100.000	
Fiat Finance et Services S.A.	Trappes	France	3,700,000	EUR	100.00	Fiat Services S.p.A.	99.997	
Fiat Finance North America Inc.	Wilmington	U.S.A.	40,090,010	USD	100.00	Fiat Finance S.p.A. Fiat S.p.A.	60.526 39.474	
Fiat Finance S.p.A.	Turin	Italy	224,440,000	EUR	100.00	Fiat S.p.A.	100.000	
Fiat GmbH	Ulm	Germany	200,000	EUR	100.00	Fiat Services S.p.A.	100.000	
Fiat Group Purchasing France S.a.r.l.	Trappes	France	7,700	EUR	100.00	Fiat Group Purchasing S.r.l.	100.000	
Fiat Group Purchasing S.r.l.	Turin	Italy	600,000	EUR	100.00	Fiat Partecipazioni S.p.A.	100.000	
Fiat Iberica S.A.	Madrid	Spain	2,797,054	EUR	100.00	Fiat Services S.p.A.	100.000	

## Subsidiaries consolidated on a line-by-line basis (continued)

Name	Registered Office	Country	Capital stock	Currency	% of Group consoli- dation	Interest held by	% interest held	% of voting rights
Fiat Information & Communication Services società consortile per azioni	Turin	Italy	800,000	EUR	98.02	Fiat S.p.A. CNH Italia s.p.a. Fiat Group Automobiles S.p.A. Iveco S.p.A. Comau S.p.A. Ferrari S.p.A. Fiat Services S.p.A. Itedi-Italiana Edizioni S.p.A. Magnetit Marelli Holding S.p.A. Teksid S.p.A. Fiat Partecipazioni S.p.A.	51.000 10.000 10.000 10.000 3.000 3.000 3.000 3.000 3.000 3.000 1.000	
Fiat Netherlands Holding N.V.	Amsterdam	Netherlands	2,610,397,295	EUR	100.00	Fiat S.p.A. Fiat Partecipazioni S.p.A.	60.563 39.437	
Fiat Partecipazioni S.p.A.	Turin	Italy	356,158,302	EUR	100.00	Fiat S.p.A.	100.000	
Fiat Polska Sp. z o.o.	Warsaw	Poland	25,500,000	PLN	100.00	Fiat Partecipazioni S.p.A.	100.000	
FIAT Purchasing Poland Sp. z o.o.	Bielsko-Biala	Poland	300,000	PLN	100.00	Fiat Group Purchasing S.r.l.	100.000	
Fiat Services Belgium N.V.	Zedelgem	Belgium	62,000	EUR	100.00	Fiat U.K. Limited Fiat Services S.p.A.	99.960 0.040	
Fiat Services Polska Sp. z o.o.	Bielsko-Biala	Poland	3,600,000	PLN	100.00	Fiat Services S.p.A.	100.000	
Fiat Services S.p.A.	Turin	Italy	3,600,000	EUR	100.00	Business Solutions S.p.A.	100.000	
Fiat Servizi per l'Industria S.c.p.a.	Turin	Italy	1,652,669	EUR	99.36	Fiat Partecipazioni S.p.A. Fiat Group Automobiles S.p.A. Iveco S.p.A. Fiat S.p.A. CNH Italia s.p.a. Teksid S.p.A. C.R.F. Società Consortile per Azioni Comau S.p.A. Editrice La Stampa S.p.A. Fiat Services S.p.A. Magnetit Marelli Holding S.p.A.	51.000 25.500 6.000 5.000 3.000 2.000 1.500 1.500 1.500 1.500 1.500	
Fiat U.K. Limited	Basildon	United Kingdom	750,000	GBP	100.00	Fiat Services S.p.A.	100.000	
Fiat U.S.A. Inc.	New York	U.S.A.	16,830,000	USD	100.00	Fiat S.p.A.	100.000	
Fiat-Revisione Interna S.c.r.l.	Turin	Italy	300,000	EUR	98.32	Fiat S.p.A. Fiat Group Automobiles S.p.A. CNH Global N.V. Iveco S.p.A. Comau S.p.A. Ferrari S.p.A. Fiat Group Purchasing S.r.l. Fiat Powertrain Technologies SpA Fiat Services S.p.A. Itedi-Italiana Edizioni S.p.A. Magnetit Marelli Holding S.p.A. Maserati S.p.A. Teksid S.p.A. Fiat Finance S.p.A. Fiat Partecipazioni S.p.A.	51.000 13.000 10.000 6.000 2.000 2.000 2.000 2.000 2.000 2.000 2.000 2.000 2.000 1.000 1.000	
Isvor Fiat Società consortile di sviluppo e addestramento industriale per Azioni	Turin	Italy	300,000	EUR	99.22	Fiat Partecipazioni S.p.A. Fiat Group Automobiles S.p.A. Iveco S.p.A. CNH Italia s.p.a. Comau S.p.A. Fiat Powertrain Technologies SpA Fiat S.p.A. Fiat Services S.p.A. Magnetit Marelli Holding S.p.A. Teksid S.p.A.	51.000 16.000 12.000 3.000 3.000 3.000 3.000 3.000 3.000 3.000	
KeyG Consulting S.p.A.	Turin	Italy	167,352	EUR	100.00	Fiat Services S.p.A.	100.000	
Neptunia Assicurazioni Marittime S.A.	Lausanne	Switzerland	10,000,000	CHF	100.00	Rimaco S.A.	100.000	
New Business 7 S.p.A.	Turin	Italy	11,899,524	EUR	100.00	Fiat Partecipazioni S.p.A.	100.000	
New Business 8 S.p.A.	Turin	Italy	1,437,210	EUR	100.00	Fiat Partecipazioni S.p.A.	100.000	
Rimaco S.A.	Lausanne	Switzerland	350,000	CHF	100.00	FGI - Fiat Group International SA	100.000	
Risk Management S.p.A.	Turin	Italy	120,000	EUR	100.00	Fiat Partecipazioni S.p.A.	100.000	
Sadi Polska-Agencja Celna Sp. z o.o.	Bielsko-Biala	Poland	500,000	PLN	100.00	Servizi e Attività Doganali per l'Industria S.p.A.	100.000	
Servizi e Attività Doganali per l'Industria S.p.A.	Turin	Italy	520,000	EUR	100.00	Fiat Services S.p.A.	100.000	
SIRIO - Sicurezza Industriale Società consortile per azioni	Turin	Italy	120,000	EUR	93.63	Fiat Partecipazioni S.p.A. Fiat Group Automobiles S.p.A. Iveco S.p.A. Fiat Powertrain Technologies SpA Magnetit Marelli Powertrain S.p.A. Comau S.p.A. Fiat S.p.A. Ferrari S.p.A. Teksid S.p.A. Irisbus Italia S.p.A. Fiat Services S.p.A. Sistemi Sospensioni S.p.A. Teksid Aluminum S.r.l. C.R.F. Società Consortile per Azioni New Holland Kobelco Construction Machinery S.p.A.	57.746 17.288 4.583 2.356 1.159 0.751 0.751 0.729 0.664 0.622 0.593 0.551 0.540 0.535 0.535	

## Subsidiaries consolidated on a line-by-line basis (continued)

Name	Registered Office	Country	Capital stock	Currency	% of Group consoli- dation	Interest held by	% interest held	% of voting rights
						Fiat Servizi per l'Industria S.c.p.a.	0.503	
						Fiat Finance S.p.A.	0.449	
						Isvor Fiat Società consortile di sviluppo e addestramento industriale per Azioni	0.449	
						Magnetit Marelli Sistemi Elettronici S.p.A.	0.438	
						Fidis S.p.A.	0.325	
						CNH Italia s.p.a.	0.237	
						Automotive Lighting Italia S.p.A.	0.233	
						Editrice La Stampa S.p.A.	0.233	
						Elasis-Società Consortile per Azioni	0.233	
						Magnetit Marelli Sistemi di Scarico S.p.A.	0.197	
						I.T.C.A. Produzione S.p.A.	0.167	
						Teksid Aluminum Getti Speciali S.r.l.	0.125	
						Astra Veicoli Industriali S.p.A.	0.103	
						Fiat Group Purchasing S.r.l.	0.103	
						Fiat Information & Communication Services società consortile per azioni	0.103	
						Servizi e Attività Doganali per l'Industria S.p.A.	0.103	
						Magnetit Marelli Holding S.p.A.	0.091	
						Fiat-Revisione Interna S.c.r.l.	0.061	
						Iveco Mezzi Speciali S.p.A.	0.061	
						Fiat Center Italia S.p.A.	0.045	
						Turinauto S.P.A.	0.040	
						Abarth & C. S.p.A.	0.039	
						Itedi-Italiana Edizioni S.p.A.	0.039	
						Maserati S.p.A.	0.039	
						Orione-Società Industriale per la Sicurezza e la Vigilanza Consortile per Azioni	0.039	
						Risk Management S.p.A.	0.039	
						Sisport Fiat S.p.A. - Società sportiva dilettantistica	0.039	
						Magnetit Marelli After Market Parts and Services S.p.A.	0.037	
						Automotive Lighting Rear Lamps Italia S.p.A.	0.022	
						Easy Drive S.r.l.	0.022	
						Fiat Attività Immobiliari S.p.A.	0.022	
						G. Vico Handling S.r.l.	0.022	
Sisport Fiat S.p.A. - Società sportiva dilettantistica	Turin	Italy	889,049	EUR	100.00	Fiat Partecipazioni S.p.A.	100.000	
<b>Jointly-controlled entities accounted for using the proportional consolidation</b>								
<b>FPT Powertrain Technologies</b>								
Fiat-GM Powertrain Polska Sp. z o.o.	Bielsko-Biala	Poland	220,100,000	PLN	50.00	Fiat Powertrain Technologies SpA	50.000	
<b>Jointly-controlled entities accounted for using the equity method</b>								
<b>Fiat Group Automobiles</b>								
Fiat Group Automobiles Financial Services S.p.A.	Turin	Italy	700,000,000	EUR	50.00	Fiat Group Automobiles S.p.A.	50.000	
FAFS RE Limited	Dublin	Ireland	1,000,000	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
FAL Fleet Services S.A.S.	Trappes	France	3,000,000	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
FC France S.A.	Trappes	France	11,360,000	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A.	99.999	
FGA Stock SA	Alcalá De Henares	Spain	5,108,799	EUR	50.00	Finplus Renting S.A.	100.000	
Fiat Auto Contracts Ltd	Slough Berkshire	United Kingdom	16,000,000	GBP	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
Fiat Auto Financial Services (Wholesale) Ltd.	Slough Berkshire	United Kingdom	3,500,000	GBP	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
Fiat Auto Financial Services Limited	Slough Berkshire	United Kingdom	10,250,000	GBP	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
Fiat Auto Kreditbank GmbH	Vienna	Austria	5,000,000	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A. Fidis S.p.A.	50.000 25.000	
Fiat Bank GmbH	Heilbronn	Germany	39,600,000	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
Fiat Bank Polska S.A.	Warsaw	Poland	125,000,000	PLN	50.00	Fiat Bank GmbH	100.000	
Fiat Credit Belgio S.A.	Evere	Belgium	3,718,500	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A.	99.999	
Fiat Credit Hellas Commercial S.A. of Vehicles	Argyroupoli	Greece	600,000	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
Fiat Distribuidora Portugal S.A.	Alges	Portugal	500,300	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
Fiat Finance Holding S.A.	Luxembourg	Luxembourg	2,300,000	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A.	99.995	
Fiat Finance S.A.	Luxembourg	Luxembourg	9,900,000	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A.	99.995	
Fiat Finansiering A/S	Glostrup	Denmark	13,000,000	DKK	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
Fidis Bank G.m.b.H.	Vienna	Austria	4,740,000	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A. Fidis S.p.A.	50.000 25.000	
Fidis Credit Danmark A/S	Glostrup	Denmark	500,000	DKK	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
Fidis Finance (Suisse) S.A.	Schlieren	Switzerland	24,100,000	CHF	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
Fidis Finance Polska Sp. z o.o.	Warsaw	Poland	10,000,000	PLN	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
Fidis Insurance Consultants SA	Argyroupoli	Greece	60,000	EUR	49.99	Fiat Credit Hellas Commercial S.A. of Vehicles	99.975	
Fidis Leasing GmbH	Vienna	Austria	40,000	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
Fidis Leasing Polska Sp. z o.o.	Warsaw	Poland	12,500,000	PLN	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
Fidis Nederland B.V.	Utrecht	Netherlands	3,085,800	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
Fidis Retail Financial Services (Ireland) PLC	Dublin	Ireland	100,007	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A.	99.994	
Fidis Retail IFIC SA	Alges	Portugal	10,000,000	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
Finplus Renting S.A.	Alcalá De Henares	Spain	25,145,299	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
FL Auto Snc	Trappes	France	8,954,581	EUR	50.00	FC France S.A.	99.998	
FL Location SNC	Paris	France	76,225	EUR	49.99	FC France S.A.	99.980	
Leasys S.p.A.	Fiumicino	Italy	77,979,400	EUR	49.69	Fiat Group Automobiles Financial Services S.p.A.	99.384	
Savarent Società per Azioni	Turin	Italy	21,000,000	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
TarCredit E.F.C. S.A.	Alcalá De Henares	Spain	16,671,569	EUR	50.00	Fiat Group Automobiles Financial Services S.p.A.	100.000	
FER MAS Oto Ticaret A.S.	Istanbul	Turkey	5,500,000	TRY	37.64	Tofas-Turk Otomobil Fabrikasi Tofas A.S.	99.418	
Fiat India Automobiles Private Limited (business Fiat Group Automobiles)	Ranjangaon	India	6,679,489,200	INR	50.52	Fiat Group Automobiles S.p.A.	50.522	
G.E.I.E. Gisevel	Paris	France	15,200	EUR	50.00	Fiat France	50.000	
G.E.I.E.-Sevelind	Paris	France	15,200	EUR	50.00	Fiat France	50.000	
Koc Fiat Kredi Tuketicci Finansmani A.S.	Istanbul	Turkey	30,000,000	TRY	37.86	Tofas-Turk Otomobil Fabrikasi Tofas A.S.	100.000	
MEKATRO Arastirma-Gelistirme ve Ticaret A.S.	Kocaeli	Turkey	150,000	TRY	36.72	Tofas-Turk Otomobil Fabrikasi Tofas A.S.	97.000	

## Jointly-controlled entities accounted for using the equity method (continued)

Name	Registered Office	Country	Capital stock	Currency	% of Group consoli- dation	Interest held by	% interest held	% of voting rights
PLATFORM Arastirma Gelistirme Tasarim ve Ticaret A.S.	Bursa	Turkey	1,000,000	TRY	37.48	Tofas-Turk Otomobil Fabrikasi Tofas A.S.	99.000	
Powertrain India Pvt. Ltd. in liquidation	Mumbai	India	101,000	INR	50.52	Fiat India Automobiles Private Limited	100.000	
Società Europea Veicoli Leggeri-Sevel S.p.A.	Atessa	Italy	68,640,000	EUR	50.00	Fiat Group Automobiles S.p.A.	50.000	
Société Européenne de Véhicules Légers du Nord-Sevelnord Société Anonyme	Paris	France	80,325,000	EUR	50.00	Fiat France	50.000	
Tofas-Turk Otomobil Fabrikasi Tofas A.S.	Levent	Turkey	500,000,000	TRY	37.86	Fiat Group Automobiles S.p.A.	37.856	
<b>Agricultural and Construction Equipment</b>								
Case Mexico S.A. de C.V.	São Pedro	Mexico	810,000	MXN	44.63	CNH de Mexico SA de CV	100.000	
Case Special Excavators N.V.	Zedelgem	Belgium	1,100,000	EUR	44.63	CNH Global N.V.	50.000	
CNH Comercial, SA de C.V.	São Pedro	Mexico	160,050,000	MXN	44.63	CNH de Mexico SA de CV	100.000	
CNH de Mexico SA de CV	São Pedro	Mexico	165,276,000	MXN	44.63	CNH Global N.V.	50.000	
CNH Industrial S.A. de C.V.	São Pedro	Mexico	200,050,000	MXN	44.63	CNH de Mexico SA de CV	100.000	
CNH Servicios Comerciales, S.A. de C.V.	São Pedro	Mexico	50,000,000	MXN	43.74	CNH Global N.V.	49.000	
CNH Servicios Corporativos S.A. de C.V.	São Pedro	Mexico	375,000	MXN	44.63	CNH de Mexico SA de CV	99.999	
Consolidated Diesel Company	Whitakers	U.S.A.	100	USD	44.63	CNH Engine Corporation	50.000	
L&T-Case Equipment Private Limited	Mumbai	India	240,100,000	INR	44.63	CNH America LLC	50.000	
LBX Company LLC	Wilmington	U.S.A.	0	USD	44.63	Case LBX Holdings Inc.	50.000	
Megavolt L.P. L.L.L.P.	Wilmington	U.S.A.	500,000	USD	35.70	CNH America LLC	40.000	
New Holland HFT Japan Inc.	Sapporo	Japan	240,000,000	JPY	44.63	CNH Global N.V.	50.000	
Turk Traktor Ve Ziraat Makinaleri A.S.	Ankara	Turkey	53,369,000	TRY	33.47	CNH Global N.V.	37.500	
<b>Trucks and Commercial Vehicles</b>								
Iveco Fiat - Oto Melara Società consortile r.l.	Rome	Italy	40,000	EUR	50.00	Iveco S.p.A.	50.000	
Naveco Ltd.	Nanjing	People's Rep. of China	2,527,000,000	CNY	50.00	Iveco S.p.A.	50.000	
SAIC IVECO Commercial Vehicle Investment Company Limited	Shanghai	People's Rep. of China	160,000,000	USD	50.00	Iveco S.p.A.	50.000	
SAIC Iveco Hongyan Commercial Vehicles Co. Ltd.	Chongqing	People's Rep. of China	500,000,000	CNY	33.50	SAIC IVECO Commercial Vehicle Investment Company Limited	67.000	
Transolver Finance Establecimiento Financiero de Credito S.A.	Madrid	Spain	9,315,500	EUR	50.00	Iveco S.p.A.	50.000	
<b>FPT Powertrain Technologies</b>								
Fiat India Automobiles Private Limited (business FPT Powertrain Technologies)	Ranjangaon	India	6,679,489,200	INR	50.52	Fiat Group Automobiles S.p.A.	50.522	
<b>Components</b>								
Gestamp Marelli Autochasis S.L.	Barcelona	Spain	2,000,000	EUR	50.00	Sistemi Sospensioni S.p.A.	50.000	
Magnet Marelli Motherson Auto System Limited	New Delhi	India	185,800,000	INR	50.00	Magnet Marelli Motherson India Holding B.V.	100.000	
Magnet Marelli Motherson India Holding B.V.	Amsterdam	Netherlands	2,000,000	EUR	50.00	Magnet Marelli Holding S.p.A.	50.000	
Magnet Marelli SKH Exhaust Systems Private Limited	New Delhi	India	100,000	INR	50.00	Magnet Marelli Sistemi di Scarico S.p.A.	50.000	
SKH Magnet Marelli Exhaust Systems Private Limited	New Delhi	India	100,000	INR	50.00	Magnet Marelli Sistemi di Scarico S.p.A.	50.000	
tema.mobility	Turin	Italy	850,000	EUR	50.00	Magnet Marelli Sistemi Elettronici S.p.A.	50.000	
<b>Metallurgical Products</b>								
Hua Dong Teksid Automotive Foundry Co. Ltd.	Zhenjiang-Jangsu	People's Rep. of China	385,363,550	CNY	42.40	Teksid S.p.A.	50.000	
<b>Subsidiaries accounted for using the equity method</b>								
<b>Fiat Group Automobiles</b>								
Alfa Romeo Inc.	Orlando	U.S.A.	3,000,000	USD	100.00	Fiat Group Automobiles S.p.A.	100.000	
Alfa Romeo Motors Ltd.	Bangkok	Thailand	160,000,000	THB	100.00	Fiat Group Automobiles S.p.A.	100.000	
Auto Italia Erfurt GmbH in liquidation	Erfurt	Germany	2,985,000	EUR	100.00	Fiat Automobil Vertriebs GmbH	100.000	
F.A. Austria Commerz GmbH	Vienna	Austria	37,000	EUR	100.00	Fiat Group Automobiles Switzerland S.A.	100.000	
Fiat Auto Egypt Industrial Company SAE	Giza	Egypt	50,000,000	EGP	80.40	Fiat Group Automobiles S.p.A.	80.400	
Fiat Auto Egypt S.A.E.	Giza	Egypt	5,000,000	EGP	79.60	Fiat Auto Egypt Industrial Company SAE	99.000	
Fiat Auto S.A. de Ahorro para Fines Determinados	Buenos Aires	Argentina	24,535,149	ARS	100.00	Fiat Auto Argentina S.A.	100.000	
Fiat Auto Thailand Pvt. Ltd.	Bangkok	Thailand	276,000,000	THB	100.00	Fiat Group Automobiles S.p.A.	100.000	
Italcara SA	Casablanca	Morocco	28,000,000	MAD	99.94	Fiat Group Automobiles Maroc S.A.	99.986	
Sirio Polska Sp. z o.o.	Bielsko-Biala	Poland	1,350,000	PLN	100.00	Fiat Auto Poland S.A.	100.000	
<b>Agricultural and Construction Equipment</b>								
Farmers New Holland Inc.	Wilmington	U.S.A.	800,000	USD	89.26	CNH America LLC	100.000	
Jackson New Holland, Inc.	Wilmington	U.S.A.	371,000	USD	84.21	CNH America LLC	94.340	
Mid State New Holland, Inc.	Wilmington	U.S.A.	400,000	USD	78.10	CNH America LLC	87.500	
Northside New Holland Inc.	Wilmington	U.S.A.	250,000	USD	62.20	CNH America LLC	69.680	
Ridgeview New Holland Inc.	Wilmington	U.S.A.	534,000	USD	60.51	CNH America LLC	67.790	
Southside New Holland Tractor & Equipment, Inc.	Wilmington	U.S.A.	325,000	USD	89.26	CNH America LLC	100.000	
Sunrise Tractor & Equipment Inc.	Wilmington	U.S.A.	875,000	USD	70.49	CNH America LLC	78.971	
<b>Trucks and Commercial Vehicles</b>								
Altra S.p.A.	Genoa	Italy	516,400	EUR	100.00	Iveco S.p.A.	100.000	
F. Pegaso S.A.	Madrid	Spain	993,045	EUR	100.00	Iveco España S.L.	100.000	
Financière Pegaso France S.A.	Trappes	France	260,832	EUR	100.00	Iveco España S.L.	100.000	
Iveco Colombia Ltda.	Santa Fe' de Bogota	Colombia	7,596,249,000	COP	100.00	Iveco Venezuela C.A. Iveco Latin America Ltda	99.990 0.010	
Iveco S.P.R.L.	Kinshasa	Congo (Dem. Rep. Congo)	340,235,000	CDF	100.00	Iveco S.p.A. Astra Veicoli Industriali S.p.A.	99.992 0.008	
<b>Components</b>								
(*) Aeroporto Valle d'Aosta S.p.A.	Saint-Christophe	Italy	1,000,000	EUR	50.94	Air Vallée S.p.A. - Services Aériens du Val d'Aoste	51.000	
(*) Air Vallée Helicopter Opérations & Services S.r.l.	Saint-Christophe	Italy	82,633	EUR	99.88	Air Vallée S.p.A. - Services Aériens du Val d'Aoste	100.000	
(*) Air Vallée S.p.A. - Services Aériens du Val d'Aoste	Saint-Christophe	Italy	4,000,000	EUR	99.88	Ergom Holding S.p.A.	99.885	
Cofap Fabricadora de Pecas Ltda	Santo Andre	Brazil	62,838,291	BRL	68.26	Magnet Marelli do Brasil Industria e Comercio SA	68.350	
(*)Travels & Hotel S.r.l.	Saint-Christophe	Italy	92,970	EUR	99.88	Air Vallée S.p.A. - Services Aériens du Val d'Aoste	100.000	
<b>Production Systems</b>								
Comau AGS s.r.l.	Grugliasco	Italy	103,100	EUR	100.00	Comau S.p.A.	100.000	
Comau Service U.K. Ltd	Watford	United Kingdom	260,000	GBP	100.00	Comau S.p.A.	100.000	
Comau Sverige AB	Trollhattan	Sweden	5,000,000	SEK	100.00	Comau S.p.A.	100.000	
<b>Holding companies and Other companies</b>								
Centro Studi sui Sistemi di Trasporto-CSST S.p.A.	Turin	Italy	120,000	EUR	99.85	Fiat Group Automobiles S.p.A. Iveco S.p.A. C.R.F. Società Consortile per Azioni	49.000 30.000 21.000	
European Engine Alliance EEIG	Basildon	United Kingdom	450,000	GBP	63.09	CNH U.K. Limited Iveco S.p.A.	33.333 33.333	
Fiat (China) Business Co., Ltd.	Beijing	People's Rep. of China	3,000,000	USD	100.00	Fiat Partecipazioni S.p.A.	100.000	
Isvor Dealernet S.r.l. in liquidation	Turin	Italy	10,000	EUR	99.38	Isvor Fiat Società consortile di sviluppo e addestramento industriale per Azioni Fiat Group Automobiles S.p.A.	80.000 20.000	
SGR-Sociedad para la Gestion de Riesgos S.A.	Buenos Aires	Argentina	10,000	ARS	99.96	Rimaco S.A.	99.960	
Sistemi Ambientali S.p.A. in liquidation	Rivoli	Italy	9,544,080	EUR	99.79	Fiat Partecipazioni S.p.A.	99.785	

(\*) Assets held for sale.

Name	Registered Office	Country	Capital stock	Currency	% of Group consoli- dation Interest held by	% interest held	% of voting rights
<b>Subsidiaries valued at cost</b>							
<b>Fiat Group Automobiles</b>							
Fiat Auto Espana Marketing Instituto Agrupacion de Interes Economico	Alcalá De Henares	Spain	30,051	EUR	95.00 Fiat Group Automobiles Spain S.A.	95.000	
Fiat Auto Marketing Institute (Portugal) ACE	Alges	Portugal	15,000	EUR	80.00 Fiat Group Automobiles Portugal, S.A.	80.000	
Fiat Automobiles Service Co. Ltd.	Nanjing	People's Rep.of China	10,000,000	EUR	100.00 Fiat Group Automobiles S.p.A.	100.000	
Fiat Motor Sales Ltd	Slough Berkshire	United Kingdom	1,500,000	GBP	100.00 Fiat Group Automobiles UK Ltd	100.000	
G. Vico Handling S.r.l.	Pomigliano d'Arco	Italy	20,000	EUR	100.00 Fiat Group Automobiles S.p.A.	100.000	
New Business 19 S.r.l.	Turin	Italy	50,000	EUR	100.00 Fiat Group Automobiles S.p.A.	100.000	
Sistemas de Comandos Mecanicos - S.C.M. Industria e Comercio LTDA.	Sete Lagoas	Brazil	39,644,606	BRL	100.00 Fiat Automoveis S.A. - FIASA	100.000	
<b>Ferrari</b>							
Ferrari Japan KK	Tokyo	Japan	50,000	JPY	85.00 Ferrari S.p.A.	100.000	
Scuderia Ferrari Club S.c. a r.l.	Maranello	Italy	105,000	EUR	81.28 Ferrari S.p.A.	95.619	
<b>Agricultural and Construction Equipment</b>							
Austoft Industries Limited	St. Marys	Australia	0	AUD	89.26 CNH Australia Pty Limited	100.000	
Case Construction Equipment, Inc.	Wilmington	U.S.A.	1,000	USD	89.26 CNH America LLC	100.000	
Case Credit Australia Investments Pty Ltd	St. Marys	Australia	0	AUD	89.26 CNH Australia Pty Limited	100.000	
Case Credit Wholesale Pty. Limited	St. Marys	Australia	0	AUD	89.26 CNH Australia Pty Limited	100.000	
Case IH Agricultural Equipment, Inc.	Wilmington	U.S.A.	1,000	USD	89.26 CNH America LLC	100.000	
Fermec North America Inc.	Wilmington	U.S.A.	5	USD	89.26 CNH America LLC	100.000	
International Harvester Company	Wilmington	U.S.A.	1,000	USD	89.26 CNH America LLC	100.000	
J.I. Case Company Limited	Basildon	United Kingdom	2	GBP	89.26 Case United Kingdom Limited	100.000	
Mass-Conn Equipment, Inc.	Wilmington	U.S.A.	1,000,000	USD	89.26 CNH America LLC	100.000	
New Holland Agricultural Equipment S.p.A.	Turin	Italy	120,000	EUR	89.26 CNH Italia s.p.a.	100.000	
New Holland Construction Equipment S.p.A.	Turin	Italy	120,000	EUR	89.26 CNH Italia s.p.a.	100.000	
RosCaseMash	Saratov	Russia	0	RUR	34.14 Case Equipment Holdings Limited	38.250	51.000
<b>Trucks and Commercial Vehicles</b>							
Consorzio per la Formazione Commerciale Iveco-Coforma	Turin	Italy	51,646	EUR	59.92 Iveco S.p.A. Isvor Fiat Società consortile di sviluppo e addestramento industriale per Azioni	50.000	10.000
Irisbus North America Limited Liability Company	Las Vegas	U.S.A.	20,000	USD	100.00 Iveco France	100.000	
M.R. Fire Fighting International S.A.	Brasov	Romenia	35,000,000	RON	75.88 Iveco Magirus Brandschutztechnik GmbH Brandschutztechnik Gorlitz GmbH Iveco Magirus Fire Fighting GmbH	74.000	1.000 1.000
OOO "CABEKO"	Nizhniy Novgorod	Russia	3,500,000	RUR	51.00 Iveco S.p.A.	51.000	
Saveco Partecipazioni S.r.l.	Turin	Italy	4,000,000	EUR	75.50 Iveco S.p.A.	75.500	
<b>FPT Powertrain Technologies</b>							
Fiat Powertrain Technologies Poland Sp. z o.o.	Bielsko-Biala	Poland	3,400,000	PLN	100.00 Fiat Powertrain Technologies SpA	100.000	
<b>Components</b>							
Automotive Lighting Japan K.K.	Kohoku-Ku-Yokohama	Japan	10,000,000	JPY	99.99 Automotive Lighting Reutlingen GmbH	100.000	
Ergomec S.r.l. in liquidation	Borgaro Torinese	Italy	765,000	EUR	99.99 Ergom Holding S.p.A.	100.000	
Fast Buyer Middle East A.S.	Bursa	Turkey	350,230	TRY	93.95 Mako Elektrik Sanayi Ve Ticaret A.S.	98.900	
Magneti Marelli Automotive Components (India) Limited in liquidation	Pune	India	125,000,000	INR	99.99 Magneti Marelli Components B.V. in liquidation	100.000	
Magneti Marelli Electronic Systems (Asia) Limited	Hong Kong	People's Rep.of China	10,000	HKD	99.99 Magneti Marelli Sistemi Elettronici S.p.A. Magneti Marelli France S.a.s.	99.990 0.010	
Magneti Marelli Japan K.K.	Kohoku-Ku-Yokohama	Japan	60,000,000	JPY	99.99 Magneti Marelli Holding S.p.A.	100.000	
Magneti Marelli Powertrain Slovakia s.r.o.	Bratislava	Slovak Republic	3,200,000	SKK	99.99 Magneti Marelli Powertrain S.p.A.	100.000	
Parco Scientifico e Tecnologico della Basilicata - S.p.A. in liquidation	Pisticci	Italy	120,000	EUR	99.99 Ergom Holding S.p.A.	100.000	
Sistemi Comandi Meccanici Otomotiv Sanayi Ve Ticaret A.S.	Bursa	Turkey	90,000	TRY	99.95 Magneti Marelli Holding S.p.A.	99.956	
Sistemi Comandi Meccanici S.C.M. S.p.A.	Corbetta	Italy	1,800,000	EUR	99.99 Magneti Marelli Holding S.p.A.	100.000	
<b>Metallurgical Products</b>							
(*) Teksid Aluminum Getti Speciali S.r.l.	Carmagnola	Italy	500,000	EUR	100.00 Teksid Aluminum S.r.l. Fiat Partecipazioni S.p.A.	98.000	2.000
<b>Production Systems</b>							
Comau U.K. Limited	Telford	United Kingdom	2,500	GBP	100.00 Comau S.p.A.	100.000	
Consorzio Fermag in liquidation	Milan	Italy	144,608	EUR	68.00 Comau S.p.A.	68.000	
Synesis	Modugno	Italy	20,000	EUR	75.00 Comau S.p.A.	75.000	
<b>Holding companies and Other companies</b>							
Cromos Consulenza e Formazione S.r.l. in liquidation	Turin	Italy	13,000	EUR	76.00 Business Solutions S.p.A.	76.000	
Fiat Common Investment Fund Limited	London	United Kingdom	2	GBP	100.00 Fiat U.K. Limited	100.000	
Fiat Gra.De EEIG	Watford	United Kingdom	0	GBP	97.37 Fiat Group Automobiles S.p.A. CNH Global N.V. Fiat Netherlands Holding N.V. Business Solutions S.p.A. Fiat S.p.A. C.R.F. Società Consortile per Azioni Comau S.p.A. Magneti Marelli Holding S.p.A. Teksid S.p.A.	46.000 23.000 23.000 2.000 2.000 1.000 1.000 1.000 1.000	
Fiat Oriente S.A.E. in liquidation	Cairo	Egypt	50,000	EGP	100.00 Fiat Partecipazioni S.p.A.	100.000	
Fiat Partecipazioni (U.K.) Limited in liquidation	Basildon	United Kingdom	860,000	GBP	100.00 Fiat Partecipazioni S.p.A.	100.000	
Fides Corretagens de Securos Ltda	Nova Lima	Brazil	365,525	BRL	100.00 Rimaco S.A.	99.998	
Isvor Fiat India Private Ltd. in liquidation	New Delhi	India	1,750,000	INR	99.22 Isvor Fiat Società consortile di sviluppo e addestramento industriale per Azioni	100.000	
MC2 - Media Communications S.p.A.	Turin	Italy	219,756	EUR	51.00 Fiat Partecipazioni S.p.A.	51.000	
New Business 18 S.r.l.	Turin	Italy	50,000	EUR	100.00 Fiat Partecipazioni S.p.A.	100.000	
New Business 25 S.r.l.	Turin	Italy	50,000	EUR	100.00 Fiat Partecipazioni S.p.A.	100.000	
New Business 26 S.r.l.	Turin	Italy	50,000	EUR	100.00 Fiat Partecipazioni S.p.A.	100.000	
Nuova Immobiliare nove S.r.l.	Turin	Italy	50,000	EUR	100.00 Fiat Partecipazioni S.p.A.	100.000	
Nuova Immobiliare Otto S.r.l.	Turin	Italy	50,000	EUR	100.00 Fiat Partecipazioni S.p.A.	100.000	
Nuove Iniziative Finanziarie 5 S.r.l.	Turin	Italy	50,000	EUR	100.00 Fiat Partecipazioni S.p.A.	100.000	

(\*) Assets held for sale.

## Subsidiaries valued at cost (continued)

Name	Registered Office	Country	Capital stock	Currency	% of Group consoli- dation Interest held by	% interest held	% of voting rights
Orione-Società Industriale per la Sicurezza e la Vigilanza Consorzio per Azioni	Turin	Italy	120,000	EUR	98.85 Fiat Partecipazioni S.p.A. Fiat S.p.A. Editrice La Stampa S.p.A. Fiat Group Automobiles S.p.A. CNH Italia s.p.a. Comau S.p.A. Ferrari S.p.A. Fiat Finance S.p.A. Fiat Powertrain Technologies SpA Fiat Services S.p.A. Isvor Fiat Società consorzio di sviluppo e addestramento industriale per Azioni Iveco S.p.A. Magnetit Marelli Holding S.p.A. Sisport Fiat S.p.A. - Società sportiva dilettantistica	77.822 18.003 0.439 0.439 0.220 0.220 0.220 0.220 0.220 0.220 0.220 0.220 0.220 0.220	
PDL Services S.r.l.	Turin	Italy	105,000	EUR	100.00 Fiat Partecipazioni S.p.A.	100.000	
<b>Associated companies accounted for using the equity method</b>							
<b>Fiat Group Automobiles</b>							
Targasys S.r.l.	Rome	Italy	4,322,040	EUR	40.00 Fidis S.p.A.	40.000	
Utymat S.A.	Santa Margarita I Els Monjos	Spain	2,644,453	EUR	40.00 I.T.C.A. S.p.A.	40.000	
<b>Ferrari</b>							
Senator Software Gmbh	Munich	Germany	25,565	EUR	37.49 Ferrari Financial Services AG	49.000	
<b>Agricultural and Construction Equipment</b>							
Al-Ghazi Tractors Ltd	Karachi	Pakistan	214,682,226	PKR	38.53 CNH Global N.V.	43.169	
CNH Capital Europe S.a.S.	Puteaux	France	88,482,297	EUR	44.54 CNH Global N.V.	49.900	
Employers Health Initiatives LLC	Wilmington	U.S.A.	790,000	USD	44.63 CNH America LLC	50.000	
Kobelco Construction Machinery Co. Ltd.	Tokyo	Japan	16,000,000,000	JPY	17.85 CNH Global N.V.	20.000	
Medicine Hat New Holland Ltd.	Ottawa	Canada	882,147	CAD	38.79 CNH Canada, Ltd.	43.460	
New Holland Finance Ltd	Basingstoke	United Kingdom	2,900,001	GBP	43.74 CNH Global N.V.	49.000	
Rathell Farm Equipment Company Inc.	Wilmington	U.S.A.	640,000	USD	37.22 CNH America LLC	41.703	
<b>Trucks and Commercial Vehicles</b>							
GEIE V.IV.RE	Boulogne	France	0	EUR	50.00 Iveco S.p.A.	50.000	
Iveco Finance Holdings Limited	Basingstoke	United Kingdom	1,000	EUR	49.00 Iveco Partecipazioni Finanziarie S.r.l.	49.000	
Iveco Uralaz Ltd.	Mass	Russia	65,255,056	RUR	33.33 Iveco S.p.A.	33.330	
Otoyol Sanayi A.S.	Samandira-Kartal/Istanbul	Turkey	52,674,386	TRY	27.00 Iveco S.p.A.	27.000	
V.IVE.RE Gruppo Europeo di Interesse Economico	Turin	Italy	0	EUR	50.00 Iveco S.p.A.	50.000	
<b>FPT Powertrain Technologies</b>							
Hangzhou IVECO Automobile Transmission Technology Co., Ltd.	Hangzhou	People's Rep. of China	240,000,000	CNY	33.33 Iveco S.p.A.	33.333	
Havoco Automotive Transmission Co. Ltd.	Zhijiang	People's Rep. of China	200,010,000	CNY	33.33 Iveco S.p.A.	33.330	
Iveco-Motor Sich, Inc.	Zaporozhye	Ukraine	26,568,000	UAH	38.62 Iveco S.p.A.	38.618	
Powertrain Industrial Services S.C.R.L. in liquidation	Turin	Italy	100,000	EUR	50.00 Fiat Powertrain Technologies SpA FMA - Fabbrica Motori Automobilistici S.r.l.	25.000 25.000	
<b>Publishing and Communications</b>							
Società Editrice Mercantile - S.E.M. S.R.L.	Genoa	Italy	3,000,000	EUR	40.00 Editrice La Stampa S.p.A.	40.000	
To-dis S.r.l.	Turin	Italy	510,000	EUR	45.00 Editrice La Stampa S.p.A.	45.000	
<b>Holding companies and Other companies</b>							
Rizzoli Corriere della Sera MediaGroup S.p.A.	Milan	Italy	762,019,050	EUR	10.09 Fiat Partecipazioni S.p.A.	10.093	10.497
<b>Associated companies valued at cost</b>							
<b>Fiat Group Automobiles</b>							
Consorzio per la Reindustrializzazione Area di Arese S.r.l. in liquidation	Arese	Italy	1,020,000	EUR	30.00 Fiat Group Automobiles S.p.A.	30.000	
Fidis Rent GmbH	Frankfurt	Germany	50,000	EUR	49.00 Fiat Teamsys GmbH	49.000	
Turin Auto Private Ltd. in liquidation	Mumbai	India	43,300,200	INR	50.00 I.T.C.A. S.p.A.	50.000	
<b>Ferrari</b>							
Iniziativa Fiorano S.r.l.	Modena	Italy	90,000	EUR	28.33 Ferrari S.p.A.	33.333	
<b>Agricultural and Construction Equipment</b>							
Nido Industria Vallesina	Ancona	Italy	53,903	EUR	34.57 CNH Italia s.p.a.	38.728	
<b>Trucks and Commercial Vehicles</b>							
Sotra S.A.	Abidjan	Ivory Coast	3,000,000,000	XAF	39.80 Iveco France	39.800	
Trucks & Bus Company	Tajoura	Libya	96,000,000	LYD	25.00 Iveco España S.L.	25.000	
Zastava-Kamioni D.O.O.	Kragujevac	Serbia	1,673,505,893	YUM	33.68 Iveco S.p.A.	33.677	
<b>Components</b>							
Auto Componentistica Mezzogiorno - A.C.M. Melfi Società Consorzio a responsabilità limitata	Turin	Italy	40,000	EUR	24.25 Ergom Automotive S.p.A. Sistemi Sospensioni S.p.A.	16.500 7.750	
Bari Servizi Industriali S.c.r.l.	Modugno	Italy	12,000	EUR	50.00 Magnetit Marelli Powertrain S.p.A.	50.000	
Flexider S.p.A.	Turin	Italy	4,131,655	EUR	25.00 Magnetit Marelli Holding S.p.A.	25.000	
Lavorazione Industriale Fifi S.r.l. - "LIFI S.r.l."	San Nicola La Strada	Italy	1,530,000	EUR	20.00 Ergom Holding S.p.A.	20.000	
Mars Seal Private Limited	Mumbai	India	400,000	INR	24.00 Magnetit Marelli France S.a.s.	24.000	
Matay Otomotiv Yan Sanay Ve Ticaret A.S.	Istanbul	Turkey	2,400,000	TRY	28.00 Magnetit Marelli Holding S.p.A.	28.000	
(*) Servizi Elicotteristici Valdostani - S.E.V. s.r.l. in liquidation	Aosta	Italy	50,000	EUR	24.97 Air Vallée Helicopter Opérations & Services S.r.l.	25.000	
<b>Production Systems</b>							
Consorzio Generazione Forme-CO.GE.F.	San Mauro Torinese	Italy	15,494	EUR	33.33 Comau S.p.A.	33.333	
<b>Publishing and Communications</b>							
Le Monde Europe S.A.S.	Paris	France	5,024,274	EUR	48.44 La Stampa Europe SAS	48.443	
Le Monde Presse S.A.S.	Paris	France	7,327,930	EUR	27.28 La Stampa Europe SAS	27.277	
<b>Holding companies and Other companies</b>							
Ascali Servizi S.r.l. in liquidation	Rome	Italy	73,337	EUR	Isvor Fiat Società consorzio di sviluppo e addestramento industriale per Azioni	25.970	
Ciosa S.p.A. in liquidation	Milan	Italy	516	EUR	25.00 Fiat Partecipazioni S.p.A.	25.000	
Consorzio Parco Industriale di Chivasso	Chivasso	Italy	51,650	EUR	38.60 Fiat Partecipazioni S.p.A. Ergom Automotive S.p.A. Abarth & C. S.p.A.	23.100 11.200 4.300	

(\*) Assets held for sale.

## Associated companies valued at cost (continued)

Name	Registered Office	Country	Capital stock	Currency	% of Group consoli- dation Interest held by	% interest held	% of voting rights
Consorzio per lo Sviluppo delle Aziende Fornitrici in liquidation	Turin	Italy	241,961	EUR	30.87 CNH Italia s.p.a.	10.672	
					Fiat Group Automobiles S.p.A.	10.672	
					Iveco S.p.A.	10.672	
Consorzio Prode	Naples	Italy	51,644	EUR	19.78 Elasis-Società Consortile per Azioni	20.000	
Consorzio Scire	Pomigliano d'Arco	Italy	51,644	EUR	49.45 Elasis-Società Consortile per Azioni	50.000	
Consorzio Scuola Superiore per l'Alta Formazione Universitaria Federico II in liquidation	Naples	Italy	127,500	EUR	19.78 Elasis-Società Consortile per Azioni	20.000	
FMA-Consulteria e Negocios Ltda	São Paulo	Brazil	1	BRL	50.00 Fiat do Brasil S.A.	50.000	
MB Venture Capital Fund I Participating Company F.N.V.	Amsterdam	Netherlands	50,000	EUR	45.00 Fiat Partecipazioni S.p.A.	45.000	
Nuova Didactica S.c. a r.l.	Modena	Italy	112,200	EUR	24.86 Ferrari S.p.A.	16.364	
					CNH Italia s.p.a.	12.273	
Tecnologie per il Calcolo Numerico-Centro Superiore di Formazione S.c. a r.l.	Trento	Italy	100,000	EUR	24.82 C.R.F. Società Consortile per Azioni	25.000	
Zetesis S.p.A. in liquidation	Milan	Italy	283,150	EUR	40.00 Fiat Partecipazioni S.p.A.	40.000	
<b>Other companies valued at cost</b>							
<b>Agricultural and Construction Equipment</b>							
Polagrís S.A.	Pikieliszki	Lithuania	1,133,400	LTL	9.87 CNH Polska Sp. z o.o.	11.054	
<b>Trucks and Commercial Vehicles</b>							
Consorzio Spike	Genoa	Italy	90,380	EUR	15.00 Iveco S.p.A.	15.000	
<b>Components</b>							
Editori Riuniti S.p.A. in liquidation	Rome	Italy	441,652	EUR	13.11 Ergom Holding S.p.A.	13.110	
<b>Holding companies and Other companies</b>							
Centro di Eccellenza su Metodi e Sistemi per le Aziende Competitive	Fisciano	Italy	225,000	EUR	15.82 Elasis-Società Consortile per Azioni	16.000	
Consorzio Calef (Consorzio per la ricerca e lo sviluppo delle applicazioni industriali laser e del fascio elettronico)	Rotondella	Italy	83,445	EUR	10.44 Elasis-Società Consortile per Azioni	5.319	
					C.R.F. Società Consortile per Azioni	5.213	
Consorzio Lingotto	Turin	Italy	9,612	EUR	16.90 Fiat Attività Immobiliari S.p.A.	11.500	
					Fiat S.p.A.	5.400	
Consorzio Technapoli	Naples	Italy	1,626,855	EUR	10.99 Elasis-Società Consortile per Azioni	11.110	
Ercolè Marelli & C. S.p.A. in liquidation	Milan	Italy	9,633,000	EUR	13.00 Fiat Partecipazioni S.p.A.	13.000	
Expo 2000 - S.p.A.	Turin	Italy	2,205,930	EUR	18.95 Fiat Partecipazioni S.p.A.	18.949	
Fin.Priv. S.r.l.	Milan	Italy	20,000	EUR	14.29 Fiat S.p.A.	14.285	
Sorore Ricerche per Santa Maria della Scala	Siena	Italy	9,296	EUR	16.66 Fiat Partecipazioni S.p.A.	16.663	
Team Consorzio Italiano per la Trazione Elettrica Alternata Monofase	Milan	Italy	45,900	EUR	11.11 Fiat Partecipazioni S.p.A.	11.111	
Torino Zerocinque Trading S.p.A.	Milan	Italy	2,425,000	EUR	15.04 Fiat Partecipazioni S.p.A.	15.040	

# Attestation in respect of the Half Year condensed financial statements under Article 154-bis of Legislative Decree 58/98

1. The undersigned, Sergio Marchionne, in his capacity as the Chief Executive Officer of the Company, and Alessandro Baldi and Maurizio Francescatti, as the executive officers responsible for the preparation of the Company's financial statements, pursuant to the provisions of Article 154-*bis*, clauses 3 and 4, of Legislative Decree no. 58 of 1998, hereby attest to the adequacy with respect to the Company structure, and the effective application, of the administrative and accounting procedures applied in the preparation of the Company's Half year condensed financial statements at 30 June 2008.

2. The assessment of the adequacy of the administrative and accounting procedures used for the preparation of the condensed financial statements as of and for the period ended June 30, 2008 was based on a process defined by Fiat in accordance with the *Internal Control – Integrated Framework* model issued by the *Committee of Sponsoring Organizations of the Treadway Commission* an internationally-accepted reference framework.

3. The undersigned moreover attest that:

3.1 the Half Year condensed financial statements at 30 June 2008:

- have been prepared in accordance with International Financial Reporting Standards, as endorsed by the European Union through Regulation (EC) 1606/2002 of the European Parliament and Council, dated 19 July 2002 and particularly IAS 34 – *Interim Financial Reporting*, as implemented in Italy by Article 9 of Legislative Decree no. 38 of 2005;
- correspond to the amounts shown in the Company's accounts, books and records; and
- provide a fair and correct representation of the financial conditions, results of operations and cash flows of the Company and its consolidated subsidiaries as of 30 June 2008 and for the six months then ended.

3.2 the related interim management report contains reference to the important events affecting the Company during the first six month of the current fiscal year, including the impact of such events on the Company's condensed financial statements and a description of the principal risks and uncertainties for the remaining six months of the year along with a description of material related party transactions.

23 July 2008

/S/ Sergio Marchionne

**Chief Executive Officer**

**Sergio Marchionne**

/S/ Alessandro Baldi

/S/ Maurizio Francescatti

**Executive officers responsible for the preparation of the Company's financial statements**

**Alessandro Baldi**

**Maurizio Francescatti**

## AUDITORS' REVIEW REPORT ON THE HALF-YEAR CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2008


### To the Stockholders of FIAT S.p.A.

1. We have reviewed the half-year condensed consolidated financial statements, consisting of the balance sheet, income statement, statements of changes in stockholders' equity and cash flows and related explanatory notes as of June 30, 2008 of Fiat S.p.A. and subsidiaries (the "Fiat Group"). These half-year condensed consolidated financial statements prepared in conformity with the International Financial Reporting Standard applicable for interim financial statements (IAS 34) as adopted by the European Union, are the responsibility of Fiat S.p.A.'s Directors. Our responsibility is to issue a report on these half-year consolidated financial statements based on our review.
2. We conducted our review in accordance with the standards recommended by the Italian Regulatory Commission for Companies and the Stock Exchange ("Consob") for the review of the half-year interim financial statements under Resolution n° 10867 of July 31, 1997. Our review consisted principally of applying analytical procedures to the half-year condensed consolidated financial statements, assessing whether accounting policies have been consistently applied and making enquiries of management responsible for financial and accounting matters. The review excluded audit procedures such as tests of controls and substantive verification procedures of the assets and liabilities and was therefore substantially less in scope than an audit performed in accordance with established auditing standards. Accordingly, unlike our report on the year-end consolidated financial statements, we do not express an audit opinion on the half-year condensed consolidated financial statements.

With regard to the comparative figures related to the year ended December 31, 2007 and to the six-month period ended June 30, 2007, presented in the half-year condensed consolidated financial statements, reference should be made to our auditors' report dated February 18, 2008 and our auditors' review report dated July 25, 2007, respectively.

3. Based on our review, nothing has come to our attention that causes us to believe that the half-year condensed consolidated financial statements of the Fiat Group as of June 30, 2008 are not presented fairly, in all material respects, in accordance with the International Financial Reporting Standard applicable for interim financial statements (IAS 34) as adopted by the European Union.

DELOITTE & TOUCHE S.p.A.

  
Fabrizio Fagnola  
Partner

Turin, Italy  
July 24, 2008

*This report has been translated into the English language solely for the convenience of international readers.*



**Fiat S.p.A. Financial Review and Interim  
Financial Statements at 30 June  
2008**

## Financial Review for FIAT S.p.A.

The European Directive harmonising transparency requirements in relation to information on Companies whose securities are admitted to trading on a regulated market (the "Transparency Directive") is currently being implemented in Italy even at the regulatory level. Should amendments to the Issuer Regulations proposed in the Consultation Document issued by Consob on 7 July 2008 come into effect, those Regulations would state definitively that the inclusion of the interim separate financial information of the Parent Company in the half-yearly report is no longer required. In keeping with the current regulatory position, unaudited Financial Review and Interim separate Financial Statements for Fiat S.p.A. at 30 June 2008 have been provided.

The financial statements for Fiat S.p.A., the Parent Company, for the six months ended 30 June 2008, presented in the following pages and commented on below, have been prepared using accounting standards and policies consistent with those used in preparing the Company's financial statements for the year ended 31 December 2007, described in the accompanying notes, and with the standards and policies which will be used in preparing the Company's financial statements for the year ending 31 December 2008.

Commencing in 2005, the Fiat Group adopted the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") for the preparation of its consolidated financial statements, as required under EC Regulation no. 1606 of 19 July 2002. Pursuant to Italian legislation implementing that Regulation, Fiat S.p.A. began presenting its financial statements in accordance with IFRS in 2006, together with comparative figures for the previous year.

## Operating Performance

The Company reported net profit of €591 million for the period, an increase of €221 million over the corresponding period in 2007.

The following table provides a summary of those results:

(€ millions)	1 <sup>st</sup> Half 2008	1 <sup>st</sup> Half 2007
Investment income	873	368
- Dividends	873	421
- Impairment losses on investments	-	(53)
Personnel and operating costs, net of other income	(54)	(43)
Financial income/(expense)	(224)	46
Income taxes	(4)	(1)
Net profit for the period	591	370

**Investment income**, consisting entirely of dividends attributable to the period, totalled €873 million, a net increase of €505 million over the same period the previous year. These dividends were almost entirely from subsidiaries: Fiat Partecipazioni S.p.A. (€500 million), Ferrari S.p.A. (€85 million), Iveco S.p.A. (€78 million), Fiat Netherlands Holding N.V. (€61 million), Business Solutions S.p.A. (€54 million), Fiat Finance S.p.A. (€50 million) and FGI - Fiat Group International S.A. (€44 million). In the corresponding period for 2007, dividends totalled €421 million and were primarily from: FGI - Fiat Group International S.A. (€271 million), Ferrari S.p.A. (€64 million) and Fiat Finance S.p.A. (€60 million).

In the first half of 2007, impairment losses of €53 million were recognised in relation to the investment in Comau S.p.A. essentially as a result of losses reported by the subsidiary for the first half of the year.

**Personnel and operating costs, net of other income** totalled €54 million, compared with €43 million for the first half of 2007.

Specifically:

- Personnel and operating costs of €94 million, comprising €23 million in personnel costs and €71 million in other operating costs, which include services, amortisation/depreciation expense and other operating costs. There was an overall decrease of €16 million over H1 2007, €13 million of which was attributable to lower non-cash expenses recognised in relation to the stock option plans and €3 million primarily attributable to reduced expense for services. The average headcount was 146 employees, compared with an average of 119 employees for the first half of 2007.
- Other income of €40 million relates principally to: royalties for use of the Fiat trademark, calculated as a percentage of the revenues of those Group companies using it; to changes in contract work in progress (agreements between Fiat S.p.A. and Treno Alta Velocità – T.A.V. S.p.A.), calculated on a percentage completion basis; in addition to compensation for services rendered by senior executives to the Group's principal subsidiaries. There was an overall decrease of €27 million in other income compared with H1 2007, resulting from a reduction in contract work between Fiat S.p.A. and Treno Alta Velocità – T.A.V. S.p.A., in addition to lower charge backs.

There was **net financial expense** of €224 million, of which €82 million in net expense, primarily related to interest on financial debt, and a further €142 million of expense related to the equity swaps entered into on Fiat S.p.A. shares to hedge certain stock options plans. For the first half of 2007, there was a positive difference between financial income and expense of €46 million resulting from €160 million in income from the two equity swaps on Fiat shares referred to above, net of other financial income and expense for the period.

**Income taxes** of €4 million relate primarily to deferred taxes.

Reported **net profit** was €591 million for the first half of 2008 (€370 million for H1 2007). Full year net profit is expected to be sufficient to enable a distribution of a dividend to shareholders in line with Fiat S.p.A.'s stated policy of distributing approximately 25% of consolidated net profit to shareholders for the 2007-2010 period.

## Balance Sheet

Following is a summary of Fiat S.p.A.'s balance sheet:

(€ millions)	At 30.06.2008	At 31.12.2007
Non-current assets	13,366	13,367
- of which: Investments	13,311	13,311
Working capital	755	204
<b>Net Capital Invested</b>	<b>14,121</b>	<b>13,571</b>
<b>Shareholders' Equity</b>	<b>11,546</b>	<b>11,691</b>
<b>Net debt/(cash)</b>	<b>2,575</b>	<b>1,880</b>

**Non-current assets** essentially consist of investments in subsidiaries. There were no significant changes during the period.

**Working capital** of €755 million consists of trade receivables/payables, other receivables/payables (from/to tax authorities, personnel, etc.), and inventory for contract work in progress net of advances and provisions. The €551 million increase over the balance at 31 December 2007 consists of €500 million receivable from the subsidiary Fiat Partecipazioni S.p.A. for dividends approved by Shareholders but unpaid as at 30 June 2008, in addition to payment of amounts due to subsidiary companies in relation to consolidated VAT.

At 30 June 2008, **shareholders' equity** totalled €11,546 million. The net decrease of €145 million over the 31 December 2007 figure was essentially attributable to a dividend distribution of €509 million and share repurchases for €239 million, partially offset by the net profit for the period.

A more detailed description of changes in individual line items of shareholders' equity is provided in Fiat S.p.A.'s Statement of Changes in Shareholders' Equity.

At 30 June 2008, **net industrial debt** was €2,575 million, an increase of €695 million over the figure at 31 December 2007. This increase is principally due to the dividend distributions and share repurchases referred to previously, net of operating cash flows for the period. A breakdown of net debt is provided in the table below:

(€ millions)	At 30.06.2008	At 31.12.2007
Current financial assets, cash and cash equivalents	(559)	(1,224)
Current financial liabilities	324	295
Non-current financial liabilities	2,810	2,809
<b>Net debt/(cash)</b>	<b>2,575</b>	<b>1,880</b>

Current financial assets consist largely of current account balances held by Fiat Finance S.p.A. At 31 December 2007, current financial assets included a short-term loan of €900 million to the subsidiary Fiat Finance S.p.A., to temporarily invest surplus liquidity, which was repaid at the end of February 2008. Current financial liabilities primarily comprised amounts payable to factoring companies for advances on receivables. Finally, non-current financial liabilities consisted almost entirely of loans maturing during the period 2010-2013 granted by Fiat Finance S.p.A. at market rates of interest.

A more detailed description of cash flows is provided in Fiat S.p.A.'s Statement of Cash Flows.

Pursuant to the Consob Communication of 28 July 2006, Fiat S.p.A. declares that, during the first of half 2008, it did not undertake any significant non-recurring or unusual and/or abnormal transactions, as defined in that Communication.

## Reconciliation between net profit and shareholders' equity for the Parent Company and the Group

Pursuant to the Consob Communication of 28 July 2006, the following table provides a reconciliation between net profit and shareholders' equity for the six months ended 30 June 2008 for Fiat S.p.A. and the same values on a consolidated basis (Group interest):

(€ millions)	Shareholders' Equity at 30.06.2008	Profit for the period 1 <sup>st</sup> Half 2008	Shareholders' Equity at 31.12.2007	Profit for the period 1 <sup>st</sup> Half 2007
<b>Financial statements of Fiat S.p.A.</b>	<b>11,546</b>	<b>591</b>	<b>11,691</b>	<b>370</b>
Elimination of carrying amounts of consolidated investments and respective dividends	(13,285)	(873)	(13,278)	(421)
Elimination of impairment losses/reversals on consolidated investments	-	-	-	53
Equity and profit/loss of consolidated entities	12,840	1,384	12,444	974
Consolidation adjustments:				
Elimination of intercompany profits and losses on the disposal of investments	-	(3)	-	(20)
Elimination of intercompany profits and losses on inventories and fixed assets and other adjustments	(262)	(90)	(251)	(5)
<b>Consolidated financial statements (Group interest)</b>	<b>10,839</b>	<b>1,009</b>	<b>10,606</b>	<b>951</b>

## Income Statement (\*) (\*\*)

(€ millions)	1 <sup>st</sup> Half 2008	1 <sup>st</sup> Half 2007
Dividends and other income from investments	873	421
Impairment losses on investments	-	(53)
Gains/(losses) on disposal of investments	-	-
Other operating income	40	67
Personnel costs	(23)	(25)
Other operating costs	(71)	(85)
Financial income/(expense)	(224)	46
<b>Profit before taxes</b>	<b>595</b>	<b>371</b>
Income taxes	4	1
<b>Profit from continuing operations</b>	<b>591</b>	<b>370</b>
Profit from discontinued operations	-	-
<b>Net profit for the period</b>	<b>591</b>	<b>370</b>

(\*) Pursuant to Consob Resolution no.15519 of 27 July 2006, a separate presentation of Fiat S.p.A.'s Income Statement showing the effects of related party transactions is provided in a subsequent page.

(\*\*) Unaudited figures.

## Statement of total recognised income and expense in the first half of 2008 and 2007 (\*)

(€ millions)	1 <sup>st</sup> Half 2008	1 <sup>st</sup> Half 2007
Gains/(losses) recognised directly in the fair value reserve (investments in other companies)	(8)	(16)
<b>Gains/(losses) recognised directly in equity</b>	<b>(8)</b>	<b>(16)</b>
Net profit for the period	591	370
<b>Recognised income/(expense) for the period</b>	<b>583</b>	<b>354</b>

(\*) Unaudited figures.

# Balance Sheet (\*) (\*\*)

(€ millions)

At 30 June 2008

At 31 December  
2007

	At 30 June 2008	At 31 December 2007
<b>ASSETS</b>		
<b>Non-current assets</b>		
Intangible assets	1	1
Property, plant and equipment	34	35
Investments	13,311	13,311
Other financial assets	20	20
Other non-current assets	-	-
Deferred tax assets	-	-
<b>Total Non-current Assets</b>	<b>13,366</b>	<b>13,367</b>
<b>Current assets</b>		
Inventories	-	-
Trade receivables	122	181
Current financial assets	559	1,223
Other current receivables	1,355	892
Cash and cash equivalents	-	1
<b>Total Current Assets</b>	<b>2,036</b>	<b>2,297</b>
Assets held for sale	-	-
<b>TOTAL ASSETS</b>	<b>15,402</b>	<b>15,664</b>
<b>SHAREHOLDERS' EQUITY AND LIABILITIES</b>		
<b>Shareholders' Equity</b>		
Share capital	6,377	6,377
Additional paid-in capital	1,541	1,541
Legal reserve	640	536
Other reserves and retained profit	3,054	1,587
Treasury shares	(657)	(419)
Net profit for the period	591	2,069
<b>Total Shareholders' Equity</b>	<b>11,546</b>	<b>11,691</b>
<b>Non-current liabilities</b>		
Provisions for employee benefits and other non-current provisions	26	21
Non-current financial liabilities	2,810	2,809
Other non-current liabilities	15	16
Deferred tax liabilities	5	4
<b>Total Non-current liabilities</b>	<b>2,856</b>	<b>2,850</b>
<b>Current liabilities</b>		
Provisions for employee benefits and other current provisions	6	-
Trade payables	185	247
Current financial liabilities	324	295
Other payables	485	581
<b>Total Current liabilities</b>	<b>1,000</b>	<b>1,123</b>
Liabilities held for sale	-	-
<b>TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES</b>	<b>15,402</b>	<b>15,664</b>

(\*) Pursuant to Consob resolution no.15519 of 27 July 2006, a separate presentation of Fiat S.p.A.'s Balance Sheet showing the effects of related party transactions is provided in a subsequent page.

(\*\*) Unaudited figures.

# Statement of Cash Flows <sup>(\*)</sup> <sup>(\*\*)</sup>

(€ millions)	1 <sup>st</sup> Half 2008	1 <sup>st</sup> Half 2007
<b>A) Cash and cash equivalents at beginning of period</b>	<b>1</b>	<b>1</b>
<b>B) Net cash from/(used in) operating activities:</b>		
Net profit for the period	591	370
Amortisation and depreciation	1	1
Non-cash costs of stock option plans	11	24
(Reversal of impairment losses)/impairment losses on investments	-	53
Capital losses/(gains) on the disposal of investments	-	-
Change in provisions for employee benefits and other provisions	11	(18)
Change in deferred taxes	1	1
Change in working capital	(563)	(111)
<b>Total</b>	<b>52</b>	<b>320</b>
<b>C) Net cash from/(used in) investing activities:</b>		
Investments in:		
Recapitalisations of subsidiaries	-	(50)
Acquisitions	-	-
Reduction of investments relating to:		
Capital reductions and distributions of reserves by subsidiaries	-	1,300
Proceeds from disposals	-	1
Other (investments) divestitures, net	-	(1)
<b>Total</b>	<b>-</b>	<b>1,250</b>
<b>D) Net cash from/(used in) financing activities:</b>		
Change in current financial assets	664	(154)
Change in non-current financial liabilities	1	1
Change in current financial liabilities	29	(929)
Increase in share capital	-	-
Purchase of treasury shares	(239)	(231)
Sale of treasury shares	1	17
Dividends paid	(509)	(274)
<b>Total</b>	<b>(53)</b>	<b>(1,570)</b>
<b>E) Net change in cash and cash equivalents</b>	<b>(1)</b>	<b>-</b>
<b>F) Cash and cash equivalents at end of period</b>	<b>-</b>	<b>1</b>

(\*) Pursuant to Consob resolution no.15519 of 27 July 2006, a separate presentation of Fiat S.p.A.'s Statement of Cash Flows showing the effects of related party transactions is provided in a subsequent page.

(\*\*) Unaudited figures.

# Statement of changes in Shareholders' Equity

(The figures shown have not been audited)

(€ millions)	Share capital	Additional paid-in capital	Legal reserve	Reserve under Law 413/1991	Reserve available for the purchase of treasury shares	Reserve for treasury shares in portfolio	Extraordinary reserve	Retained profit (loss)	Profit (loss) recognised directly in equity	Stock option reserve	Treasury shares (2)	Net profit for the period	Total Shareholders' Equity
<b>Balances at 31 December 2007</b>	<b>6,377</b>	<b>1,541</b>	<b>536</b>	<b>23</b>	<b>953</b>	<b>419</b>	<b>28</b>	<b>56</b>	<b>15</b>	<b>93</b>	<b>(419)</b>	<b>2,069</b>	<b>11,691</b>
Allocation of prior year profits:													
- to the Legal reserve			104									(104)	-
- distribution of dividends to shareholders												(509)	(509)
- balance to retained profits								1,456				(1,456)	-
Renewal and increase in reserve for the purchase of treasury shares (1)					429			(429)					-
Purchase of treasury shares					(239)	239					(239)		(239)
Sale of treasury shares						(1)		1			1		1
Fair value adjustments recognised directly in equity									(8)				(8)
Revaluation of stock option plans										19			19
Net profit for the period												591	591
<b>Balances at 30 June 2008</b>	<b>6,377</b>	<b>1,541</b>	<b>640</b>	<b>23</b>	<b>1,143</b>	<b>657</b>	<b>28</b>	<b>1,084</b>	<b>7</b>	<b>112</b>	<b>(657)</b>	<b>591</b>	<b>11,546</b>

(1) Following Shareholder resolution passed on 31 March 2008: existing authorisation for share repurchases was revoked, to the extent not already utilised (residual reserve: approximately €775 million) and renewed authorisation was granted to repurchase the Company's shares up to a cumulative value of €1.8 billion (including the 32,877,458 treasury shares already held on that date having a carrying value of €596 million). At 31 March 2008, the available reserve totalled approximately €1,204 million).

(2) At 30 June 2008, treasury shares consisted of 38,568,458 ordinary shares for a total nominal value of approximately €193 million (at 31 December 2007: 21,851,458 ordinary shares for a total nominal value of approximately €109 million).

(€ millions)	Share capital	Additional paid-in capital	Legal reserve	Reserve under Law 413/1991	Reserve available for the purchase of treasury shares	Reserve for treasury shares in portfolio	Extraordinary reserve	Retained profit (loss)	Profit (loss) recognised directly in equity	Stock option reserve	Treasury shares (5)	Net profit for the period	Total Shareholders' Equity
<b>Balances at 31 December 2006</b>	<b>6,377</b>	<b>1,541</b>	<b>447</b>	<b>23</b>		<b>24</b>	<b>6</b>	<b>(553)</b>	<b>163</b>	<b>27</b>	<b>(24)</b>	<b>2,343</b>	<b>10,374</b>
Increase in share capital (3)	-	-											-
Allocation of prior year profits:													
- to fully offset accumulated losses								553				(553)	-
- to the Legal reserve			89									(89)	-
- distribution of dividends to shareholders												(274)	(274)
- balance to retained profits								1,427				(1,427)	-
Establishment of a reserve for the purchase of treasury shares (4)					1,379			(1,379)					-
Purchase of treasury shares					(231)	231					(231)		(231)
Sale of treasury shares						(12)	17				12		17
Fair value adjustments recognised directly in equity									(16)				(16)
Valuation of stock option plans										35			35
Net profit for the period												370	370
<b>Balances at 30 June 2007</b>	<b>6,377</b>	<b>1,541</b>	<b>536</b>	<b>23</b>	<b>1,148</b>	<b>243</b>	<b>23</b>	<b>48</b>	<b>147</b>	<b>62</b>	<b>(243)</b>	<b>370</b>	<b>10,275</b>

(3) On 1 February 2007, following exercise of 4,676 "2007 Fiat Ordinary Share Warrants" (issued on the occasion of the share capital increase of 10 December 2001), a total of 1,169 shares (nominal value of €5 each) were issued for a total value of €34,326.51. As a consequence, share capital subscribed and paid increased by €5,845 (from €6,377,257,130 to €6,377,262,975). The €28,481.51 difference was included in the additional paid-in capital reserve.

(4) In accordance with the resolution passed by Shareholders on 5 April 2007 for a total amount of €1.4 billion, existing restricted reserves, of approximately €21 million, for treasury shares already held at that date.

(5) At 30 June 2007, treasury shares consisted of 13,467,127 ordinary shares for a total nominal value of approximately €67 million (at 31 December 2006: 3,773,458 ordinary shares for a total nominal value of approximately €19 million).

# Income Statement <sup>(\*)</sup>

pursuant to Consob Resolution 15519 of 27 July 2006

(€ millions)	1 <sup>st</sup> Half 2008	of which Related parties	1 <sup>st</sup> Half 2007	of which Related parties
Dividends and other income from investments	873	873	421	421
Impairment losses on investments	-		(53)	
Gains/(losses) on disposal of investments	-		-	
Other operating income	40	29	67	31
Personnel costs	(23)	(12)	(25)	(10)
Other operating costs	(71)	(43)	(85)	(45)
Financial income/(expense)	(224)	(220)	46	52
<b>Profit before taxes</b>	<b>595</b>		<b>371</b>	
Income taxes	4		1	
<b>Profit from continuing operations</b>	<b>591</b>		<b>370</b>	
Profit from discontinued operations	-		-	
<b>Net profit for the period</b>	<b>591</b>		<b>370</b>	

(\*) Unaudited figures.

# Balance Sheet (\*)

pursuant to Consob Resolution 15519 of 27 July 2006

(€ millions)	At 30 June 2008	of which Related parties	At 31 December 2007	of which Related parties
<b>ASSETS</b>				
<b>Non-current assets</b>				
Intangible assets	1		1	
Property, plant and equipment	34		35	
Investments	13,311	13,285	13,312	13,278
Other financial assets	20	10	19	9
Other non-current assets	-		-	
Deferred tax assets	-		-	
<b>Total Non-current Assets</b>	<b>13,366</b>		<b>13,367</b>	
<b>Current assets</b>				
Inventories	-		-	
Trade receivables	122	16	181	10
Current financial assets	559	559	1,223	1,223
Other current receivables	1,355	940	892	436
Cash and cash equivalents	-		1	
<b>Total Current Assets</b>	<b>2,036</b>		<b>2,297</b>	
Assets held for sale	-		-	
<b>TOTAL ASSETS</b>	<b>15,402</b>		<b>15,664</b>	
<b>SHAREHOLDERS' EQUITY AND LIABILITIES</b>				
<b>Shareholders' Equity</b>				
Share capital	6,377		6,377	
Additional paid-in capital	1,541		1,541	
Legal reserve	640		536	
Other reserves and retained profit	3,054		1,587	
Treasury shares	(657)		(419)	
Net profit for the period	591		2,069	
<b>Total Shareholders' Equity</b>	<b>11,546</b>		<b>11,691</b>	
<b>Non-current liabilities</b>				
Provisions for employee benefits and other non-current provisions	26	16	21	12
Non-current financial liabilities	2,810	2,810	2,809	2,809
Other non-current liabilities	15		16	
Deferred tax liabilities	5		4	
<b>Total Non-current liabilities</b>	<b>2,856</b>		<b>2,850</b>	
<b>Current liabilities</b>				
Provisions for employee benefits and other current provisions	6	5	-	
Trade payables	185	14	247	6
Current financial payables	324	77	295	74
Other payables	485	459	581	552
<b>Total Current liabilities</b>	<b>1,000</b>		<b>1,123</b>	
Liabilities held for sale	-		-	
<b>TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES</b>	<b>15,402</b>		<b>15,664</b>	

(\*) Unaudited figures.

# Statement of Cash Flows

## pursuant to Consob Resolution 15519 of 27 July 2006

(€ million)	1 <sup>st</sup> Half 2008	of which Related parties	1 <sup>st</sup> Half 2007	of which Related parties
<b>A) Cash and cash equivalents at beginning of period</b>	<b>1</b>		<b>1</b>	
<b>B) Net cash from/(used in) operating activities:</b>				
Net profit for the period	<b>591</b>		370	
Amortisation and depreciation	<b>1</b>		1	
Non-cash costs of stock option plans	<b>11</b>	10	24	21
(Reversals of impairment losses)/impairment losses on investments	-		53	
Capital losses/(gains) on the disposal of investments	-		-	
Change in provisions for employee benefits and other provisions	<b>10</b>	9	(18)	-
Change in deferred taxes	<b>1</b>		1	
Change in working capital	<b>(562)</b>	(594)	(111)	(83)
<b>Total</b>	<b>52</b>		<b>320</b>	
<b>C) Net cash from/(used in) investing activities:</b>				
Investments in:				
- Recapitalisations of subsidiaries	-		(50)	(50)
- Acquisitions	-		-	
Reduction of investments relating to:				
- Capital reductions and distributions of reserves by subsidiaries	-		1,300	1,300
- Proceeds from disposals	-		1	
Other (investments) divestitures, net	-		(1)	
<b>Total</b>	<b>-</b>		<b>1,250</b>	
<b>D) Net cash from/(used in) financing activities:</b>				
Change in current financial assets	<b>665</b>	665	(154)	(154)
Change in non-current financial liabilities	-		1	
Change in current financial liabilities	<b>29</b>	3	(929)	(929)
Increase in share capital	-		-	
Purchase of treasury shares	<b>(239)</b>		(231)	
Sale of treasury shares	<b>1</b>		17	
Dividends paid	<b>(509)</b>	(146)	(274)	(61)
<b>Total</b>	<b>(53)</b>		<b>(1,570)</b>	
<b>E) Net change in cash and cash equivalents</b>	<b>(1)</b>		-	
<b>F) Cash and cash equivalents at end of period</b>			<b>1</b>	

(\*) Unaudited figures.

The managers responsible for preparing the Company's financial reports, Alessandro Baldi and Maurizio Francescatti, declare, pursuant to paragraph 2 of Article 154-bis of the Consolidated Law on Finance, that the accounting information contained in the: "Financial Review and Interim Financial Statements at 30 June 2008" of Fiat S.p.A. corresponds to the results documented in the books, accounting and other records of the company.