



FIAT PARTECIPAZIONI

FINANCIAL STATEMENTS AT 30 JUNE 2008

Fiat Partecipazioni S.p.A.
Via Nizza 250, 10126 Turin - Italy
Phone +39 011 00.61111, Fax +39 011 00.63784
www.fiatgroup.com

Share Capital: €356,158,302
Turin Companies Register/Tax Code: 01641110018
Chamber of Commerce Turin 288660

Sole shareholder
Direction and coordination
pursuant to Art. 2497 Italian Civil
Code: Fiat S.p.A.

**Board of
Directors**

Chairman	Ferruccio Luppi
Vice Chairman	Francesco Paolo Mattioli
Chief Executive Officer	Mario Lombardi
Directors	Alessandro Gianni Baldi Maurizio Maria Francescatti

**Board of
Statutory Auditors**

Statutory Auditors	Paolo Piccatti - Chairman Aldo Milanese Anna Zunino
Alternate Auditors	Pietro Fornier Marco Tucci

Independent Auditors

Deloitte & Touche SpA

CONTENTS

. Balance Sheet	.	.	.	.	.	.	.	.	.	.	page	1
. Income Statement	.	.	.	.	.	.	.	.	.	.	page	3
. Notes	.	.	.	.	.	.	.	.	.	.	page	5
. List of investments	.	.	.	.	.	.	.	.	.	.	page	24

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

BALANCE SHEET
(Unaudited)

■ **ASSETS**

<i>(€ thousands)</i>	<i>30 June 2008</i>	<i>31 December 2007</i>
FIXED ASSETS		
Intangible fixed assets		
Start-up and expansion costs	58	66
Concessions, licenses and trademarks	15	14
Total	73	80
Property, plant and equipment		
Land and buildings	24,000	25,320
Plant and machinery	4,380	4,608
Other assets	36,042	37,380
Construction in progress and advances	328	510
Total	64,750	67,818
Financial fixed assets		
Investments in:		
subsidiaries	6,157,080	6,340,271
associated companies	2,174,728	2,174,726
other companies	13,579	13,357
Total Investments	8,345,387	8,528,354
Receivables		
receivables from subsidiaries	-	833
Total	8,345,387	8,529,187
TOTAL FIXED ASSETS	8,410,210	8,597,085
CURRENT ASSETS		
Receivables		
trade receivables	9,770	8,734
receivables from subsidiaries	8,093	22,988
receivables from associated companies	320	270
receivables from parent companies	177,749	178,589
taxes receivable	115,691	112,438
receivables from others	2,645	3,005
Total	314,268	326,024
Financial assets not held as fixed assets		
Financial receivables		
from subsidiaries	533	-
from others	11,000	10,586
	11,533	10,586
Total	11,533	10,586
Cash		
Bank and post office accounts	231	161
Cash on hand	1	-
Total	232	161
TOTAL CURRENT ASSETS	326,033	336,771
ACCRUED INCOME AND PREPAID EXPENSES	2,179	1,867
■ TOTAL ASSETS	8,738,422	8,935,723

Receivables are to be considered as due within the subsequent financial year.

BALANCE SHEET
(Unaudited)

■ **LIABILITIES AND SHAREHOLDERS' EQUITY**

<i>(€ thousands)</i>	<i>30 June 2008</i>	<i>31 December 2007</i>
SHAREHOLDERS' EQUITY		
Share capital	356,158	356,158
Additional paid-in capital	952,363	952,363
Legal reserve	71,232	47,138
Other reserves:		
Capital contribution	3,950,000	3,950,000
	3,950,000	3,950,000
Retained earnings/(losses)	2,435,877	645,638
Income/(loss) for the period	105,068	2,314,332
TOTAL SHAREHOLDERS' EQUITY	7,870,698	8,265,629
RESERVES FOR RISKS AND CHARGES		
Reserve for pensions and similar obligations	269	301
Tax reserves, including deferred taxes	3,987	4,009
Other reserves	160,641	162,544
TOTAL RESERVES FOR RISKS AND CHARGES	164,897	166,854
RESERVE FOR EMPLOYEE SEVERANCE INDEMNITIES ("TFR")	679	756
PAYABLES		
Borrowings from banks	5	8
Other financial payables	155,343	417,528
Advances	11,463	11,482
Trade payables	21,581	23,805
Payables to subsidiaries	10,862	45,408
Payables to associated companies	87	-
Payables to parent companies	500,000	-
Taxes payable	304	1,185
Social security payable	112	238
Other payables	2,374	2,798
TOTAL PAYABLES	702,131	502,452
ACCRUED EXPENSES AND DEFERRED INCOME	17	32
■ TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	8,738,422	8,935,723

Payables are to be considered as due within the subsequent financial year.

■ **MEMORANDUM ACCOUNTS**

<i>(€ thousands)</i>	<i>30 June 2008</i>	<i>31 December 2007</i>
GUARANTEES GRANTED		
Unsecured guarantees		
Sureties		
. on behalf of others	15,288	15,640
TOTAL GUARANTEES GRANTED	15,288	15,640
COMMITMENTS		
Other commitments	63,700	72,700
TOTAL COMMITMENTS	63,700	72,700
■ TOTAL MEMORANDUM ACCOUNTS	78,988	88,340

INCOME STATEMENT
(Unaudited)

<i>(€ thousands)</i>	<i>1st half 2008</i>	<i>2007</i>
VALUE OF PRODUCTION		
Revenues from sales and services	13,851	27,697
Other revenues		
Other	1,048	20,281
	1,048	20,281
TOTAL VALUE OF PRODUCTION	14,899	47,978
COSTS OF PRODUCTION		
Raw materials, supplies and merchandise	5	5
Services	4,408	7,906
Leases and rentals	11,266	25,098
Personnel:		
wages and salaries	648	1,661
social security contributions	234	625
employee severance indemnities	63	187
employee pensions and similar obligations	3	64
other costs	291	26
	1,239	2,563
Amortisation, depreciation and writedowns:		
amortization of intangible fixed assets	12	43
depreciation of property, plant and equipment	2,518	3,762
writedown of fixed assets	-	260
writedown of receivables under current assets and cash	-	200
	2,530	4,265
Change in raw materials, supplies and merchandise	-	203
Provisions for risks and other provisions	4	10,334
Other operating costs	18,908	45,459
TOTAL COSTS OF PRODUCTION	38,360	95,833
DIFFERENCE BETWEEN THE VALUE AND COSTS OF PRODUCTION	(23,461)	(47,855)
FINANCIAL INCOME AND EXPENSES		
Investment income from:		
subsidiaries	39,115	4,441
associated companies	98,380	100,855
other companies	-	206
	137,495	105,502
Other financial income		
other income		
others	2,714	24,695
	2,714	24,695
	2,714	24,695
Interest and other financial expenses		
subsidiaries	-	-
others	10,596	17,103
	10,596	17,103
Foreign exchange gains and losses	(1)	6
TOTAL FINANCIAL INCOME AND EXPENSES	129,612	113,100

INCOME STATEMENT

(Unaudited figures)

<i>(€ thousands)</i>	<i>1st half 2008</i>	<i>2007</i>
ADJUSTMENTS TO FINANCIAL ASSETS		
Revaluations of:		
equity investments	-	2,119,244
Writedowns of:		
equity investments	-	13,480
TOTAL ADJUSTMENTS	-	2,105,764
EXTRAORDINARY INCOME AND EXPENSES		
Income:		
gains on disposals	173	15,097
other income	503	7,206
	676	22,303
Expenses:		
losses on disposals	1,679	32
other expenses	80	6,760
	1,759	6,792
TOTAL EXTRAORDINARY INCOME AND EXPENSES	(1,083)	15,511
INCOME BEFORE TAXES	105,068	2,186,520
Income taxes (current and deferred)	-	(127,812)
INCOME/(LOSS) FOR THE PERIOD	105,068	2,314,332

FIAT PARTECIPAZIONI SpA

Registered Office in Turin, Via Nizza 250

Tax Code 01641110018

NOTES

ACCOUNTING PRINCIPLES

The “Financial Statements” at 30 June 2008, which consist of the Balance Sheet, Income Statement and Notes, have been prepared in accordance with the provisions of laws for the preparation of the annual financial statements (Legislative Decree 127 of 9 April 1991, as amended) and by taking into consideration accounting principles relating to interim financial reporting.

In particular, the valuation criteria used, which are illustrated below, are consistent with those used for the preparation of the 2007 financial statements and comply with the provisions of Article 2426 of the Italian Civil Code.

Moreover, some of these valuation procedures, in particular those of a more complex nature regarding matters such as impairment losses or reversals of impairment losses of fixed assets, are generally carried out in full during preparation of the annual financial statements, when all the information required is available, unless there are indications of impairment and an immediate assessment is therefore necessary.

- *BALANCE SHEET*

Intangible fixed assets and amortisation

Start-up and expansion costs, which consist of costs incurred in connection with capital increases and amendments to the by-laws, are capitalised on the basis of their estimated useful life with approval of the Board of Statutory Auditors. They are amortised on a straight-line basis over five years.

The other intangible fixed assets are represented by costs expected to benefit future periods. They are amortised on a straight-line basis over five years.

Property, plant and equipment and depreciation

Property, plant and equipment is recorded at acquisition cost plus directly attributable charges; as indicated in a specific schedule, the value of some of these assets includes the inflation adjustments required under the pertinent laws. Improvement costs are added to the value of the assets in question only when they permanently increase their value.

Depreciation is charged on a straight-line basis at rates deemed adequate in view of the estimated useful life of the assets. A charge of half of the full depreciation rate is made in the first year of an asset's life, a rate that is deemed to adequately represent the annual average of new investments.

Appropriate write-downs are recognised if the estimated recoverable amount of an asset, in terms of its value in use or realisable value, is lower than its carrying amount at the balance sheet date on a permanent basis.

If in future years the reasons for the write-down no longer exist, the original amount is reinstated, taking into account the depreciation which would have been charged if the asset had not been written down.

The cost of maintenance and repairs is charged directly to income when incurred.

Financial fixed assets

Financial fixed assets include investments in subsidiaries, associated and other companies and receivables. Investments are stated in the balance sheet at their historical cost (purchase price, subscription cost including accessory costs in the case of the formation of a company, or contributed amount in the case of a contribution). Investments in companies that show a permanent impairment in value are written down accordingly. If in subsequent financial years the reasons for these adjustments are no longer valid, the write-downs are reversed in part or fully. No reversals are made for write-downs recognised prior to the effective date of Legislative Decree 127/91.

Accounts receivables are shown at their estimated realisable value, which represents the difference between their face value and the adjustments included in the allowance for doubtful accounts. The individual items are shown in the balance sheet net of the respective allowances.

Receivables and payables

Accounts receivables are shown at their estimated realisable value, which represents the difference between their face value and the adjustments included in the allowance for doubtful accounts. The individual items are shown in the balance sheet net of the respective allowances. The amount of these allowances reflects the risks associated with the specific bad accounts as well as a prudent overall estimate of uncollectible amounts based on past experience.

Receivables sold with recourse are eliminated from the balance sheet; the risk of withdrawal is reported under memorandum accounts.

Payables are recorded at face value.

Receivables and payables denominated in currencies other than the euro are expressed in euros at the spot exchange rate on the closing date of the financial year, and the relative exchange losses and gains are posted to the income statement.

On the allocation of the result for the year, the portion of net gains not absorbed by a net loss is transferred to a specific reserve that may not be distributed until such gains are realised.

Investments and securities held as current assets

Investments and securities acquired as short-term investments are valued at the lower of cost or market value.

Reserves for risks and charges

Reserves for risks and charges are established to cover costs or liabilities the occurrence of which is probable or certain at the end of the financial year, but which are indeterminable either as to amount or timing. The amount accrued represents the best estimate on the basis of the available information.

Reserve for employee severance indemnities

The reserve for employee severance indemnities represents the actual liability toward employees accrued as of the end of the financial year and is adjusted each year in accordance with current laws and collective bargaining agreements.

Accruals and deferrals

Accruals represent the counterentry made for the portion of costs (if accrued expenses) or revenues (if accrued income) that is common to more than one financial year, for which, at the balance sheet date, the corresponding changes in cash or receivables or payables have not yet occurred. The measurement policy in these cases is based on the application of the general principle of matching income and expense in the same accounting period.

Deferrals represent the counterentry made for the portion of costs (if prepayments) or revenues (if deferred income) that is common to more than one financial year, which may not be recognised in the income statement for the current year and for which the corresponding changes in cash or receivables or payables have already occurred. They express the value of services yet to be received or in any case to be utilised in future years, if prepayments, or the value of services yet to be performed or for which the corresponding costs have yet to be incurred, if deferred income.

- *MEMORANDUM ACCOUNTS*

Sureties and other unsecured guarantees

The sureties and other unsecured guarantees granted on behalf of subsidiaries and others are recognised under memorandum accounts.

In general, sureties are recognised in the amount of the provided guarantee; sureties and other unsecured guarantees granted for financing are recognised for the value of these notes at period end.

Other unsecured guarantees include the amount of the risk of withdrawal on sales of receivables with recourse.

Commitments

Commitments are recognised under memorandum accounts in their amount at period end, when the amount is quantifiable.

- *INCOME STATEMENT*

Revenues

Revenues are recognised on an accrual basis net of returns, discounts, allowances and rebates. Revenues from the sale of goods are recognised at the moment the title of property is transferred to the customer. Revenues from services are recorded when they are performed.

Costs

Costs are recognised on an accrual basis.

Dividends

Dividends are recorded in the year when resolved by the paying companies.

Financial income and expenses

Financial income and expenses are recorded on an accrual basis. Costs relating to the sale of receivables of any type (with and without recourse) and nature (trade, financial, other) are charged to the income statement on an accrual basis.

Income taxes

Cost for corporate income taxes of the year is determined in accordance with current legislation.

Deferred tax assets and liabilities are determined on the basis of the temporary differences that arise between asset and liability book values and the corresponding tax base. More specifically, deferred tax assets and the tax benefit arising from carrying forward unused tax losses are recognised only if there is a reasonable certainty that they will be recovered in the future, while deferred tax liabilities are not recognised if there is a minimal likelihood that the liability will arise.

Deferred tax assets and liabilities are calculated by using the prevailing tax rates for the periods in which the temporary differences will reverse.

Deferred tax assets and liabilities are offset if this is legally permitted. The balance from offsetting the amounts is recorded in deferred tax assets in current assets, if a deferred tax asset, and in the deferred tax reserve, if a deferred tax liability.

For a three-year period starting in 2004, the Company elected to participate in the national tax consolidation programme envisaged in Articles 117 and 129 of the Italian Consolidated Law on Income Tax (T.U.I.R.).

Fiat S.p.A. functions as a consolidating company and determines a single taxable base for the group of companies participating in the tax consolidation programme, which thus benefits from the possibility of offsetting taxable income with tax losses on a single tax return. Each company participating in the tax consolidation contributes its taxable income to the controlling company, posting a payable to Fiat S.p.A. for the IRES (corporate income tax) to be paid. In contrast, those companies that contribute tax losses, post a receivable from Fiat S.p.A. equal to the IRES on the portion of the loss that is actually offset at the group level.

By a resolution of the Board of Directors adopted on 9 October 2007, Fiat Partecipazioni renewed its election to participate in the national tax consolidation programme for a period of not less than three years.

The effects of this procedure in 2008 have not been recognised in the financial statements at 30 June 2008 but will be determined for the purpose of preparing the company's annual financial statements for the year ended 31 December 2008, when all the necessary information will be available.

COMPOSITION AND PRINCIPAL CHANGES

An analysis of the main balance sheet items and the related changes is provided in the following pages. As the Company did not prepare financial statements for the six months ended 30 June 2007, the comparative figures presented for the income statement are those for the full year 2007 and accordingly the notes relating to the six months ended 30 June 2008 provide no comments on changes.

BALANCE SHEET

Fixed assets

Intangible fixed assets

Start-up and expansion costs

At 30 June 2008, start-up and expansion costs amounted to €58 thousand and included costs incurred in connection with amendments to the by-laws and capital increases.

Concessions, licenses and trademarks

At 30 June 2008, this item amounted to €15 thousand and referred to costs incurred for the purchase of software licenses.

Changes in Intangible fixed assets and related amortisation were as follows:

	<i>at 31/12/2007</i>	<i>Increases</i>	<i>Decreases</i>	<i>Changes</i> <i>Reclassifications</i>	<i>Amortisation</i>	<i>at</i> <i>30/06/2008</i>
Start-up costs						
. Gross carrying amount	244	-	-	-		244
. Accumulated amortisation	(178)				(8)	(186)
Total	66	-	-	-	(8)	58
Concessions, licenses, trademarks and similar						
. Gross carrying amount	36	4				40
. Accumulated amortisation	(22)				(3)	(25)
Total	14	4	-	-	(3)	15
Total Intangible fixed assets	80	4	-	-	(11)	73

Property, plant and equipment

Property, plant and equipment amounted to €64,750 thousand at 30 June 2008 (€67,818 thousand at 31 December 2007). These values are shown net of accumulated depreciation and write-down of €47,492 thousand at 30 June 2008 (€45,310 thousand at 31 December 2007).

Changes in Property, plant and equipment and related accumulated depreciation and write-down were as follows:

	at 31/12/2007	Changes					at 30/06/2008
		Increases	Decreases	Reclassifications	Deprec.	Write-downs	
Land and buildings							
. Gross carrying amount	58,459		(905)	52			57,606
. Accumulated depreciation	(28,363)				(803)		(29,166)
. Accumulated write-down	(4,776)		(336)				(4,440)
Total	25,320	-	(1,241)	52	(803)	-	24,000
Plant and machinery							
. Gross carrying amount	15,397	19		130			15,546
. Accumulated depreciation	(10,789)				(377)		(11,166)
Total	4,608	19	-	130	(377)	-	4,380
Other assets							
. Gross carrying amount	38,762						38,762
. Accumulated depreciation	(1,382)				(1,338)		(2,720)
Total	37,380	-	-	-	(1,338)	-	36,042
Advances and construction in progress							
	510	-	-	(182)	-	-	328
Total Property, plant and equipment	67,818	19	(1,241)	-	(2,518)	-	64,750

Depreciation taken during the period was computed using the following rates:

Land and buildings	Min 1% - max 3%
Plant and machinery	Min 8.33% - max 20%
Equipment	Min 25% - max 30%
Furniture	Min 12% - max 20%
Vehicles	Min 6.67% - max 25%

Monetary revaluations of certain items of property, plant and equipment (mainly land and buildings) were carried out in prior years pursuant to specific laws (Law no. 72 of 19 March 1983 and Law no. 413 of 30 December 1991). A residual of €8,041 thousand of revaluations is embedded in the net carrying amounts at 30 June 2008.

Financial fixed assets

Investments

Investments totalled €8,345,387 thousand at 30 June 2008 and €8,528,354 thousand at 31 December 2007, a net decrease of €182,967 thousand.

The table at the end of these notes contains a list of investments held at 30 June 2008 and the information required under Article 2427 of the Italian Civil Code ([Appendix A](#)).

Investments in Subsidiaries

This item amounted to €6,157,080 thousand at 30 June 2008 (€6,340,271 thousand at 31 December 2007). Changes during the period were as follows:

(€ thousand)	Changes					at 30/06/2008
	% at 30/06/2008	at 31/12/2007	Acq./Capital increases	Disposals/ Reimbursements	(Write-downs) Write-ups	
Centro Ricerche Fiat ScpA	52.06	17,665				17,665
Deposito Avogadro Srl	100.00	136				136
Fast Buyer SpA	100.00	963				963
Fiat Argentina S.A.	-	1,901		(1,901)		-
Fiat Attivita Immobiliari SpA	100.00	52,679				52,679
Fiat Auto Holdings BV in liquidazione	100.00	93,552				93,552
Fiat Group Automobiles SpA	100.00	4,670,000				4,670,000
Fiat Powertrain Technologies SpA	100.00	297,935				297,935
Fiat China Business CO Ltd	100.00	2,031				2,031
Fiat Do Brasil S.A.	99.99	3,286	13			3,299
Fiat Group Purchasing Srl	100.00	-	1,036			1,036
Fiat Partecipazioni (U.K.) Ltd	-	1,954		(1,954)		-
Fiat Polska Spzoo	100.00	9,397				9,397
Fiat Servizi per l'Industria ScpA	51.00	1,112				1,112
Isvor Fiat Società Consortile di Sviluppo	51.00	375				375
Magneti Marelli Holding SpA	99.99	926,497		(200,246)		726,251
Maserati SpA	100.00	103,682				103,682
MC2 Media Communications SpA	51.00	112				112
New Business 8 SpA	100.00	1,273				1,273
New Business 7 SpA	100.00	12,809				12,809
Orione Società Industriale per la Sicurezza Scpa	77.82	93				93
PDL Services Srl	100.00	723				723
Risk Management SpA	100.00	3,467				3,467
Sirio - Sicurezza Industriale Scpa	57.67	1,070				1,070
Sisport Fiat SpA	100.00	65				65
Sistemi Ambientali SpA in liquidazione	99.78	10,893				10,893
Teksid SpA	84.79	75,866				75,866
Teksid Aluminum Srl	100.00	50,292	20,000			70,292
Other companies	-	442	2,450	(2,590)		302
Total Subsidiaries		6,340,271	23,499	(206,691)	-	6,157,080

The following comments are provided on the changes in the Company's investments in subsidiaries which took place in the first half of 2008:

- *increases for Capital increases* relate mainly to a capital payment of €20,000 thousand to the subsidiary Teksid Aluminum S.r.l. in order to rebalance its financial structure;
- *increases for Acquisitions* refer principally to the acquisition from Fiat Group Automobiles SpA of 100% of Fiat Group Purchasing S.r.l. for €1,036 thousand;
- *decreases for Reimbursements and reserves* relate to the following:
 - a distribution from additional paid-in capital of €200,246 thousand made by Magneti Marelli Holding SpA following a resolution adopted by shareholders in general meeting on 21 January 2008 having the purpose of adjusting the company's financial structure to the requirements of its ordinary operations and planned investments;
 - the cancellation of the Company's investment in Fiat Partecipazioni (UK) Ltd., amounting to €1,954 thousand, as the result of the winding-up of the subsidiary and the distribution of its assets in April.

- *decreases for Disposals* mainly relate to the sale of the Company's investment in Fiat Argentina SA to Fiat Services SpA at a price of €2,074 thousand, again as part of the reorganisation of the service companies inside the Fiat Group.

Investments in Associated Companies

This item amounted to €2,174,728 thousand at 30 June 2008 (€2,174,726 thousand at 31 December 2007). Changes during the period were as follows:

(€ thousand)	% at 30/06/2008	at 31/12/2007	Changes			at 30/06/2008
			Acq./Capital increases	Disposals/ Reimbursements	(Write-downs) Write-ups	
Expo 2000 SpA	18.95	421				421
Fiat Netherlands Holding NV	39.44	1,532,477				1,532,477
Iveco SpA	39.44	509,989				509,989
MB Venture Capital Fund Participating	45.00	-				-
Rizzoli Corriere della Sera MediaGroup SpA	10.09	131,785				131,785
Zetesis SpA in liquidazione	40.00	28				28
Other companies	-	26	2			28
Total Associated Companies		2,174,726	2	-	-	2,174,728

The listed company Rizzoli Corriere della Sera MediaGroup SpA had a stock exchange value of €111,747 thousand at 30 June 2008 (€1.453 per ordinary share), €20,038 thousand lower than its carrying amount of €131,785 thousand in the Company's balance sheet. This is not considered to be an indicator of an impairment more than temporary, also because the stock market price recovered in subsequent months to a level substantially in line with its book value.

Investments in Other Companies

This item amounted to €13,579 thousand (€13,357 thousand at 31 December 2007). Changes in the period were as follows:

(€ thousand)	% at 30/6/2008	at 31/12/2007	Changes			at 30/06/2008
			Acq./Capital increases	Disposals/ Reimbursements	(Write-downs) Write-ups	
Elasis ScpA	1.45	189				189
Fiat Revisione Interna Scrl	1.00	4				4
Teksid Alluminum Getti Speciali SpA	2.00	-	222			222
Torino Nuova Economia SpA	10.00	6,659				6,659
Torino Zerocinque Trading SpA	15.04	6,397				6,397
Other companies	-	108				108
Total Other Companies		13,357	222	-	-	13,579

Cumulative write-downs of investments recognised in prior years for permanent losses in value amounted to €3,041,379 thousand at 30 June 2008, of which €2,751,913 thousand related to the subsidiary Fiat Group Automobiles SpA.

Receivables from subsidiaries

There were no receivables from subsidiaries at 30 June 2008, compared with a balance of €833 thousand at 31 December 2007.

Current assets

Receivables

Receivables amounted to €314,268 thousand at 30 June 2008 and €326,024 thousand at 31 December 2007. They relate to:

(€ thousand)	At 30.06.2008	At 31.12.2007	Changes
Trade receivables	16,690	15,665	1,025
Allowance for doubtful accounts	(6,920)	(6,931)	11
Total Trade receivables	9,770	8,734	1,036
Receivables from Subsidiaries	8,093	22,988	(14,895)
Receivables from Associated Companies	320	270	50
Allowance for doubtful accounts	-	-	-
Total Associated Companies	320	270	50
Receivables from Parent Companies	177,749	178,589	(840)
Tax receivables	115,691	112,438	3,253
Receivables from others	6,526	6,886	(360)
Allowance for doubtful accounts	(3,881)	(3,881)	-
Total Receivables from others	2,645	3,005	(360)
Total Receivables	314,268	326,024	(11,756)

Trade receivables consisted mainly of trade receivables resulting from current property activities and balances relating to the former Fiat-Avio Partecipazioni SpA which was merged into the Company in 2003 (€7,896 thousand). There was a net increase of €1,036 thousand over 31 December 2007.

Receivables from subsidiaries principally consisted of receivables from the subsidiary Risk Management SpA for dividends declared on the 2007 income but yet to be received (€5,617 thousand). The net decrease totalled €14,895 thousand.

Receivables from associated companies principally consisted of receivables for the provision of services. There was a net increase of €50 thousand over 31 December 2007.

Receivables from parent companies amounting to €177,749 thousand refer for €169,928 thousand to the receivable from the parent company Fiat SpA for the remuneration of tax losses taken to the national tax consolidation programme in 2007, and for €7,816 thousand to the VAT receivable transferred to the parent company Fiat SpA as part of the Group VAT settlement procedure; there is also a series of minor items.

Tax receivables amounted to €115,691 thousand and consisted mainly of receivables due from the tax authorities of €109,135 thousand for IRES tax (of which an application for a refund of €82,244 thousand has been made) and €1,639 thousand for IRAP tax, amounts due from the tax authorities for VAT and IRPEF tax withheld on the TFR (Employee Severance Indemnities) and minor balances for which recovery is awaited. There was a net increase of €3,253 thousand over 31 December 2007, mostly due to the VAT receivable arising in the period.

Financial assets not held as fixed assets

Financial receivables

Receivables from subsidiaries

This item amounted to €533 thousand and related to receivables from the subsidiary MC2 SpA. It was reclassified from "Financial fixed assets" following its renegotiation.

Receivables from others

This item amounted to €11,000 thousand and consisted of receivables deriving from the disposal of real estate carried out in previous financial years.

There were no financial receivables due beyond the financial year.

Cash

Bank and post office accounts

At 30 June 2008, this item amounted to €232 thousand, an increase of €71 thousand over 31 December 2007, and related to current accounts and bank deposits.

Cash on hand

At 30 June 2008, this item amounted to €1 thousand and consisted of cash on hand and remittances in transit.

Accrued income and prepaid expenses

This item amounted to €2,179 thousand at 30 June 2008 and €1,867 thousand at 31 December 2007.

Accrued income

This item amounted to €1,324 thousand at 30 June 2008, an increase of €135 thousand over 31 December 2007. It refers to interest on tax receivables for which refund has been claimed.

Prepaid expenses

This item amounted to €855 thousand, a net increase of €177 thousand over 31 December 2007, and consisted principally of prepaid rent.

Shareholders' equity

At 30 June 2008 shareholders' equity totalled €7,870,698 thousand. Changes and composition were as follows (€ thousand):

(€ thousand)	Total	Share capital	Additional paid-in capital	Revaluation reserve under Law 576/75 and Law 72/83	Legal reserve	Other reserves (*)	Retained earnings / losses carried forward	Income (loss) for the period
Balances at 31 December 2005	306,158	3,924,686	115,179	43,757	354,348	138,170	(3,407,748)	(862,234)
Coverage of previous year losses	-	(3,618,528)	(115,179)	(43,757)	(354,348)	(138,170)	3,407,748	862,234
Capital contribution	6,000,000					6,000,000		
Income for the year	942,776							942,776
Balances at 31 December 2006	7,248,934	306,158	-	-	-	6,000,000	-	942,776
Allocation of 2006 income	-	-	-	-	47,138	-	895,638	(942,776)
Capital contribution (Shareholders Meeting 09/02/07)	1,002,363	50,000	952,363					
Dividend distribution (Shareholders Meeting 20/12/07)	(250,000)						(250,000)	
Allocation of capital contribution reserve	(2,050,000)					(2,050,000)		
Income for the year	2,314,332							2,314,332
Balances at 31 December 2007	8,265,629	356,158	952,363	-	47,138	3,950,000	645,638	2,314,332
Allocation of 2007 income	-	-	-	-	24,093	-	2,290,239	(2,314,332)
Dividend distribution (Shareholders Meeting 26/06/08)	(500,000)						(500,000)	
Income for the period	105,068							105,068
Balances at 30 June 2008	7,870,698	356,158	952,363	-	71,232	3,950,000	2,435,877	105,068

(*) analysed as follows:

	At 30.06.2008	At 31.12.2007	At 31.12.2006	At 31.12.2005
- Extraordinary reserve	-	-	-	2,526
- Capital contribution reserve	3,950,000	3,950,000	6,000,000	100,000
- Reserve Law 30.12.91 no. 413 art. 33	-	-	-	13,588
- Conversion reserve	-	-	-	(2,465)
- Out-of-period income reserve under art. 55 Presidential Decree no. 917 of 22.12.86	-	-	-	24,357
- Merger reserve	-	-	-	26
- Other reserves	-	-	-	138
Total	3,950,000	3,950,000	6,000,000	138,170

Share capital

At 30 June 2008, share capital amounted to €356,158 thousand, unchanged with respect to 31 December 2007.

Share capital is fully paid-in and all the shares, each with a nominal value of €1, are held by Fiat SpA.

Additional paid-in capital

At 30 June 2008, this reserve amounted to €952,363 thousand, unchanged with respect to 31 December 2007.

Legal reserve

At 30 June 2008 this reserve amounted to €71,232 thousand. The increase of €24,094 thousand over 31 December 2007 is attributable to allocation of the relevant portion of the 2007 income, as resolved by shareholders in the General Meeting of 20 March 2008. The Legal reserve has reached the limit of one fifth of share capital required by law.

Other reserves

This item refers solely to the free and available **Capital contribution reserve** which amounted to €3,950,000 thousand at 30 June 2008, unchanged over 31 December 2007.

Retained earnings/losses carried forward

At 30 June 2008, retained earnings amounted to €2,435,877 thousand. The increase of €1,790,239 thousand over 31 December 2007 is attributable to the allocation of €2,290,239 thousand from the 2007 income, after allocation to the legal reserve, as resolved by shareholders in General Meeting on 20 March 2008, and net of the distribution of €500,000 thousand to the sole shareholder Fiat SpA, as resolved by shareholders in General Meeting on 26 June 2008.

Income for the period

This item amounted to €105,068 thousand.

Origin, possible uses and distribution of Shareholders' equity reserves are as follows (€ thousand):

Type/description	Amount	Possible use	Available portion	Uses made in the three preceding financial years (to cover losses)
Share capital	356,158			3,618,528
Capital reserve:				
- Capital contribution by shareholders	3,950,000	A,B,C	3,950,000	-
- Additional paid-in capital	952,363	A,B,C	952,363	115,179
- Revaluation reserve	0		-	43,757
Earnings reserve:				
- Legal reserve	71,232	B	71,232	354,348
- Other reserves	2,435,877	A,B,C	2,435,877	138,170
Total			7,409,472	4,269,982
Portion that cannot be distributed			58	
Residual portion that can be distributed			7,409,414	

Legend:

A: for capital increases - B: losses coverage - C: distribution to shareholders

Reserves for risks and charges

Reserve for pensions and similar obligations

At 30 June 2008, this reserve amounted to €269 thousand, a net decrease of €32 thousand over 31 December 2007. This item related to severance indemnities (loyalty bonus) and accrued compensation on reaching a certain seniority in the Company (long-term service bonus), payable to current employees on the basis of local agreements, and accruals for life annuities due to former employees of the merged company Fiat Avio Partecipazioni SpA (formerly FiatAvio SpA) under their previous employment agreements.

Income tax reserves, including deferred taxes

There were balances of €3,987 thousand and €4,009 thousand on this reserve at 30 June 2008 and 31 December 2007, respectively. The €22 thousand decrease over the period is the result of the utilisation of the reserve for the settlement of tax disputes arising in subsequently merged companies in prior years.

Other

This item amounted to €160,641 thousand at 30 June 2008 (€162,544 thousand at 31 December 2007), a decrease of €1,903 thousand following settlement of a number of legal disputes.

The balance consist mainly of amounts accrued for the risks deriving from contractual commitments made on the sale of investments and other businesses in prior years, and for those relating to contracts for which subsidiaries, associates or minor investments have responsibility, but for which it is nonetheless considered that future costs or losses may be incurred by Fiat Partecipazioni SpA.

Reserve for employee severance indemnities ("TFR")

This reserve amounted to €679 thousand at 30 June 2008. The net decrease of €77 thousand over 31 December 2007 is the effect of the following:

<i>(€ thousand)</i>	At 31.12.2007
Provision for the year charged to income	63
Utilisation for the year	(140)
Net change	(77)

Payables

Borrowings from Banks

This item amounted to €5 thousand at 30 June 2008 and related to liabilities arising from credit cards used by employees for travelling expenses to be settled.

Other financial payables

This item amounted to €155,343 thousand at 30 June 2008 and €417,528 thousand at 31 December 2007 and represented the current account payable balance with Fiat Finance SpA as part of the centralised treasury management arrangement for Fiat Group companies. Interest is charged at market rates.

Advances

Advances amounted to €11,463 thousand at 30 June 2008, almost unchanged over 31 December 2007.

Trade payables

This item amounted to €21,581 thousand at 30 June 2008 and €23,805 thousand at 31 December 2007 and relates to amounts payable for services, lease instalments and legal advice.

Payables to subsidiaries

This item amounted to €10,862 thousand at 30 June 2008 and €45,408 thousand at 31 December 2007 and relates almost entirely to amounts payable to Centro Ricerche Fiat S.c.p.A. for consortium contributions (€10,806 thousand).

Payables to associated companies

This item amounted to €87 thousand at 30 June 2008, a change of equivalent amount over 31 December 2007. Payables to associated companies consist of payables for services.

Payables to parent companies

This item amounted to €500,000 thousand at 30 June 2008 (at 31 December 2007 this item amounted to zero). It consisted of payables to the parent company Fiat SpA for the dividend approved by shareholders in the General Meeting of 26 June 2008 and paid the following July.

Taxes payable

This item amounted to €304 thousand at 30 June 2008 (€1,185 thousand at 31 December 2007) and consisted of amounts payable to the tax authorities for IRPEF tax (€49 thousand), and other tax payables, amounting to €255 thousand, relating to the substitute tax on capital gains payable by instalment.

Social security payable

This item amounted to €112 thousand at 30 June 2008 (€238 thousand at 31 December 2007) and consists of amounts payable for contributions due to social security, welfare and accident insurance organisations.

Other payables

This item amounted to €2,374 thousand at 30 June 2008 compared with €2,798 thousand at 31 December 2007. It consists mostly of payables for discounting and commission charges (€1,304 thousand), amounts due to employees, guarantee deposits, miscellaneous payables and minor balances due.

There are no payables due beyond 5 years.

Accrued expenses and deferred income

This item amounted to €17 thousand at 30 June 2008 and €32 thousand at 31 December 2007.

Accrued expenses

This item amounted to zero at 30 June 2008, compared with €5 thousand at 31 December 2007.

Deferred income

Deferred income totalled €17 thousand at 30 June 2008 and €27 thousand at 31 December 2007 and relates to the deferral of lease instalments not relating to the period.

Guarantees granted

Guarantees granted totalled €15,288 thousand at 30 June 2008 and consisted of sureties pledged granted on behalf of others. The decrease of €352 thousand over 31 December 2007 is the result of pledge releases during the period.

Guarantees existing at 30 June 2008 consisted of:

- sureties of €13,243 thousand granted in prior years by the merged company, the former Fiat Auto Partecipazioni SpA, in favour of various banks and relating to the loan granted to Sevel SpA in 1997 for the extension and restructuring of its Atessa factory.
- sureties of €2,009 thousand granted by banks on behalf of the merged company FiatAvio Partecipazioni SpA in favour of its clients for contract execution, counter-guaranteed by Fiat Partecipazioni SpA.
- other sureties for €36 thousand.

Although not included in the memorandum accounts, receivables totalling €99,341 thousand sold without recourse and falling due after 30 June 2008 have been removed from the balance sheet (the balance is unchanged from that at 31 December 2007).

In addition, when selling investments or other businesses in prior years, the Company provided warranties to the buyer in accordance with normal contractual conditions, to cover risks and charges of various types relating to the assets sold and the period prior to sale. From an assessment made of the situation it is reasonable to believe that the Company will not be liable for any risks or charges in addition to those reserved in the financial statements.

Furthermore, the parent company Fiat SpA has assumed joint liability towards the purchasers in connection with the sales of the former Aviation and Railway sectors made in prior years by Fiat Partecipazioni SpA or by companies subsequently merged into it.

Commitments

Other commitments

Other commitments amounted to €63,700 thousand at 30 June 2008, a decrease of €9,000 thousand over the prior year. They consisted of the following commitments:

- a commitment undertaken in 2007 towards the subsidiary Centro Ricerche Fiat S.c.p.a. to pay consortium contributions in 2007-2009 to support research and development projects carried out in the motor sector and envisaged by the Fiat Group's "Research & Technology Master Plan". The outstanding contributions payable in future years under this agreement amounted to €63,000 thousand at 30 June 2008;

- the residual amount of €700 thousand due to the associate MB Venture Capital Fund I Participating Company F NV for future capital contributions.

Finally, the Company has the following commitments outstanding which are not recognised in the memorandum accounts as the amounts involved cannot be quantified:

- in November 2006, in connection with the procedure to wind up Fiat Auto Holding BV in liquidazione, Fiat Partecipazioni SpA made a commitment pursuant to Dutch legislation to assume the current and future liabilities of the company being wound up;
- as part of the sale by the former Investimenti e Gestioni SpA (merged into Fiat Partecipazioni SpA in 2003) of the Rivalta property (the former factory owned by Fiat Auto Meccanica) to third parties in 2001, options were agreed with the buyer for the repurchase of the building complex from 2013 at a predetermined indexed price of approximately €28 million.

INCOME STATEMENT

Value of production

Revenues from sales and services

This item amounted to €13,851 thousand and consisted mainly of revenues earned with Fiat Group companies for the rental of properties and the leasing of facilities, revenues earned from providing services and rental income from other assets.

Other income and revenues

Other

This item amounted to €1,048 thousand and principally consisted of gains on the disposal of land and buildings, as well as other revenues and cost recoveries.

Costs of production

Raw materials, supplies and merchandise

This item amounted to €5 thousand and principally consisted of office material.

Services

Service costs totalled €4,408 thousand in the first half of 2008 and regarded amounts incurred for building maintenance (€1,955 thousand), services of an administrative, tax, financial and consulting nature and other services, mostly relating to property management.

This item included fees payable to the Board of Statutory Auditors (€53 thousand), Independent Auditors (€124 thousand), while no compensation is envisaged for Directors.

Leases and rentals

This item amounted to €11,266 thousand and consisted of rentals for property (€9,304 thousand), facilities and miscellaneous items.

Personnel

In the first half of 2008, this item amounted to €1,239 thousand. At 30 June 2008, the Company had 19 employees (19 employees at 31 December 2007). The average number of employees in the first half of 2008 was 18 units.

Amortisation, depreciation and write-downs

Amortisation and depreciation of fixed assets amounted to €2,530 thousand in the first half of 2008, while there were no write-downs.

Provisions for risks and other provisions

Provisions for risks (relating to legal disputes) totalled €4 thousand.

Other operating costs

This item amounted to €18,908 thousand and principally consisted of the contributions of €18,000 thousand paid to Centro Ricerche Fiat in the first half of 2008 to support a number of research and development projects relating to the 2007-2009 plan.

Financial income and expenses

Investment income

Investment income totalled €137,495 thousand and consisted of dividends distributed by subsidiaries and associated companies, as follows:

(€ thousand)	1 st half 2008
Subsidiaries	
<i>Dividends distributed by:</i>	
Fiat Polska S.p.zo.o	502
New Business 7 SpA	854
Risk Management SpA	5,617
Deposito Avogadro Srl	456
Fast Buyer SpA	1,179
Fiat Powertrain Technologies SpA	30,000
New Business 8 SpA	107
PDL Services Srl	400
Total subsidiaries	39,115
Associated companies	
<i>Dividends distributed by:</i>	
RCS Mediagroup SpA	8,460
Iveco Spa	50,483
Fiat Netherlands Holding NV	39,437
Total associated companies	98,380
Other companies	
Total other companies	-
Total investment income	137,495

Other financial income

Other income

This item amounted to €2,714 thousand and consisted mainly of interest earned on tax receivables (€2,189 thousand), as well as on other financial receivables.

Interest and other financial expenses

This item amounted to €10,596 thousand and consisted mainly of interest expense of €7,880 thousand accrued on the loan account (extinguished in April 2008) and current account held with Fiat Finance SpA, charges on the non-recourse sale of receivables and commission expense for guarantees received.

Foreign exchange gains and losses

Foreign exchange losses amounted to €1 thousand in the first half of 2008.

Adjustments to financial assets

Write-ups of investments

Write-downs of investments

There were no write-downs nor write-ups of investments in the first half of 2008.

Extraordinary income and expenses

Income

Gains on disposals

Gains on disposals totalled €173 thousand and consisted of the gains realised upon disposal of the interest held in Fiat Argentina S.A.

Other income

This item amounted to €503 thousand and consisted mainly of a reversal to income of €300 thousand from reserves for risks and charges, made following the revision of the estimate of the contingent liabilities arising from the sale of investments in prior years, as well as out-of-period income.

Expenses

Losses on disposals

Losses on disposals totalled €1,679 thousand, €1,669 thousand of which relating to the liquidation of the subsidiary Fiat Partecipazioni U.K. Ltd.

Other expenses

This item amounted to €80 thousand, and consisted of prior period expenses.

Income taxes, current and deferred tax assets and liabilities

No income taxes were recognised in the first half of 2008. An estimated computation indicates a loss for IRES tax purposes for 2008 as a whole. The remuneration for contributing this loss, if such is the final outcome, to the national tax consolidation will only be determined by the consolidating company Fiat SpA when it prepares its annual financial statements. There was also a negative IRAP tax base for the first half of 2008.

List of investments pursuant to Art. 2427 (5) Italian Civil Code

COMPANY AND REGISTERED OFFICE	SHARE CAPITAL	RESULT FOR THE LAST FINANCIAL YEAR	SHAREHOLDERS' EQUITY	% OWNED BY FIAT PARTECIPAZIONI	NUMBER OF SHARES	(figures in €)	
						TOTAL	BOOK VALUE UNIT
SUBSIDIARIES							
Included under financial fixed assets							
Centro Ricerche Fiat S.c.p.A. - Orbassano (TO)							
At 31/12/2007	45,000,000	(2,278,834.00)	40,524,355	52.06	23,427,685	17,665,296	0.75
At 30/06/2008	N.A.	N.A.	N.A.	52.06	23,427,685	17,665,296	0.75
Deposito Avogadro Srl - Turin							
At 31/12/2007	100,000	455,820	1,045,629	100.00 quotas	100,000	135,835	1.36
At 30/06/2008	N.A.	N.A.	N.A.	100.00 quotas	100,000	135,835	1.36
Fast Buyer SpA - Turin							
At 31/12/2007	500,000	1,278,665	1,743,361	100.00	500,000	963,027	1.93
At 30/06/2008	N.A.	N.A.	N.A.	100.00	500,000	963,027	1.93
Fiat Argentina S.A. - Argentina							
At 31/12/2007	1,134,052	320,306	3,559,015	90.96	4,813,751	1,901,086	0.39
At 31/12/2007 Pesos disposal	5,292,117	1,494,728	16,608,347			-1,901,086	
At 30/06/2008	-	-	-	-	-	-	-
At 30/06/2008 ARS	-	-	-	-	-	-	-
Fiat Attività Immobiliari SpA							
At 31/12/2007	65,700,000	(3,845,938)	52,689,673	100.00	65,700,000	52,678,636	0.80
At 30/06/2008	N.A.	N.A.	N.A.	100.00	65,700,000	52,678,636	0.80
Fiat Auto Holdings B.V in liquidazione - Netherlands							
At 31/12/2007	1,000,000	17,373,779	116,518,516	100.00 quotas	1,000	93,551,999	0.00
At 30/06/2008	N.A.	N.A.	N.A.	100.00 quotas	1,000	93,551,999	0.00
Fiat Group Automobiles SpA - Turin							
At 31/12/2007	745,031,979	332,926,769	1,440,735,871	100.00	745,031,979	4,670,000,000	6.27
At 30/06/2008	N.A.	N.A.	N.A.	100.00	745,031,979	4,670,000,000	6.27
Fiat Group Purchasing Srl a SU - Turin							
At 31/12/2007 purchase	-	-	-	0.00	-	-	-
At 30/06/2008	N.A.	N.A.	N.A.	100.00	1	1,036,000	1,036,000.00
Fiat (China) Business Co., Ltd.							
At 31/12/2007	2,145,484	211,519	2,184,260	100.00	3,000,000	2,031,731	0.68
At 31/12/2007 RMB yuan	23,069,100	2,274,337	23,486,038				
At 30/06/2008	N.A.	N.A.	N.A.	100.00	3,000,000	2,031,731	0.68
At 30/06/2008 RMB yuan	N.A.	N.A.	N.A.				
Fiat Do Brasil S.A. - Brazil							
At 31/12/2007	10,937,635	563,257	5,126,739	99.99	28,513,098	3,286,074	0.12
At 31/12/2007 BRL purchase	28,513,780	1,468,378	13,365,111			12,997	
At 30/06/2008	N.A.	N.A.	N.A.	100.00	28,513,166	3,299,071	0.12
At 30/06/2008 BRL	N.A.	N.A.	N.A.				
Fiat Oriente sae in liquidazione - Cairo							
At 31/12/2007	6,173	1,177	45,640	100.00	12,500	7,472	0.60
At 31/12/2007 EGP	50,000	9,532	369,693				
At 30/06/2008	N.A.	N.A.	N.A.	100.00	12,500	7,472	0.60
At 30/06/2008 EGP	N.A.	N.A.	N.A.				
Fiat Partecipazioni (U.K.) Ltd - United Kingdom							
At 31/12/2007	1,280,715	(614,280)	540,560	100.00	860,000	1,953,682	2.27
At 31/12/2007 GBP liquidation	860,000	(450,482)	396,420		(860,000)	-1,953,682	
At 30/06/2008	-	-	-	0.00	-	-	0.00
At 30/06/2008 GBP	-	-	-		-	-	
Fiat Polska S.p.z.o.o. - Poland							
At 31/12/2007	7,096,146	303,760	7,588,882	100.00 quotas	51,000	9,397,620	184.27
At 31/12/2007 PLN	25,500,000	1,091,561	27,270,646				
At 30/06/2008	N.A.	N.A.	N.A.	100.00 quotas	51,000	9,397,620	184.27
At 30/06/2008 PLN	N.A.	N.A.	N.A.				
Fiat Powertrain Technologies SpA - Turin							
At 31/12/2007	397,500,000	43,616,189	511,384,441	100.00	750,000,000	297,935,000	0.40
At 30/06/2008	N.A.	N.A.	N.A.	100.00	750,000,000	297,935,000	0.40
Fiat Servizi per l'industria S.c.p.A. - Turin							
At 31/12/2007	1,652,669	408,259	1,944,246	51.00	842,862	1,112,813	1.32
At 30/06/2008	N.A.	N.A.	N.A.	51.00	842,862	1,112,813	1.32
Isvor Fiat Scpa - Turin							
At 31/12/2007	300,000	17,306	865,579	51.00	153,000	374,745	2.45
At 30/06/2008	N.A.	N.A.	N.A.	51.00	153,000	374,745	2.45
Magneti Marelli Holding SpA - Corbetta							
At 31/12/2007	254,324,998	126,866,840	632,321,396	99.99	254,301,607	926,497,000	3.64
distribution of additional paid-in capital						-200,245,732	
At 30/06/2008	N.A.	N.A.	N.A.	99.99	254,301,607	726,251,268	2.86

List of investments pursuant to Art. 2427 (5) Italian Civil Code

COMPANY AND REGISTERED OFFICE	SHARE CAPITAL	RESULT FOR THE LAST FINANCIAL YEAR		% OWNED BY SHAREHOLDERS' FIAT EQUITY PARTECIPAZIONI		NUMBER OF SHARES	(figures in €) BOOK VALUE	
							TOTAL	UNIT
Maserati SpA - Modena								
At 31/12/2007	40,000,000	(19,675,401)	54,921,067	100.00		40,000,000	103,682,000	2.59
At 30/06/2008	N.A.	N.A.	N.A.	100.00		40,000,000	103,682,000	2.59
MC2 Media Communications SpA - Turin								
At 31/12/2007	219,756	1,975,441	3,723,987	51.00		112,076	111,614	1.00
At 30/06/2008	N.A.	N.A.	N.A.	51.00		112,076	111,614	1.00
New Business 7 SpA - Turin								
At 31/12/2007	11,899,524	883,737	12,821,964	100.00		11,899,524	12,809,394	1.08
At 30/06/2008	N.A.	N.A.	N.A.	100.00		11,899,524	12,809,394	1.08
New Business 8 SpA - Turin								
At 31/12/2007	1,437,210	183,870	1,543,723	100.00		1,437,210	1,273,484	0.89
At 30/06/2008	N.A.	N.A.	N.A.	100.00		1,437,210	1,273,484	0.89
New Business 18 Srl - Turin								
At 31/12/2007	50,000	(13,666)	30,789	100.00	quotas	50,000	45,000	0.90
At 30/06/2008	N.A.	N.A.	N.A.	100.00	quotas	50,000	45,000	0.90
i-FAST Container - Turin								
At 31/12/2007	50,000	(9,231)	35,224	100.00	quotas	50,000	50,000	1.00
capital increase							2,450,000	
disposal							-2,500,000	
At 30/06/2008	-	-	-	-	-	-	-	0.00
New Business 25 Srl - Turin								
At 31/12/2007	50,000	(4,850)	45,150	100.00	quotas	50,000	50,000	1.00
At 30/06/2008	N.A.	N.A.	N.A.	100.00	quotas	50,000	50,000	1.00
New Business 26 Srl - Turin								
At 31/12/2007	50,000	(4,850)	45,150	100.00	quotas	50,000	50,000	1.00
At 30/06/2008	N.A.	N.A.	N.A.	100.00	quotas	50,000	50,000	1.00
Nuova Immobiliare Tre SpA a SU - Turin								
At 31/12/2007	120,000.00	(8,738)	81,313	100.00		120,000	90,020	0.75
disposal							-90,020	
At 30/06/2008	-	-	-	-	-	-	-	0.00
Nuova Immobiliare otto Srl - Turin								
At 31/12/2007	50,000	(9,252)	34,042	100	quotas	50,000	50,000	1.00
At 30/06/2008	N.A.	N.A.	N.A.	100.00	quotas	50,000	50,000	1.00
Nuova Immobiliare nove Srl - Turin								
At 31/12/2007	50,000	(9,252)	34,044	100.00	quotas	50,000	50,000	1.00
At 30/06/2008	N.A.	N.A.	N.A.	100.00	quotas	50,000	50,000	1.00
Nuove iniziative finanziarie 5 Srl - Turin								
At 31/07/2007	50,000	(10,020)	39,980	100.00	quotas	50,000	50,000	0.00
At 30/06/2008	N.A.	N.A.	N.A.	100	quotas	50,000	50,000	0.00
Orione-Società Ind.le per la sicurezza e la vigilanza -Turin								
At 31/12/2007	120,000	61,101	284,919	77.82		93,386	92,867	0.99
At 30/06/2008	N.A.	N.A.	N.A.	77.82		93,386	92,867	0.99
PDL Services Srl - Turin								
At 31/12/2007	105,000	(19,511)	703,178	100.00	quotas	105,000	722,689	0.00
At 30/06/2008	N.A.	N.A.	N.A.	100.00	quotas	105,000	722,689	0.00
Risk Management SpA - Turin								
At 31/12/2007	120,000	4,298,514	5,761,293	100.00		120,000	3,466,779	0.00
At 30/06/2008	N.A.	N.A.	N.A.	100.00		120,000	3,466,779	0.00
SIRIO - Sicurezza Industriale Scpa - Turin								
At 31/12/2007	120,000	996,262	227,449	57.67		69,200	1,069,200	15.45
purchase							95	
At 30/06/2008	N.A.	N.A.	N.A.	57.67		69,295	1,069,295	15.43
Sisport Fiat SpA - Turin								
At 31/12/2007	889,049	8,047	897,096	100.00		889,049	65,265	0.07
At 30/06/2008	N.A.	N.A.	N.A.	100.00		889,049	65,265	0.07
Sistemi ambientali SpA in liq. - Rivoli (Turin)								
At 31/12/2007	9,544,080	416,630	11,954,011	99.79		73,257,912	10,892,802	0.15
At 30/06/2008	N.A.	N.A.	N.A.	99.79		73,257,912	10,892,802	0.15
Teksid Aluminium Srl - Carmagnola (Turin)								
At 31/12/2007	5,000,000	(50,997,135)	11,978,363	100.00	quotas	5,000,000	50,292,021	10.06
capital contributions							20,000,000	
At 30/06/2008	N.A.	N.A.	N.A.	100.00	quotas	5,000,000	70,292,021	14.06
Teksid SpA - Carmagnola (Turin)								
At 31/12/2007	71,403,261	24,610,680	96,013,941	84.79		60,543,388	75,866,000	1.25
At 30/06/2008	N.A.	N.A.	N.A.	84.79		60,543,388	75,866,000	1.25
TOTAL SUBSIDIARIES							6,157,079,721	

APPENDIX A1

(figures in €)

COMPANY AND REGISTERED OFFICE	SHARE CAPITAL	RESULT FOR THE LAST FINANC. YEAR	SHAREHOLDERS' EQUITY	% OWNED BY FIAT PARTECIPAZIONI	NUMBER OF SHARES	BOOK VALUE	
						TOTAL	UNIT
ASSOCIATED COMPANIES							
Included under financial fixed assets							
Ciosa SpA in liquidazione - Milan							
At 31/12/2007	N.A.	N.A.	N.A.	25.00	250	0	0.00
At 30/06/2008	N.A.	N.A.	N.A.	25.00	250	0	0.00
Consorzio Parco industriale di Chivasso - Chivasso							
At 31/12/2007	51,650	-	62,134	23.10	11,931	11,466	1.12
payment for shares in the consortium fund							
At 30/06/2008	N.A.	N.A.	N.A.	25.90 quotas	11,931	13,377	1.12
Expo 2000 SpA - Turin							
At 31/12/2007	2,205,930	(616,668)	1,778,304	18.95	1,100,000	421,180	0.38
At 30/06/2008	N.A.	N.A.	N.A.	18.95	1,100,000	421,180	0.38
Fiat Netherlands Holding N.V. - Netherlands							
At 31/12/2007	2,610,397,295	476,156,300	3,440,770,479	39.44	37,435,162	1,532,477,429	40.94
At 30/06/2008	N.A.	N.A.	N.A.	39.44	37,435,162	1,532,477,429	40.94
Iveco SpA - Turin							
At 31/12/2007	369,500,000	403,547,860	773,047,860	39.44	145,720,362	509,988,810	3.50
At 30/06/2008	N.A.	N.A.	N.A.	39.44	145,720,362	509,988,810	3.50
Rizzoli Corriere della Sera Media Group SpA - Milan							
At 31/12/2007	762,019,050	219,700,000	1,388,200,000	10.09	76,907,627	131,785,440	1.71
At 31/12/2007- stock market price							
At 30/06/2008	N.A.	N.A.	N.A.	10.09	76,907,627	131,785,440	1.71
At 30/06/2008- stock market price (*)							
At 30/06/2008						111,746,782	
MB Venture Capital Fund I Participating - Netherlands							
At 31/12/2007	50,000	(1,752)	9,564,439	45.00	22,500	0	0.00
At 30/06/2008	N.A.	N.A.	N.A.	45.00	22,500	0	0.00
U.f.i.m.a. S.A.S. - France							
At 31/12/2007	44,940	25,020	656,191	34.98	2,620	15,088	5.76
At 30/06/2008		N.A.		34.98	2,620	15,088	5.76
Zetesis SpA in liquidazione - Milan							
At 31/12/2007	283,150	(634)	63,181	40.00	113,260	26,600	0.23
At 30/06/2008	N.A.	N.A.	N.A.	40.00	113,260	26,600	0.23
TOTAL ASSOCIATED COMPANIES						2,174,727,925	

* RCS: market assessment at 30/06/2008

List of investments pursuant to Art. 2427 (5) Italian Civil Code

(figures in €)

COMPANY AND REGISTERED OFFICE	% OWNED BY PARTECIPAZION	NUMBER OF SHARES/QUOTAS	BOOK VALUE	
			TOTAL	UNIT
OTHER COMPANIES				
Included under financial fixed assets				
Fiat Revisione Interna Srl - Turin				
At 31/12/2007	1.00	3,000	4,077	
At 30/06/2008	1.00	3,000	4,077	1.36
Consorzio TEAM - Milan				
At 31/12/2007	11.11	567	1,033	1.82
At 30/06/2008	11.11	567	1,033	1.82
Ass.ne Nazionale per l'enciclopedia della Banca e della Borsa SpA - Rome				
At 31/12/2007	2.50	1 quota	10,599	10,599.00
At 30/06/2008	2.50	1 quota	10,599	10,599.00
Nomisma SpA - Bologna				
At 31/12/2007	0.97	139,584	47,915	0.34
At 30/06/2008	0.97	139,584	47,915	0.34
Consorzio Sorore - Siena				
At 31/12/2007	16.66	1,549	-	-
At 30/06/2008	16.66	1,549	-	-
Elasis Scpa - Pomigliano d'Arco				
At 31/12/2007	1.45	290,000	189,337	0.65
At 30/06/2008	1.45	290,000	189,337	0.65
Societa' idrovia Ticino Mincio - Brescia				
At 31/12/2007	0.04	20	103	5.16
At 30/06/2008	0.04	20	103	5.16
Fiat I&CS Scpa - Turin				
At 31/12/2007	1.00	8,000	8,001	1.00
At 30/06/2008	1.00	8,000	8,001	1.00
Torino Zerocinque Trading SpA - Milan				
At 31/12/2007	15.04	364,720	6,396,813	17.54
At 30/06/2008	15.04	364,720	6,396,813	17.54
Ercole Marelli & C. SpA in liquidazione - Milan				
At 31/12/2007	13.00	4,816,500	-	-
At 30/06/2008	13.00	4,816,500	-	-
Fiat Finance et Service S.A. - France				
At 31/12/2007	0.001	1	-	-
At 30/06/2008	0.001	1	-	-
Teksid Aluminum Getti Speciali Spa - Carmagnola (Turin)				
At 31/12/2007			222,000	
purchase	2.00	1 quota	222,000	-
Torino Nuova Economia SpA - Turin				
At 31/12/2007	10.00	6,700,000	6,659,000	0.99
At 30/06/2008	10.00	6,700,000	6,659,000	0.99
Royal Park Real Estate SpA - Turin				
At 31/12/2007	0.24	2	40,000	20,000.00
At 30/06/2008	0.24	2	40,000	20,000.00
TOTAL OTHER COMPANIES			13,578,878	

Turin, 18 September 2008

On behalf of the Board of Directors

/s/ FERRUCCIO LUPPI
(Chairman)