

TELEUNIT S.p.A.

**Separate Statements
for the year ended 31 December 2009**

INCOME STATEMENT

For the year ended 31 December 2009

<i>In Euros</i>	2009	2008
Revenues	17,187,304	18,037,158
Proceeds from the sale of subsidiaries	18,060,069	10,425,857
Other operating incomes	1,710,938	1,721,341
Total Revenues	36,958,311	30,184,356
Purchase of services:		
- Purchase of traffic and line-rental costs	(11,598,011)	(13,523,150)
- Infrastructure costs	(1,398,410)	(1,682,552)
- Marketing costs	(1,164,173)	(1,126,603)
Personnel costs	(3,781,002)	(4,069,014)
Other operating costs	(7,064,634)	(8,499,943)
Operating profit before depreciation, amortization, and impairment of non-current assets	11,952,082	1,283,093
Amortization and depreciation	(3,649,756)	(4,889,505)
Impairment of non-current assets	(363,406)	(5,171,035)
Operating profit (loss)	7,938,919	(8,777,447)
Financing incomes	40,196	72,510
Financing costs	(1,019,254)	(1,468,795)
Profit (losses) on foreign exchange	1,827	3,072
Profit (loss) before tax	6,961,689	(10,170,661)
Tax	21,392	2,120,552
Net profit (loss)	6,983,081	(8,050,109)
Other income statement components:		
Net changes in the <i>fair value</i> of financing activities available for sale	(1,885,712)	(29,385,607)
Net changes in the <i>fair value</i> of financing activities available for the sale included in the profit (loss) for the year	(18,056,267)	-
Other income statement components net of fiscal effects	(19,941,979)	(29,385,607)
Net profit (loss) for the year	(12,958,898)	(37,435,716)

BALANCE SHEET
As at 31 December 2009

In Euros

31/12/2009

31/12/2008

ASSETS

Property, plant and equipment	7,051,981	7,974,441
Intangible assets	2,365,824	1,808,334
Financial assets	-	136,636
Financial assets available for sale	-	-
Other financial assets	309,839	1,114,228
Non-current Financial Receivables	2,261,185	-
Deferred tax assets	771,152	3,013,606
Total non-current assets	12,759,982	14,047,245
Trade receivables	7,843,285	11,768,573
Current Financial Receivables	6,000,000	-
Other current assets	2,311,795	1,552,461
Cash and cash equivalents	4,485,141	2,618,664
Non-current assets classified as held for sale	-	22,616,359
Total current assets	20,640,220	38,556,058
Total Assets	33,400,201	52,603,303

EQUITY AND LIABILITIES

EQUITY

Share capital	2,334,303	2,334,303
Share Premium	-	7,131,309
Legal reserve	466,861	466,861
Reserve for <i>fair value assets</i>	-	19,941,979
Own shares	(749,031)	(749,031)
Retained earnings (losses) carried forward at 31/12/2009	6,983,081	(8,050,109)
Total equity	9,035,213	21,075,311

Liabilities

Trade payables	11,855,766	13,381,812
Employee benefits	138,958	228,639
Provisions	1,048,650	1,617,379
Other non-current liabilities	885,847	-
Deferred tax liabilities	1,010,011	1,316,246
Total non-current liabilities	14,939,232	16,544,077
Bank overdrafts	-	1,870,793
Interest-bearing loans and borrowings	1,651,056	2,453,261
Trade payables	5,636,445	8,756,910
Other payables	1,504,860	1,367,629
Tax payables	633,395	535,322
Total current liabilities	9,425,756	14,983,915
Total liabilities	24,364,988	31,527,991
Total equity and liabilities	33,400,201	52,603,303

STATEMENT OF CHANGES IN EQUITY

In Euros

Description	31/12/2008	Profit (loss) allocation	Increases	(Decreases)	Other changes	31/12/2009
Share capital	2,334,303	-	-	-	-	2,334,303
Share premium	7,131,309	(7,131,309)	-	-	-	0
Legal reserve	466,861	-	-	-	-	466,861
<i>Fair value assets</i> reserve	19,941,979	(918,800)	-	(19,023,179)	-	-
Own shares	(749,031)	-	-	-	-	(749,031)
Other reserves	-	-	-	-	-	-
Total other reserves	19,659,808	(918,800)	-	(19,023,179)	-	(282,171)
Profit (loss) for the year	(8,050,109)	8,050,109	6,983,081	-	-	6,983,081
Total net equity	21,075,311	-	6,983,081	(19,023,179)	-	9,035,213

CASH-FLOW STATEMENT

As at 31 December 2009

In Euros

	2009	2008
Operating activities		
Profit (loss) for the year net of taxes	6,983,081	(8,050,109)
Adjustments for:		
Amortization and depreciation	3,719,646	4,889,505
Net changes in employee benefits	20,334	14,760
Deferred taxes	1,936,218	(900,528)
(Gains) losses from the sale of investments (subsidiaries)	(15,966,935)	(10,425,857)
(Gains) losses from the disposal of non-current assets	(123,404)	358,884
Impairment of investments	281,593	2,084,665
Impairment of tangible and intangible assets	13,145	2,400,256
Net changes in provisions	(568,729)	708,391
	(3,705,051)	(8,920,033)
(Increase) decrease in trade receivables	4,811,135	5,605,835
(Increase) decrease in other receivables	(759,334)	691,120
Increase (decrease) in trade and other payables	(2,885,161)	897,636
Income tax paid	-	-
Employee benefits paid	(110,015)	(14,099)
Cash flows from operating activities	(2,648,425)	(1,739,541)
Investing activities		
Sale (purchase) of property, plant and equipment	(1,491,154)	(925,450)
Proceeds from sale of machinery	248,411	125,883
Purchase of intangible assets	(2,001,675)	(1,068,643)
Sale of intangible assets	-	11,960
(Increase) decrease in non-current financial assets	-	-
Sale (purchase) of investments (subsidiaries)	11,153,973	9,623,892
Cash flows from investing activities	7,909,555	7,767,642
Financing activities		
Increase (decrease) in long-term loans	(2,328,251)	(2,770,666)
Other financing activities	804,389	(1,060,000)
Dividends paid	-	(237,507)
Cash flows from financing activities	(1,523,862)	(4,068,173)
Net increase (decrease) in cash and cash equivalents	3,737,269	1,959,927
Cash and cash equivalents at 1 January 2009	747,871	(1,212,056)
Cash and cash equivalents at 31 December 2009	4,485,140	747,871