

UR HOLDING S.p.A.

Legal seat in Viale Edison, 44 – Trezzano sul Naviglio
 Stated capital Euro 275.000,00 fully paid-in
 Fiscal Code and the inscription with the
 Milan Register of Enterprises n. 12867260155
 Inscribed with R.E.A. at n.1593724

Financial statements at 31/12/2005

Balance Sheet		
Assets	31/12/2005	31/12/2004
A) Accounts receivable from shareholders in respect of unpaid share capital		
B) Fixed assets		
<i>I. Intangible assets</i>		
1) Start-up and expansion costs		733
2) Research, development and advertising costs		
3) Industrial patent and intellectual property rights	17.023	22.873
4) Concessions, licenses, trademarks and similar right		
5) Goodwill		
6) Work-in-progress and advances		
7) Other intangible assets	1.982	1.363
	<u>19.005</u>	<u>24.969</u>
<i>II. Tangible assets</i>		
1) Land and buildings		
2) Plant and machinery	10.301	7.600
3) Industrial and commercial equipment		
4) Other assets	63.728	38.514
5) Work-in-progress and advances		
	<u>74.029</u>	<u>46.114</u>
<i>III. Financial assets</i>		
1) Shareholdings in:		
a) controlled undertakings	662.757	671.168
b) affiliated undertakings	7.747	7.747
	<u>670.504</u>	<u>678.915</u>
2) Accounts Receivables		
a) controlled undertakings		
- falling due within one year	949.666	1.030.424
- falling due after more than one year		
	<u>949.666</u>	<u>1.030.424</u>
3) Other securities		
4) Treasury shares		

Total fixed assets	1.713.204	1.780.422
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C) Current assets

I. Stock

1) Raw materials, subsidiary materials and consumables		
2) Work in process and semi-finished products		
3) Work in progress on order		
4) Finished products and goods	502.460	742.481
5) Payments on account (advances)		
		502.460
		742.481

II. Accounts receivable

1) From customers		
- falling due within one year	5.157.347	5.383.462
- falling due after more than one year		
		5.157.347
		5.383.462
2) From controlled undertakings		
- falling due within one year	1.839.033	1.281.657
- falling due after more than one year		
		1.839.033
		1.281.657
3) From affiliated undertakings		
4) From controlling companies		
4-bis) For tax receivables		
- falling due within one year	275.529	779
- falling due after more than one year		
		275.529
		779
4-ter) For tax assets		
- falling due within one year	263.317	532.505
- falling due after more than one year	2.468	2.881
		265.785
		535.386
5) Other accounts receivable		
- falling due within one year	6.245	31.951
- falling due after more than one year	13.519	13.495
		19.764
		45.446
		7.557.458
		7.246.730

III. Financial assets other than fixed assets

- 1) Shareholdings in controlled undertakings
- 2) Shareholdings in affiliated undertakings
- 3) Shareholdings in controlling companies
- 4) Other shareholdings
- 5) Treasury shares
- 6) Other securities

IV. Liquid assets

1) Bank and postal deposits	231.362	596.594
2) Cheques		
3) Cash and cash equivalents	502	399
		231.864
		596.993

Total current assets		8.291.782	8.586.204
D) Prepayments and accrued income			
- discounts on loans			
- others	46.439		43.211
		46.439	43.211
Total assets		10.051.425	10.409.837
Liabilities		31/12/2005	31/12/2004
A) Shareholders' equity			
I. Share capital		275.000	275.000
II. Share premium reserve		2.545.347	2.545.347
III. Revaluation reserve			
IV. Legal reserve		55.000	37.165
V. Statutory reserve shares			
VI. Reserves for own shares in portfolio			
VII. Other reserves			
Extraordinary reserves	457.965		
Other reserves	(2)		
Provision due to law 113			18.076
	18.076	476.039	18.076
VIII. Retained earnings (loss) carry forwards			
IX. Profit (loss) for the year		305.279	475.800
Total shareholders' equity		3.656.665	3.351.388
B) Provisions for liabilities and charges			
1) Provision for pensions and similar obligations		618.925	618.925
2) Provision for deferred income taxes			
3) Other provisions		618.848	618.848
Total provisions for liabilities and charges		1.237.773	1.237.773
C) Employees' leaving indemnity		324.124	263.658
D) Accounts Payables			
1) Bonds			
2) Convertible bonds			
3) Accounts payable to owners for loans			
- falling due within one year	1.937.122		1.937.122
- falling due after more than one year			
		1.937.122	1.937.122
4) Accounts payable to banks			
- falling due within one year			

- falling due after more than one year			
5) Accounts payable to third party lenders			
6) Payments received on account (advances)			
7) Accounts payable to suppliers			
- falling due within one year	1.667.076		1.827.288
- falling due after more than one year			
		1.667.076	1.827.288
8) Accounts payable represented by negotiable instruments			
9) Accounts payable to controlled undertakings			
- falling due within one year	113.220		281.379
- falling due after more than one year			
		113.220	281.379
10) Accounts payable to affiliated undertakings			
- falling due within one year	14.292		14.587
- falling due after more than one year			
		14.292	14.587
11) Accounts payable to controlling companies			
12) Taxes payable			
- falling due within one year	163.794		435.082
- falling due after more than one year			
		163.794	435.082
13) Accounts payable to social security institutions			
- falling due within one year	61.628		68.827
- falling due after more than one year			
		61.628	68.827
14) Other accounts payable			
- falling due within one year	827.107		931.041
- falling due after more than one year			
		827.107	931.041
Total accounts payables		4.784.239	5.495.326
E) Accrued liabilities and deferred income			
- loan interests			
- other accrued liabilities and deferred income	48.624		61.692
		48.624	61.692
Total shareholders' equity and liabilities		10.051.425	10.409.837
Memo accounts		31/12/2005	31/12/2004
1) Third parties' assets at the company's assets		1.434	5.063
2) Risks		2.129.000	1.610.000
Total memo accounts		2.130.434	1.615.063

Profit and loss account		31/12/2005	31/12/2004
A) Revenues			
		19.757.973	18.369.851
1)	From sales and services		
2)	Changes in stocks of work in process, semi-finished and finished products		
3)	Work in progress on order		
4)	Capitalised internal work in progress		
5)	Other revenues:		
	- miscellaneous	2.385	1.804
Total revenues		19.760.358	18.371.655
B) Expenses			
6)	Raw materials, subsidiary materials, consumables and goods	15.472.446	13.940.516
7)	Services	1.751.785	1.811.170
8)	Rent/lease	171.856	151.426
9)	Personnel costs		
a)	salaries and wages	848.194	780.933
b)	social contributions	297.055	269.699
c)	employees' leaving indemnity	67.603	56.886
		1.212.852	1.107.518
10)	Depreciation and value adjustments		
a)	depreciation of intangible assets	7.163	9.209
b)	depreciation of tangible assets	20.161	13.262
c)	other value adjustments	81.087	
d)	write down of accounts receivable recorded among current assets and liquid assets		26.806
		108.411	49.277
11)	Changes in raw materials, subsidiary materials, consumables and goods	240.021	326.099
12)	Accruals to provisions for liabilities and charges		
13)	Other accruals		
14)	Miscellaneous running costs	15.231	16.304
Total expenses		18.972.602	17.402.310
Difference between revenues and expenses(A-B)		787.756	969.345
C) Financial income and costs			
15)	Income from shareholdings		
16)	Other financial income:		
d)	other income:		
	- from controlled undertakings	49.031	51.623
	- other income	6.703	1.718
		55.734	53.341
17)	Interest and other financial costs:		
	- others financial costs	(129.985)	(137.077)

		(129.985)	(137.077)
17-bis) Exchange profit and loss		28.207	18.645
Total financial income and costs		(46.044)	(65.091)
D) Value adjustments of financial assets			
18) Write-ups			
19) Write downs:			
a) of shareholdings	8.411		
b) of financial assets	80.758		
		(89.169)	
Total value adjustments to financial assets		(89.169)	
E) Extraordinary income and costs			
20) Income:			
- other extraordinary income	108.933		2.885
		108.933	2.885
21) Expenses:			
- taxes of previous years			
- other extraordinary costs	34.586		4.597
		34.586	4.597
Total extraordinary income and costs		74.347	(1.712)
Result before taxes (A-B±C±D±E)		726.890	902.542
22) Taxes on the income for the year			
a) Current taxes	152.010		117.375
b) Deferred taxes	269.601		309.367
		421.611	426.742
23) Profit (loss) of the year		305.279	475.800

The President of the Board of Directors
Giovannbattista Laghezza