



## PRESS RELEASE

### THE BOARD OF DIRECTORS APPROVES THE INTERIM FINANCIAL REPORT AT JUNE 30, 2014

#### - THE MAIN ECONOMIC-FINANCIAL INDICATORS SHOW GROWTH AT CONSTANT SCOPE OF CONSOLIDATION AND EXCHANGE RATES

- Net revenues increase in all geographic regions at constant scope of consolidation and exchange rates (+9.1%);
- EBITDA up at constant scope of consolidation and exchange rates (+5.1%);
- Strong performance in Latin America, Africa and Europe;
- Group EBIT up 16.2 million euros at constant scope of consolidation and exchange rates;
- 2014 guidance confirmed: net revenues and EBITDA up by 3% at constant exchange rates and scope of consolidation and excluding the effect of hyperinflation.

Consolidated Financial Highlights of the Group			
Amounts in millions of euros	First half 2014	First half 2013	% change
<b>Net revenues</b>	2,617.9	2,594.8	+0.9%
<b><i>Net revenues at constant scope of consolidation and exchange rates and excluding the effects of hyperinflation</i></b>	<i>2,807.7</i>	<i>2,574.4</i>	<i>+9.1%</i>
<b>EBITDA</b>	184.4	194.2	-5.1%
<b><i>EBITDA at constant scope of consolidation and exchange rates and excluding the effects of hyperinflation</i></b>	<i>211.7</i>	<i>201.3</i>	<i>+5.1%</i>
<b>Group EBIT</b>	132.7	128.0	+3.7%
<b><i>Group EBIT at constant scope of consolidation and exchange rates</i></b>	<i>144.2</i>	<i>128.0</i>	<i>+12.7%</i>
Amounts in millions of euros	6/30/14	12/31/13	% change
<b>Net financial assets</b>	975.2	1,065.6	-8.5%



Parmalat S.p.A. announces that its Board of Directors, meeting today under the chairmanship of Gabriella Chersicla, approved the Interim Financial Report at June 30, 2014.

## Parmalat Group

The advanced economies, led by the United States, continued to drive the global economy on a path of moderate expansion in the first six months of 2014. The slowdown in China remains a factor that penalizes the commodity-based currencies, such as the Canadian dollar, the Australian dollar and the South African rand. This development continued to have a particularly unfavorable foreign exchange effect on the results of the Parmalat Group in the second quarter of the year. With data at constant exchange rates and scope of consolidation and excluding the effects of hyperinflation, the Group's performance in the second quarter was significantly better than in the first three months of the year.

More specifically, **net revenues** increased to 2,617.9 million euros, or 23.2 million euros more (+0.9%) than the 2,594.8 million euros reported in the first half of 2013. With data at constant exchange rates and scope of consolidation - obtained by excluding the contribution of Balkis, acquired in July 2013, and Harvey Food and Beverage Ltd (Harvey Fresh), acquired in the second quarter of 2014 - and excluding the effects of hyperinflation in Venezuela, net revenues show a gain of 233.3 million euros (+9.1%), with a particularly strong contribution provided by the Latin America, North America and Africa sales regions. This gain reflects the effects of list price increases and sales of products with a higher unit value.

**EBITDA** amounted to 184.4 million euros, down 9.8 million euros (-5.1%) compared with 194.2 million euros in the first half of 2013. With data at constant exchange rates and scope of consolidation and excluding the effects of hyperinflation in Venezuela, EBITDA show an increase of 10.4 million euros (+5.1%), thanks to positive results achieved in the Latin America, Africa and Europe sales regions despite across-the-board increases in the cost of raw milk.

The Group's performance in the main geographic regions in which it operates is reviewed below.

The **Europe** sales region includes the subsidiaries that operate in Italy - which accounts for about 85% of the region's net revenues and 90% of its EBITDA - Russia, Portugal and Romania. The region's net revenues and EBITDA totaled 560.6 million euros and 48.8 million euros, respectively, in the first half of 2014. With data at constant exchange rates, net revenues and EBITDA show gains of 2.7% and 3.6%, respectively.

In **Italy**, the markets where Parmalat operates were characterized by a generalized contraction in consumption. The local subsidiary retained the leadership position in the UHT milk, pasteurized milk and UHT cream segments and confirmed its competitive position in the fruit beverage and yogurt segments. In this context, the company increased its investments in advertising to support key brands.

The **North America** sales region includes the subsidiaries that operate in Canada and the United States. In the first six months of 2014, net revenues totaled 1,102.2 million euros and EBITDA amounted to 82.9 million euros.

With data at constant exchange rates, the region's net revenues show a gain of 7.7% and EBITDA a decrease of 9.6% compared with the previous year. A sharp increase in the costs of raw milk in the United States accounts for the reduction in EBITDA.

More in detail, in **Canada**, even though consumption was down in the cheese market, Parmalat maintained its second-place competitive position at the national level and strengthened its leadership of the "snack" segment; in the milk and yogurt market, the local subsidiary confirmed



its positions despite highly competitive dynamics. During the first half of 2014, Parmalat Canada increased its investments in marketing.

In the **United States**, in the Parmalat's cheese target market, consumption held relatively steady in the first half of 2014. The local subsidiary, which operates in this market, confirmed its first-place competitive position in the ricotta, soft ripened and gourmet spreadable cheese segments. Parmalat is the market leader in the chunk mozzarella segment and retained its competitive position in the fresh mozzarella segment.

The **Latin America** sales region includes the subsidiaries that operate in Venezuela, Colombia, Ecuador, Paraguay, Brazil and Mexico. In the first half of 2014, net revenues totaled 352.2 million euros and EBITDA amounted to 40.3 million euros.

These data include the effect of hyperinflation in Venezuela and a negative translation effect, which reduced net revenues and EBITDA by about 48 million euros and 5.9 million euros, respectively, due mainly to the devaluation of the Venezuelan bolivar versus the euro.

With data at constant exchange rates and comparable scope of consolidation (excluding Balkis, acquired at the end of July 2013) and without the effects of hyperinflation, the results for this sales region show gains of 41.4% for net revenues and 215.3% for EBITDA compared with the first six months of 2013.

In **Venezuela**, the local subsidiary, which maintained its market position in the fruit beverage category despite a general contraction in consumption, reported remarkable growth, due primarily to list price adjustments made in response to the country's high level of inflation.

In the **Africa** sales region, which includes the subsidiaries that operate in South Africa, Zambia, Botswana, Swaziland and Mozambique, net revenues totaled 179.1 million euros and EBITDA amounted to 13.2 million euros in the first half of 2014.

These data reflect a negative translation effect, which reduced net revenues and EBITDA by about 36 million euros and 2.6 million euros, respectively, due mainly to the loss of value of the South African rand versus the euro.

With data stated at constant exchange rates, the results for the region show increases of 7.7% for net revenues and 16.6% for EBITDA.

In **South Africa**, Parmalat strengthened its leadership position in the flavored milk segment, despite a sharp reduction in consumption, and maintained its first-place competitive position in the cheese market, despite the increase in market share achieved by private labels. The local subsidiary also consolidated its competitive position in the yogurt segment.

In **Australia**, a country where following the acquisition of Harvey Fresh in the first half of 2014 Parmalat has become a fully national player, net revenues totaled 426.3 million euros and EBITDA amounted to 7.5 million euros. During the first six months of 2014, the value of the Australian dollar decreased significantly compared with the exchange rate applied in the same period last year; the resulting negative effect on net revenues and EBITDA amounted to about 62 million euros and 0.9 million euros, respectively.

With data at constant exchange rates and comparable scope of consolidation (excluding the newly acquired operations), net revenues and EBITDA show an increase of 2.9% and a decrease of 78.6%, respectively, compared with the previous year. The decrease in EBITDA is chiefly the result of the higher purchase cost of raw milk and other ingredients, which could not be recovered with list price adjustments due to strong competitive pressure.

The local subsidiary retained the leadership position in the market for pasteurized milk, increased its market share in the flavored milk and dessert segments and confirmed its competitive position in the yogurt market. In this context, it also increased investments in marketing to support key brands.



**Group EBIT** totaled 132.7 million euros, up 4.7 million euros compared with 128 million euros in the first half of 2013. With data at constant exchange rates and scope of consolidation the increase amounts to 16.2 million euros. An improved performance at the industrial level and an increased contribution by nonrecurring items are the main reason for this gain.

Depreciation and amortization expense and writedowns of non-current assets amounted to 62.3 million euros (67.5 million euros in the first half of 2013).

**Group interest in net profit** totaled 88.9 million euros, or 16.5 million euros less than the 105.4 million euros earned in the first half of 2013. The decrease amounts to 9.5 million euros with data at constant exchange rates and scope of consolidation.

This reduction, which reflects primarily the effect of higher income taxes for the period, due to a higher taxable income, and lower net financial income, was offset in part by the gain in EBIT.

**Net financial assets** totaled 975.2 million euros, or 90.4 million euros less than the 1,065.6 million euros held at December 31, 2013. This decrease is chiefly the result of the following factors: the cash flow absorbed by nonrecurring activities (88.5 million euros), consisting mainly of the acquisition of Harvey Food and Beverage Ltd, a dividend distribution of 53.5 million euros and a negative translation effect of 20.2 million euros. This decrease was offset in part by the cash flow generated by operating activities (45.1 million euros), the cash flow generated by financing activities (13.5 million euros) and net proceeds from litigation settlements (13.2 million euros).

## **PARMALAT S.p.A.**

The **net profit for the period** decreased to 47.6 million euros, or 3.4 million euro less than the 51 million euros reported in the first half of 2013. The main reasons for this decrease include a reduction in dividends received from investee companies (23.2 million euros, compared with 42.8 million euros in the first half of 2013) and a higher income tax expense resulting from a higher taxable income.

**Net financial assets** decreased to 838.6 million euros, down 17 million euros compared with 855.6 million euros at December 31, 2013. This decrease is the net result of the following items: a dividend distribution (52.8 million euros) and the disbursement of a medium/long-term loan provided to an Australian subsidiary for the acquisition of Harvey Food and Beverage Ltd (50 million euros). These negative factors were offset in part by the collection of VAT credits (45 million euros, including accrued interest), the collection of dividends from investee companies (20.1 million euros) and net proceeds from litigation settlements (13.1 million euros).

Liquid assets and other financial assets are invested in short-term instruments with Italian credit institutions.

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## **Business Outlook**

The Group reaffirms its growth expectations for net revenues and EBITDA, in line with the positive performance of recent years.

The presence of persisting unfavorable economic conditions, resulting from the high costs of raw materials and strong competitive pressure in the regions where the Group operates, characterized the first half of the year, during which the Parmalat Group steadily improved its profitability, starting in the second quarter, thanks to efficiency enhancing programs and list price adjustments.



## Guidance

For 2014, at constant exchange rates and scope of consolidation and excluding the effect of hyperinflation, Parmalat confirms a 3% growth estimate both for net revenues and EBITDA. The expectation of these positive results, despite a still negative market scenario projected for the second half of the year, is based on the strategic programs implemented by the Group, which include targeted price increases, investments in marketing and strengthening the presence in key geographic regions, alongside initiatives aimed at continuously improving operating efficiency.

\* \* \* \* \*

### **Disclaimer**

*This document contains forward looking statements, particularly in the section entitled "Business Outlook." Projections for the second half of 2014 are based, inter alia, on the Group's performance in the second quarter of 2014 and take into account trends in the months of July. The Group's performance is affected by exogenous variables that could have unforeseen consequences in terms of its results: these variables, which reflect the peculiarities of the different countries where the Group operates, are related to weather conditions and to economic, socio-political and regulatory factors.*

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## Conference Call with the Financial Community

The data of the Interim Financial Report at June 30, 2014 will be presented to the financial community on Friday, August 1, 2014, at 10:00 AM (CET) – 9:00 AM (GMT), in a conference call. The presentation will be followed by a Q&A session.

The conference call may be accessed through the following telephone numbers:

- 800 40 80 88 ; +39 06 33 48 68 68 ; +39 06 33 48 50 42  
Access code: \* 0

\* \* \* \* \*

*As required by Article 154 bis, Section 2, of the Uniform Financial Code (Legislative Decree No. 58/1998), Pierluigi Bonavita, in his capacity as Corporate Accounting Documents Officer of Parmalat S.p.A., declares that the accounting information provided in this press release is consistent with the information in the supporting documents and in the Company's books of accounts and other accounting records.*

\* \* \* \* \*

*The Interim Financial Report at June 30, 2014, together with the report of the independent auditors will be made available to the public within the deadline and in the manner required by current laws. The reports will also be available on the Company website: [www.parmalat.com](http://www.parmalat.com) → Investor Relations → Financial Reports.*

\* \* \* \* \*

*Schedules providing a condensed presentation of the income statement, statement of financial position and cash flow are annexed to this press release.*

\* \* \* \* \*

Parmalat S.p.A.

Milan, July 31, 2014



## Data by Geographic Region

<i>(amounts in millions of euros)</i>									
Region	First Half 2014			First Half 2013			Delta %		
	Revenues	EBITDA	EBITDA %	Revenues	EBITDA	EBITDA %	Revenues	EBITDA	
Europe	560.6	48.8	8.7	555.5	47.7	8.6	+0.9%	+2.3%	
North America	1,102.2	82.9	7.5	1,122.4	101.1	9.0	-1.8%	-18.0%	
Latin America	352.2	40.3	11.5	271.8	10.9	4.0	+29.6%	+269.4%	
Africa	179.1	13.2	7.4	199.4	13.6	6.8	-10.2%	-2.8%	
Australia	426.3	7.5	1.7	447.1	30.9	6.9	-4.6%	-75.9%	
Other <sup>1</sup>	-2.4	-8.2	n.s.	-1.4	-10.0	n.s.	n.s.	-17.3%	
<b>Group</b>	<b>2,617.9</b>	<b>184.4</b>	<b>7.0</b>	<b>2,594.8</b>	<b>194.2</b>	<b>7.5</b>	<b>+0.9%</b>	<b>-5.1%</b>	

Region represent the consolidated countries

1. Includes other non-core companies, eliminations between regions and Group's Parent Company costs

In order to improve comparability with the 2013 data, the table below presents the Group's results at constant exchange rates and comparable scope of consolidation and excluding the effects of hyperinflation in Venezuela:

<i>(amounts in millions of euros)</i>									
Region	I Half 2014			I Half 2013			Delta %		
	Revenues	EBITDA	EBITDA %	Revenues	EBITDA	EBITDA %	Revenues	EBITDA	
Europe	570.6	49.4	8.7	555.5	47.7	8.6	+2.7%	+3.6%	
North America	1,208.9	91.4	7.6	1,122.4	101.1	9.0	+7.7%	-9.6%	
Latin America	355.6	56.7	15.9	251.4	18.0	7.2	+41.4%	+215.3%	
Africa	214.7	15.8	7.4	199.4	13.6	6.8	+7.7%	+16.6%	
Australia	460.2	6.6	1.4	447.1	30.9	6.9	+2.9%	-78.6%	
Other <sup>1</sup>	-2.4	-8.2	n.s.	-1.4	-10.0	n.s.	n.s.	-17.3%	
<b>Group</b> (constant scope of consolid./ exchange rates) <sup>2</sup>	<b>2,807.7</b>	<b>211.7</b>	<b>7.5</b>	<b>2,574.4</b>	<b>201.3</b>	<b>7.8</b>	<b>+9.1%</b>	<b>+5.1%</b>	

Regions represent the consolidated countries

1. Includes other non-core companies, eliminations between regions and Group's Parent Company costs

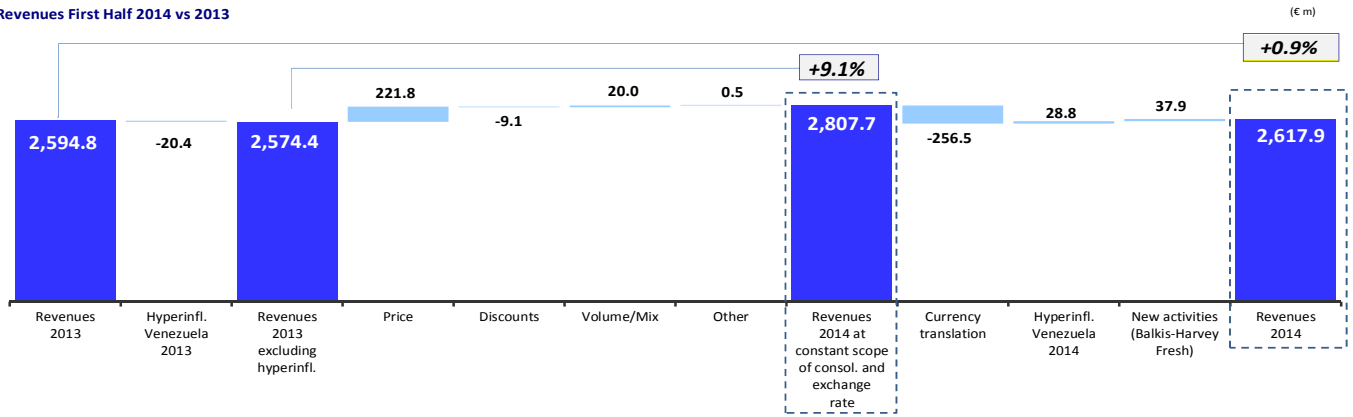
2. Excluding hyperinflation and activities acquired in the third quarter 2013 (Balkis) and in the second quarter 2014 (Harvey Fresh)



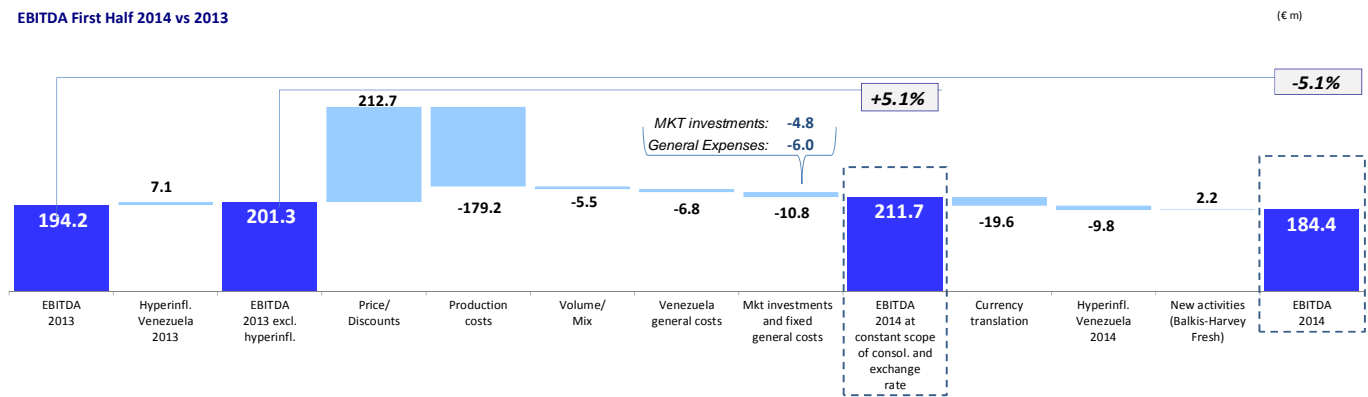
## Like for Like Net Revenues and EBITDA

The diagram below presents the main variables that determined the evolution of net revenues and EBITDA in the first half of 2014, compared with the same period the previous year.

Revenues First Half 2014 vs 2013



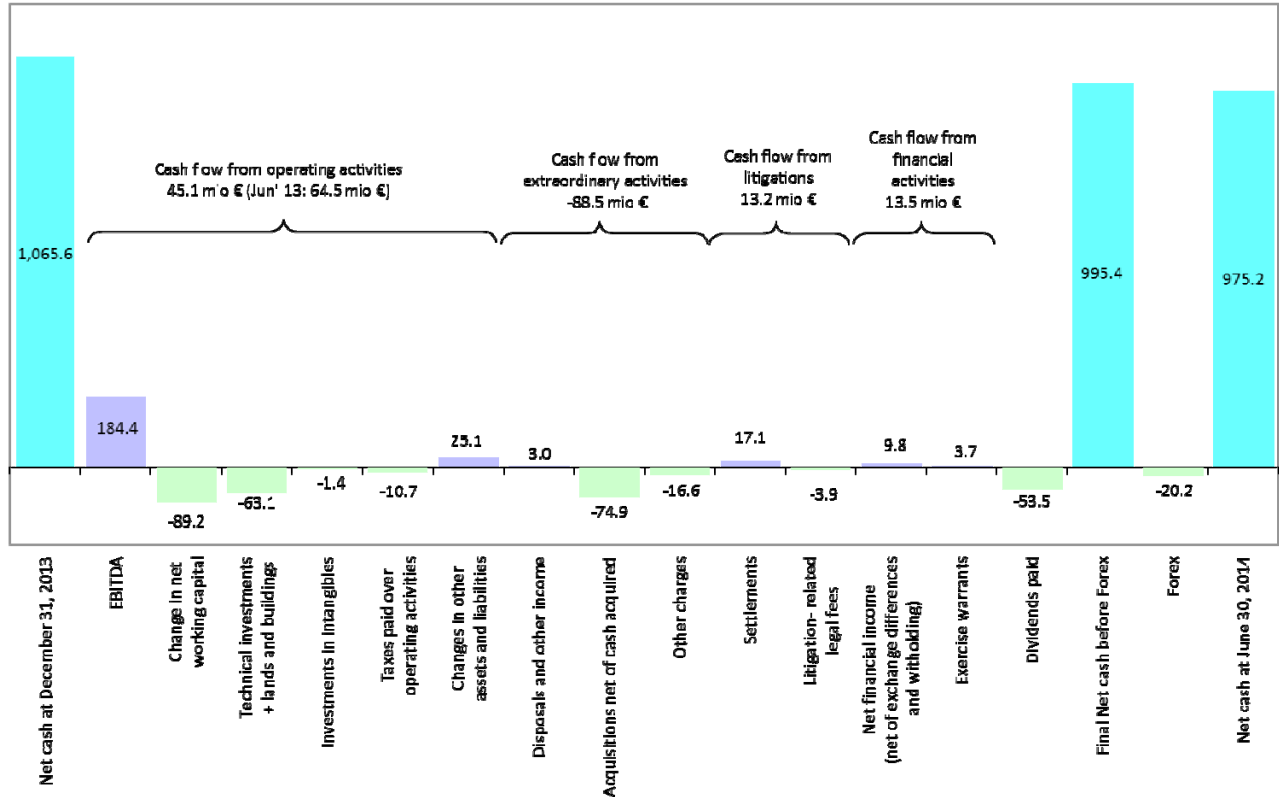
EBITDA First Half 2014 vs 2013





## Consolidated Statement of Cash Flows

### Consolidated Cash flow January 1 - June 2014







## Parmalat Group

### RECLASSIFIED CONSOLIDATED INCOME STATEMENT

(in millions of euros)

	First half 2014	First half 2013
<b>REVENUES</b>	<b>2,635.3</b>	<b>2,619.2</b>
Net revenues	2,617.9	2,594.8
Other revenues	17.4	24.4
<b>OPERATING EXPENSES</b>	<b>(2,447.9)</b>	<b>(2,423.1)</b>
Purchases, services and miscellaneous costs	(2,090.7)	(2,060.3)
Labor costs	(357.2)	(362.8)
<b>Subtotal</b>	<b>187.4</b>	<b>196.1</b>
Writedowns of receivables and other provisions	(3.0)	(1.9)
<b>EBITDA</b>	<b>184.4</b>	<b>194.2</b>
Depreciation, amortization and writedowns of non-current assets	(62.3)	(67.5)
Other income and expenses:		
- Litigation-related legal expenses	(1.7)	(2.0)
- Miscellaneous income and expenses	12.3	3.3
<b>EBIT</b>	<b>132.7</b>	<b>128.0</b>
Net financial income/(expense)	(0.1)	17.1
<b>PROFIT BEFORE TAXES</b>	<b>132.6</b>	<b>145.1</b>
Income taxes	(42.6)	(38.2)
<b>NET PROFIT FOR THE PERIOD</b>	<b>90.0</b>	<b>106.9</b>
Attributable to:		
Non-controlling interests	(1.1)	(1.5)
Owners of the parent	88.9	105.4
<b>Continuing operations:</b>		
Basic earnings per share (in euros)	<b>0.0487</b>	<b>0.0598</b>
Diluted earnings per share (in euros)	<b>0.0482</b>	<b>0.0591</b>



## Parmalat Group

### RECLASSIFIED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

<i>(in millions of euros)</i>	<b>6/30/14</b>	<b>12/31/13</b>
<b>NON-CURRENT ASSETS</b>	<b>2,198.3</b>	<b>2,113.6</b>
Intangibles	1,089.7	1,045.4
Property, plant and equipment	978.1	934.7
Non-current financial assets	61.7	63.6
Deferred-tax assets	68.8	69.9
<b>ASSETS HELD FOR SALE, NET OF CORRESPONDING LIABILITIES</b>	<b>2.6</b>	<b>2.4</b>
<b>NET WORKING CAPITAL</b>	<b>400.2</b>	<b>376.3</b>
Inventories	513.6	454.1
Trade receivables	465.1	439.9
Trade payables (-)	(591.9)	(578.2)
<b>Operating working capital</b>	<b>386.8</b>	<b>315.8</b>
Other assets	149.2	184.7
Other liabilities (-)	(135.8)	(124.2)
<b>INVESTED CAPITAL NET OF OPERATING LIABILITIES</b>	<b>2,601.1</b>	<b>2,492.3</b>
<b>PROVISIONS FOR EMPLOYEE BENEFITS (-)</b>	<b>(110.4)</b>	<b>(125.7)</b>
<b>PROVISIONS FOR RISKS AND CHARGES (-)</b>	<b>(335.2)</b>	<b>(335.6)</b>
<b>PROVISION FOR LIABILITIES FOR CONTESTED PREFERENTIAL AND PREDEDUCTION CLAIMS</b>	<b>(10.5)</b>	<b>(6.1)</b>
<b>NET INVESTED CAPITAL</b>	<b>2,145.0</b>	<b>2,024.9</b>
<b>Covered by:</b>		
<b>EQUITY</b>	<b>3,120.2</b>	<b>3,090.5</b>
Share capital	1,827.8	1,823.4
Reserve for creditor challenges and claims of late-filing creditors convertible into share capital	53.2	53.2
Other reserves and retained earnings	1,127.4	968.6
Profit for the period	88.9	221.0
Non-controlling interests	22.9	24.3
<b>NET FINANCIAL ASSETS</b>	<b>(975.2)</b>	<b>(1,065.6)</b>
Loans payable to banks and other lenders	118.7	137.4
Loans payable to investee companies	0.2	2.2
Other financial assets (-)	(232.0)	(264.9)
Cash and cash equivalents (-)	(862.1)	(940.3)
<b>TOTAL COVERAGE SOURCES</b>	<b>2,145.0</b>	<b>2,024.9</b>



## Parmalat Group

### STATEMENT OF CHANGES IN NET FINANCIAL POSITION IN THE FIRST HALF 2014

<i>(in millions of euros)</i>	First half 2014	First half 2013
<b>Net financial assets at beginning of period</b>	<b>(1,065.6)</b>	<b>(809.8)</b>
Changes during the period:		
- Cash flow from operating activities for the period	(107.4)	(131.5)
- Cash flow from investing activities	137.4	(41.9) <sup>1</sup>
- Accrued interest payable	5.3	4.3
- Cash flow from settlements	(13.2)	56.7
- Dividend paid	53.5	23.8
- Exercise of warrants	(3.7)	(1.8)
- Miscellaneous items	(1.7)	(2.3)
- Translation effect	20.2	25.2
Total changes during the period	90.4	(67.5)
<b>Net financial assets at end of period</b>	<b>(975.2)</b>	<b>(877.3)</b>

<sup>1</sup> Includes the proceeds (principal and interest) collected as a price adjustment on the LAG acquisition price in the amount of 102.4 million euros.

### BREAKDOWN OF NET FINANCIAL POSITION

<i>(in millions of euros)</i>	6/30/14	12/31/13
Loans payable to banks and other lenders	118.7	137.4
Loans payable to investee companies <sup>1</sup>	0.2	2.2
Other financial assets (-)	(232.0)	(264.9)
Cash and cash equivalents (-)	(862.1)	(940.3)
<b>Net financial assets</b>	<b>(975.2)</b>	<b>(1,065.6)</b>

<sup>1</sup> Owed to Wishaw Trading sa.

### RECONCILIATION OF CHANGE IN NET FINANCIAL ASSETS TO THE STATEMENT OF CASH FLOWS (Cash and Cash Equivalents)

<i>(in millions of euros)</i>	Cash and cash equivalents	Other financial assets	Gross indebtedness	Net financial assets
<b>Beginning balance at December 31, 2013</b>	<b>(940.3)</b>	<b>(264.9)</b>	<b>139.6</b>	<b>(1,065.6)</b>
Cash flow from operating activities for the period	(107.4)	-	-	(107.4)
Cash flow from investing activities	115.2	22.2	-	137.4
New borrowings	(6.0)	-	6.0	-
Loan repayments	27.9	-	(27.9)	-
Accrued interest payable	-	-	5.3	5.3
Cash flow from settlements	(13.2)	-	-	(13.2)
Dividend paid	53.5	-	-	53.5
Exercise of warrants	(3.7)	-	-	(3.7)
Miscellaneous items	-	0.6	(2.3)	(1.7)
Translation effect	11.9	10.1	(1.8)	20.2
<b>Ending balance at June 30, 2014</b>	<b>(862.1)</b>	<b>(232.0)</b>	<b>118.9</b>	<b>(975.2)</b>



## Parmalat S.p.A.

### RECLASSIFIED INCOME STATEMENT

<i>(in millions of euros)</i>	First half 2014	First half 2013 <i>pro forma</i> <sup>1</sup>	First half 2013
<b>REVENUES</b>	<b>447.0</b>	<b>444.4</b>	<b>407.0</b>
Net revenues	428.2	423.5	386.2
Other revenues	18.8	20.9	20.8
<b>OPERATING EXPENSES</b>	<b>(415.6)</b>	<b>(417.0)</b>	<b>(379.9)</b>
Purchases, services and miscellaneous costs	(357.0)	(360.5)	(328.8)
Labor costs	(58.6)	(56.5)	(51.1)
<b>Subtotal</b>	<b>31.4</b>	<b>27.4</b>	<b>27.1</b>
Writedowns of receivables and other provisions	(1.8)	(1.7)	(1.5)
<b>EBITDA</b>	<b>29.6</b>	<b>25.7</b>	<b>25.6</b>
Depreciation, amortization and writedowns of non-current assets	(15.0)	(16.5)	(14.4)
Other income and expenses:			
- Litigation-related legal expenses	(1.7)	(2.0)	(2.0)
- Miscellaneous income and expenses	12.7	(2.7)	(2.9)
<b>EBIT</b>	<b>25.6</b>	<b>4.5</b>	<b>6.3</b>
Net financial income (expense)	11.9	11.2	11.3
Other income from (charges for) equity investments	23.2	42.8	43.1
<b>PROFIT BEFORE TAXES</b>	<b>60.7</b>	<b>58.5</b>	<b>60.7</b>
Income taxes	(13.1)	(7.5)	(7.4)
<b>NET PROFIT FOR THE PERIOD</b>	<b>47.6</b>	<b>51.0</b>	<b>53.3</b>

<sup>1</sup> Following the merger by absorption of Carnini S.p.A., Latte Sole S.p.A. and Parmalat Distribuzione Alimenti S.r.l. into Parmalat S.p.A. in December 2013, a pro forma income statement was prepared that simulates, retrospectively, the effects of the merger at June 30, 2013.



## Parmalat S.p.A.

### RECLASSIFIED STATEMENT OF FINANCIAL POSITION

<i>(in millions of euros)</i>	<b>6/30/14</b>	<b>12/31/13</b>
<b>NON-CURRENT ASSETS</b>	<b>2,337.2</b>	<b>2,290.4</b>
Intangibles	359.0	361.6
Property, plant and equipment	152.7	158.8
Non-current financial assets	1,791.1	1,734.0
Deferred-tax assets	34.4	36.0
<b>ASSETS HELD FOR SALE, NET OF CORRESPONDING LIABILITIES</b>	<b>0.0</b>	<b>0.0</b>
<b>NET WORKING CAPITAL</b>	<b>3.1</b>	<b>30.4</b>
Inventories	51.1	46.9
Trade receivables	127.9	139.3
Trade payables (-)	(191.2)	(207.4)
<b>Operating working capital</b>	<b>(12.2)</b>	<b>(21.2)</b>
Other assets	58.5	94.7
Other liabilities (-)	(43.2)	(43.1)
<b>INVESTED CAPITAL NET OF OPERATING LIABILITIES</b>	<b>2,340.3</b>	<b>2,320.8</b>
<b>PROVISIONS FOR EMPLOYEE BENEFITS (-)</b>	<b>(27.1)</b>	<b>(26.0)</b>
<b>PROVISIONS FOR RISKS AND CHARGES (-)</b>	<b>(171.8)</b>	<b>(171.8)</b>
<b>PROVISION FOR LIABILITIES ON CONTESTED PREFERENTIAL AND PREDEDUCTION CLAIMS (-)</b>	<b>(10.1)</b>	<b>(5.7)</b>
<b>NET INVESTED CAPITAL</b>	<b>2,131.3</b>	<b>2,117.3</b>
<i>Covered by:</i>		
<b>EQUITY</b>	<b>2,969.9</b>	<b>2,972.9</b>
Share capital	1,827.8	1,823.4
Reserve for creditor challenges and claims of late-filing creditors convertible into share capital	53.2	53.2
Other reserves and retained earnings	1,041.3	986.8
Profit for the period	47.6	109.5
<b>NET FINANCIAL ASSETS</b>	<b>(838.6)</b>	<b>(855.6)</b>
Loans payable to banks and other lenders	0.0	0.2
Loans payable to (receivable from) investee companies	(104.3)	(106.7)
Other financial assets (-)	(205.4)	(235.5)
Cash and cash equivalents (-)	(528.9)	(513.6)
<b>TOTAL COVERAGE SOURCES</b>	<b>2,131.3</b>	<b>2,117.3</b>