



## PRESS RELEASE

### THE BOARD OF DIRECTORS APPROVES THE SEMIANNUAL REPORT AT JUNE 30, 2015

- NET REVENUE INCREASE AT CONSTANT EXCHANGE RATES AND SCOPE OF CONSOLIDATION AND EXCLUDING HYPERINFLATION IN VENEZUELA (+6%) AND CURRENT EXCHANGE RATES AND SCOPE OF CONSOLIDATION (+13.2%)
- EBITDA UP +10.3% AT CONSTANT EXCHANGE RATES AND SCOPE OF CONSOLIDATION AND EXCLUDING HYPERINFLATION IN VENEZUELA; DOWN AT CURRENT EXCHANGE RATES AND SCOPE OF CONSOLIDATION (-8.1%) DUE TO THE IMPACT OF THE HYPERINFLATION
- FOCUS ON INTEGRATING THE NEW ACQUISITIONS INTO THE GROUP WITH FULL RESULTS IN THE SECOND HALF OF THE YEAR

- Positive performance in terms of profitability in the United States and the Africa, Europe and Australia sales regions;
- As expected, recent acquisitions in Brazil (*LBR*) and Italy (*Latterie Friulane*) feel the impact of the reorganization process, while those in Australia (*Longwarry*) and Mexico (*Esmeralda*) are adversely affected by the trend in powdered milk and cheese prices;
- Difficult situation in Venezuela due to the acceleration of the inflation rate (negative impact on EBITDA);
- Profit for the period +5.7% at constant exchange rates and scope of consolidation and excluding the effect of hyperinflation; decreasing at current exchange rates and scope of consolidation, due mainly to the effect of hyperinflation in Venezuela in addition to a reduced contribution from nonrecurring transactions (litigation) and lower net financial income;
- 2015 guidance confirmed: +3% to +5% increase in net revenue and EBITDA at constant exchange rates and scope of consolidation and excluding the effect of hyperinflation in Venezuela; EBITDA increase by an additional 3% taking into account the new acquisitions and considering the ongoing reorganization process.

Consolidated Financial Highlights of the Group				
(amounts in millions of euros)	First half 2015	First half 2014	Change at exchange rates and scope of consolidation	
			current (including hyperinflation)	constant (excluding hyperinflation)
<b>Net revenue</b>	2.962,6	2.617,9	+13.2%	+6.0%
<b>EBITDA</b>	169,4	184,4	-8.1%	+10.3%
<b>Profit for the period</b>	38,5	90,0	-57.2%	+5.7%
(amounts in millions of euros)	6/30/15	12/31/14		
<b>Net financial position</b>	730.9	1,119.1		



Parmalat S.p.A. announces that its Board of Directors, meeting today under the chairmanship of Gabriella Chersicla, approved the Semiannual Financial Report at June 30, 2015, the highlights of which are reviewed below.

## Parmalat Group

In the first half of 2015, the global economy, which continues to be driven by the advanced economies, grew at a moderate pace and the international context is characterized by a negative trend of prices not just for oil but for commodities in general.

The decline in oil prices had a particularly strong effect on Venezuela's balance of payments, with repercussions on the effectiveness of the country's foreign exchange system and inflationary dynamics that significantly affected the result of the local Parmalat subsidiary.

The same period witnessed a widespread decrease in the price of raw milk, albeit with significant regional differences, which helped to improve profitability in some areas where Parmalat operates, the United States in particular. While the reduction in the cost of raw milk generated benefits in term of product costs, it also caused a downward adjustment in sales prices and, in some cases, an impairment loss on the carrying amount of inventories consistent with the lower cost of raw milk; some subsidiaries also experienced an increase in the inventory of finished products and semifinished goods, with an increase in the cash absorbed by operating activities.

More specifically, **net revenue** increased to 2,962.6 million euros, up 344.6 million euros (+13.2%) compared with 2,617.9 million euros in the first six months of 2014. With data at constant exchange rates and comparable scope of consolidation—which is obtained by excluding the contribution of *Harvey Fresh* Group, acquired in Australia in the second quarter of 2014, and the results of the activities acquired in the first half of 2015 in Brazil, namely *Lácteos Brasil S.A. – Em Recuperação Judicial (LBR)*, in Italy (*Latterie Friulane*), in Australia (*Longwarry*) and in Mexico (*Esmeralda Group*)—and excluding the effects of hyperinflation in Venezuela, the gain in net revenue amounts to 152.5 million euros (+6%), with a particularly significant contribution provided by the Latin America, Africa and Australia sales regions. Price list increases and sales of more profitable products account for most of this improvement.

**EBITDA** totaled 169.4 million euros, or 15 million euros less (-8.1%) than the 184.4 million euros earned in the first six months of 2014, due mainly to the accounting of hyperinflation in Venezuela. With data at comparable exchange rates and scope of consolidation and excluding the effects of hyperinflation in Venezuela, the EBITDA increase amounts to 19.9 million euros (+10.3%), reflecting growth in all of the areas where the Group operates, particularly in Africa, Europe and Australia. A steady improvement in operating efficiency and the optimization of promotional programs in those market where the purchase price of raw milk decreased are the main reasons for this increase.

For a better understanding of the data, it is important to keep in mind that the first half of 2015 was characterized by the consolidation of the results of some recent acquisitions. In the case of the *LBR* production units in Brazil and *Latterie Friulane* in Italy, the Parmalat Group is restructuring poorly performing business operations with the aim of helping them achieve profitability levels in line with its standards. In the case of *Longwarry* in Australia and the *Esmeralda Group* in Mexico, the results for the period reflect the impact of a significant exposure to the price of powdered milk (*Longwarry*) and cheese (*Esmeralda*).



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

The **Europe sales region** includes the subsidiaries that operate in Italy, Russia, Portugal and Romania. The region reported net revenue of 543.2 million euros and EBITDA of 53.2 million euros in the first half of 2015. The significant devaluation of the ruble versus the euro, which began in the second half of last year, had a negative impact on the sales region's net revenue and EBITDA amounting to about 15.7 million euros and 1 million euros, respectively.

Results with data at constant exchange rates show net revenue decreasing by 2.6% and EBITDA increasing by 11.4%.

In **Italy**, which accounts for about 90% both of the net revenue and EBITDA of the Europe sales region, the markets in which Parmalat operates continued to be characterized by a generalized contraction in consumption. Nevertheless, the local subsidiary confirmed its position as the leader in the UHT milk category and the pasteurized milk segment (considering all sales channels). In addition, Parmalat strengthened its first-place competitive position in the UHT cream segment, increasing its market share thanks to a strong performance by the *Chef* brand, and confirmed its position in the fruit beverage and yogurt categories.

The **North America sales region**, which includes the subsidiaries that operate in Canada and the United States, generated net revenue of 1,172.6 million euros and EBITDA of 96 million euros in the first six months of 2015.

The significant increase in the value of the U.S. dollar and Canadian dollar versus the euro had a positive impact on net revenue and EBITDA amounting to about 142 million euros and 12.2 million euros, respectively.

With data at constant exchange rates, the net revenue of the North America sales region show a reduction of 6.5% and EBITDA a gain of 1.1% compared with the previous year.

In **Canada**, where consumption was down in the main markets in which Parmalat operates, the Business Unit confirmed its second-place competitive position in the cheese market, retaining the leadership position in the "snack" segment. In addition, the local subsidiary maintained its positions in the milk market and the yogurt market. In the latter category, at the beginning of the year, it launched a new product in the "Greek Yogurt" segment under the brand *Astro Athentikos* with positive initial results.

In the **United States of America**, despite a net revenue decrease, with data stated in the local currency, due to a reduction in the sales prices of indexed products, the profitability of the subsidiary improved significantly compared with the previous year (+41.3% with data in the local currency), thanks to favorable terms for the procurement of raw milk and strong sales in the cheese area (which accounts for 70% of total volumes). In this context, Parmalat confirmed its position as the market leader in the chunk mozzarella, ricotta and soft ripened cheese categories, held unchanged its market positions in the fresh mozzarella and snack cheese market segments and strengthened its position in the feta cheese category. In the second quarter, sales of ingredients also showed signs of improvement.

The **Latin America sales region** includes the subsidiaries that operate in Venezuela, Colombia, Ecuador, Paraguay, Mexico and Brazil and other smaller operations. The Group strengthened its presence in this region with the acquisition of *LBR* in Brazil, in January 2015, and the acquisition in Mexico, Uruguay and Argentina of companies specialized in the production and distribution of cheese (*Esmeralda Group*), in the second quarter of 2015. The activities acquired from *LBR* were adversely affected by the challenge of restarting production after a partial stoppage during composition with creditors proceedings, which made products unavailable at points of sale and, consequently, reported negative EBITDA for the first half of the year (-5.7 million euros). Nevertheless, the second quarter showed an improvement compared with the first three months of the year, thanks to effective programs that management is implementing to enable these business operations to return to full operating capacity, and a further rebound in profitability is expected in the second half of the 2015.



In the first half of 2015, excluding the effect of the hyperinflation adjustment, net revenue amounted to 468.6 million euros and EBITDA totaled 29.7 million euros.

With data at constant exchange rates and comparable scope of consolidation (excluding *LBR* and *Esmeralda*) and without the effects of hyperinflation, net revenue and EBITDA show gains of 67.1% and 12.1%, respectively. The negative translation effect, caused mainly by the devaluation of the Venezuelan bolivar versus the euro, reduced net revenue by about 164 million euros and EBITDA by 21 million euros.

In **Venezuela**, in a context that remains uncertain, both from an economic and political standpoint, the local subsidiary reported strong gains in sales of pasteurized milk, yogurt and cheese.

In the **Africa sales region**, which includes the subsidiaries that operate in South Africa, Zambia, Botswana, Swaziland and Mozambique, net revenue amounted to 217 million euros and EBITDA totaled 16.6 million euros in the first half of 2015.

These data reflect a positive translation effect, which boosted net revenue and EBITDA by about 19 million euros and 1.5 million euros, respectively, due mainly to the increase in the value of the South African rand versus the euro.

With data stated at constant exchange rates, the region's results show increases of 10.4% for net revenue and 14.7% for EBITDA. The positive performance achieved in the Africa sales region is the result of an increase in sales volumes, made possible in part by a greater availability of raw milk.

In **South Africa**, Parmalat continued to hold a firm grip on the leadership position in the flavored milk market, thanks to its *Steri Stumpie* brand, which accounts for more than half of the total market on a value basis, and strengthened its first-place competitive position in the cheese segment, significantly increasing its value market share. In the UHT milk and yogurt markets, the local subsidiary retained its second-place competitive position.

In **Australia**, net revenue amounted to 504.5 million euros and EBITDA of the period totaled 11.3 million euros.

The appreciation of the local currency compared with the exchange rate applied in the same period last year generated a positive effect on net revenue and EBITDA of about 21 million euros and 0.6 million euros, respectively.

With data at constant exchange rates and comparable scope of consolidation, excluding the newly acquired *Harvey Fresh* and *Longwarry* activities, the Australian operations shows a gain in net revenue and rising EBITDA, thanks to the containment of overheads and distribution costs and lower costs paid for raw milk.

The local subsidiary retained the market leader position in the pasteurized milk segment and held unchanged its competitive positions in the yogurt and flavored milk categories, thanks to a strong performance by its *Oak* brand. In the dessert market, despite a significant decrease in consumption, Parmalat significantly increased its value market share, achieving the leadership position in this category thanks to a strong performance by its *Pauls* brand.

**Group EBIT** amounted to 87.4 million euros, for a decrease of 45.3 million euros compared with 132.7 million euros reported at June 30, 2014. This change is mainly due to the hyperinflation in Venezuela and to a lower contribution from nonrecurring transactions, caused by a decrease in proceeds from actions to void and actions for damages, offset only in part by improved results by the industrial operations.

At constant scope of consolidation and exchange rates and excluding the effects of hyperinflation in Venezuela, the Group EBIT show an increase of 2.4%.

Depreciation and amortization expense and impairment losses on non-current assets totaled 75.5 million euros (62.3 million euros in the first half of 2014). Recent acquisitions are the main reasons for this increase.



The **profit for the period** amounted to 38.5 million euros, down 51.5 million compared with 90 million in the first half of 2014. This reduction reflects the impact of hyperinflation and, as stated above, reductions both in the contribution from nonrecurring transactions and in net financial income, the latter due to lower yields on invested liquidity.

At constant scope of consolidation and exchange rates and excluding the effects of hyperinflation in Venezuela, the profit for the period shows an increase of 5.7%.

The **net financial position** amounted to 730.9 million euros, down 388.2 million euros, compared with 1,119.1 million euros at December 31, 2014. The main reasons for this decrease include: the cash absorbed by non-recurring transactions, for 258.9 million euros, mainly concerning the acquisitions of some production units of *Lácteos Brasil S.A.*, of *Longwarry Food Park Pty Ltd in Australia*, of a group of companies operating mainly in Mexico and of the business operations of *Consorzio Cooperativo Latterie Friulane S.C.A.*; the cash absorbed by operating activities, for 115.4 million euros, including 28.3 million euros attributable to the new acquisitions; and the payment of dividends, for 30.2 million euros.

This decrease was offset in part by net proceeds from litigation settlements totaling 5.1 million euros and the cash generated by financing activities, amounting to 1.2 million euros.

It is worth mentioning that, early in July, the Group's net financial position decreased, due to the closing of the acquisition of the dairy division of *BRF S.A.*, with a stipulated purchase price of US\$ 697.7 million (equal to 623.6 million euros) at June 30. The net disbursement amounted to 573.2 million euros, thanks to the hedging transactions executed immediately after the signing of the purchase contract in December 2014.

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

The **profit for the period** decreased to 27.5 million euros, or 20.1 million euros less than the 47.6 million euros earned in the first half of 2014. This decrease mainly reflects the combined effect of a reduction in EBIT (which is mainly the result of a lower contribution from nonrecurring transactions, caused by a decrease in proceeds from actions to void and actions for damages), lower net financial income (down from 11.9 million euros to 6.4 million euros, due to lower yields on invested liquidity) and a contraction in dividends and other income from investee companies (11.3 million euros compared with 23.2 million euros in the first half of 2014).

The **net financial position** decreased from 758.8 million euros at December 31, 2014 to 43.5 million euros at June 30, 2015, for a reduction of 715.3 million euros. This decrease is attributable for the most part to the financial support provided to foreign subsidiaries for the purpose of completing the acquisitions in Latin America (*Esmeralda* and *BRF's* dairy division) and reflects a partial utilization (150 million euros) from a facility obtained in the second quarter of 2015.

The remaining cash and cash equivalents is invested in short-term instruments with counterparties belonging to top banking groups.

\*\*\*\*\*

## **Business Outlook**

In the first half of 2015, the global economy provided confirmation of moderate growth driven by the advanced economies, with a slowing of the emerging economies.

In addition, particularly starting in the second quarter, there was evidence of widespread decreases in the cost of raw milk, with a corresponding impact on sales prices of dairy products.





In this context the Group confirms its growth estimates, at constant scope of consolidation, consistent with its development targets for the second half of the year.

The recently acquired business activities in South America and Australia are feeling the impact of challenging conditions in the markets in which they operate. In addition, they are undergoing scheduled and complex reorganization processes that will continue in the second half of the year.

## 2015 Guidance

For 2015, at constant exchange rates and scope of consolidation and excluding the effect of hyperinflation, the Parmalat Group confirms estimates of net revenue and EBITDA growing at a rate of about 3% to 5%.

The performance of the new companies acquired in the first half of 2015 and, specifically, the expectations for the dairy division of BRF in Brazil justify projections of further growth of about 8% for revenues and about 3% for EBITDA, basically in line with expectations. Specifically, these data are at lower end of the ranges of the guidance provided on earlier occasions, which projected gains between 8% and 10% for revenues and between 3% and 5% for EBITDA. This clarification is motivated by a better understanding of the challenges entailed by the abovementioned reorganization processes.

\* \* \* \* \*

### **Disclaimer**

*This document contains forward looking statements, particularly in the section entitled "Business Outlook". Projections for the second half of 2015 are based, inter alia, on the Group's performance in the second quarter of 2015 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.*

\* \* \* \* \*

## Conference Call with the Financial Community

The data of the Semiannual Financial Report will be presented to the financial community on Friday, July 31, 2015, at 3:00 PM (CET) – 2:00 PM (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, 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 Semiannual Financial Report at June 30, 2015, together with the report of the independent auditors are 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 30, 2015



## Data by Geographic Region

<i>(amounts in millions of euros)</i>									
Region	First Half 2015			First Half 2014			Delta %		
	Net Revenue	EBITDA	EBITDA %	Net Revenue	EBITDA	EBITDA %	Net Revenue	EBITDA	
Europe	543.2	53.2	9.8	560.6	48.8	8.7	-3.1%	+9.1%	
North America	1,172.6	96.0	8.2	1,102.2	82.9	7.5	+6.4%	+15.8%	
Latin America	468.6	29.7	6.3	323.4	50.1	15.5	+44.9%	-40.8%	
Africa	217.0	16.6	7.7	179.1	13.2	7.4	+21.2%	+25.9%	
Australia	504.5	11.3	2.2	426.3	7.5	1.7	+18.3%	+51.9%	
Other <sup>1</sup>	(8.1)	(8.4)	n.s.	(2.4)	(8.2)	n.s.	n.s.	-2.4%	
<b>Group excl. hyperinflation</b>	<b>2,897.8</b>	<b>198.4</b>	<b>6.8</b>	<b>2,589.1</b>	<b>194.2</b>	<b>7.5</b>	<b>+11.9%</b>	<b>+2.2%</b>	
Hyperinflation in Venezuela	64.8	(29.0)	n.s.	28.8	(9.8)	n.s.	n.s.	n.s.	
<b>Group</b>	<b>2,962.6</b>	<b>169.4</b>	<b>5.7</b>	<b>2,617.9</b>	<b>184.4</b>	<b>7.0</b>	<b>+13.2%</b>	<b>-8.1%</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 2014 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	First Half 2015			First Half 2014			Delta %		
	Net revenue	EBITDA	EBITDA %	Net revenue	EBITDA	EBITDA %	Net revenue	EBITDA	
Europe	546.2	54.3	9.9	560.6	48.8	8.7	-2.6%	+11.4%	
North America	1,031.0	83.8	8.1	1,102.2	82.9	7.5	-6.5%	+1.1%	
Latin America	540.3	56.2	10.4	323.4	50.1	15.5	+67.1%	+12.1%	
Africa	197.6	15.1	7.7	179.1	13.2	7.4	+10.4%	+14.7%	
Australia	405.0	11.3	2.8	398.1	5.7	1.4	+1.7%	+97.2%	
Other <sup>1</sup>	(6.7)	(8.4)	n.s.	(2.4)	(8.2)	n.s.	n.s.	-2.4%	
<b>Group</b> (constant scope of consol. and exchange rates) <sup>2</sup>	<b>2,713.4</b>	<b>212.3</b>	<b>7.8</b>	<b>2,561.0</b>	<b>192.4</b>	<b>7.5</b>	<b>+6.0%</b>	<b>+10.3%</b>	

Region represent the consolidated countries.

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

2. Excl. hyperinflation and activities acquired in the second quarter 2014 (Harvey Fresh) and in the first half 2015 (LBR, Latterie Friulane, Longwarry and Esmeralda).



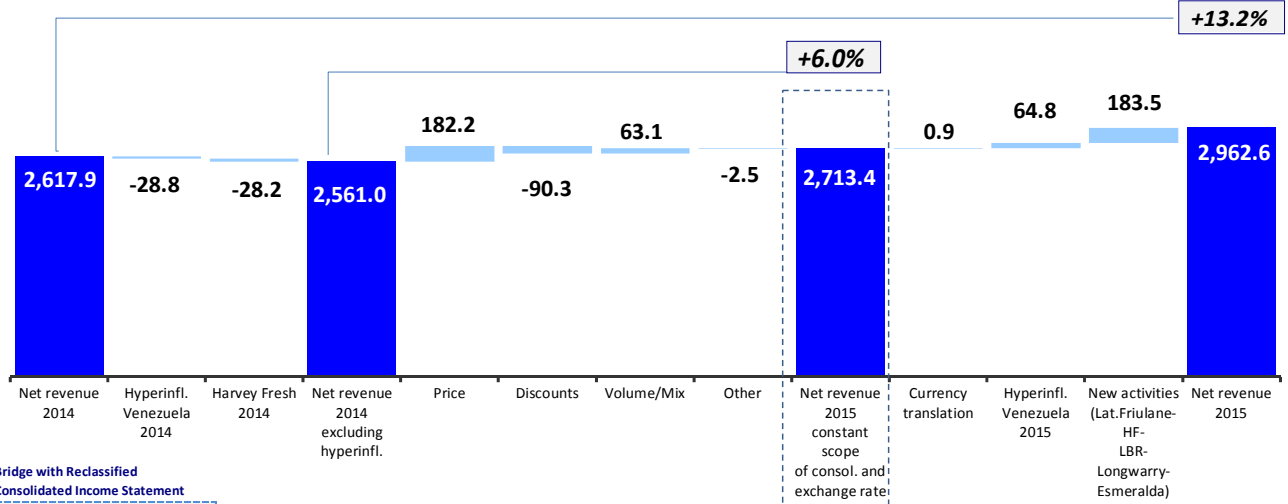


## Like for Like Net Revenue and EBITDA

The diagram below presents the main variables that determined the evolution of net revenue and EBITDA in 2015, compared with the previous year.

Net Revenue First Half 2015 vs 2014

(€ m)



Bridge with Reclassified

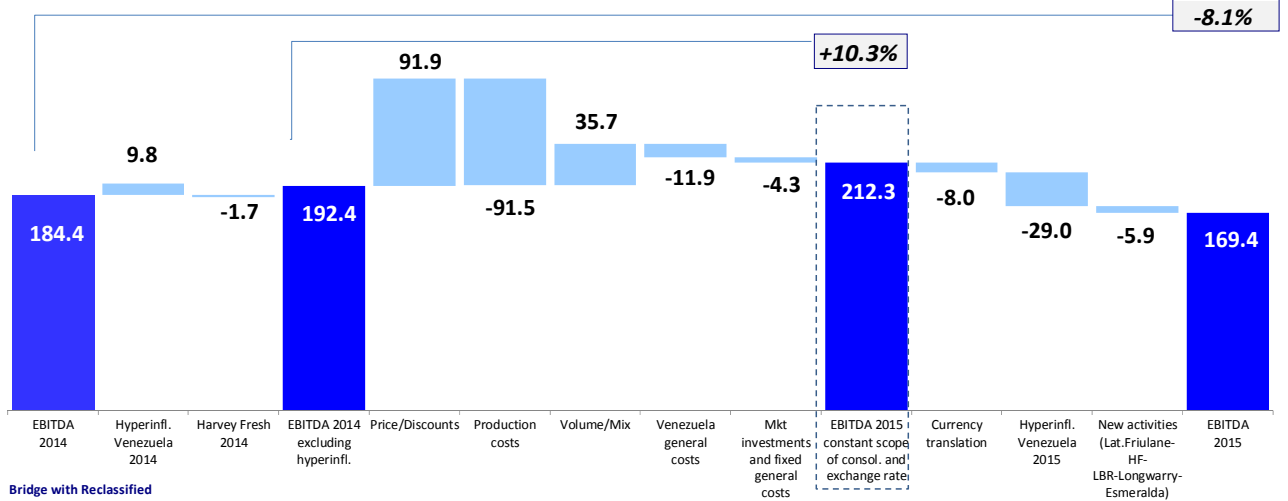
Consolidated Income Statement

Net revenue 2014	2,617.9
Δ Perimeter 15 vs 14:	155.2
Δ Hyperinf. 15 vs 14:	36.1
Δ Business 15 vs 14:	152.5
Currency translation 15:	0.9
Net revenue 2015	2,962.6

Difference between result of new activities 2015 (183.5 mln euros) and Harvey Fresh 2014 (28.2 mln euros)  
 Difference between hyperinfl. 2015 (64.8 mln euros) and hyperinfl. 2014 (28.8 mln euros)

EBITDA First Half 2015 vs 2014

(€ m)



Bridge with Reclassified

Consolidated Income Statement

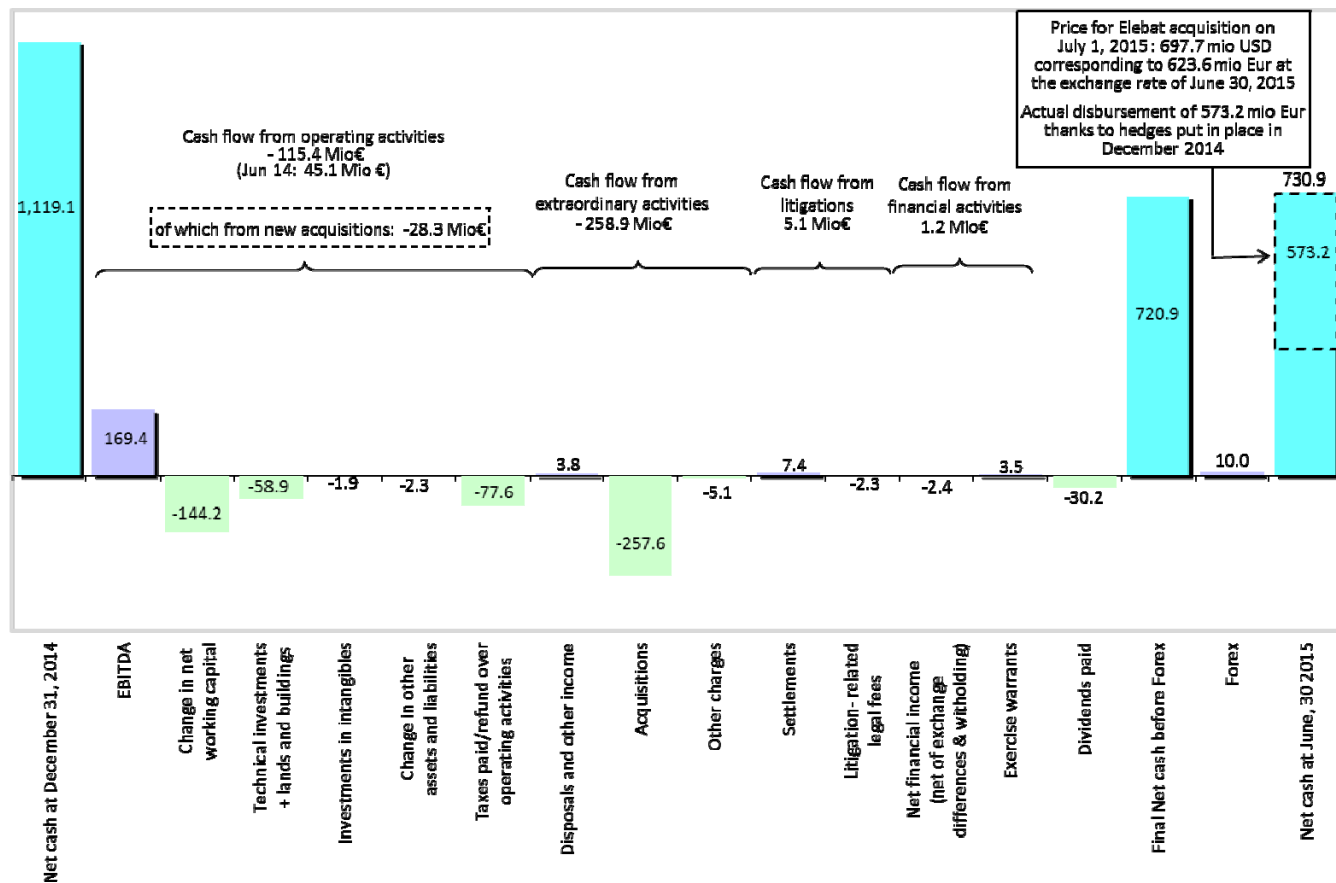
EBITDA 2014	184.4
Δ Perimeter 15 vs 14:	(7.5)
Δ Hyperinf. 15 vs 14:	(19.3)
Δ Business 15 vs 14:	19.8
Currency translation 15:	(8.0)
EBITDA 2015	169.4

Difference between result of new activities 2015 (-5.9 mln euros) and Harvey Fresh 2014 (1.7 mln euros)  
 Difference between hyperinfl. 2015 (-29 mln euros) and hyperinfl. 2014 (-9.8 mln euros)



## Consolidated Statement of Cash Flows

### Consolidated Cash Flow at June 30, 2015





## Parmalat Group

### RECLASSIFIED CONSOLIDATED INCOME STATEMENT

	First half 2015 (A)	$\Delta$ Scope of consolid. (June 2015 vs June) 2014) (B)	$\Delta$ Hyperinflation (June 2015 vs June 2014) (C)	First half 2015 pro forma at current exchange rates (D=A-B-C)	First half 2014
<i>(in millions of euros)</i>					
<b>REVENUE</b>	<b>2,980.3</b>	<b>155.6</b>	<b>36.4</b>	<b>2,788.3</b>	<b>2,635.3</b>
Net revenue	2,962.6	155.2	36.1	2,771.3	2,617.9
Other revenue	17.7	0.4	0.3	17.0	17.4
<b>OPERATING EXPENSES</b>	<b>(2,806.7)</b>	<b>(163.1)</b>	<b>(55.7)</b>	<b>(2,587.9)</b>	<b>(2,447.9)</b>
Purchases, services and miscellaneous costs	(2,393.4)	(141.6)	(46.7)	(2,205.1)	(2,090.7)
Personnel expense	(413.3)	(21.5)	(9.0)	(382.8)	(357.2)
<b>Subtotal</b>	<b>173.6</b>	<b>(7.5)</b>	<b>(19.3)</b>	<b>200.4</b>	<b>187.4</b>
Impairment losses on receivables and other provisions	(4.2)	0.0	0.0	(4.2)	(3.0)
<b>EBITDA</b>	<b>169.4</b>	<b>(7.5)</b>	<b>(19.3)</b>	<b>196.2</b>	<b>184.4</b>
Depreciation, amortization and impairment losses on non-current assets	(75.5)	(7.4)	(1.8)	(66.3)	(62.3)
Other income and expense:					
- Litigation-related legal expenses	(1.7)	0.0	0.0	(1.7)	(1.7)
- Miscellaneous income and expenses	(4.8)	(0.1)	(0.6)	(4.1)	12.3
<b>EBIT</b>	<b>87.4</b>	<b>(15.0)</b>	<b>(21.7)</b>	<b>124.1</b>	<b>132.7</b>
Net financial income/(expense)	(10.0)	(2.8)	(3.1)	(4.1)	(0.1)
Other income from (Charges for) equity investments	(0.4)	0.0	0.0	(0.4)	0.0
<b>PROFIT BEFORE TAXES</b>	<b>77.0</b>	<b>(17.8)</b>	<b>(24.8)</b>	<b>119.6</b>	<b>132.6</b>
Income taxes	(38.5)	1.6	(0.2)	(39.9)	(42.6)
<b>PROFIT FOR THE PERIOD</b>	<b>38.5</b>	<b>(16.2)</b>	<b>(25.0)</b>	<b>79.7</b>	<b>90.0</b>
Attributable to:					
Non-controlling interests	(0.9)	0.0	0.3	(1.2)	(1.1)
Owners of the parent	37.6	(16.2)	(24.7)	78.5	88.9
<b>Continuing operations:</b>					
Basic earnings per share	<b>0.0205</b>				<b>0.0487</b>
Diluted earnings per share	<b>0.0203</b>				<b>0.0482</b>



## Parmalat Group

### RECLASSIFIED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

<i>(in millions of euros)</i>	<b>6/30/15</b>	<b>12/31/14</b>
<b>NON-CURRENT ASSETS</b>	<b>2,549.6</b>	<b>2,234.0</b>
Intangible assets	1,262.9	1,104.7
Property, plant and equipment	1,143.9	996.5
Non-current financial assets	63.1	59.9
Deferred tax assets	79.7	72.9
<b>ASSETS HELD FOR SALE, NET OF CORRESPONDING LIABILITIES</b>	<b>12.7</b>	<b>12.5</b>
<b>NET WORKING CAPITAL</b>	<b>584.7</b>	<b>336.3</b>
Inventories	715.1	534.2
Trade receivables	524.8	487.0
Trade payables (-)	(677.3)	(642.5)
<b>Operating working capital</b>	<b>562.6</b>	<b>378.7</b>
Other assets	209.4	135.6
Other liabilities (-)	(187.3)	(178.0)
<b>INVESTED CAPITAL NET OF OPERATING LIABILITIES</b>	<b>3,147.0</b>	<b>2,582.8</b>
<b>EMPLOYEE BENEFITS (-)</b>	<b>(119.8)</b>	<b>(110.4)</b>
<b>PROVISIONS FOR RISKS AND CHARGES (-)</b>	<b>(356.9)</b>	<b>(338.9)</b>
<b>PROVISION FOR LIABILITIES FOR CONTESTED PREFERENTIAL AND PREDEDUCTION CLAIMS</b>	<b>(10.4)</b>	<b>(10.5)</b>
<b>NET INVESTED CAPITAL</b>	<b>2,659.9</b>	<b>2,123.0</b>
<i>Covered by:</i>		
<b>EQUITY</b>	<b>3,390.8</b>	<b>3,242.1</b>
Share capital	1,835.1	1,831.1
Reserve for creditor challenges and claims of late-filing creditors convertible into share capital	52.9	53.2
Other reserves and retained earnings	1,442.7	1,132.4
Profit for the period	37.6	203.1
Non-controlling interests	22.5	22.3
<b>NET FINANCIAL POSITION</b>	<b>(730.9)</b>	<b>(1,119.1)</b>
Loans payable to banks and other lenders	346.7	132.4
Loan liabilities with investee companies	0.0	0.2
Other financial assets (-)	(80.9)	(94.4)
Cash and cash equivalents(-)	(996.7)	(1,157.3)
<b>TOTAL COVERAGE SOURCES</b>	<b>2,659.9</b>	<b>2,123.0</b>



## Parmalat Group

### STATEMENT OF CHANGES IN NET FINANCIAL POSITION IN THE FIRST HALF OF 2015

<i>(in millions of euros)</i>	First half 2015	First half 2014
<b>Net financial position at beginning of period</b>	<b>(1,119.1)</b>	<b>(1,065.6)</b>
Changes during the period:		
- Cash flow from operating activities for the period	28.9	(107.4)
- Cash flow from acquisitions	257.6	74.9
- Cash flow from other investing activities	59.1	62.5
- Accrued interest expense	5.7	5.3
- Cash flow from settlements	(5.1)	(13.2)
- Dividend payments	30.2	53.5
- Exercise of warrants	(3.5)	(3.7)
- Miscellaneous items	25.3	(1.7)
- Translation effect	(10.0)	20.2
Total changes during the period	388.2	90.4
<b>Net financial position at end of period</b>	<b>(730.9)</b>	<b>(975.2)</b>

### BREAKDOWN OF NET FINANCIAL POSITION

<i>(in millions of euros)</i>	6/30/15	12/31/14
Loans payable to banks and other lenders	346.7	132.4
Loan liabilities with investee companies <sup>1</sup>	0.0	0.2
Other financial assets (-)	(80.9)	(94.4)
Cash and cash equivalents (-)	(996.7)	(1,157.3)
<b>Net financial position</b>	<b>(730.9)</b>	<b>(1,119.1)</b>

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

### RECONCILIATION OF CHANGE IN NET FINANCIAL POSITION 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>Opening balance at December 31, 2014</b>	<b>(1,157.3)</b>	<b>(94.4)</b>	<b>132.6</b>	<b>(1,119.1)</b>
Cash flow from operating activities for the period	28.9	-	-	28.9
Cash flow from acquisitions	207.8	(3.9)	53.7	257.6
Cash flow from other investing activities	39.7	19.4	-	59.1
New borrowings	(164.5)	-	164.5	-
Loan repayments	37.2	-	(37.2)	-
Accrued interest expense	-	-	5.7	5.7
Cash flow from settlements	(5.1)	-	-	(5.1)
Dividend payments	30.2	-	-	30.2
Exercise of warrants	(3.5)	-	-	(3.5)
Miscellaneous items	-	(1.1)	26.4	25.3
Translation effect	(10.1)	(0.9)	1.0	(10.0)
<b>Closing balance at June 30, 2015</b>	<b>(996.7)</b>	<b>(80.9)</b>	<b>346.7</b>	<b>(730.9)</b>



## Parmalat S.p.A.

### RECLASSIFIED INCOME STATEMENT

<i>(in millions of euros)</i>	First half of 2015	<i>amount for "Latterie Friulane business operations"</i>	First half 2014
<b>REVENUE</b>	<b>443.2</b>	<b>12.7</b>	<b>447.0</b>
Net revenue	427.0	12.7	428.2
Other revenue	16.2	0.0	18.8
<b>OPERATING EXPENSES</b>	<b>(408.7)</b>	<b>(12.8)</b>	<b>(415.6)</b>
Purchases, services and miscellaneous costs	(346.2)	(9.9)	(357.0)
Personnel expense	(62.5)	(2.9)	(58.6)
<b>Subtotal</b>	<b>34.5</b>	<b>(0.1)</b>	<b>31.4</b>
Impairment losses on receivables and other provisions	(1.9)	0.0	(1.8)
<b>EBITDA</b>	<b>32.6</b>	<b>(0.1)</b>	<b>29.6</b>
Depreciation, amortization and impairment losses on non-current assets	(14.1)	(0.6)	(15.0)
Other income and expense:			
- Litigation-related legal expenses	(1.7)	0.0	(1.7)
- Miscellaneous income and expense	2.1	0.0	12.7
<b>EBIT</b>	<b>18.9</b>	<b>(0.7)</b>	<b>25.6</b>
Net financial income/(expense)	6.4	0.0	11.9
Other income from (Charges for) equity investments	11.3	0.0	23.2
<b>PROFIT BEFORE TAXES</b>	<b>36.6</b>	<b>(0.7)</b>	<b>60.7</b>
Income taxes	(9.1)	0.2	(13.1)
<b>PROFIT FOR THE PERIOD</b>	<b>27.5</b>	<b>(0.5)</b>	<b>47.6</b>





## Parmalat S.p.A.

### RECLASSIFIED STATEMENT OF FINANCIAL POSITION

<i>(in millions of euros)</i>	<b>6/30/15</b>	<b>12/31/14</b>
<b>NON-CURRENT ASSETS</b>	<b>3,163.5</b>	<b>2,452.2</b>
Intangible assets	356.4	357.0
Property, plant and equipment	155.7	143.4
Non-current financial assets	2,621.1	1,920.2
Deferred tax assets	30.3	31.6
<b>ASSETS HELD FOR SALE, NET OF CORRESPONDING LIABILITIES</b>	<b>0.0</b>	<b>0.0</b>
<b>NET WORKING CAPITAL</b>	<b>4.3</b>	<b>(12.4)</b>
Inventories	48.2	42.9
Trade receivables	126.1	123.3
Trade payables (-)	(185.0)	(180.9)
<b>Operating working capital</b>	<b>(10.7)</b>	<b>(14.7)</b>
Other assets	60.0	47.8
Other liabilities (-)	(45.0)	(45.5)
<b>INVESTED CAPITAL NET OF OPERATING LIABILITIES</b>	<b>3,167.8</b>	<b>2,439.8</b>
<b>EMPLOYEE BENEFITS (-)</b>	<b>(27.0)</b>	<b>(26.1)</b>
<b>PROVISIONS FOR RISKS AND CHARGES (-)</b>	<b>(172.2)</b>	<b>(165.7)</b>
<b>PROVISION FOR LIABILITIES FOR CONTESTED PREFERENTIAL AND PREDEDUCTION CLAIMS</b>	<b>(10.0)</b>	<b>(10.1)</b>
<b>NET INVESTED CAPITAL</b>	<b>2,958.6</b>	<b>2,237.9</b>
<i>Covered by:</i>		
<b>SHAREHOLDERS' EQUITY</b>	<b>3,002.1</b>	<b>2,996.7</b>
Share capital	1,835.1	1,831.1
Reserve for creditor challenges and claims of late-filing creditors convertible into share capital	52.9	53.2
Other reserves and retained earnings	1,086.6	1,051.4
Profit for the period	27.5	61.0
<b>NET FINANCIAL POSITION</b>	<b>(43.5)</b>	<b>(758.8)</b>
Loans payable to banks and other lenders	147.9	0.0
Loan liabilities with investee companies	(13.2)	(10.4)
Other financial assets (-)	(71.6)	(70.7)
Cash and cash equivalents(-)	(106.6)	(677.7)
<b>TOTAL COVERAGE SOURCES</b>	<b>2,958.6</b>	<b>2,237.9</b>