

A photograph of a stack of seven smooth, greyish-blue stones balanced on top of each other, resting on a larger, light-colored rock. The background is a blurred stream with white water rapids, suggesting a natural, serene setting.

1H 2010 results



Consolidated financial structure

€ m

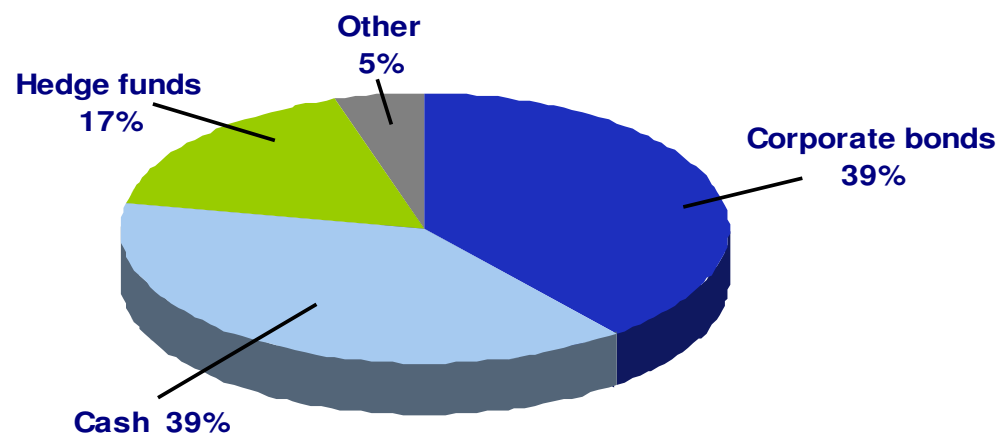
Shareholders' equity - Group	31 Dec. 2009	30 June 2010
Sorgenia	557.8	582.9
Espresso	266.9	284.6
Sogefi	96.0	110.1
KOS	90.0	91.0
Other investments	16.0	16.7
Total subsidiaries	1,026.7	1,085.3
<i>CIR & financial holdings</i>		
Fixed assets	128.6	128.0
Private equity	74.3	89.9
Junior Notes Zeus (Jupiter)	55.2	55.3
Other assets, net	(9.7)	(5.6)
Net cash	121.6	101.8
Consolidated shareholders' equity	1,396.7	1,454.7

Liquid assets

(millions of euros)

	31 Dec. 2009	30 June 2010
Government bonds	4	--
Bonds	254	210
Cash and bank deposits	193	209
Hedge funds	80	91
Other	21	26
Total liquid assets	552	536

Liquid assets at 30 June 2010



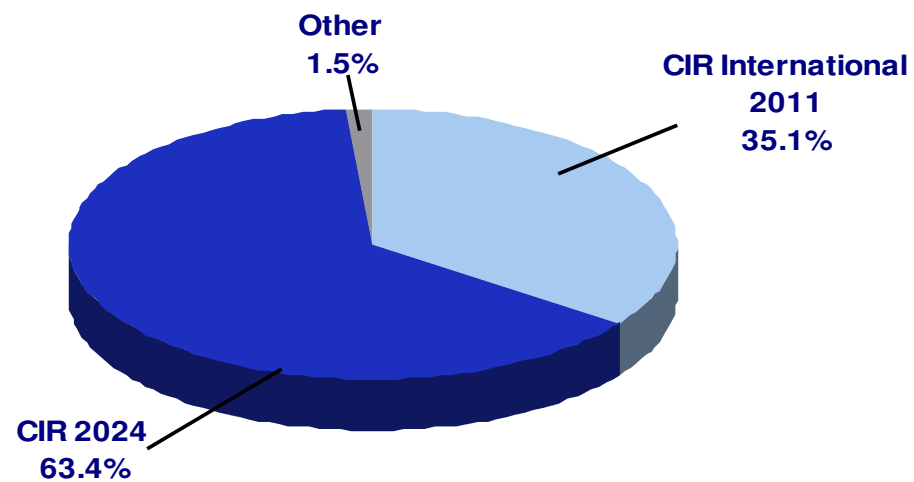


Composition of gross financial debt

(millions of euros)

	31 Dec.2009	30 June 2010
CIR International 2003/2011	157,6	152,6
CIR S.p.A. 2004/2024	266,9	275,8
Other debt	6,1	6,3
Gross financial debt	430,6	434,7

Gross financial debt at 30 June 2010

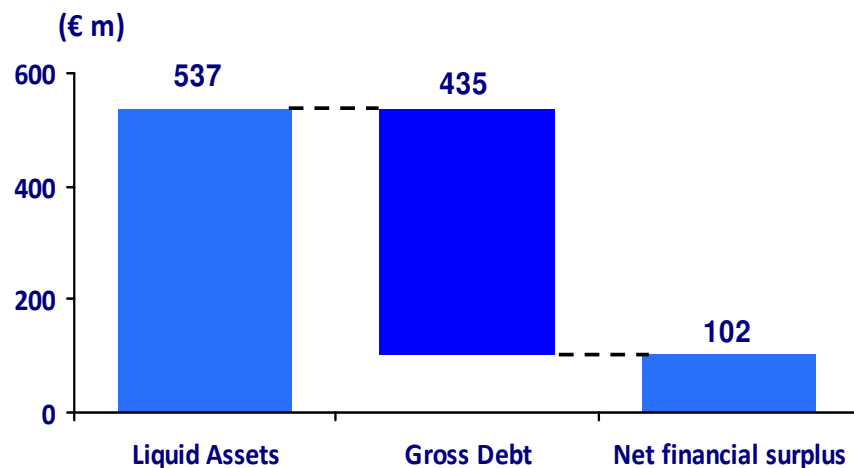




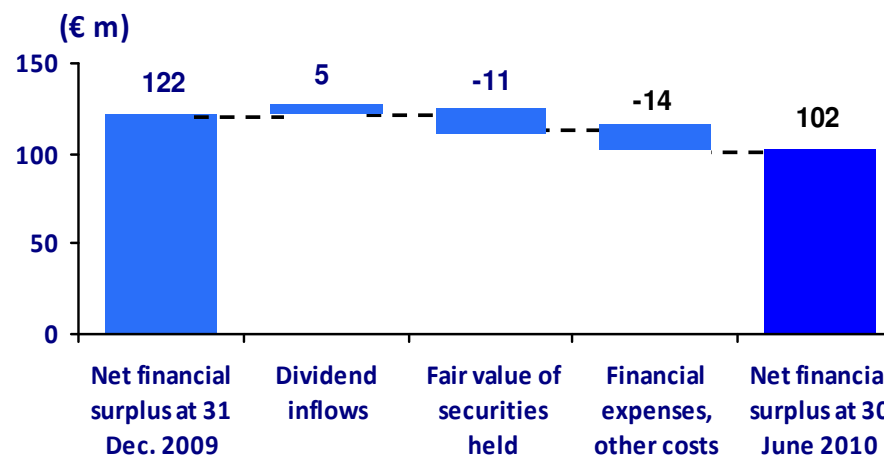
Net financial surplus at “holding system” level

- At the end of June 2010 net cash amounted to €101.8 m, down slightly on the figure at December 31 2009 (€ 121.6m)
- The net cash includes hedge funds investments (formerly Medinvest) which at June 30 2010 stood at € 91.2 m (ytd decrease: -4.3%)

Net financial surplus at 30 June 2010



Evolution of net financial surplus





Consolidated net financial position

€ m	31 Dec. 2009	30 June 2010
Cir & financial holdings	121.6	101.8
Sorgenia Group	(1,321.1)	(1,659.9)
Espresso Group	(208.2)	(183.9)
Sogefi Group	(170.2)	(182.5)
KOS Group	(163.5)	(215.7)
Other subsidiaries	(59.7)	(55.5)
Consolidated net financial indebtedness	(1,801.1)	(2,195.7)
Total shareholders' equity	2,332.3	2,450.5
Consolidated net invested capital	4,133.4	4,646.2



Consolidated income statement

€ m	1H 2009	1H 2010
Sorgenia Group	12.6	28.9
Espresso Group	0.1	15.7
Sogefi Group	(6.1)	5.7
KOS Group	0.6	1.3
Other subsidiaries	(0.8)	(1.2)
Total operating subsidiaries	6.4	50.4
Other financial companies	33.4 ⁽¹⁾	(1.6)
Total contribution from subsidiaries	39.8	48.8
Cir + Cir International result	4.3	(6.6)
Non-recurrent components	76.7 ⁽¹⁾	--
Net income	120.8	42.2

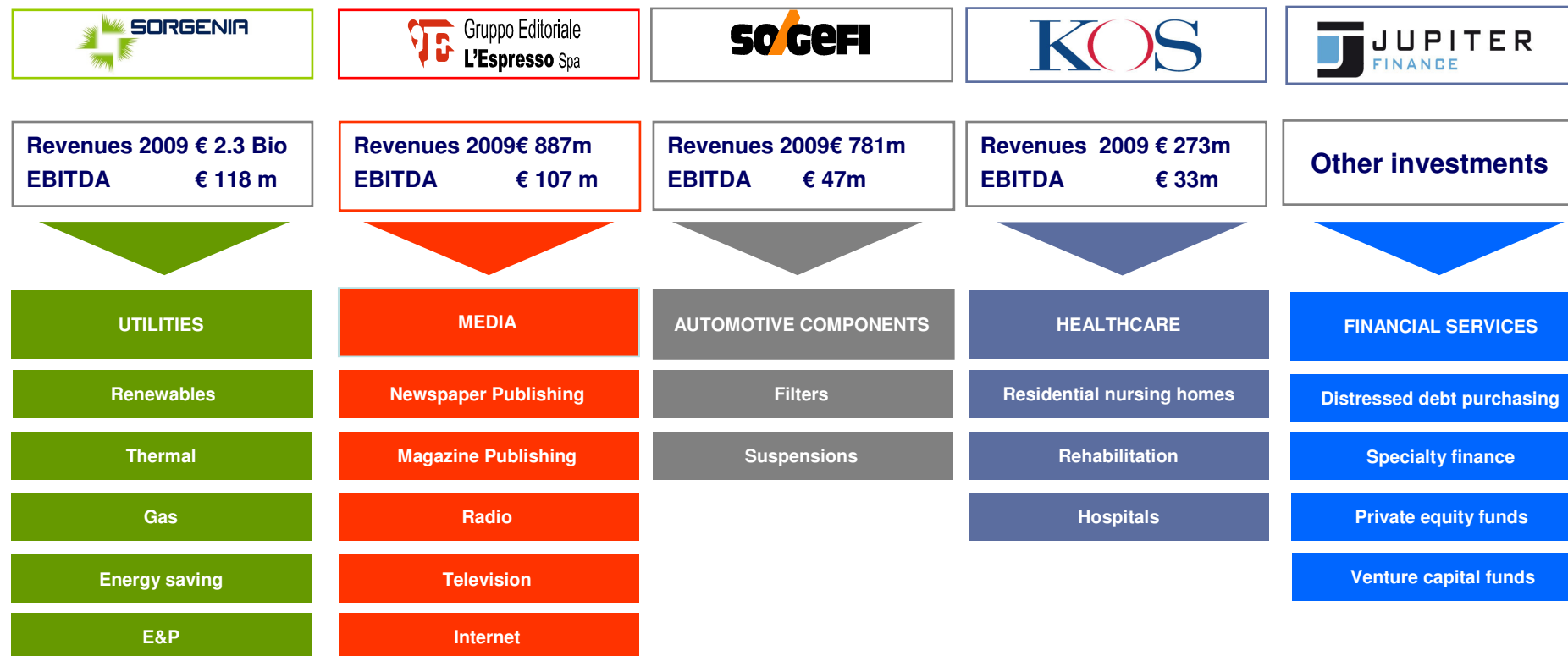
(1) 1H 09 non-recurring gains = €110m of which € 33.4 came from capital gain on hedge funds redemptions and € 76.7 from Verbund capital increase in Sorgenia



Corporate structure

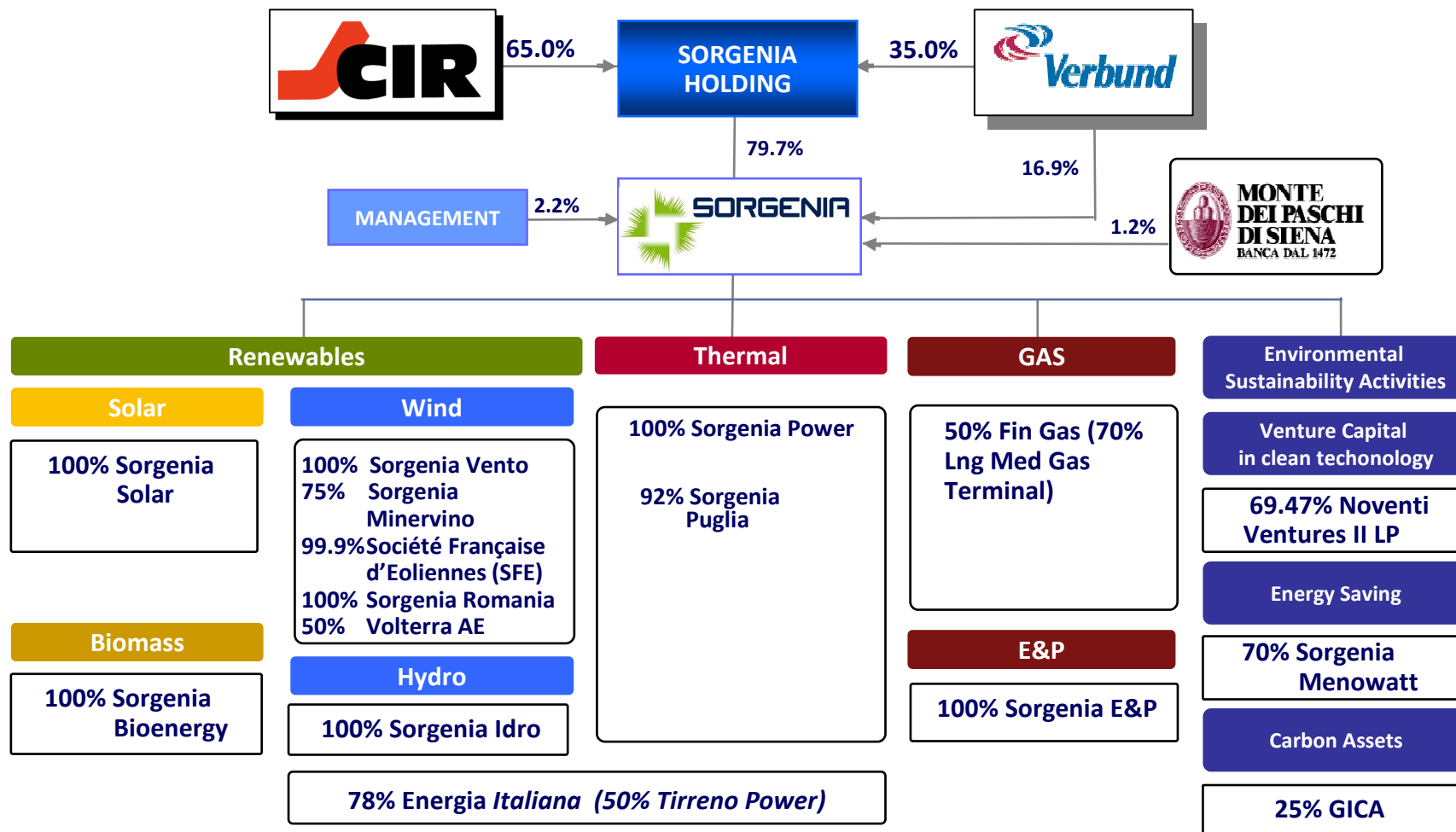


Operating subsidiaries



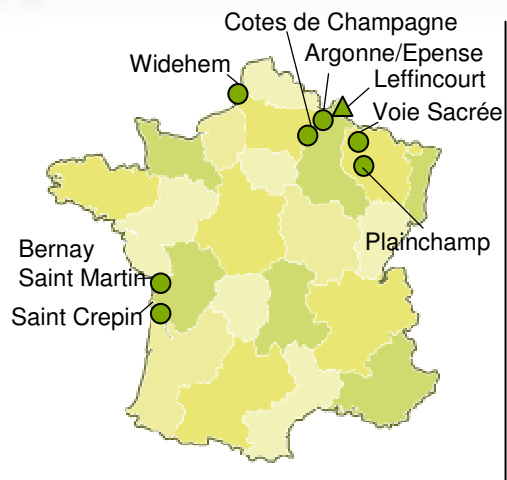


Sorgenia - Operating structure





Sorgenia – power generating plants in Italy and in France



■	Wind
■	Solar
■	Hydro
■	Thermo
■	Biomass
	In production
 △	Authorized/ under construction

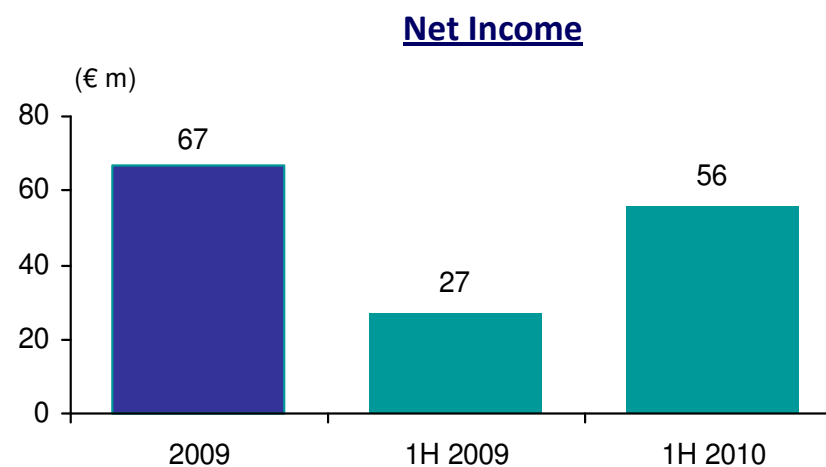
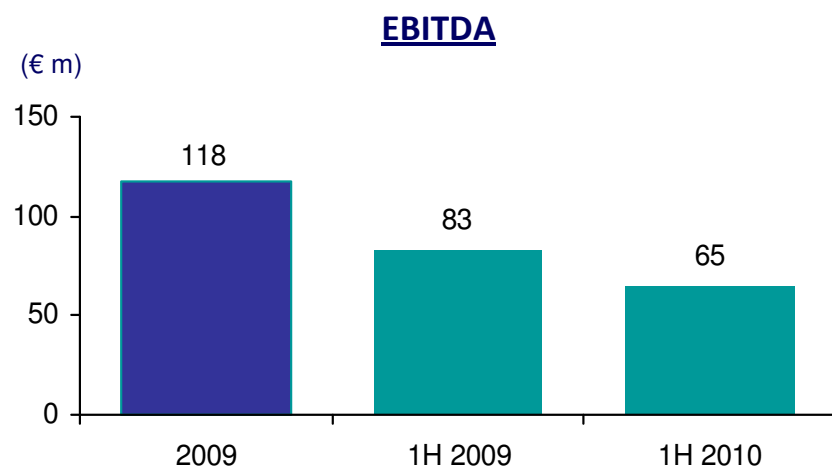
Sorgenia – production capacity

Plants	In operation or in commissioning	In construction	Total
Sorgenia Power (Termoli CCGT)	770		770
Sorgenia Puglia (Modugno CCGT)	800		800
Sorgenia Power (Bertonico-Turano Lodigiano CCGT)	800		800
Sorgenia Power (Aprilia CCGT)		800	800
Tirreno Power (pro-rata 39%)	1,300		1,300
SFE (Wind France)	112	41	153
Wind Italy	81		81
Sorgenia Idro (hydroelectric)	8		8
Sorgenia Solar (photovoltaic)	13	10	23
Sorgenia Bioenergy (biomass)	1		1
Total output (MW)	3,884	851	4,735



Sorgenia EBITDA penalized by negative events mainly occurred in 1Q 2010

- In 1H 2010 EBITDA was affected by reduction in gas margin, high congestion costs on the grid in the electricity sector and a breakdown at the Termoli power plant
- Net income was higher thanks to tax credit for investments in new production capacity

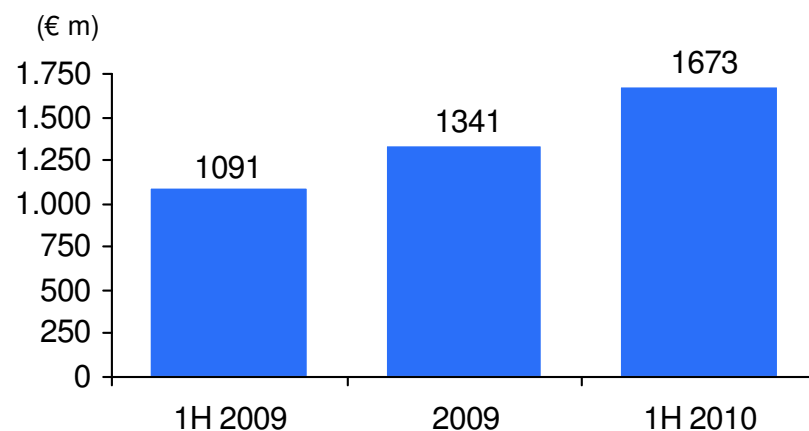




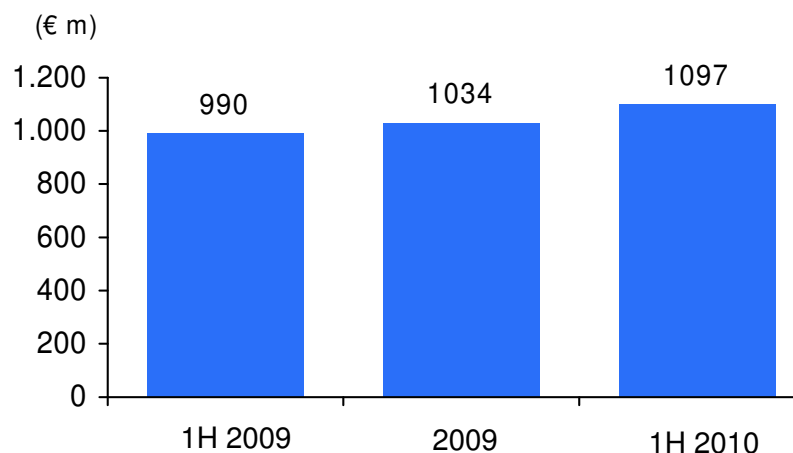
Sorgenia increase of net debt due to investments in new plants

- In 1H 2010 the rollout to the business plan of the Sorgenia group continued
- Net debt change was due mainly to financial outflows for investments in new production capacity, especially in thermoelectric generation

Net Financial Indebtedness



Total Shareholders' Equity





Espresso: operating structure



- In the first half 2010, in an economic context characterized by a very weak and still uncertain recovery, advertising investments have recorded a slight increase (+ 3.8%). In contrast, the publishing sector as a whole confirmed its decline (-3.9%)
- In 1H 2010 the Group media advertising revenues increased by 7.6% with respect to 1H 2009 while circulation is almost stable.
- Excepting periodicals, all the Group divisions are clearly enhancing their performance. The daily newspapers sector shows a remarkable recovery of profitability thanks to the drastic cost reduction related to the reorganization plans. The radio and the Internet sectors have benefited from the high increase in revenues

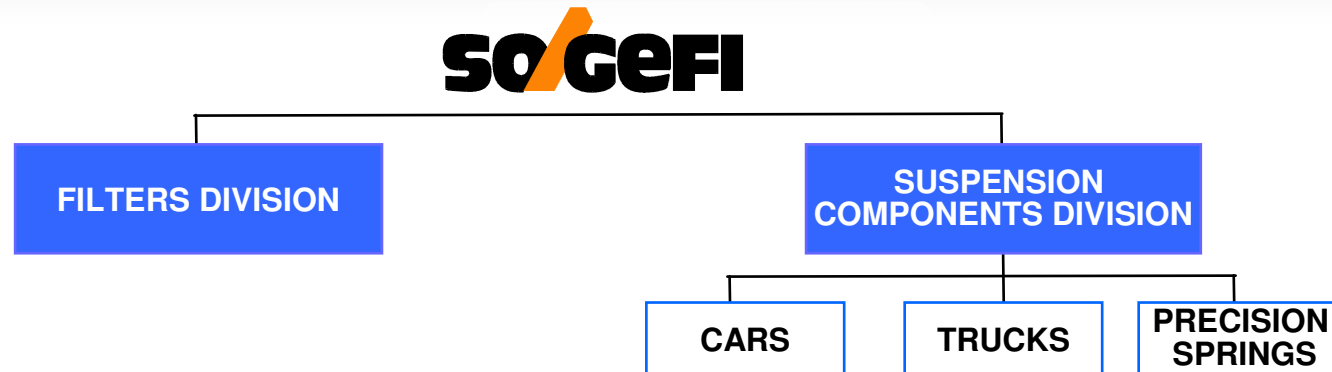


Espresso – strong improvement of profitability

First Half Results

€ m	1H 09	1H 10
Revenues	449.3	445.1
EBITDA	40.6	74.7
Net result	0.1	28.6
Net financial indebtedness (<i>end of period</i>)	(249.1)	(208.2)

Sogefi: operating structure



- Thanks to the recovery of the market and the cost containment actions taken in the past 18 months, the Sogefi group closed the first half 2010 with a strong rise in all its economic indicators compared to the same period of last year and with a return to net profit
- Significant increase in sales in South America, China and India
- In the second half of the year Sogefi should achieve good levels of operating profitability and confirm for the whole year the significant improvement of all its economic indicators compared to 2009

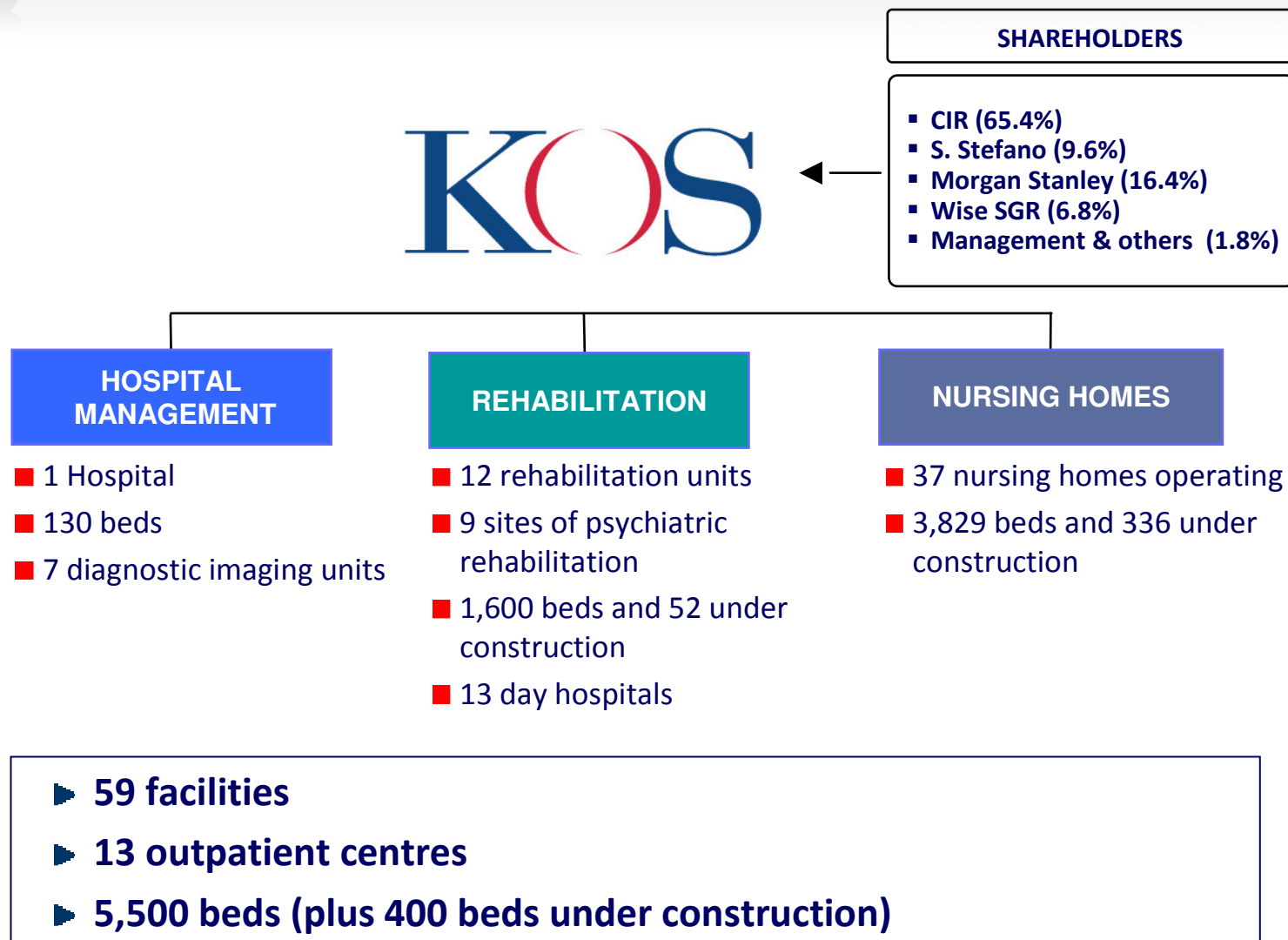


Sogefi – 1H results show strong growth

First Half Results

€ m	1H 09	1H 10
Revenues	374.5	457.6
EBITDA	14.2	45.3
Net result	(10.6)	9.9
Net financial indebtedness (<i>end of period</i>)	(212.6)	(182.5)

KOS: operating structure





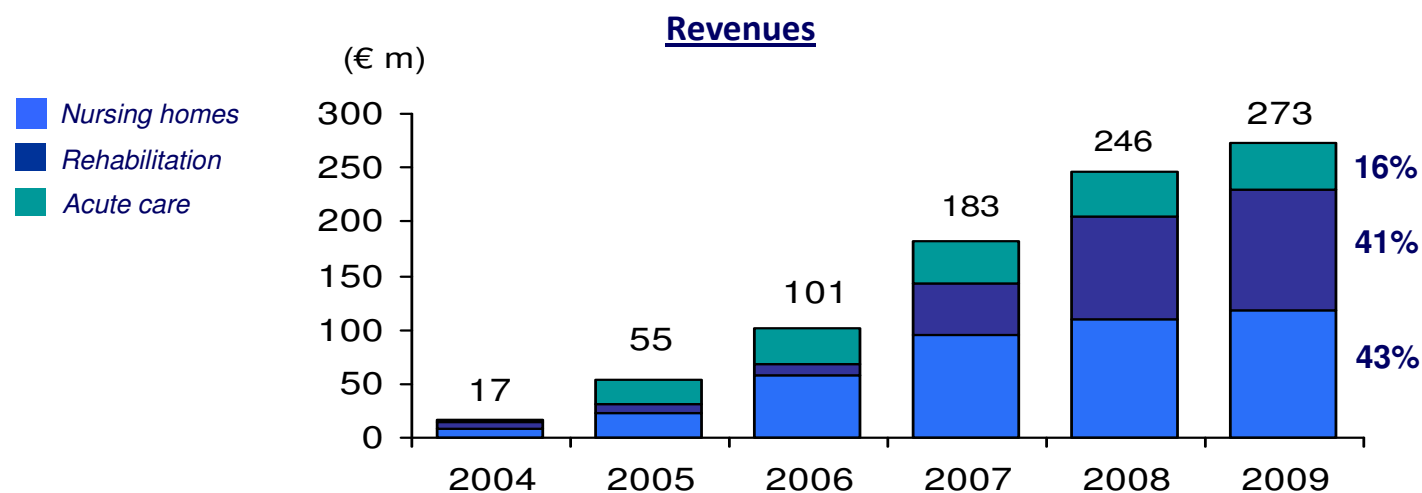
KOS: today

- Established in 2002, **KOS** has become one of the main operators in private healthcare in Italy
- KOS is active in **three business areas: nursing homes, rehabilitation centres and hospital management**
- During the first half 2010 KOS continued to pursue its strategy aimed at strengthening its operating subsidiaries and identifying new opportunities for development in order to consolidate its presence in the private healthcare sector in Italy
- 1H consolidated results reported an improvement in its main economic indicators compared to the same period of 2009, thanks to the development of all the companies of the group and to the broadening of its sphere of activity



KOS: evolution of consolidated revenues

- KOS group closed 2009 with double digit growth in revenues compared to 2008 (+ 11%) thanks to the development of all areas of the business and to the new acquisitions made during the year
- Following the acquisitions of the first months of 2010, KOS now has reached 5,500 beds (plus 400 under construction)





KOS – increasing results in 1H 2010

1H Results

€ m	1H 09	1H 10	
Revenues	134.9	159.0	
EBITDA	16.6	20.2	22.4 ⁽¹⁾
Net result	1.0	2.4	4.2 ⁽¹⁾
Net financial indebtedness (<i>end of period</i>)	(160.9)	(215.7)	

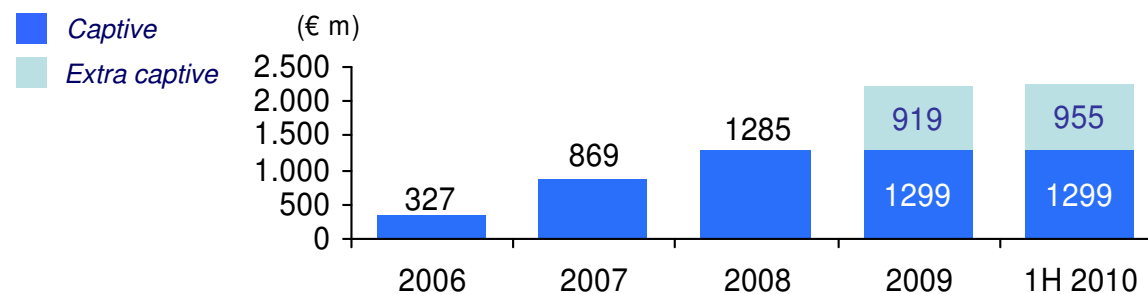
(1) 1H 10 result before non-recurring costs



Jupiter Finance: investment performance

- In 2009 Jupiter Finance has decided to open its servicing platform to third parties. A first mandate has been granted by an international institutional investor for a total gross book value of € 919 million
- As of 30 June 2010 the non-performing loans managed amounted to €2.2 billion, subdivided into captive loans for € 1.3 billion and non-captive loans for € 955 million

NPLs managed by Jupiter Finance





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