

(Translation from the Italian original which remains the definitive version)

PININFARINA GROUP

Interim financial report at 31 March 2015

Pininfarina S.p.A. - Share capital €30,166,652 fully paid-up - Registered office in Turin, Via Bruno Buozzi 6
Tax Code and Turin Company Registration no. 00489110015

The Board of Directors approved this interim financial report at 31 March 2015 on 14 May 2015.

Board of Directors

Chairman *	Paolo	Pininfarina
Chief Executive Officer	Silvio Pietro	Angori
Directors	Gianfranco	Albertini (4) (5)
	Edoardo	Garrone (1)
	Romina	Guglielmetti (2) (3)
	Licia	Mattioli (2)
	Enrico	Parazzini (3)
	Carlo	Pavesio (1)
	Roberto	Testore (1) (2) (3)

- (1) Member of the Nomination and Remuneration Committee
- (2) Member of the Control and Risk Committee
- (3) Member of the Committee for Transactions with Related Parties
- (4) In charge of financial reporting
- (5) Responsible for the Internal Control and Risk Management System

Board of Statutory Auditors

Chairman	Nicola	Treves
Standing Statutory Auditors	Margherita	Spainì
	Giovanni	Rayneri
Alternate Statutory Auditors	Maria Luisa	Fassero
	Alberto	Bertagnolio Licio

Secretary to the Board of Directors Gianfranco Albertini

Independent Auditors KPMG S.p.A.

***Powers**

Pursuant to article 22 of the bylaws, the Chairman is the parent's legal representative vis-à-vis third parties and in court proceedings.

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Pininfarina Group

Directors' report

Operating and financial performance

The most significant issues that arise from a comparison of the Q1 2015 and Q1 2014 consolidated financial figures are as follows:

- the value of production of the first quarter of 2015 is substantially in line with the corresponding period of 2014. Pininfarina S.p.A.'s delayed start of certain activities, that were originally planned for the first quarter and will only commence in the second quarter, and the temporary reduction in profitability in Germany had a negative impact on Q1 2015 EBITDA (positive in the first quarter of 2014) and Q1 2015 EBIT, which are both negative;
- the loss for the period rose compared to that for the three months ended 31 March 2014, including as a result of the contraction in financial income;
- net financial debt worsened compared to 31 December 2014, due to net working capital trends and the increase in non-current debt and the impact of unrealised losses;
- equity decreased compared to the previous year end, as a result of the loss for the period.

Specifically, the value of production came to €20.7 million for the reporting period, substantially in line with the corresponding period of the previous year (€21.1 million).

EBITDA is a negative €0.5 million, compared to the gross operating profit of €0.3 million for the first quarter of 2014 and, therefore, the operating loss rose to €1.3 million from €0.5 million for the corresponding period of the previous year.

Net financial expense increased from €0.9 million in the corresponding period of the previous year to €1.2 million. The worsening is mainly due to interest income on invested cash, which plummeted compared to the first quarter of 2014, following the reduction in interest rates.

The loss before taxes decreased to €2.5 million from €1.4 million for the three months ended 31 March 2014. Net of taxes of €138 thousand, the loss for the period came to €2.6 million compared to €1.5 million for the first quarter of 2014.

Net financial debt rose to €48.8 million from €44.8 million at 31 December 2014 (€48 million at 31 March 2014). The €4 million increase in net financial debt is mainly due to the recognition of unrealised losses during the reporting period, which increased the amounts due to the lending institutions, in addition to net working capital trends.

Equity attributable to the owners of the parent decreased from €27.9 million at 31 December 2014 to €25.4 million (€27.9 million at 31 March 2014) as a result of the loss for the period.

The headcount decreased by 10.5% from 760 at 31 March 2014 to 680. The reduction is mainly due to the completion of the redundancy programme launched in 2011 by the parent following the disposal of production activities.

Performance by business segment in the first quarter of 2015

Operations segment

In addition to the sale of spare parts for cars manufactured in previous years and business lease income, this segment bears the costs of the support functions of the parent, Pininfarina S.p.A.. It recognised value of production of €1.8 million, compared to €1.6 million in the first quarter of 2014. Segment EBIT worsened by €0.1 million to a negative €2.8 million compared to an operating loss of €2.7 million for the first quarter of 2014.

Services segment

This segment, comprising the design and engineering businesses, recognised value of production of €19 million, substantially in line with the first quarter of 2014 (€19.5 million). Segment EBIT, which came to a positive €2.2 million in the first quarter of 2014, decreased by €0.6 million to €1.6 million.

Information required by Consob (the Italian Commission for listed companies and the stock exchange) pursuant to article 114.5 of Legislative decree no. 58/98

- 1) The net financial debt of the Pininfarina Group and Pininfarina S.p.A., with separate classification of current and non-current items, is respectively shown on pages 12 and 57 hereof.
- 2) The Group has no past-due liabilities (of a commercial, financial, tax or social security nature). No actions against the Group have been filed by creditors.
- 3) The Group's and parent's related party transactions are respectively detailed on pages 48 and 60 hereof.
- 4) Compliance with the financial covenants in force for the current reporting year will be checked when the annual consolidated financial statements at 31 December 2015 are approved. According to the outlook for 2015, it is unlikely that the Group will reach the 2015 EBITDA level required by the Rescheduling Agreement, while the covenant on the net financial position at 31 December 2015 does not pose a problem, nor does the Group's ability to meet its financial obligations deriving from its agreements with the lending institutions.
- 5) The parent's debt restructuring plan is proceeding in accordance with the current agreements.
- 6) The business plan's implementation progress is unchanged with respect to that described in the directors' report on the 2014 annual financial statements.

Events after the reporting period

There are no significant events that occurred after the reporting date.

GOING CONCERN AND OUTLOOK FOR 2015

Going concern

Reference should be made to the disclosure provided by the directors on 29 April 2015, when the 2014 annual financial report was approved, for an assessment about the Group's ability to continue as a going concern.

With regard to the interest in Pininfarina S.p.A. expressed by third parties, reference should be made to the press releases issued by Pincar S.r.l. and Pininfarina S.p.A. on 26 March 2015 and 29 April 2015, respectively.

Considering all that discussed above and evaluating medium-term uncertainties, the Board of Directors reasonably expects that the Group and the parent are nonetheless able to continue as going concerns in the foreseeable future and prepares the interim financial report at 31 March 2015 on a going concern basis.

Outlook for 2015

Consolidated value of production for 2015 is expected to be in line with the 2014 figure and the EBIT is forecast to be negative.

Net financial debt at the end of 2015 is expected to worsen compared to 31 December 2014, due principally to net working capital trends and the accumulated unrealised losses resulting from the measurement of financial liabilities at amortised cost.

14 May 2015

Chairman
of the Board of Directors
(Paolo Pininfarina)

Group companies

Pininfarina S.p.A.

€'million	31.03.2015	31.03.2014	Variation	31.12.2014
Value of production	10.9	12.6	(1.7)	
EBIT	(1.9)	(1.5)	(0.4)	
Loss for the period	(3.0)	(2.4)	(0.6)	
Net financial debt	(52.6)	(50.6)	(2.0)	(50.1)
Equity	25.8	29.8	(4.0)	28.9
Number of employees at the reporting date	304	403	(99)	302

Pininfarina Extra Group

€'million	31.03.2015	31.03.2014	Variation	31.12.2014
Value of production	2.0	1.6	0.4	
EBIT	0.6	0.4	0.2	
Profit for the period	0.4	0.3	0.1	
Net financial position	3.9	4.3	(0.4)	3.8
Equity	6.4	5.7	0.7	5.9
Number of employees at the reporting date	29	26	3	27

Pininfarina Deutschland Group

€'million	31.03.2015	31.03.2014	Variation	31.12.2014
Value of production	7.8	7.7	0.1	
EBIT	0.0	0.4	(0.4)	
Profit for the period	0.0	0.4	(0.4)	
Net financial (position) debt	(0.4)	(1.9)	1.5	1.0
Equity	20.1	19.6	0.5	20.0
Number of employees at the reporting date	333	327	6	342

Pininfarina Automotive Engineering Shanghai Co Ltd

€'million	31.03.2015	31.03.2014	Variation	31.12.2014
Value of production	0.9	0.3	0.6	
EBIT	0.0	0.1	(0.1)	
Profit for the period	0.0	0.1	(0.1)	
Net financial position	0.4	0.3	0.1	0.5
Equity	0.3	0.1	0.2	0.3
Number of employees at the reporting date	14	4	10	6

Reclassified income statement

(€'000)

	Q1 2015	%	Q1 2014	%	Variation	2014
Revenue from sales and services	17,275	83.27	17,399	82.57	(124)	84,179
Change in inventories and contract work in progress	2,037	9.82	2,450	11.63	(413)	(2,313)
Other revenue and income	1,433	6.91	1,222	5.80	211	4,705
Revenue	20,745	100.00	21,071	100.00	(326)	86,571
Net gains on the sale of non-current assets	50	0.24	7	0.03	43	705
Materials and services (*)	(8,488)	(40.92)	(8,008)	(38.00)	(480)	(31,720)
Change in raw materials	33	0.16	(550)	(2.61)	583	(622)
Value added	12,340	59.48	12,520	59.42	(180)	54,934
Labour cost (**)	(12,840)	(61.89)	(12,262)	(58.19)	(578)	(47,901)
EBITDA	(500)	(2.41)	258	1.23	(758)	7,033
Amortisation and depreciation	(846)	(4.08)	(833)	(3.95)	(13)	(3,348)
(Additions to)/utilisation of provisions and impairment losses	77	0.37	27	0.13	50	261
EBIT	(1,269)	(6.12)	(548)	(2.60)	(721)	3,946
Net financial expense	(1,197)	(5.77)	(890)	(4.22)	(307)	(4,748)
Share of profit of equity-accounted investees	2	0.01	1	0.01	1	8
Loss before taxes	(2,464)	(11.88)	(1,437)	(6.82)	(1,027)	(794)
Income taxes	(138)	(0.66)	(84)	(0.40)	(54)	(469)
Loss from continuing operations	(2,602)	(12.54)	(1,521)	(7.22)	(1,081)	(1,263)
Profit (loss) from discontinued operations	-	-	-	-	-	0
Loss for the period/year	(2,602)	(12.54)	(1,521)	(7.22)	(1,081)	(1,263)

(*) **Materials and services** are net of utilisations of the provisions for product warranty and risks (€17 thousand and €31 thousand for the first quarters of 2014 and 2015, respectively).

(**) **Labour cost** is net of utilisations of the restructuring and other provisions (€90 thousand and €232 thousand for the first quarters of 2014 and 2015, respectively).

As required by Consob resolution no. DEM/6064293 of 28 July 2006, a reconciliation of the data in the condensed interim consolidated financial statements with those in the reclassified schedules is provided below:

- **Materials and services** include raw materials and components, other variable production costs, external variable engineering services, exchange rate gains and losses and other expenses.
- **Amortisation and depreciation** comprise amortisation of intangible assets and depreciation of property, plant and equipment and investment property.
- **(Additions to)/utilisation of provisions and impairment losses** include additions to/utilisation of provisions, impairment losses and inventory write-downs.
- **Net financial expense** comprises net financial expense and dividends.

Reclassified statement of financial position

(€'000)

	31.03.2015	31.12.2014	Variation	31.03.2014
Net non-current assets (A)				
Net intangible assets	2,620	2,676	(56)	2,658
Net property, plant and equipment and investment property	60,570	60,845	(275)	62,537
Equity investments	313	311	2	304
Total A	63,503	63,832	(329)	65,499
Working capital (B)				
Inventories	5,754	3,649	2,105	8,487
Net trade receivables and other assets	31,695	31,286	409	30,802
Assets held for sale	-	-	-	-
Deferred tax assets	1,064	1,036	28	1,001
Trade payables	(13,989)	(12,246)	(1,743)	(13,378)
Provisions for risks and charges	(503)	(847)	344	(2,561)
Other liabilities (*)	(8,250)	(8,674)	424	(6,886)
Total B	15,771	14,203	1,568	17,465
Net invested capital (C=A+B)	79,274	78,035	1,239	82,964
Post-employment benefits (D)	5,097	5,347	(250)	7,074
Net capital requirements (E=C-D)	74,177	72,688	1,489	75,890
Equity (F)	25,397	27,888	(2,491)	27,896
Net financial debt (G)				
Non-current loans and borrowings	70,290	69,116	1,174	6,220
Net current financial (position) debt	(21,510)	(24,316)	2,806	41,774
Total G	48,780	44,800	3,980	47,994
Total as in E (H=F+G)	74,177	72,688	1,489	75,890

(*) Other liabilities include the following items: deferred tax liabilities, other financial liabilities, current tax liabilities and other liabilities.

Net financial debt

(€'000)

	31.03.2015	31.12.2014	Variation	31.03.2014
Cash and cash equivalents	21,841	24,424	(2,583)	13,309
Current assets held for trading	16,136	16,359	(223)	35,489
Current loans and receivables	-	-	-	-
Loan assets - related parties	-	-	-	-
Current bank overdrafts	-	-	-	-
Current finance lease liabilities	(5,827)	(5,827)	-	(52,770)
Current portion of bank loans and borrowings	(10,640)	(10,640)	-	(37,802)
Net current financial position (debt)	21,510	24,316	(2,806)	(41,774)
Non-current loans and receivables - third parties	-	-	-	-
Non-current loans and receivables - related parties	1,797	1,770	27	1,102
Non-current held-to-maturity investments	-	-	-	-
Non-current finance lease liabilities	(44,288)	(43,547)	(741)	-
Non-current bank loans and borrowings	(27,799)	(27,339)	(460)	(7,322)
Non-current loans and borrowings	(70,290)	(69,116)	(1,174)	(6,220)
NET FINANCIAL DEBT	(48,780)	(44,800)	(3,980)	(47,994)

Cash and cash equivalents include a restricted account of €5,000,000. Reference should be made to note 12 for further details.

Reconciliation between the parent's loss and equity and consolidated loss and equity

The parent's loss and equity as at and for the period ended 31 March 2015 are reconciled with the Group's relevant figures below.

	Loss for the period ended		Equity	
	Q1 2015	Q1 2014	31.03.2015	31.03.2014
Pininfarina S.p.A.'s condensed interim separate financial statements	(3,020,069)	(2,369,987)	25,849,074	29,750,874
- Subsidiaries' contribution	415,377	848,249	5,251,106	3,849,283
- Goodwill of Pininfarina Extra S.r.l.	-	-	1,043,497	1,043,497
- Elimination of trademark licence in Germany	-	-	(6,749,053)	(6,749,053)
- Intragroup dividends	-	-	-	-
- Share of profit of equity-accounted investees	2,283	1,138	2,283	1,138
- Other minor	-	-	-	-
Condensed interim consolidated financial statements	(2,602,409)	(1,520,600)	25,396,907	27,895,739

Net financial debt (Consob) (CESR recommendations no. 05-04b – EU Regulation no. 809/2004)

(€'000)

	31.03.2015	31.12.2014	Variation	31.03.2014
A. Cash	(21,841)	(24,424)	(2,583)	(13,309)
B. Other cash equivalents	-	-	-	-
C. Securities held for trading	(16,136)	(16,359)	(223)	(35,489)
D. Total cash and cash equivalents (A.)+(B.)+(C.)	(37,977)	(40,783)	(2,806)	(48,798)
E. Current loan assets	-	-	-	-
F. Current bank loans and borrowings	-	-	-	-
Current portion of secured bank loans	7,022	7,022	-	-
Current portion of unsecured bank loans	3,618	3,618	-	37,802
G. Current portion of non-current debt	10,640	10,640	-	37,802
H. Other current loans and borrowings	5,827	5,827	-	52,770
I. Current financial debt (F.)+(G.)+(H.)	16,467	16,467	-	90,572
J. Net current financial (position) debt	(21,510)	(24,316)	(2,806)	41,774
Non-current portion of secured bank loans	7,322	7,322	-	7,322
Non-current portion of unsecured bank loans	20,477	20,017	(460)	-
K. Non-current bank loans and borrowings	27,799	27,339	(460)	7,322
L. Bonds issued	-	-	-	-
M. Other non-current loans and borrowings	44,288	43,547	(741)	-
N. Net non-current financial debt (K.)+(L.)+(M.)	72,087	70,886	(1,201)	7,322
O. Net financial debt (J+N)	50,577	46,570	(4,007)	49,096

The "Net financial debt" set out above is presented in accordance with the format recommended by the Consob in Communication DEM no. 6064293 of 28 July 2006, implementing CESR (now ESMA) recommendation no. 05-04b. Because the purpose of this table is to show "Net financial debt", assets are shown with a minus sign and liabilities with a plus sign. On the contrary, in the "Net financial debt" table provided on the previous page, assets are shown with a plus sign and liabilities with a minus sign.

The reason for the difference between the amount of the "Net financial debt" on the previous page and on this page is that the latter does not include non-current loan assets. The total amount of these differences at the relevant reporting dates is shown below:

- At 31 March 2015: €1,797 thousand
- At 31 December 2014: €1,770 thousand
- At 31 March 2014: €1,102 thousand

Pininfarina Group

**Condensed interim consolidated financial statements
as at and for the three months ended 31 March 2015**

Statement of financial position

	Note	31.03.2015	31.12.2014
Land and buildings	1	45,474,313	45,748,122
Land		11,176,667	11,176,667
Buildings		26,207,332	26,391,504
Leased property		8,090,314	8,179,951
Plant and machinery	1	4,864,673	4,956,291
Machinery		185,605	155,007
Plant		4,679,068	4,801,284
Leased machinery and equipment		-	-
Furniture, fixtures and other assets	1	1,523,983	1,391,377
Furniture and fixtures		265,985	252,067
Hardware and software		864,135	740,918
Other assets, including vehicles		393,863	398,392
Assets under construction	1	-	-
Property, plant and equipment		51,862,969	52,095,790
Investment property	2	8,707,311	8,748,731
Goodwill	3	1,043,495	1,043,495
Licences and trademarks	3	1,471,283	1,520,618
Other	3	104,984	111,656
Intangible assets		2,619,762	2,675,769
Associates	4	61,006	58,723
Joint ventures		-	-
Other companies	5	252,017	252,017
Equity investments		313,023	310,740
Deferred tax assets	17	1,064,414	1,036,457
Held-to-maturity investments		-	-
Loans and receivables	6	1,796,713	1,769,770
Third parties		-	-
Related parties		1,796,713	1,769,770
Available-for-sale financial assets		-	-
Non-current financial assets		1,796,713	1,769,770
TOTAL NON-CURRENT ASSETS		66,364,192	66,637,257
Raw materials		65,075	32,422
Work in progress		-	-
Finished goods		240,987	275,764
Inventories	8	306,062	308,186
Contract work in progress	9	5,448,215	3,340,819
Assets held for trading	7	16,135,893	16,358,515
Loans and receivables		-	-
Third parties		-	-
Related parties		-	-
Available-for-sale financial assets		-	-
Current financial assets		16,135,893	16,358,515
Derivatives		-	-
Trade receivables	10	14,957,501	15,892,543
Third parties		14,957,501	15,882,783
Related parties		-	9,760
Other assets	11	16,737,857	15,392,967
Trade receivables and other assets		31,695,358	31,285,510
Cash on hand and cash equivalents		19,145	15,850
Short-term bank deposits		21,822,135	24,407,933
Cash and cash equivalents	12	21,841,280	24,423,783
TOTAL CURRENT ASSETS		75,426,808	75,716,813
Assets held for sale		-	-
TOTAL ASSETS		141,791,000	142,354,070

Statement of financial position

	Note	31.03.2015	31.12.2014
Share capital	13	30,150,694	30,150,694
Share premium reserve		-	-
Reserve for treasury shares	13	175,697	175,697
Legal reserve	13	6,033,331	6,033,331
Translation reserve	13	147,322	35,557
Other reserves	13	2,646,208	2,646,208
Losses carried forward	13	(11,153,936)	(9,891,053)
Loss for the period/year	13	(2,602,409)	(1,262,883)
EQUITY ATTRIBUTABLE TO THE OWNERS OF THE PARENT		25,396,907	27,887,551
Equity attributable to non-controlling interests		-	-
EQUITY		25,396,907	27,887,551
Finance lease liabilities		44,288,277	43,547,218
Other loans and borrowings		27,798,635	27,338,513
Third parties		27,798,635	27,338,513
Related parties		-	-
Non-current loans and borrowings	14	72,086,912	70,885,731
Deferred tax liabilities	17	2,476	2,476
Italian post-employment benefits		5,096,525	5,346,940
Other		-	-
Post-employment benefits		5,096,525	5,346,940
TOTAL NON-CURRENT LIABILITIES		77,185,913	76,235,147
Bank overdrafts		-	-
Finance lease liabilities		5,826,768	5,826,768
Other loans and borrowings		10,639,738	10,639,738
Third parties		10,639,738	10,639,738
Current loans and borrowings	14	16,466,506	16,466,506
Wages and salaries payable		3,553,426	2,582,299
Social security charges payable		771,346	1,280,181
Other		1,732,123	1,864,090
Other financial liabilities	15	6,056,895	5,726,570
Third parties		9,247,367	8,922,775
Related parties		5,490	45,040
Advances for contract work in progress		4,735,800	3,277,786
Trade payables	15	13,988,657	12,245,601
Direct tax liabilities		-	-
Other tax liabilities		998,339	958,116
Current tax liabilities		998,339	958,116
Derivatives		-	-
Provision for product warranty		56,496	58,650
Restructuring provision		210,299	442,615
Other provisions		236,619	345,323
Provisions for risks and charges	16	503,414	846,588
Other liabilities	15	1,194,369	1,987,991
TOTAL CURRENT LIABILITIES		39,208,180	38,231,372
TOTAL LIABILITIES		116,394,093	114,466,519
Liabilities associated with assets held for sale		-	-
TOTAL LIABILITIES AND EQUITY		141,791,000	142,354,070

Pursuant to Consob resolution no. 15519 of 27 July 2006, an ad hoc statement of financial position showing related party transactions has not been prepared as these are already shown in the condensed interim consolidated financial statements schedules. As for transactions with other related parties, such as directors and statutory auditors, "Other liabilities" include accrued fees for the period of €6,596.

For consistency purposes, deferred income for contract work in progress at 31 December 2014 has been reclassified from "Trade payables - third parties" to "Advances for contract work in progress".

Income statement

	Note	Q1 2015	<i>of which: related parties</i>	Q1 2014	<i>of which: related parties</i>
Revenue from sales and services	18	17,275,327	-	17,399,205	-
Internal work capitalised		-	-	-	-
Change in inventories and contract work in progress		2,036,917		2,450,312	
Change in contract work in progress		2,071,061		2,467,737	
Change in finished goods and work in progress		(34,144)		(17,425)	
Other revenue and income	19	1,433,047	8,000	1,221,973	6,000
Revenue		20,745,291	8,000	21,071,490	6,000
Gains on sale of non-current assets and equity investments	20	50,000	-	6,500	-
<i>Gain on sale of equity investments</i>		-		-	
Raw materials and components	21	(1,086,250)		(2,069,419)	
Change in raw materials		32,653		(549,808)	
Inventory write-downs		-		-	
Raw materials and consumables		(1,053,597)	-	(2,619,227)	-
Consumables		(347,530)		(304,110)	
External maintenance		(307,073)		(236,767)	
Other variable production costs		(654,603)	-	(540,877)	-
External variable engineering services	22	(3,129,233)	(4,500)	(2,280,116)	-
Blue collars, white collars and managers		(12,552,513)		(11,915,866)	
Independent contractors and temporary workers		-		-	
Social security contributions and other post-employment benefits		(287,595)		(345,854)	
Wages, salaries and employee benefits	23	(12,840,108)	-	(12,261,720)	-
Depreciation of property, plant and equipment and investment property		(671,712)		(683,139)	
Amortisation of intangible assets		(173,800)		(149,586)	
Losses on sale of non-current assets and equity investments		-		-	
(Additions to)/utilisation of provisions and impairment losses	24	77,439		27,070	
Amortisation, depreciation and impairment losses		(768,073)	-	(805,655)	-
Net exchange rate gains (losses)		89,740		(6,496)	
Other expenses	25	(3,708,003)		(3,111,187)	
Operating loss		(1,268,586)	3,500	(547,288)	6,000
Net financial expense	26	(1,197,455)	26,943	(890,019)	8,329
Gain on the extinguishment of financial liabilities		-	-	-	-
Dividends received		-	-	-	-
Share of profit of equity-accounted investees		2,283	-	1,138	-
Loss before taxes		(2,463,758)	30,443	(1,436,169)	14,329
Income taxes	17	(138,651)	-	(84,431)	-
Loss from continuing operations		(2,602,409)	30,443	(1,520,600)	14,329
Profit (loss) from discontinued operations		-	-	-	-
Loss for the period		(2,602,409)	30,443	(1,520,600)	14,329
Of which:					
- Loss for the period attributable to the owners of the parent		(2,602,409)		(1,520,600)	
- Loss for the period attributable to non-controlling interests		-		-	
Basic/diluted losses per share:					
- Loss for the period attributable to the owners of the parent		(2,602,409)		(1,520,600)	
- Number of ordinary shares, net		30,150,694		30,150,694	
- Basic/diluted losses per share		(0.09)		(0.05)	

Statement of comprehensive income

	Q1 2015	Q1 2014
Loss for the period	(2,602,409)	(1,520,600)
Other comprehensive income (expense):		
Items that will not be reclassified to profit or loss:		
- Actuarial gains (losses) on defined benefit plans - IAS 19	-	-
- Income taxes	-	-
- Other	-	-
Total items of other comprehensive income (expense) that will not be reclassified to profit or loss, net of tax effect:	-	-
Items that will or may be subsequently reclassified to profit or loss:		
- Gains (losses) from translation of financial statements of foreign operations - IAS 21	111,765	(2,884)
- Other	-	-
Total items of other comprehensive income (expense) that will be subsequently reclassified to profit or loss, net of tax effect:	111,765	(2,884)
Total other comprehensive income (expense), net of tax effect	111,765	(2,884)
Comprehensive expense	(2,490,644)	(1,523,484)
Of which:		
- Comprehensive expense attributable to the owners of the parent	(2,490,644)	(1,523,484)
- Comprehensive expense attributable to non-controlling interests	-	-
Of which:		
- Comprehensive expense from continuing operations	(2,490,644)	(1,523,484)
- Comprehensive expense from discontinued operations	-	-

Pursuant to Consob resolution no. 15519 of 27 July 2006, the effects of related party transactions on the income statement of the Pininfarina Group are shown in the table provided above and in the "Other Information" section of the notes.

Statement of changes in equity

	31.12.2013	Comprehensive expense	Allocation of prior year loss	31.03.2014
Share capital	30,150,694	-	-	30,150,694
Share premium reserve	-	-	-	-
Reserve for treasury shares	175,697	-	-	175,697
Legal reserve	6,033,331	-	-	6,033,331
Translation reserve	(17,767)	(2,884)	-	(20,651)
Other reserves	2,646,208	-	-	2,646,208
Retained earnings (losses carried forward)	818,030	-	(10,386,970)	(9,568,940)
	(10,386,970)	(1,520,600)	10,386,970	(1,520,600)
EQUITY ATTRIBUTABLE TO THE OWNERS OF THE PARENT	29,419,223	(1,523,484)	-	27,895,739
Equity attributable to non-controlling interests	-	-	-	-
EQUITY	29,419,223	(1,523,484)	-	27,895,739

	31.12.2014	Comprehensive expense	Allocation of prior year loss	31.03.2015
Share capital	30,150,694	-	-	30,150,694
Share premium reserve	-	-	-	-
Reserve for treasury shares	175,697	-	-	175,697
Legal reserve	6,033,331	-	-	6,033,331
Translation reserve	35,557	111,765	-	147,321
Other reserves	2,646,208	-	-	2,646,208
Losses carried forward	(9,891,053)	-	(1,262,883)	(11,153,936)
Loss for the year/period	(1,262,883)	(2,602,409)	1,262,883	(2,602,409)
EQUITY ATTRIBUTABLE TO THE OWNERS OF THE PARENT	27,887,551	(2,490,644)	-	25,396,907
Equity attributable to non-controlling interests	-	-	-	-
EQUITY	27,887,551	(2,490,644)	-	25,396,907

Statement of cash flows

	Q1 2015	Q1 2014
Loss for the year	(2,602,409)	(1,520,600)
<i>Adjustments:</i>		
- Income taxes	138,651	84,796
- Depreciation of property, plant and equipment and investment property	671,712	683,139
- Amortisation of intangible assets	173,800	149,586
- Impairment losses, provisions and change in accounting estimates	(970,039)	(213,177)
- Gains on the sale of non-current assets	(50,000)	-
- Financial expense	1,355,015	1,475,122
- Financial income	(157,560)	(585,102)
- Dividends received	-	-
- Share of profit of equity-accounted investees	(2,283)	(1,138)
- Other adjustments	107,529	202,023
Total adjustments	1,266,825	1,795,249
<i>Change in working capital:</i>		
- Decrease in inventories	2,124	526,378
- Increase in contract work in progress	(2,107,396)	(2,426,882)
- Increase in trade receivables and other assets	(407,722)	(7,623,219)
- Decrease in trade receivables - related parties	9,760	-
- Decrease in trade payables, other financial liabilities and other liabilities	(138,704)	(3,874,682)
- Increase in trade payables - related parties	(39,550)	-
- Increase in advances for contract work in progress and deferred income	1,458,014	3,256,755
- Other changes	(116,546)	(378,114)
Total changes in working capital	(1,340,020)	(10,519,764)
Gross cash flows used in operating activities	(2,675,604)	(10,245,115)
- Interest expense	(153,834)	(106,073)
- Income taxes	-	-
NET CASH FLOWS USED IN OPERATING ACTIVITIES	(2,829,438)	(10,351,188)
- Purchases of non-current assets and equity investments	(509,487)	(248,546)
- Proceeds from the sale of non-current assets and equity investments	50,000	-
- Proceeds from the sale of discontinued operations, net of cash sold	-	-
- Increase in loans and receivables - third parties	-	-
- Increase in loans and receivables - related parties	-	(1,014,000)
- Repayment of loans and receivables - third parties	-	-
- Repayment of loans and receivables - related parties	-	-
- Proceeds from the sale of current assets held for trading	222,622	6,462,657
- Interest income	23,087	67,914
- Dividends collected	-	-
- Other changes	462,906	(1,708)
CASH FLOWS FROM INVESTING ACTIVITIES	246,935	5,266,317
- Proceeds from the issue of shares	-	-
- Increase in finance lease liabilities and other loans and borrowings - third parties	-	-
- Increase in other loans and borrowings - related parties	-	-
- Repayment of finance lease liabilities and other loans and borrowings - third parties	-	-
- Repayment of other loans and borrowings - related parties	-	-
- Dividends paid	-	-
- Other changes/Other non-cash items	-	-
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	-	-
TOTAL CASH FLOWS	(2,582,503)	(5,084,871)
Opening net cash and cash equivalents	24,423,783	18,393,674
Closing net cash and cash equivalents	21,841,280	13,308,803
<i>Of which:</i>		
- Cash and cash equivalents	21,841,280	13,308,803
- Bank overdrafts	-	-

Pursuant to Consob resolution no. 15519 of 27 July 2006, the impact of transactions with related parties, which solely relates to transactions with the ultimate parent, Pincar S.r.l., and the associate Goodmind S.r.l., are disclosed in notes 6, 10 and 16 to the condensed interim consolidated financial statements.

Opening and closing net cash and cash equivalents include a restricted account of €5,000,000. Reference should be made to note 12 for further details.

For consistency purposes, deferred income for contract work in progress in Q1 2014 has been reclassified from "Trade payables and other financial liabilities" to "Other changes in working capital".

Notes to the consolidated financial statements

GENERAL INFORMATION

Foreword

The core business of the Pininfarina Group (the “Group”) is based on the establishment of comprehensive collaborative relationships with carmakers. Operating as a global partner enables it to work with customers through the entire process of developing new products, including design, planning, development, industrialisation and manufacturing, or to provide support separately during any one of these phases with the utmost flexibility.

Pininfarina S.p.A., the Group’s parent, is listed on the Italian Stock Exchange. Its registered office is in Via Bruno Buozzi 6, Turin. Market investors own 22.66% of its share capital, with the remaining 77.34% held by the following shareholders:

- Pincar S.r.l. 76.06%. The shares held by Pincar S.r.l. are charged with a senior pledge, without voting rights, in favour of the parent’s lending institutions;
- Segi S.r.l. 0.60%, parent of Pincar S.r.l.;
- Seglap S.s. 0.63%;
- treasury shares held by Pininfarina S.p.A. 0.05%.

A list of the group companies, with their complete name and address, is provided later on.

The condensed interim consolidated financial statements are presented in Euros, the functional and presentation currency of the parent, where most of the activities and consolidated revenue are concentrated, and its main subsidiaries.

All amounts are presented in Euros, unless stated otherwise.

The Board of Directors approved these condensed interim consolidated financial statements on 14 November 2015. They were authorised for publication, and published, on the same day.

Basis of presentation

In accordance with IAS 1 - Presentation of Financial Statements, the condensed interim consolidated financial statements have the same basis of presentation as that of the parent. They include the following schedules:

- statement of financial position, in which current and non-current assets and liabilities are classified separately;
- income statement and statement of comprehensive income, shown as two separate schedules in which costs are classified by nature;
- statement of cash flows, presented in accordance with the indirect method, as allowed by IAS 7 - Statement of Cash Flows;
- statement of changes in equity.

These schedules present the corresponding prior year annual or interim figures for comparative purposes. Any reclassifications made at 31 March 2015 are also made to the corresponding figures. In accordance with IAS 34 - Interim Financial Reporting, the notes to the condensed interim consolidated financial statements are presented in a condensed format and do not include all the disclosure required for annual financial statements, since they cover only those items that, because of their amount, composition or change, are deemed essential to understand the Group’s financial performance, financial position and cash flows. Consequently, these condensed interim

consolidated financial statements should be read in conjunction with the 2014 annual consolidated financial statements.

Moreover, as required by Consob resolution no. 15519 of 28 July 2006, the Group presents the following information in separate schedules:

- net financial debt, with a breakdown of the main components and balances with related parties, is provided on page 12 of the directors' report;
- the effects of non-recurring events or transactions, i.e., those transactions or events that are not repeated frequently in the normal course of business (pages 49 and 50);

related party transactions are not presented in separate schedules because they are listed as separate items in the statement of financial position, shown on pages 16 and 17.

Basis of preparation

These condensed interim consolidated financial statements are prepared on a going concern basis, which the directors deemed appropriate.

They comply with the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and endorsed by the European Union. They are also consistent with the regulations enacted to implement article 9 of Legislative decree no. 38/2005. The term IFRS includes the International Financial Reporting Standards, the International Accounting Standards ("IAS") and all interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"), previously called the Standing Interpretations Committee ("SIC"), endorsed by the European Commission as of the date of the Board of Directors' meeting convened to approve the condensed interim consolidated financial statements and listed in the applicable regulations published by the European Union as of the above-mentioned date.

These condensed interim consolidated financial statements are prepared in accordance with the general principle of historical cost, except for those items that, pursuant to the IFRS, are measured at fair value, as explained in the "Accounting policies" section.

The accounting policies adopted to prepare these condensed interim consolidated financial statements at 31 March 2015 are the same as those used in the 2014 annual consolidated financial statements.

As part of the process of preparing these condensed interim consolidated financial statements, management was required to make estimates and assumptions, based on the information available as of the date hereof, which have an impact on the carrying amounts of revenue, expenses, assets and liabilities. Should actual circumstances prove to be different from those upon which the estimates and assumptions are based, the accounting effects of the resulting revisions will be recognised in the reporting period when the actual circumstances occur. Moreover, generally speaking, non-current assets are fully tested for impairment only in connection with the preparation of the annual financial statements, unless there are strong impairment indicators.

Actuarial valuations of post-employment benefits are performed in connection with the preparation of the condensed interim consolidated financial statements at 30 June and annual consolidated financial statements.

ACCOUNTING POLICIES

Condensed interim consolidated financial statements

The condensed interim consolidated financial statements all the interim financial statements of all subsidiaries from the date the Group acquires control until such control ceases to exist. Joint ventures (if any) and associates are measured using the equity method.

Intragroup expenses, revenue, receivables, payables, gains and losses are eliminated in the consolidation process.

When necessary, the accounting policies of subsidiaries, associates and joint ventures are amended to make them consistent with those of the parent.

(a) Subsidiaries and business combinations

A list of the companies consolidated line by line is provided below:

Name	Registered office	Investment %	Held by	Currency	Share/quota capital
Pininfarina Extra S.r.l.	Via Bruno Buozzi 6, Turin, Italy	100%	Pininfarina S.p.A.	€	388,000
Pininfarina of America Corp.	1101 Brickell Ave - South Tower - 8th Floor - Miami FL USA	100%	Pininfarina Extra S.r.l.	USD	10,000
Pininfarina Deutschland GmbH	Riedwiesenstr. 1, Leonberg, Germany	100%	Pininfarina S.p.A.	€	3,100,000
mpx Entwicklung GmbH	Frankfurter Ring 17, Munich, Germany	100%	Pininfarina Deutschland GmbH	€	25,000
Pininfarina Automotive Engineering (Shanghai) Co Ltd	Room 806, No. 888 Moyu (S) Rd. Anting Town, 201805, Jiading district, Shanghai, China	100%	Pininfarina S.p.A.	CNY	3,702,824

The interim reporting date of the subsidiaries is the same as that of the parent, Pininfarina S.p.A..

(b) Acquisition/sale of investments subsequent to the acquisition of control

Acquisitions and sales of investments subsequent to the acquisition of control that do not result in a loss of control are accounted for as owner transactions.

In the case of acquisitions, the difference between the consideration paid and the pro rata interest in the carrying amount of the net assets acquired is recognised in equity. In the case of sales, the resulting gain or loss is also recognised directly in equity.

If the Group loses control or significant influence, the remaining non-controlling interest is remeasured at fair value and any positive or negative difference between its carrying amount and fair value is recognised in profit or loss.

(c) Associates

Associates are listed below:

Name	Registered office	Investment %	Held by	Currency	Quota capital
Goodmind S.r.l.	Via Nazionale 30,	20%	Pininfarina Extra	€	20,000

(d) Other companies

Investments in other companies that are available-for-sale financial assets are measured at fair value, if feasible, and any resulting gains or losses are recognised in equity until the investments are sold. At that point, fair value gains or losses accumulated in equity are reclassified to the income statement for the reporting period.

If the investments are not listed on a regulated market and their fair value cannot be reliably determined, they are measured at cost, adjusted for any impairment losses, which cannot be reversed.

Translation of foreign currency captions

(a) Presentation currency and translation of financial statements denominated in currencies other than the Euro

The Group's presentation currency is the Euro.

The table below lists the exchange rates used to translate financial statements denominated in functional currencies different from the presentation currency:

Euro vs currency	31.03.2015	Q1 2015	31.03.2014	Q1 2014
US dollar - USD	1.08	1.13	1.38	1.37
Chinese renminbi (yuan) - CNY	6.64	6.97	8.57	8.36

(b) Foreign currency assets, liabilities and transactions

Transactions carried out in currencies other than the Euro are initially translated at the exchange rate in force on the date of the transaction.

At the reporting date, monetary assets and liabilities denominated in foreign currencies are retranslated into Euros at the closing rate. All resulting exchange rate gains and losses are recognised in profit or loss, except for those stemming from foreign currency loans that hedge investments in foreign operations. Any such gains or losses, and the related tax effects, are recognised directly in equity. When the equity investment is sold, the accumulated translation differences are reclassified to profit or loss.

Non-monetary items that are carried at historical cost are translated into Euros at the exchange rate in force when the underlying transaction was initially recognised. Non-monetary items that are carried at fair value are translated into Euros at the exchange rate in force on the measurement date.

None of the group companies operate in a hyperinflationary economy.

TYPES OF FINANCIAL INSTRUMENTS AND FAIR VALUE HIERARCHY

The financial instruments held by the Group include:

- cash and cash equivalents;
- financial assets held for trading;
- non-current loan liabilities and finance lease liabilities;
- trade receivables and payables and loans and receivables - related parties.

Financial assets held for trading mainly consist of government bonds, bonds and other financial assets, mostly traded in regulated markets, with a low risk profile, held because they are readily saleable and provide principal protection.

The Group has no derivatives in place, either for speculative or cash flow/fair value hedging purposes.

As required by IFRS 7, the table below lists the types of financial instruments included in the condensed interim consolidated financial statements and shows the measurement criteria adopted:

	Financial instruments at fair value through:		Fair value hierarchy	Financial instruments at amortised cost	Equity investments measured at cost	Carrying amount at 31.03.2015	Carrying amount at 31.12.2014
	profit or loss	equity					
Assets:							
Equity investments in other companies	-	-			252,017	252,017	252,017
Loans and receivables	-	-		1,796,713	-	1,796,713	1,769,770
Assets held for trading	16,135,893	-	Level 1	-	-	16,135,893	16,358,515
Trade receivables and other assets	-	-		31,695,358	-	31,695,358	31,285,510
Liabilities:							
Finance lease liabilities	-	-		50,115,045	-	50,115,045	49,373,986
Other loans and borrowings	-	-		38,438,373	-	38,438,373	37,978,251
Trade payables and other liabilities	-	-		16,915,147	-	16,915,147	16,097,681

In addition, net cash and cash equivalents are measured at fair value which usually equals their nominal amount.

Pursuant to IFRS 7 – Financial Instruments: Disclosures, the classification of financial instruments at fair value shall be based on the quality of the inputs used for measurement purposes. The IFRS 7 classification is based on the following fair value hierarchy:

- Level 1: fair value is determined based on prices quoted on an active market for identical assets or liabilities. This category includes financial assets classified as “held for trading”, which are mainly government bonds and high-rating bonds.
- Level 2: fair value is determined based on inputs that, while different from the quoted prices used in Level 1, can be observed either directly or indirectly. These condensed interim consolidated financial statements do not present any financial instruments of this type.
- Level 3: fair value is determined based on valuation models, the input of which is not based on observable market data. These condensed interim consolidated financial statements do not present any financial instruments of this type.

FINANCIAL RISK MANAGEMENT

Financial risk factors, as identified in IFRS 7 – Financial Instruments: Disclosures, are described below:

- Market risk: the risk that the fair value or the future cash flows of a financial instrument could fluctuate as a result of changes in market prices. Market risk includes the following other types of risk: currency risk, interest rate risk and price risk.
- Currency risk: the risk that the fair value or the future cash flows of a financial instrument could fluctuate as a result of changes in exchange rates.
- Interest rate risk: the risk that the fair value or the future cash flows of a financial instrument could fluctuate as a result of changes in interest rates.
- Price risk: the risk that the fair value or the future cash flows of a financial instrument could fluctuate as a result of changes in market prices (other than changes covered by the interest rate and currency risks), irrespective as to whether such fluctuations are determined by factors

specific to the financial instrument or its issuer or by factors that affect all similar market-traded financial instruments.

- Credit risk: the risk that one of the parties causes the other party to incur a financial loss by failing to fulfil an obligation.
- Liquidity risk: the risk that an entity may be unable to fulfil obligations associated with financial liabilities.

(a) Currency risk

The Group entered into most of its financial instruments in Euros, which is its functional and presentation currency. Although it operates in an international environment, it has a limited exposure to fluctuations in the exchange rates of the following currencies against the Euro: US dollar (USD), and Chinese Yuan (CNY).

(b) Interest rate risk

The Rescheduling Agreement signed by Pininfarina S.p.A. with the lending institutions (BRE, Intesa Sanpaolo, BNL, Italease, Unicredit, BP, MPS, UBI Leasing, Mediocredito Italiano S.p.A. – formerly Leasint, MPS Leasing, Selmabipiemme, Unicredit Leasing, BNP Lease and Release), effective from 1 May 2012 to 31 December 2018, defined a fixed contractual interest rate of 0.25% per annum, based on a year of 360 days, applicable to the rescheduled facilities, leases and operating lines over the entire term of the Agreement.

As a result, the Group is only marginally exposed to the interest rate risk on a loan from Banca Nazionale del Lavoro (formerly Fortis Bank), which is not included in the above-mentioned Rescheduling Agreement and accrues interest at the six-month Euribor, plus a spread of 0.9%, on the outstanding balance of €7 million at 31 March 2015. Moreover, it is exposed in connection with a loan provided by Volksbank Region Leonberg to Pininfarina Deutschland GmbH, which accrues interest at the three-month Euribor plus a spread of 0.55% on the outstanding balance of €0.3 million.

Interest on the short-term operating lines is computed at a fixed rate ranging between 5.26% and 6.75%, with regular accrual and payment in arrears at the end of each utilisation period.

A breakdown of the Group's financial debt by fixed and variable interest rates at 31 March 2015 is as follows:

	31.03.2015	%	31.12.2014	%
- Fixed rate	81,231,522	92%	80,030,341	87%
- Variable rate	7,321,896	8%	7,321,896	13%
Gross financial debt	88,553,418	100%	87,352,237	100%

Due to the new structure of the interest rates on medium to long-term financing that, at variable rates, accounts for 8% of total indebtedness, the Group has not performed a sensitivity analysis.

(c) Price risk

Because the Group exited the manufacturing sector and primarily operates within the Eurozone, its exposure to the risk of fluctuations in commodity prices is currently immaterial.

Current assets held for trading, which totalled €16.1 million at 31 March 2015, are measured at fair value. As they mainly consist of government bonds, bonds and other financial assets held because they are readily saleable and provide principal protection, most of which are traded in regulated markets and have low risk profiles and high ratings, the price risk presented by these assets is deemed to be limited.

A breakdown of these assets by nature is provided below:

	31.03.2015	%	31.12.2014	%
Italian government bonds	6,520,782	40.41	6,316,720	38.61
Foreign government or government-guaranteed bonds	-	-	-	-
Supranational securities	-	-	-	-
Bank and insurance bonds	4,079,977	25.29	3,982,267	24.34
Other bonds	2,469,566	15.30	2,999,316	18.33
Bond funds	3,065,568	19.00	3,060,212	18.72
Assets held for trading	16,135,893	100.00	16,358,515	100.00

(d) Credit risk

Styling and engineering contracts, which are the Group's primary revenue source, are agreed with highly rated customers located both inside and outside the European Union. In order to minimise the credit risk from non-EU customers, the Group seeks to align both progress billings and their collection with the relevant contract's stage of completion. There is no significant credit concentration with individual customers.

The Group did not carry out transactions involving the derecognition of financial assets, such as the factoring of trade receivables without recourse.

Financial transactions are carried out exclusively with financial institutions whose reliability is beyond question.

(e) Liquidity risk

The effects of the Rescheduling Agreement, effective from 1 May 2012 to 31 December 2018, are summarised as follows:

- it rescheduled term financing and finance leases totalling €182.5 million and operating lines amounting to €18 million to 2018;
- it led to the adoption of a fixed interest rate of 0.25% per annum, based on a year of 360 days, for term financing, finance leases and rescheduled operating lines;
- it established mandatory and voluntary early repayments upon the occurrence of specific events, including the sale of certain assets and the generation of cash flows in excess of those forecast in the 2011-2018 business plan.

The cash flows of the above-mentioned Agreement were determined based on the figures forecast in the 2011-2018 business plan, which was prepared by the Board of Directors with the support of Roland Berger and was approved on 20 April 2012. Consequently, over the medium to long term, the liquidity risk is directly correlated to the achievement of the business plan targets.

A breakdown of the contractual amount of the Group's financial debt is set out below:

	Carrying amount 31.03.2015	Contractual cash flows	Of which: due within one year	Of which: due from one to five years	Of which: due after five years
Term financing	31,416,478	37,770,207	3,617,842	34,152,365	-
Finance lease liabilities	50,115,044	60,348,129	5,826,768	54,521,361	-
BNL S.p.A., formerly Fortis Bank	7,021,896	7,021,896	7,021,896	-	-
Leases and financing	88,553,418	105,140,232	16,466,506	88,673,726	-

The Group holds net cash and cash equivalents and assets held for trading totalling €38 million, including €5 million which is restricted, as explained in note 12. Consequently, the Group is not exposed to liquidity risk in the foreseeable future.

(f) Risk of default and debt covenants

This risk refers to the possibility that, in addition to the Rescheduling Agreement, effective as of 1 May 2012, the Group's leases and financing agreements could contain acceleration clauses triggered by certain events, thereby creating a liquidity risk.

The Rescheduling Agreement, effective as of 1 May 2012, introduced the following financial covenants:

	31.12.2012	31.12.2013	31.12.2014	31.12.2015	31.12.2016	31.12.2017	31.12.2018
Net financial debt < than:	74,100,000	55,050,000	57,400,000	51,500,000	41,950,000	24,250,000	30,900,000
EBITDA > than:	n.a.	1,250,000	4,750,000	7,200,000	9,550,000	5,300,000	6,650,000

Compliance with the covenants is checked on each Verification Date, based on the most recent annual consolidated financial statements.

As a result of the tax disputes involving the parent and the ultimate parent, Pincar S.r.l. (see related comments in the Events after the reporting date section of the 2014 annual financial report), the parent had to pay €7.2 million in advance to the tax authorities. Following the discontinuance of the dispute by the tax authorities, the parent is waiting for the repayment of the amounts paid in advance.

Following the agreements reached with the lending institutions, the above amount is added to the figures provided for by the current Rescheduling Agreement and shown in the above table for the purposes of the calculation of the annual consolidated net financial debt starting from 2014 and until the tax litigation procedure is completed.

SEGMENT REPORTING

Operating segments are identified in accordance with paragraphs 5 to 10 of IFRS 8 – Operating segments. In the Operations business segment, the operating segments coincide with a series of activities mainly involving the supply of spare parts for cars manufactured by Pininfarina S.p.A., the lease of certain businesses for the production of electric cars for the car sharing service of the Paris Municipality and support functions.

Financial income and expense and income taxes are not allocated to the reporting segments because management makes the relevant decisions on an aggregate segment basis. Intra-segment transactions are carried out at market conditions. In accordance with IFRS 8.4, the Group presents segment reporting in its consolidated financial statements only.

The Group's business segments are not affected by seasonal factors.

Segment reporting for the three months ended 31 March 2015 and 2014 is set out below. Amounts are in thousands of Euros.

	Q1 2015			Q1 2014		
	Operations	Design & engineering		Operations	Design & engineering	
		A	B		A + B	A
Revenue	1,903	19,778	21,681	1,671	20,469	22,140
(Intra-segment revenue)	(125)	(811)	(936)	(78)	(991)	(1,069)
Revenue - third parties	1,778	18,967	20,745	1,593	19,478	21,071
Operating profit (loss)	(2,842)	1,573	(1,269)	(2,724)	2,176	(548)
Net financial expense			(1,197)			(890)
Dividends			-			-
Share of profit of equity-accounted investees	-	2	2	-	1	1
Loss before taxes	-	-	(2,464)	-	-	(1,437)
Income taxes	-	-	(138)	-	-	(84)
Loss from continuing operations	-	-	(2,602)	-	-	(1,521)
Profit (loss) from discontinued operations	-	-	-	-	-	-
Loss for the period	-	-	(2,602)	-	-	(1,521)
<i>Other information required by IFRS 8:</i>						
- Amortisation and depreciation	(462)	(384)	(846)	(520)	(313)	(833)
- Impairment losses	-	(2)	(2)	-	(3)	(3)
- Provisions/change in accounting estimates	-	79	79	-	30	30
- Net gains on the sale of non-current assets	-	50	50	7	-	7

Reference should be made to the directors' report for an analysis of the operating segments.

A breakdown of sales by geographical segment is provided below:

	Q1 2015	Q1 2014
Italy	4,424	3,060
EU	8,025	8,868
Non-EU countries	4,826	5,471
Revenue from sales and services	17,275	17,399

NOTES TO THE CAPTIONS

1. Property, plant and equipment

The carrying amount of property, plant and equipment at 31 March 2015 decreased to €51.9 million from €52.1 million at 31 December 2013.

Changes in property, plant and equipment and an analysis of the items making up the captions are set out below.

	Land	Buildings	Leased property	Total
Historical cost	11,176,667	52,005,168	13,066,662	76,248,497
Accumulated depreciation and impairment losses	-	(25,613,664)	(4,886,711)	(30,500,375)
Carrying amount at 31 December 2014	11,176,667	26,391,504	8,179,951	45,748,122
Reclassification: Historical cost	-	-	-	-
Reclassification: Acc. depreciation and imp. losses	-	-	-	-
Additions	-	40,095	-	40,095
Disposals: Historical cost	-	-	-	-
Disposals: Acc. depreciation and imp. losses	-	-	-	-
Depreciation	-	(224,267)	(89,637)	(313,904)
Impairment losses	-	-	-	-
Reclassifications	-	-	-	-
Other changes	-	-	-	-
Carrying amount at 31 March 2015	11,176,667	26,207,332	8,090,314	45,474,313

of which

Historical cost	11,176,667	52,045,263	13,066,662	76,288,592
Accumulated depreciation and impairment losses	-	(25,837,931)	(4,976,348)	(30,814,279)

Land and buildings include the carrying amounts of owned and leased real estate complexes, comprising the production facilities located in Via Castellamonte 6, Bairo Canavese (TO) and Strada provinciale per Caluso, San Giorgio Canavese (TO), the styling and engineering sites in via Nazionale 30, Cambiano (TO) and two properties in Turin and Beinasco (TO).

Leased property shows the carrying amount of the portion of the Cambiano real estate complex under finance lease and accounted for in accordance with IAS 17 - Leases.

All land and buildings located in Italy are owned by Pininfarina S.p.A.. They are mortgaged to Banca Nazionale del Lavoro S.p.A. to secure the outstanding financing of €7 million at 31 March 2015, which will be settled on 31 December 2015.

Additions of the year mainly relate to the renovation of the Turin building.

	Machinery	Plant	Leased plant and machinery	Total
Historical cost	5,724,275	82,198,994	122,353,360	210,276,630
Accumulated depreciation and impairment losses	(5,569,268)	(77,397,710)	(122,353,360)	(205,320,339)
Carrying amount at 31 December 2014	155,007	4,801,284	-	4,956,291
Additions	34,296	38,637	-	72,933
Disposals: Historical cost	(645,571)	(55,797)	-	(701,369)
Disposals: Acc. depreciation and imp. losses	645,571	55,797	-	701,369
Depreciation	(3,698)	(160,853)	-	(164,551)
Impairment losses	-	-	-	-
Reclassifications	-	-	-	-
Other changes	-	-	-	-
Carrying amount at 31 March 2015	185,605	4,679,068	-	4,864,673

of which

Historical cost	5,113,000	82,181,834	122,353,360	209,648,194
Accumulated depreciation and impairment losses	(4,927,395)	(77,502,766)	(122,353,360)	(204,783,521)

Plant and machinery at 31 March 2015 include generic production plant and machinery, mainly based at the production facilities located in Bairo and San Giorgio Canavese and the plant and machinery used in the Cambiano facility.

Additions of the period are mainly due to plant installed at the Cambiano facility.

	Furniture and fixtures	Hardware and software	Other assets	Total
Historical cost	2,559,136	5,643,704	700,361	8,903,202
Accumulated depreciation and impairment losses	(2,307,069)	(4,902,786)	(301,969)	(7,511,825)
Carrying amount at 31 December 2014	252,067	740,918	398,392	1,391,377
Additions	35,618	195,241	-	230,859
Disposals: Historical cost	-	-	-	-
Disposals: Acc. depreciation and imp. losses	-	-	-	-
Depreciation	(21,998)	(75,306)	(6,725)	(104,029)
Impairment losses	-	-	-	-
Reclassifications	2,661	14,575	5,926	23,162
Other changes	(2,363)	(11,293)	(3,730)	(17,386)
Carrying amount at 31 March 2015	265,985	864,135	393,863	1,523,983

of which

Historical cost	2,597,415	5,853,520	706,287	9,157,223
Accumulated depreciation and impairment losses	(2,331,430)	(4,989,385)	(312,424)	(7,633,240)

Q1 2014 additions to furniture and fixtures relate to the German group's new offices.

Q1 2014 additions to hardware and software relate to the purchase of IT equipment for technological upgrading.

2. Investment property

The Group's investment property consists of buildings owned by Pininfarina Deutschland GmbH in Renningen, near Stuttgart, Germany, which are leased to third parties.

They are mortgaged to secure a loan received by the German subsidiary, which currently has an outstanding amount of €300,000.

	Land	Buildings	Total
Historical cost	5,807,378	12,130,247	17,937,625
Accumulated depreciation and impairment losses	-	(9,188,894)	(9,188,894)
Carrying amount at 31 December 2014	5,807,378	2,941,353	8,748,731
Additions	-	47,808	47,808
Disposals: Historical cost	-	-	-
Disposals: Acc. depreciation and imp. losses	-	-	-
Depreciation	-	(89,228)	(89,228)
Impairment losses	-	-	-
Reclassifications	-	-	-
Other changes	-	-	-
Carrying amount at 31 March 2015	5,807,378	2,899,933	8,707,311
<i>of which</i>			
Historical cost	5,807,378	12,178,055	17,985,433
Accumulated depreciation and impairment losses	-	(9,278,123)	(9,278,122)

Additions relates to the work performed to bring the fire prevention systems of the Renningen buildings into compliance with the relevant laws.

3. Intangible assets

The carrying amount of intangible assets at 31 March 2015 decreased to €2.7 million from €2.8 million at 31 December 2013.

	Goodwill	Licences and trademarks	Other assets	Total
Historical cost	1,043,495	5,530,957	2,093,602	8,668,054
Accumulated amortisation and impairment losses	-	(4,010,339)	(1,981,946)	(5,992,285)
Carrying amount at 31 December 2014	1,043,495	1,520,618	111,656	2,675,769
Increase	-	103,567	14,225	117,792
Decrease	-	-	-	-
Decrease: Acc. amortisation and imp. losses	-	-	-	-
Amortisation	-	(152,902)	(20,897)	(173,799)
Impairment losses	-	-	-	-
Reclassifications	-	-	-	-
Other changes	-	-	-	-
Carrying amount at 31 March 2015	1,043,495	1,471,283	104,984	2,619,762
<i>of which</i>				
Historical cost	1,043,495	5,634,524	2,107,827	8,785,846
Accumulated amortisation and impairment losses	-	(4,163,241)	(2,002,843)	(6,166,084)

The increase for the year mainly refers to software development activities and acquisition of licences.

The remaining goodwill of €1,043,495, which is the Group's only intangible asset with an indefinite useful life, originates from the consolidation of Pininfarina Extra S.r.l.. Within the Pininfarina Group, the Pininfarina Extra subgroup, which is comprised of Pininfarina Extra S.r.l., Pininfarina of America Corp. and the associate Goodmind S.r.l., engages in styling activities that are not related to the automotive industry. Consequently, it constitutes a separate cash generating unit.

4. Investments in associates

Associates

Goodmind S.r.l., incorporated in July 2012, provides communication services to companies and public sector entities. The Group's share of its profit for the period is €2,283. The associate had five employees at the reporting date.

5. Equity investments in other companies

Equity investments in other companies did not change from the previous year end and are as follows:

	31.03.2015
Midi Plc	251,072
Idroenergia Soc. Cons. a.r.l.	516
Volksbank Region Leonberg	300
Unionfidi S.c.r.l.p.A. Turin	129
Equity investments in other companies	252,017

6. Loans and receivables

Changes in loans and receivables (third and related parties) are set out below.

	31.12.2014	Increase	Interest income	Collection	31.03.2015
Third parties	-	-	-	-	-
Related parties	1,769,770	-	26,943	-	1,796,713
Loans and receivables - Non-current portion	1,769,770	-	26,943	-	1,796,713
Third parties	-	-	-	-	-
Related parties	-	-	-	-	-
Loans and receivables - Current portion	-	-	-	-	-
Loans and receivables	1,769,770	-	26,943	-	1,796,713

The non-current portion of loans and receivables includes the loans provided by Pininfarina S.p.A. to the ultimate parent, Pincar S.r.l., to cover the costs arising from the tax assessment reports notified in December 2013 and May 2014 and loan provided by Pininfarina Extra S.r.l. to the associate Goodmind S.r.l. to finance its activities.

In January 2015, the tax authorities informed Pincar S.r.l. of the cancellation of the orders for payment as part of an internal review procedure. Accordingly, the ultimate parent immediately claimed the reimbursement of the advances paid in order to repay the loan it received from Pininfarina S.p.A..

Loans to group companies are granted at market interest rates.

7. Assets held for trading

Assets held for trading mainly consist of government bonds and highly rated bonds, which represent temporary investments of liquid assets, most of which are not subject to restrictions and that are not subject to a significant credit risk exposure. However, these investments do not meet all the requirements for recognition as cash and cash equivalents.

These assets are measured at fair value, based on their market prices. Fair value gains or losses are recognised in profit or loss under Financial income/expense. Management of the investment portfolio is outsourced to high standing counterparties with a highly reliable market reputation.

8. Inventories

Raw materials mainly consist of various materials used for the production of cars and prototypes at the Cambiano facility. Finished goods mainly consist of car spare parts manufactured by the Group, which are sold to carmakers.

The table below shows a breakdown of inventories and the allowance for inventory write-down:

	31.03.2015	31.12.2014
Raw materials	618,933	586,280
(Allowance for inventory write-down)	(553,858)	(553,858)
Finished goods	580,731	615,508
(Allowance for inventory write-down)	(339,744)	(339,744)
Inventories	306,062	308,186

The allowance for inventory write-down (unchanged from 31 December 2014) reflects the risk of obsolete and slow-moving items that arose during the phase out of production.

9. Contract work in progress

Contract work in progress shows the balance of gross contract work in progress less progress payments and advances.

The change for the period refers to engineering contracts from customers inside and outside the European Union.

10. Trade receivables - related parties

The following table shows trade receivables at 31 March 2015 and 31 December 2014:

	31.03.2015	31.12.2014
Italy	3,388,274	6,193,047
EU	8,362,600	7,992,498
Non-EU countries	4,144,516	2,647,011
(Allowance for impairment)	(937,889)	(949,773)
Third parties	14,957,501	15,882,783
Goodmind S.r.l.	-	9,760
Related parties	-	9,760
Trade receivables	14,957,501	15,892,543

The Group's main counterparties are top carmakers with a high credit rating. Since there are no insurance contracts on receivables, the Group's maximum exposure to credit risk is equal to the carrying amount of the receivables less the allowance for impairment. The Group did not factor any receivables. Trade receivables are mostly denominated in Euros.

Changes in the allowance for impairment are set out below:

	31.03.2015	31.12.2014
Opening balance	949,773	1,303,522
Additions	1,963	47,681
Utilisations	(40,297)	(44,503)
Other changes	26,450	(356,927)
Closing balance	937,889	949,773

Utilisations mainly refer to loans and receivables that are no longer deemed recoverable.

Other changes for the reporting period were generated by the conversion of the allowance recognised by the subsidiary Pininfarina of America Corp into the reporting currency.

11. Other assets

The following table shows other assets at 31 March 2015 and 31 December 2014:

	31.03.2015	31.12.2014
Registration tax	5,634,087	5,634,087
VAT	7,569,230	6,033,788
Withholding taxes	1,634,402	1,546,806
Grants for the Program II.3 "Più sviluppo" project	1,111,441	1,111,441
Prepayments and accrued income	560,929	776,167
Advances to suppliers	40,619	91,613
Amounts due from INAIL (the Italian Workers' Compensation Authority) and INPS (the Italian social security institution)	29,507	14,568
Amounts due from employees	14,533	17,916
Other	143,109	166,581
Other assets	16,737,857	15,392,967

The caption "Registration tax" shows the amount paid by the parent following the payment order notified at the end of December 2013 against which it filed an appeal. In January 2015, the tax authorities informed the parent of the cancellation of the orders for payment as part of an internal review procedure. Accordingly, the parent is waiting for the repayment of the amounts paid in advance.

Grants for the Program II.3 "Più Sviluppo" project are due from the Piedmont Regional Authorities as the first and second instalment of the forgivable loan for the "AMPERE" industrial research and experimental development project.

12. Cash and cash equivalents

The table below shows a breakdown of this caption and a comparison with the previous year-end corresponding figures:

	31.03.2015	31.12.2014
Cash on hand and cash equivalents	19,145	15,850
Short-term bank deposits	21,822,135	24,407,933
Cash and cash equivalents	21,841,280	24,423,783
(Bank overdrafts)	-	-
Net cash and cash equivalents	21,841,280	24,423,783

Short-term bank deposits include the parent's restricted account of €5,000,000 in favour of Banca Intermobiliare to secure the surety of the same amount that the latter provided to Reale Mutua Assicurazione, which, in turn, issued a surety of €9,649,751 to the tax authorities securing the repayment of the 2012 VAT receivable to the parent. The surety expires on 26 November 2016.

13. Equity

(a) Share capital

	31.03.2015		31.12.2014	
	Nominal amount	No.	Nominal amount	No.
Ordinary shares	30,166,652	30,166,652	30,166,652	30,166,652
(Treasury shares)	(15,958)	(15,958)	(15,958)	(15,958)
Share capital	30,150,694	30,150,694	30,150,694	30,150,694

The parent's share capital is comprised of 30,166,652 ordinary shares, with a unit nominal amount of €1. There are no other classes of shares.

Treasury shares are held in accordance with the limits imposed by article 2357 of the Italian Civil Code.

As required by the agreements signed with the lending institutions, the shares held by Pincar S.r.l., equal to 76.06% of the share capital, are charged with a senior pledge, without voting rights, in favour of such institutions. Detailed information about the parent's shareholders is provided in the "General information" section of these notes.

(b) Reserve for treasury shares

This reserve of €175,697, unchanged from the previous year end, is recognised in accordance with the provisions of article 2357 of the Italian Civil Code.

(c) Legal reserve

The legal reserve of €6,033,331, which pursuant to the provisions of article 2430 of the Italian Civil Code is available to cover any losses, is unchanged from the previous year end.

(d) Translation reserve

The translation reserve reflects the cumulative differences from the translation of financial statements of companies with functional currencies other than the Euro, which is the Group's presentation currency. These companies are Pininfarina Automotive Engineering (Shanghai) Co Ltd. and Pininfarina of America Corp..

(e) Other reserves

Other reserves are unchanged from the previous year end.

The Group has no stock option plans or other instruments requiring share-based payments.

(f) Retained earnings (losses carried forward)

Losses carried forward totalled €11,153,936 at the reporting date. The €1,262,883 increase on 31 December 2014 relates to the 2014 loss.

The table reconciling the parent's loss and equity as at and for the period ended 31 March 2015 with the Group's relevant figures is provided in the directors' report, to which reference is made.

14. Loans and borrowings

Rescheduling Agreement

(a) Rescheduling Agreement

The Rescheduling Agreement (the "Agreement") between Pininfarina S.p.A. and its lending institutions became effective on 1 May 2012. Its effects are summarised below:

- the rescheduling of term financing and finance leases totalling €182.5 million and a portion of the operating lines amounting to €18 million to 2018;
- the adoption of a fixed annual interest rate of 0.25% for the borrowings mentioned above.

The Agreement does not apply to the loan granted to Pininfarina S.p.A. by BNL (formerly Fortis Bank).

(b) Fair value of restructured debt

The fair value of the restructured debt was determined by discounting the cash flows from the Rescheduling Agreement to their present value at a 6.5% rate, determined with the support of a third-party financial advisor, as the sum of 1) the return on risk-free investments and 2) a credit spread attributed to Pininfarina S.p.A..

The table below summarises the changes in loans and borrowings:

	31.12.2014	2015 repayments	Figurative interest	31.03.2015
Finance lease liabilities	43,547,218	-	741,059	44,288,277
Other loans and borrowings	27,338,513	-	460,122	27,798,635
Non-current portion	70,885,731	-	1,201,181	72,086,912
Bank overdrafts	-	-	-	-
Finance lease liabilities	5,826,768	-	-	5,826,768
Other loans and borrowings	10,639,738	-	-	10,639,738
Current portion	16,466,506	-	-	16,466,506
Current and non-current portions	87,352,237	-	1,201,181	88,553,418
<i>Of which:</i>				
Finance lease liabilities	49,373,986	-	741,059	50,115,045
Other loans and borrowings	37,978,251	-	460,122	38,438,373
Leases and financing	87,352,237	-	1,201,181	88,553,418

Other loans and borrowings include the amounts due to the lending institutions of Pininfarina S.p.A., parties to the Agreement, and to Banca Nazionale del Lavoro S.p.A. (formerly Fortis Bank), pursuant to the relevant loan and financing agreements.

A breakdown of the contractual cash flows by maturity is provided in paragraph (e) of the “Financial risk management” section. A breakdown of changes by lender is set out below:

	31.12.2014	2015 repayments	Figurative interest	31.03.2015
Mediocredito Italiano S.p.A. (formerly Leasint S.p.A.)	10,941,650	-	164,225	11,105,875
MPS Leasing & Factoring S.p.A.	5,470,827	-	82,112	5,552,939
Selmabipiemme Leases S.p.A.	5,470,827	-	82,112	5,552,939
Release S.p.A.	14,705,391	-	220,715	14,926,107
BNP Paribas Leases Solutions S.p.A.	4,697,803	-	70,510	4,768,313
UBI Leasing S.p.A.	2,348,901	-	35,253	2,384,154
Unicredit Leasing S.p.A.	5,738,586	-	86,131	5,824,717
Finance lease liabilities	49,373,986	-	741,058	50,115,044
Intesa Sanpaolo S.p.A.	8,472,390	-	127,163	8,599,553
Intesa Sanpaolo S.p.A. (former operating line)	2,394,107	-	35,933	2,430,040
Banco Popolare Soc. Coop. (formerly Banca Italease S.p.A.)	635,432	-	9,537	644,969
UniCredit S.p.A.	6,904,730	-	103,634	7,008,364
Banca Nazionale del Lavoro S.p.A.	1,283,697	-	19,267	1,302,965
Banca Regionale Europea S.p.A.	3,530,163	-	52,985	3,583,147
Banca Regionale Europea S.p.A. (former operating line)	1,596,071	-	23,956	1,620,027
Banco Popolare Soc. Coop.	2,647,625	-	39,738	2,687,364
Banco Popolare Soc. Coop. (former operating line)	1,197,054	-	17,967	1,215,021
Banca Monte dei Paschi di Siena S.p.A. (former operating line)	1,995,086	-	29,943	2,025,028
Volksbank Region Leonberg (GER)	300,000	-	-	300,000
Loans and borrowings	30,956,355	-	460,123	31,416,478
Banca Nazionale del Lavoro S.p.A. (formerly Fortis Bank)	7,021,896	-	-	7,021,896
Leases and financing	87,352,237	-	1,201,181	88,553,418

Transactions with Banca Nazionale del Lavoro S.p.A., formerly Fortis Bank

On 25 June 2008, Pininfarina S.p.A. and Banca Nazionale del Lavoro S.p.A. (formerly Fortis Bank) entered into an agreement (the “Fortis Agreement”) separate from the Rescheduling Agreement of 31 December 2008, aimed at defining a plan for the repayment of interest-bearing debt in half-yearly instalments, the last one of which is due on 31 December 2015. This separate agreement is independent of the new Rescheduling Agreement that became effective on 1 May 2012.

Further to the court orders served on Pininfarina S.p.A. on 28 March and 19 April 2008, Banca Nazionale del Lavoro S.p.A. (formerly Fortis Bank) was granted court-ordered mortgages on the buildings owned by the parent, which secure loans currently approximating €7 million that will be settled on 31 December 2015.

Other information

The €300,000 loan is due to Volksbank Region Leonberg (GER) by Pininfarina Deutschland, which is the only subsidiary with non-current debt.

Consequently, the Group’s loans and borrowings are not subject to currency risk.

15. Trade payables, other financial liabilities and other liabilities

(a) Trade payables

	31.03.2015	31.12.2014
Third parties	9,247,367	8,922,775
Related parties	5,490	45,040
Advances for contract work in progress	4,735,800	3,277,786
Trade payables	13,988,657	12,245,601

The reporting-date balance comprises amounts that will be paid within twelve months of the reporting date.

Advances for contract work in progress include advances and deferred income of €1.2 million for progress billing exceeding the stage of completion of the styling and engineering contracts.

Details of the balance with related parties is provided in the Other information section on page 48.

(b) Other financial liabilities

	31.03.2015	31.12.2014
Wages and salaries payable	3,553,426	2,582,299
Social security charges payable	771,346	1,280,181
Other	1,732,123	1,864,090
Other financial liabilities	6,056,895	5,726,570

(c) Other liabilities

This caption mostly comprises the deferred lease income on the business lease signed by the parent and deferred income of the subsidiaries.

16. Provisions for risks and charges, contingent liabilities and litigation

(a) Provisions for risks and charges

Changes in provisions for risks and charges are set out below, with a comment on the main changes:

	31.12.2014	Additions	Utilisations	Other changes	31.03.2015
Provision for product warranty	58,650	-	(2,154)	-	56,496
Restructuring provision	442,615	-	(232,316)	-	210,299
Other provisions	345,323	5,698	(77,178)	(37,224)	236,619
Provisions for risks and charges	846,588	5,698	(311,648)	(37,224)	503,414

The restructuring provision reflects a best estimate of the liability for restructuring at the reporting date. Utilisations of the restructuring provision includes amounts paid to employees who left during the period.

Other provisions reflect the estimated liabilities that may arise from losses to complete styling and engineering contracts, potential disputes with former employees and environmental risks. Additions, utilisations and other changes mainly show the effects of the measurement of losses to complete long-term contracts.

(b) Contingent liabilities and litigation

Registration tax

On 24 December 2013, the parent was notified of 14 orders for payment of tax and decisions to impose penalties ("Orders"), each relating to a pro rata "financial liability" recognised by Pininfarina S.p.A. with almost all lending institutions involved in the Rescheduling Agreement signed in Lugano (Switzerland) on 31 December 2008. In addition to the request for payment of the allegedly due registration tax and related interest, each Order imposes a sanction amounting to 120% of the assessed tax. The overall amount requested is €11.4 million.

Almost all the lending institutions received similar orders for payment, as they are jointly and severally liable with the parent vis-a-vis the tax authorities.

As it was certain of its correct conduct, the parent appealed against the Orders on 5 February 2014 (paying the assessed taxes plus interest for an overall amount of €5.6 million).

In January 2015, the tax authorities informed Pininfarina S.p.A. of the cancellation of the orders for payment as part of an internal review procedure. Accordingly, the parent immediately claimed the reimbursement of the advances paid.

VAT

This dispute, which arose in 2007 regarding the allegation that VAT should have been levied on the amounts invoiced in 2002 and 2003 by the parent to Peugeot Citroen Automobiles SA, is currently pending before the Supreme Court of Cassation. There were no developments in this case as of the approval date hereof.

17. Current and deferred taxes

(a) Deferred taxes

The table below provides a breakdown of deferred tax assets and liabilities:

	31.03.2015	31.12.2014
Deferred tax assets	1,064,414	1,036,457
(Deferred tax liabilities)	(2,476)	(2,476)
Net deferred tax assets	1,061,938	1,033,981

The net deferred tax assets shown in the consolidated financial statements mainly refer to the German companies. They reflect the recoverable portion of the tax loss carryforwards, determined based on forecast future taxable profit and taking into account the agreement for the filing of a national consolidated tax return signed by the German companies. The remainder relates to Pininfarina of America Corp. due to a temporary difference on an allowance for impairment.

The Group has not recognised additional deferred tax assets as it does not expect to generate a taxable profit in the short to medium-term that would allow the full utilisation of the tax losses and deductible temporary differences.

(b) Current taxes

Income taxes recognised in profit or loss are detailed below:

	Q1 2015	Q1 2014
Income taxes	(143,485)	(6,936)
IRAP (Regional tax on production activities)	(14,075)	(132,250)
Release of excess provision	791	-
Current taxes	(156,769)	(139,186)
Net deferred tax income	18,118	54,755
Income taxes	(138,651)	(84,431)

Income taxes refer to the subsidiary Pininfarina of America Corp.. IRAP refers to Pininfarina Extra S.r.l..

18. Revenue from sales and services

	Q1 2015	Q1 2014
Sales - Italy	335,119	275,000
Sales - EU	299,371	415,213
Sales - Non-EU countries	80,483	138,982
Services - Italy	4,089,835	2,784,555
Services - EU	7,725,388	8,452,991
Services - Non-EU countries	4,745,131	5,332,464
Revenue from sales and services	17,275,327	17,399,205

Sales refer mainly to revenue from sales of spare parts and equipment. Services show amounts invoiced for styling and engineering services.

Segment reporting is provided on page 30.

19. Other revenue and income

	Q1 2015	Q1 2014
Lease income	887,838	893,236
Prior period income	87,402	117,656
Insurance compensation	19,970	-
Royalties	391,500	156,217
Rebilling	44,753	35,593
Grants relating to income	-	9,696
Sundry	1,584	9,575
Other revenue and income	1,433,047	1,221,973

Lease income mainly refers to the business lease signed by Pininfarina S.p.A. and a third party and leases for the two buildings located in Renningen, near Stuttgart, in Germany, owned by the subsidiary Pininfarina Deutschland GmbH.

Prior period income refers to prior period income and estimation differences, other than errors, resulting from the regular updating of estimates made in previous years.

Royalties refer to fees for the licence to use the Pininfarina trademark granted to the Bolloré S.A. Group in connection with the production of electric cars at the Bairo Canavese facility.

20. Gains on sale of non-current assets and equity investments

This caption shows the gain recognised by the parent on the sale of machinery.

21. Raw materials and components

Raw materials and components mainly include purchases of equipment and materials used for the styling and engineering contracts and spare parts resold by the Group.

22. External variable engineering services

External variable engineering services mainly refer to design and technical services.

23. Wages, salaries and employee benefits

	Q1 2015	Q1 2014
Wages and salaries	(10,236,916)	(9,457,909)
Social security contributions	(2,547,912)	(2,547,976)
Utilisation of restructuring and other provisions	232,315	90,019
Blue collars, white collars and managers	(12,552,513)	(11,915,866)
Post-employment benefits - defined contribution plan	(287,595)	(345,854)
Wages, salaries and employee benefits	(12,840,108)	(12,261,720)

Utilisations of the restructuring provision includes amounts paid to employees who left during the period.

Post-employment benefits – defined contribution plan reflect the costs related to post-employment benefits both for defined benefit and defined contribution plans.

The increase in wages, salaries and employee benefits (€578,388) is mainly due to the larger number of the subsidiaries' employees and the costs incurred for personnel who left the parent.

A breakdown of the actual number of employees at 31 March 2015 and the average number for the reporting period is set out below, as per article 2427 of the Italian Civil Code, calculated by adding the number of employees at the beginning and end of the reporting period and dividing the result by two:

	Q1 2015		Q1 2014	
	reporting date	average	reporting date	average
Managers	25	25	21	22
White collars	623	622	680	684
Blue collars	32	32	59	62
Total	680	679	760	768

The business lease to a third party, which expires on 31 December 2016, includes the transfer of 52 employment contracts (unchanged from 31 December 2014).

The number of employees at 31 March 2014 included 86 employees (originally 127) covered by a redundancy programme due to discontinuation of production activities, which was completed in the second quarter of 2014.

24. Additions to/utilisation of provisions and impairment losses

	Q1 2015	Q1 2014
Net impairment losses on loans and receivables	(1,963)	(2,606)
Additions to provisions for risks and charges	(5,698)	-
Utilisation and revised estimates of provisions for risks and charges	85,100	29,676
Additions to/utilisation of provisions and impairment losses	77,439	27,070

Reference should be made to note 10 for details of the allowance for impairment.

Utilisation and revised estimates of provisions for risks and charges include the utilisation and revised estimates of the provision for losses to complete contracts.

Reference should be made to note 16 for details of additions to the provisions for risks and charges.

25. Other expenses

	Q1 2015	Q1 2014
Travel expenses	(684,932)	(557,169)
Leases	(584,601)	(535,037)
Directors' and statutory auditors' fees	(280,274)	(279,360)
Consulting and other services	(875,276)	(558,878)
Other personnel costs	(212,831)	(251,472)
Postal expenses	(125,160)	(135,528)
Cleaning and waste disposal services	(71,919)	(77,418)
Advertising	(290,526)	(165,080)
Indirect taxes	(157,632)	(208,992)
Insurance	(148,503)	(143,969)
Membership fees	(25,167)	(24,302)
Prior period expense	(3,892)	(29,242)
General services and other expenses	(247,290)	(144,741)
Other expenses	(3,708,003)	(3,111,187)

Travel expenses mainly include costs incurred for the transfer to Germany of personnel dedicated to the BMW contract.

Consulting and other services include legal expenses and IT consultancy fees.

General services and other expenses include costs for guarantees and settlements in court.

Leases mainly refer to IT equipment, forklift trucks and cars used by employees. These are operating leases pursuant to IAS 17 – Leases and do not entail special commitments for the Group

26. Net financial expense

	Q1 2015	Q1 2014
Bank interest and expense	(73,412)	(106,073)
Lease interest expense	(778,778)	(820,067)
Interest expense on loans and financing	(502,825)	(548,981)
Financial expense	(1,355,015)	(1,475,121)
Bank interest income	23,087	67,914
Fair value gains on assets held for trading	107,529	508,859
Interest income on loans and receivables - third parties	-	-
Interest income on loans and receivables - related parties	26,944	8,329
Financial income	157,560	585,102
Net financial expense	(1,197,455)	(890,019)

Bank interest and expense refer to interest paid on credit lines and bank fees.

Lease interest expense of €778,778 shows the effect of amortised-cost accounting (€741,060) and interest paid under the new Agreement (€37,718).

Interest expense on loans and financing of €502,825 comprises the effect of amortised-cost accounting (€460,125), interest accrued on the loan due to Banca Nazionale del Lavoro (formerly Fortis Bank) (€18,819) and interest accrued under the new Agreement (€23,418). The remainder relates to foreign companies.

Lease interest expense and interest expense on non-current loans and financing and the liability with Banca Nazionale del Lavoro will be paid on 30 June and 31 December 2015.

Bank interest income accrued on the current account positive balances.

The fair value gains on assets held for trading arise from the different performances and amounts of the securities in portfolio during the current reporting period and corresponding period of the previous year.

Interest income on loans and receivables - related parties of €26,944 accrued on the loans granted to the ultimate parent, Pincar S.r.l., by Pininfarina S.p.A. and to the associate Goodmind S.r.l. by Pininfarina Extra S.r.l..

OTHER INFORMATION

Events after the reporting period

Reference should be made to the relevant section of the directors' report for information about events that occurred after the reporting date.

Related party transactions

The table below, which is presented pursuant to Consob communication no. DEM/6064293 of 28 July 2006, summarises related party transactions, including intragroup transactions. These transactions were carried out at market conditions, consistent with the nature of the goods exchanged or services provided. They were neither atypical nor unusual for the purposes of the above-mentioned communication.

	Commercial		Financial		Operating		Financial	
	Assets	Liabilities	Assets	Liabilities	Revenue	Expense	Income	Expense
Pincar S.r.l.	-	-	1,665,727	-	-	-	25,957	-
Goodmind S.r.l.	-	5,490	130,986	-	8,000	4,500	986	-
Total	-	5,490	1,796,713	-	8,000	4,500	26,943	-

In addition to the above figures:

- Studio Professionale Pavesio e Associati, related to the director Carlo Pavesio, provided legal assistance to the parent and Pininfarina Extra S.r.l. for total fees of €52,078, respectively;
- Pantheon Italia S.r.l., related to the director Roberto Testore, provided commercial assistance for total fees of €9,000;
- Giovanni Pininfarina, son of the chairman of the Board of Directors, Paolo Pininfarina, provided commercial assistance for total fees of €2,100.

Significant non-recurring transactions

As required by Consob communication no. DEM/6064293 of 28 July 2006, the effects of non-recurring events or transactions, i.e., those events or transactions that do not occur frequently during the normal course of business, are shown in the next tables:

	31.03.2015	31.03.2015 net of significant non- recurring transactions
Property, plant and equipment	51,862,969	51,862,969
Investment property	8,707,311	8,707,311
Intangible assets	2,619,762	2,619,762
Equity investments	313,023	313,023
Deferred tax assets	1,064,414	1,064,414
Non-current financial assets	1,796,713	203,756
NON-CURRENT ASSETS	66,364,192	64,771,235
Inventories	306,062	306,062
Contract work in progress	5,448,215	5,448,215
Current financial assets	16,135,893	16,135,893
Derivatives	-	-
Trade receivables and other assets	31,695,358	31,695,358
Cash and cash equivalents	21,841,280	23,408,280
CURRENT ASSETS	75,426,808	76,993,807
Assets held for sale	-	-
TOTAL ASSETS	141,791,000	141,765,043
Share capital and reserves	27,999,316	27,999,316
Loss from continuing operations	(2,602,409)	(2,628,366)
EQUITY	25,396,907	25,370,950
Non-current loans and borrowings	72,086,912	72,086,912
Deferred tax liabilities	2,476	2,476
Post-employment benefits and other provisions	5,096,525	5,096,525
NON-CURRENT LIABILITIES	77,185,913	77,185,913
Current loans and borrowings	16,466,506	16,466,506
Other financial liabilities	6,056,895	6,056,895
Trade payables	13,988,657	13,988,657
Current tax liabilities	998,339	998,339
Provisions for risks and charges	503,414	503,414
Other liabilities	1,194,368	1,194,368
CURRENT LIABILITIES	39,208,180	39,208,180
Liabilities associated with non-current assets held for sale	-	-
TOTAL LIABILITIES	116,394,093	116,394,093
TOTAL LIABILITIES AND EQUITY	141,791,000	141,765,043

	Q1 2015	Q1 2015 net of significant non- recurring transactions
Revenue from sales and services	17,275,327	17,275,327
Internal work capitalised	-	-
Change in finished goods and work in progress	2,036,917	2,036,917
Other revenue and income	1,433,047	1,433,047
REVENUE	20,745,291	20,745,291
Net gains on sale of non-current assets and equity investments	50,000	50,000
Raw materials and consumables	(1,053,597)	(1,053,597)
Other variable production costs	(654,603)	(654,603)
External variable engineering services	(3,129,233)	(3,129,233)
Wages, salaries and employee benefits	(12,840,108)	(12,840,108)
Amortisation and depreciation, impairment losses and provisions	(768,074)	(768,074)
Net exchange rate gains	89,740	89,740
Other expenses	(3,708,003)	(3,708,003)
OPERATING LOSS	(1,268,586)	(1,268,586)
Net financial expense	(1,197,455)	(1,223,412)
Dividends	-	-
Share of profit of equity-accounted investees	2,283	2,283
LOSS BEFORE TAXES	(2,463,758)	(2,489,715)
Income taxes	(138,651)	(138,651)
LOSS FOR THE PERIOD	(2,602,409)	(2,628,366)

The transactions identified as significant and non-recurring are as follows:

- Loan to the ultimate parent Pincar S.r.l. disbursed in 2014.

Atypical and unusual transactions

As required by Consob communication no. DEM/6064293 of 28 July 2006, the Pininfarina Group specifies that it did not carry out atypical or unusual transactions during the reporting period, as defined in the above-mentioned Communication, according to which atypical and/or unusual transactions are transactions that, because of their significance/material amount, nature of the counterparty, subject, method used to determine the transfer price and timing of the event, could create doubts as to: the fairness/completeness of the disclosure provided in the financial statements, the existence of a conflict of interest, the safeguarding of corporate assets and the protection of non-controlling investors.

Pininfarina S.p.A.

**Interim separate financial statements as at and for the
three months ended 31 March 2015**

Statement of financial position

	31.03.2015	31.12.2014
Land and buildings	45,474,313	45,748,122
Land	11,176,667	11,176,667
Buildings	26,207,332	26,391,504
Leased property	8,090,314	8,179,951
Plant and machinery	4,837,783	4,925,864
Machinery	185,605	155,007
Plant	4,652,178	4,770,857
Leased machinery and equipment	-	-
Furniture, fixtures and other assets	942,824	972,844
Furniture and fixtures	26,648	29,343
Hardware and software	540,861	562,642
Other assets, including vehicles	375,315	380,859
Assets under construction	-	-
Property, plant and equipment	51,254,920	51,646,830
Investment property		
Goodwill	-	-
Licences and trademarks	1,059,815	1,102,263
Other	-	-
Intangible assets	1,059,815	1,102,263
Subsidiaries	21,577,447	21,577,447
Associates	-	-
Joint ventures	-	-
Other companies	645	645
Equity investments	21,578,092	21,578,092
Deferred tax assets	-	-
Held-to-maturity investments	-	-
Loans and receivables	4,027,619	4,265,466
Third parties	-	-
Related parties	4,027,619	4,265,466
Available-for-sale financial assets	-	-
Non-current financial assets	4,027,619	4,265,466
TOTAL NON-CURRENT ASSETS	77,920,446	78,592,651
Raw materials	65,075	32,422
Work in progress	-	-
Finished goods	128,450	162,594
Inventories	193,525	195,016
Contract work in progress	3,400,651	3,138,000
Assets held for trading	16,135,893	16,358,515
Loans and receivables	-	-
Third parties	-	-
Related parties	-	-
Available-for-sale financial assets	-	-
Current financial assets	16,135,893	16,358,515
Derivatives	-	-
Trade receivables	6,854,183	9,616,399
Third parties	6,247,399	9,134,242
Related parties	606,784	482,157
Other assets	16,048,167	14,895,521
Trade receivables and other assets	22,902,350	24,511,920
Cash on hand and cash equivalents	558	909
Short-term bank deposits	15,751,396	16,615,264
Cash and cash equivalents	15,751,954	16,616,173
TOTAL CURRENT ASSETS	58,384,373	60,819,624
Assets held for sale	-	-
TOTAL ASSETS	136,304,819	139,412,275

Statement of financial position

	31.03.2015	31.12.2014
Share capital	30,150,694	30,150,694
Share premium reserve	-	-
Reserve for treasury shares	175,697	175,697
Legal reserve	6,033,331	6,033,331
Other reserves	2,646,208	2,646,208
Losses carried forward	(10,136,787)	(7,164,992)
Loss for the period/year	(3,020,069)	(2,971,795)
EQUITY	25,849,074	28,869,143
Finance lease liabilities	44,288,277	43,547,218
Other loans and borrowings	27,498,635	27,038,513
Third parties	27,498,635	27,038,513
Related parties	-	-
Non-current loans and borrowings	71,786,912	70,585,731
Deferred tax liabilities	-	-
Italian post-employment benefits	4,459,325	4,711,478
Other	-	-
Post-employment benefits	4,459,325	4,711,478
TOTAL NON-CURRENT LIABILITIES	76,246,237	75,297,209
Bank overdrafts	-	-
Finance lease liabilities	5,826,768	5,826,768
Other loans and borrowings	10,937,319	10,937,319
Third parties	10,639,738	10,639,738
Related parties	297,581	297,581
Current loans and borrowings	16,764,087	16,764,087
Wages and salaries payable	2,587,065	1,819,945
Social security charges payable	517,343	1,004,607
Other	1,053,041	1,550,299
Other financial liabilities	4,157,449	4,374,851
Third parties	6,882,822	7,725,254
Related parties	739,240	924,042
Advances for contract work in progress	4,035,646	2,734,251
Trade payables	11,657,708	11,383,547
Direct tax liabilities	-	-
Other tax liabilities	376,850	376,850
Current tax liabilities	376,850	376,850
Derivatives	-	-
Provision for product warranty	56,496	58,650
Restructuring provision	210,299	442,615
Other provisions	236,619	345,323
Provisions for risks and charges	503,414	846,588
Other liabilities	750,000	1,500,000
TOTAL CURRENT LIABILITIES	34,209,508	35,245,923
TOTAL LIABILITIES	110,455,745	110,543,132
Liabilities associated with assets held for sale	-	-
TOTAL LIABILITIES AND EQUITY	136,304,819	139,412,275

Pursuant to Consob resolution no. 15519 of 27 July 2006, an ad hoc statement showing related party transactions has not been prepared as these are already shown in the financial statements schedules. As for transactions with other related parties, such as directors and statutory auditors, Other liabilities include accrued fees for the year of €6,596.

For consistency purposes, deferred income for contract work in progress at 31 December 2014 has been reclassified from "Trade payables - third parties" to "Advances for contract work in progress".

Income statement

	Q1 2015	<i>Of which: related parties</i>	Q1 2014	<i>Of which: related parties</i>
Revenue from sales and services	9,484,927	208,483	10,429,531	106,595
Internal work capitalised	-	-	-	-
Change in inventories and contract work in progress	228,507	-	1,276,375	-
Change in contract work in progress	262,651	-	1,293,800	-
Change in finished goods and work in progress	(34,144)	-	(17,425)	-
Other revenue and income	1,220,529	-	925,166	6,000
Revenue	10,933,963	208,483	12,631,072	112,595
Gains on sale of non-current assets and equity investments	50,000	-	6,500	-
<i>Gain on sale of equity investments</i>	-	-	-	-
Raw materials and components	(957,452)	-	(2,068,408)	-
Change in raw materials	32,653	-	(549,808)	-
Inventory write-downs	-	-	-	-
Raw materials and consumables	(924,799)	-	(2,618,216)	-
Consumables	(251,410)	-	(205,907)	-
External maintenance	(255,795)	-	(184,487)	-
Other variable production costs	(507,205)	-	(390,394)	-
External variable engineering services	(2,150,397)	(709,289)	(2,087,325)	(959,678)
Blue collars, white collars and managers	(6,097,341)	-	(6,059,710)	-
Independent contractors and temporary workers	-	-	-	-
Social security contributions and other post-employment benefits	(264,850)	-	(326,607)	-
Wages, salaries and employee benefits	(6,362,191)	-	(6,386,317)	-
Depreciation of property, plant and equipment and investment property	(532,776)	-	(553,793)	-
Amortisation of intangible assets	(90,697)	-	(78,707)	-
Losses on sale of non-current assets and equity investments	-	-	-	-
(Additions to)/utilisation of provisions and impairment losses	79,402	-	29,676	-
Amortisation, depreciation and impairment losses	(544,071)	-	(602,824)	-
Net exchange rate gains	42	-	48	-
Other expenses	(2,362,603)	-	(2,074,514)	-
Operating loss	(1,867,261)	(500,805)	(1,521,970)	(847,083)
Net financial expense	(1,192,700)	32,807	(897,954)	9,112
Dividends received	-	-	-	-
Loss before taxes	(3,059,961)	(467,999)	(2,419,924)	(837,971)
Income taxes	39,892	-	49,937	-
Loss for the period	(3,020,069)	(467,999)	(2,369,987)	(837,971)

Pursuant to Consob resolution no. 15519 of 27 July 2006, the effects of related party transactions on the income statement of Pininfarina S.p.A. are shown in the table provided above and in the "Other Information" section hereof.

Statement of comprehensive income

	Q1 2015	Q1 2014
Loss for the period	(3,020,069)	(2,369,987)
Other comprehensive income (expense):		
Items that will not be reclassified to profit or loss:		
- Actuarial gains (losses) on defined benefit plans - IAS 19	-	-
- Income taxes	-	-
- Other	-	-
Total items of other comprehensive income (expense) that will not be reclassified to profit or loss, net of tax effect:	-	-
Items that will or may be subsequently reclassified to profit or loss:		
- Gains (losses) from translation of financial statements of foreign operations - IAS 21	-	-
- Other	-	-
Total items of other comprehensive income (expense) that will be subsequently reclassified to profit or loss, net of tax effect:	-	-
Total other comprehensive income (expense), net of tax effect	-	-
Comprehensive expense	(3,020,069)	(2,369,987)

Reclassified income statement
(€'000)

	Q1 2015	%	Q1 2014	%	Variation	2014
Revenue from sales and services	9,485	86.74	10,430	82.57	(945)	51,228
Change in inventories and contract work in progress	229	2.09	1,276	10.11	(1,047)	(2,316)
Other revenue and income	1,220	11.16	925	7.32	295	3,933
Internal work capitalised	-	-	-	-	-	-
Revenue	10,934	100.00	12,631	100.00	(1,697)	52,845
Net gains on the sale of non-current assets	50	0.45	7	0.05	43	705
Materials and services (*)	(5,978)	(54.67)	(6,621)	(52.42)	643	(26,342)
Change in raw materials	33	0.30	(550)	(4.35)	583	(622)
Value added	5,039	46.08	5,467	43.28	(428)	26,586
Labour cost (**)	(6,362)	(58.18)	(6,386)	(50.56)	24	(23,797)
EBITDA	(1,323)	(12.10)	(919)	(7.28)	(404)	2,789
Amortisation and depreciation	(623)	(5.69)	(632)	(5.00)	9	(2,518)
(Additions to)/utilisation of provisions and impairment losses	79	0.72	29	0.23	50	311
EBIT	(1,867)	(17.07)	(1,522)	(12.05)	(345)	582
Net financial expense	(1,193)	(10.91)	(898)	(7.11)	(295)	(3,771)
Loss before taxes	(3,060)	(27.98)	(2,420)	(19.16)	(640)	(3,189)
Income taxes	40	0.36	50	0.40	(10)	217
Loss for the period/year	(3,020)	(27.62)	(2,370)	(18.76)	(650)	(2,972)

(*) **Materials and services** are net of utilisations of the provisions for product warranty and risks (€17 thousand and €31 thousand for the first quarters of 2014 and 2015, respectively).

(**) **Labour cost** is net of utilisations of the restructuring and other provisions (€90 thousand and €232 thousand for the first quarters of 2014 and 2015, respectively).

As required by Consob resolution no. DEM/6064293 of 28 July 2006, a reconciliation of the data in the consolidated financial statements with those in the reclassified schedules is provided below:

- **Materials and services** include raw materials and components, other variable production costs, external variable engineering services, exchange rate gains and losses and other expenses.
- **Amortisation and depreciation** comprise amortisation of intangible assets and depreciation of property, plant and equipment and investment property.
- **(Additions to)/utilisation of provisions and impairment losses** include additions to/utilisation of provisions, impairment losses and inventory write-downs.
- **Net financial expense** comprises net financial expense and dividends.

Reclassified statement of financial position
(€'000)

	31.03.2015	31.12.2014	Variation	31.03.2014
Net non-current assets (A)				
Net intangible assets	1,060	1,102	(42)	957
Net property, plant and equipment and investment property	51,255	51,647	(392)	53,066
Equity investments	21,578	21,578	0	21,578
Total A	73,893	74,327	(434)	75,601
Working capital (B)				
Inventories	3,594	3,333	261	6,997
Net trade receivables and other assets	22,902	24,512	(1,610)	23,909
Trade payables	(11,658)	(11,384)	(274)	(12,320)
Provisions for risks and charges	(503)	(847)	344	(2,561)
Other liabilities	(5,284)	(6,250)	966	(4,688)
Total B	9,051	9,364	(313)	11,337
Net invested capital (C=A+B)	82,944	83,691	(747)	86,938
Post-employment benefits (D)	4,459	4,711	(252)	6,546
Net capital requirements (E=C-D)	78,485	78,980	(495)	80,392
Equity (F)	25,849	28,869	(3,020)	29,751
Net financial debt (G)				
Non-current loans and borrowings	67,759	66,321	1,438	2,894
Net current financial (position) debt	(15,123)	(16,210)	1,087	47,747
Total G	52,636	50,111	2,525	50,641
Total as in E (H=F+G)	78,485	78,980	(495)	80,392

Net financial debt
(€'000)

	31.03.2015	31.12.2014	Variation	31.03.2014
Cash and cash equivalents	15,752	16,616	(864)	7,600
Current assets held for trading	16,136	16,359	(223)	35,489
Current loans and receivables	-	-	-	-
Loan assets - related parties	-	-	-	-
Current bank overdrafts	-	-	-	-
Current finance lease liabilities	(5,827)	(5,827)	-	(52,770)
Loans and borrowings - related parties	(298)	(298)	-	(264)
Current portion of bank loans and borrowings	(10,640)	(10,640)	-	(37,802)
Net current financial position (debt)	15,123	16,210	(1,087)	(47,747)
Non-current loans and receivables - third parties	-	-	-	-
Non-current loans and receivables - related parties	4,028	4,265	(237)	4,128
Non-current held-to-maturity investments	-	-	-	-
Non-current finance lease liabilities	(44,288)	(43,547)	(741)	-
Non-current bank loans and borrowings	(27,499)	(27,039)	(460)	(7,022)
Non-current loans and borrowings	(67,759)	(66,321)	(1,438)	(2,894)
NET FINANCIAL DEBT	(52,636)	(50,111)	(2,525)	(50,641)

Cash and cash equivalents include a restricted account of €5,000,000.

Statement of changes in equity

	31.12.2013	Comprehensive expense	Allocation of prior year loss	31.03.2014
Share capital	30,150,694	-	-	30,150,694
Share premium reserve	-	-	-	-
Reserve for treasury shares	175,697	-	-	175,697
Legal reserve	6,033,331	-	-	6,033,331
Other reserves	2,646,208	-	-	2,646,208
Retained earnings (losses carried forward)	5,039,241	-	(11,924,310)	(6,885,069)
Loss for the year	(11,924,310)	(2,369,987)	11,924,310	(2,369,987)
EQUITY	32,120,861	(2,369,987)	-	29,750,874

	31.12.2014	Comprehensive expense	Allocation of prior year loss	31.03.2015
Share capital	30,150,694	-	-	30,150,694
Share premium reserve	-	-	-	-
Reserve for treasury shares	175,697	-	-	175,697
Legal reserve	6,033,331	-	-	6,033,331
Other reserves	2,646,208	-	-	2,646,208
Losses carried forward	(7,164,992)	-	(2,971,795)	(10,136,787)
Loss for the year	(2,971,795)	(3,020,069)	2,971,795	(3,020,069)
EQUITY	28,869,143	(3,020,069)	-	25,849,074

Statement of cash flows

	Q1 2015	Q1 2014
Loss for the period	(3,020,069)	(2,369,987)
<i>Adjustments:</i>		
- Income taxes	(39,892)	(49,936)
- Depreciation of property, plant and equipment and investment property	532,776	553,793
- Amortisation of intangible assets	90,697	78,709
- Impairment losses, provisions and change in accounting estimates	(595,327)	(219,778)
- Gains on the sale of non-current assets	(50,000)	(6,500)
- Financial expense	1,350,915	1,471,250
- Financial income	(158,214)	(573,296)
- Dividends received	-	-
- Other adjustments	107,529	525,454
Total adjustments	1,238,484	1,779,696
<i>Change in working capital:</i>		
- Decrease in inventories	1,491	567,233
- Increase in contract work in progress	(262,651)	(1,293,800)
- (Increase)/decrease in trade receivables and other assets	1,734,197	(7,625,182)
- Increase in trade receivables - related parties	(124,627)	(29,104)
- Decrease in trade payables, other financial liabilities and other liabilities	(1,809,834)	(4,264,741)
- Increase/(decrease) in trade payables - related parties	(184,802)	180,343
- Increase in advances for contract work in progress and deferred income	1,301,395	3,092,545
- Other changes	-	-
Total changes in working capital	655,169	(9,372,706)
Gross cash flows used in operating activities	(1,126,416)	(9,962,998)
- Financial expense	(149,734)	(209,038)
- Income taxes	-	-
NET CASH FLOWS USED IN OPERATING ACTIVITIES	(1,276,150)	(10,172,036)
- Purchases of non-current assets and equity investments	(189,115)	(170,072)
- Proceeds from the sale of non-current assets and equity investments	50,000	6,500
- Increase in loans and receivables - third parties	-	-
- Increase in loans and receivables - related parties	-	(971,484)
- Repayment of loans and receivables - third parties	-	-
- Repayment of loans and receivables - related parties	310,546	(1,046)
- Proceeds from the sale of current assets held for trading	222,622	6,462,657
- Financial income	17,878	47,842
- Dividends collected	-	-
- Other changes	-	-
CASH FLOWS FROM INVESTING ACTIVITIES	411,931	5,374,397
- Proceeds from the issue of shares	-	-
- Increase in finance lease liabilities and other loans and borrowings - third parties	-	-
- Increase in other loans and borrowings - related parties	-	-
- Repayment of finance lease liabilities and other loans and borrowings - third parties	-	-
- Repayment of other loans and borrowings - related parties	-	-
- Dividends paid	-	-
- Other changes	-	-
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	-	-
TOTAL CASH FLOWS	(864,219)	(4,797,639)
Opening net cash and cash equivalents	16,616,173	12,397,788
Closing net cash and cash equivalents	15,751,954	7,600,149
<i>Of which:</i>		
- Cash and cash equivalents	15,751,954	7,600,149
- Bank overdrafts	-	-

Pursuant to Consob resolution no. 15519 of 27 July 2006, the effects of related party transactions are shown in the "Other Information" section of the notes.

Opening and closing net cash and cash equivalents include a restricted account of €5,000,000.

For consistency purposes, deferred income for contract work in progress in Q1 2014 has been reclassified from "Trade payables and other financial liabilities" to "Other changes in working capital".

OTHER INFORMATION

Events after the reporting period

Reference should be made to the relevant section of the directors' report on the interim consolidated financial statements for information about events that occurred after the reporting date.

Related party transactions

The table below, which is presented pursuant to Consob communication no. DEM/6064293 of 28 July 2006, summarises related party transactions, including intragroup transactions. These transactions were carried out at market conditions, consistent with the nature of the goods exchanged or services provided. They were neither atypical nor unusual for the purposes of the above-mentioned communication.

	Commercial		Financial		Operating		Financial	
	Assets	Liabilities	Assets	Liabilities	Revenue	Expense	Income	Expense
Pincar S.r.l.	-	-	1,665,727	-	-	-	25,957	-
Pininfarina Extra S.r.l.	120,724	13,441	611,892	297,581	124,567	10,090	-	-
Goodmind S.r.l.	-	-	-	-	8,000	-	-	-
Pininfarina Deutschland GmbH	-	-	-	-	-	-	996	-
mpx Entwicklung GmbH Monaco	-	669,199	1,750,000	-	-	669,199	5,853	-
Pininfarina Automotive Engineering (Shanghai) Co Ltd	486,060	56,600	-	-	75,917	30,000	-	-
Total	606,784	739,240	4,027,619	297,581	208,483	709,289	32,807	-

The financial assets and liabilities with Pininfarina Extra S.r.l. relate to the domestic tax consolidation agreement.

In addition to the above figures, Studio Professionale Pavesio e Associati, related to the director Carlo Pavesio, provided legal assistance to the parent for total fees of €52,078 and Pantheon Italia S.r.l., related to the director Roberto Testore, provided commercial assistance for total fees of €9,000.

Fees to directors, statutory auditors and key management personnel:

Fees to the parent's directors and statutory auditors for their respective duties are as follows:

	Q1 2015	Q1 2014
(€'000)		
Directors	154	154
Statutory auditors	26	26
Totale	180	180

The total fees to Pininfarina S.p.A.'s key management personnel approximate €0.2 million for the first quarter of 2015.

Significant non-recurring transactions

As required by Consob communication no. DEM/6064293 of 28 July 2006, the effects of non-recurring events or transactions, i.e., those events or transactions that do not occur frequently during the normal course of business, are shown in the next tables:

	31.03.2015	31.03.2015 net of significant non-recurring transactions
Property, plant and equipment	51,254,920	51,254,920
Intangible assets	1,059,815	1,059,815
Equity investments	21,578,092	21,578,092
Non-current financial assets	4,027,619	2,434,662
NON-CURRENT ASSETS	77,920,446	76,327,489
Inventories	193,525	193,525
Contract work in progress	3,400,651	3,400,651
Current financial assets	16,135,893	16,135,893
Trade receivables and other assets	22,902,350	22,902,350
Cash and cash equivalents	15,751,954	17,318,954
CURRENT ASSETS	58,384,373	59,951,373
TOTAL ASSETS	136,304,819	136,278,862
Share capital and reserves	28,869,143	28,869,143
Loss for the period	(3,020,069)	(3,046,026)
EQUITY	25,849,074	25,823,117
Non-current loans and borrowings	71,786,912	71,786,912
Post-employment benefits and other provisions	4,459,325	4,459,325
NON-CURRENT LIABILITIES	76,246,237	76,246,237
Current loans and borrowings	16,764,087	16,764,087
Other financial liabilities	4,157,449	4,157,449
Trade payables	11,657,708	11,657,708
Current tax liabilities	376,850	376,850
Provisions for risks and charges	503,414	503,414
Other liabilities	750,000	750,000
CURRENT LIABILITIES	34,209,508	34,209,508
TOTAL LIABILITIES	110,455,745	110,455,745
TOTAL LIABILITIES AND EQUITY	136,304,819	136,278,862

	Q1 2015	Q1 2015 net of significant non-recurring transactions
Revenue from sales and services	9,484,927	9,484,927
Internal work capitalised	-	-
Change in inventories and contract work in progress	228,507	228,507
Other revenue and income	1,220,529	1,220,529
Revenue	10,933,963	10,933,963
Gains on sale of non-current assets and equity investments	50,000	50,000
Raw materials and consumables	(924,799)	(924,799)
Other variable production costs	(507,205)	(507,205)
External variable engineering services	(2,150,397)	(2,150,397)
Wages, salaries and employee benefits	(6,362,191)	(6,362,191)
Amortisation and depreciation, impairment losses, losses on sales of non-current	(544,071)	(544,071)
Net exchange rate gains	42	42
Other expenses	(2,362,603)	(2,362,603)
Operating loss	(1,867,261)	(1,867,261)
Net financial expense	(1,192,700)	(1,218,657)
Dividends	-	-
Loss before taxes	(3,059,961)	(3,085,918)
Income taxes	39,892	39,892
Loss for the period	(3,020,069)	(3,046,026)

The transactions identified as significant and non-recurring are as follows:

- Loan to the parent, Pincar S.r.l., disbursed in 2014.

Atypical and unusual transactions

As required by Consob communication no. DEM/6064293 of 28 July 2006, Pininfarina S.p.A. specifies that it did not carry out atypical or unusual transactions during the reporting period, as defined in the above-mentioned Communication, according to which atypical and/or unusual transactions are transactions that, because of their significance/material amount, nature of the counterparty, subject, method used to determine the transfer price and timing of the event, could create doubts as to: the fairness/completeness of the disclosure provided in the financial statements, the existence of a conflict of interest, the safeguarding of corporate assets and the protection of non-controlling investors.