PRESS RELEASE

PRESS RELEASE

IREN Group: the Board of Directors approves the results at 31st of December 2013.

- **Gross Operating Profit (Ebitda) of 646.0 million euros (+2.6%)**
- **Operating Profit (Ebit) of 313.1 million euros (-6.3%)**
- **Net Profit from operation of 133.8 million euros (+6.8%)**
- **Net Profit reported of 80.6 million euros, negatively impacted by 53.3 million euros extraordinary items (-47.2%)**
- **Net financial debt of 2,525 million euros, decreasing for the second consecutive year, with a 3.9x Net Debt/Ebitda ratio (4.1x in 2012)**
- **Dividend proposal to the Shareholders' meeting stands at 0.0523 Euro per share, in line with 2012.**

Reggio Emilia, 27th March 2013 - The Board of Directors of IREN S.p.A. met today under the chairmanship of Prof. Francesco Profumo, approved the drafts of the separate Financial Statements and of the consolidated annual financial report at 31 December 2013 and the dividend proposal to be submitted to the General Shareholders' meeting.

Group IREN closed 2013 with improved results, compared to 2012 both in terms of operating and financial performance. This has allowed for a further reduction in Net Debt/Ebitda ratio, which, in the last two years moved from 4.5x in 2011 to the current 3.9x.

The results are even more satisfying taking into account that in 2013 macro-economic scenario experienced a further deterioration with a significant reduction in electricity demand (-6.5% in gas sector and -3.4% in electricity sector). This context, along with a particularly positive performance in renewables, implied a significant fall in commodities price, in particular in electricity price.

In this scenario Group Iren managed to attained very good results in non-regulated electricity and gas sales activities, and it managed to increase its productions, bucking the trend of the national thermoelectric production, and to improve margins thanks to the efficiency of its generation plants. Regulated activities, which are relevantly included in IREN's well-balanced business portfolio, contributed as well to the total growth.

Investor Relations
Giulio Domma
Tel. + 39 0521.248410
giulio.domma@gruppoiren.it
investor.relations@gruppoiren.it

Media Relations
Selina Xerra
Tel. + 39 0521.248267
Cell. + 39 335.7723476
selina.xerra@gruppoiren.it

Barabino & Partners
Tel. +39 010 2725048
Roberto Stasio +39 335 5332483
Giovanni Vantaggi + 39 328 8317379

IREN GROUP: CONSOLIDATED RESULTS AT 31 DECEMBER 2013

Consolidated **Revenues** in 2013 amounted to 3,448.0 million euros, a fall compared to the 4,327.9 million euros reported in 2012, mainly because of the Group's more selective commercial strategy, which provides for concentration on the microbusiness and retail sectors, and because of the trend in commodities price. While this did not have a significant impact on margins, it led to a significant increase the Operating Profit/Turnover ratio – moving from 14.5% in the first reported in 2012 to the current 18.7% – and a significant reduction in net working capital.

Gross operating profit (Ebitda), is 646.0 million euros, up by 2.6% compared to the 629.6 million euros in 2012. Besides the achievement of planned synergies, the EBITDA for the period was positively affected mainly by the results attained in the unregulated business. In particular, gas supply policies made good use of high market liquidity, benefitting both the Generation and District Heating area and the Market area. The whole energy production chain in 2013 reported a 37 million euros growth with a considerable improvements in unit margins together with an increase in in both electricity (+23.5%) and heat (+4.8%). Finally, the results of the Energy infrastructures areas (electricity networks and gas networks and facilities) and the Integrated water cycle areas were also positive, compensating the sluggish performance in the Waste Management area.

Operating profit (EBIT) totalled 313.1 million euros, a -6.3% decrease compared to 334.1 million euros in the previous year, mainly due to extraordinary accounting effects and to the prudential increase of the bad debt provision.

Net profit from operations stands at 133.8 million euros, a +6.8% increase compared to the 125.3 million euros in 2012 and it is largely due to the positive operating results reported and to more effective financial management. The presence of relevant non recurrent items, linked to the combined effect of the extraordinary reimbursement of IRAP tax, which positively impacted 2012 results and evaluations which led to the revision of the value of a number of assets and participations (equal to 53.3 million euros), brought the reported Net profit down to 80.6 million euros, in reduction compared to 152.6 million euros in 2012.

Net financial debt at 31 December 2013 totalled 2,525 million euros, 30 million euros lower compared to the 2,555 million euros at 31 December 2012. This reduction is attributable to the positive effects of the economic results and of the actions undertaken by the Group which has led to a significant reduction in Net Working Capital. Net Debt/Ebitda stands at 3.9x, an improvement compared to 4.1x in 2012.

Gross investments for the period amounted to 338.0 million euros, 138 of which devoted to the completion of the Group's strategic projects (PAI, OLT and Torino Nord CCGT Plant) .

Investor Relations
Giulio Domma
Tel. + 39 0521.248410
giulio.domma@gruppoiren.it
investor.relations@gruppoiren.it

Media Relations
Selina Xerra
Tel. + 39 0521.248267
Cell. + 39 335.7723476
selina.xerra@gruppoiren.it

Barabino & Partners
Tel. +39 010 2725048
Roberto Stasio +39 335 5332483
Giovanni Vantaggi + 39 328 8317379

IREN GROUP: MAIN RESULTS BY BUSINESS AREA

(millions of Euros)	31/12/2013	31/12/2012	% Change
Revenues	**3,448.0**	**4,327.8**	**-20.3%**
Electricity and district heating	1,010.0	983.0	+2.7%
Energy infrastructures	388.1	385.2	+0.8%
Market	3,097.8	4,051.9	-23.5%
Integrated water service	449.8	431.8	4.2%
Waste management	214.4	211.2	1.5%
Services and other	90.1	131.4	-31.4%
Netting and adjustments	-1,802.2	-1,866.7	-3.5%
Gross Operating Profit	**646.0**	**629.6**	**2.6%**
Electricity and district heating	193.4	210.3	-8.0%
Energy infrastructures	184.9	179.8	2.9%
from Electricity networks	*79.9*	*67.4*	*18.5%*
from Gas networks and plants	*105.0*	*112.4*	*-6.6%*
Market	106.9	52.4	104.0%
Electrical energy	*14.1*	*-27.7*	*150.9%*
Gas and Heat	*92.8*	*80.1*	*15.9%*
Integrated water service	121.7	115.7	5.2%
Waste management	36.2	38.9	-6.9%
Services and Other	2.9	32.5	-91.2%
Operating profit	**313.1**	**334.1**	**-6.3%**
Electricity and district heating	83.9	128.6	-34.7%
Energy infrastructures	124.6	126.2	-1.2%
Market	52.3	13.8	279.0%
Integrated water service	48.9	32.8	48.9%
Waste management	5.9	15.8	-62.5%
Services and Other	-2.5	16.9	n.s.

ELECTRICITY AND DISTRICT HEATING

Revenues from the Electricity and district heating sector totalled 1,010.0 million euros, a slight increase (+2.7%) compared to the 983.0 million euros in 2012, mainly as a result of the growth in hydroelectric and thermoelectric volumes.

Gross operating profit (Ebitda) for this sector, amounts to 193.4 million euros, compared to the 210.3 million euros in 2012. The EBITDA of the sector marks a relevant growth linked to the higher electricity volumes produced, both from hydroelectric and from co-generative sources, to the contribution for the activities in the "Mercato Servizi Dispacciamento", and to the profitability of district heating due to the increase in the cogenerated part of the production. In spite of these positive elements, the absence of the positive non-recurrent one-off effect of the reimbursement of the Telessio hydroelectric plant's stranded costs, reported in 2012, along with the reduction in the value of a number of assets involved in the de-merger of the ex-Edipower business branch led to a fall in EBITDA compared to 2012 (-8%)

In 2013, **electricity** volumes generated amounted to 7,830 GWh, up by 23.5% on the 6,339 GWh in 2012, thanks to the increase in all the Group's different electricity sources, which

Investor Relations
Giulio Domma
Tel. + 39 0521.248410
giulio.domma@gruppoiren.it
investor.relations@gruppoiren.it

Media Relations
Selina Xerra
Tel. + 39 0521.248267
Cell. + 39 335.7723476
selina.xerra@gruppoiren.it

Barabino & Partners
Tel. +39 010 2725048
Roberto Stasio +39 335 5332483
Giovanni Vantaggi + 39 328 8317379

include the contribution, starting from November, of the CCGT plant of Turbigo and Tusciano hydroelectric plant.

Thermoelectric production grew by 22.6%, in contrast with the national trend which showed a 12% reduction compared to 2012; Hydroelectric production increased by 27.8%, also in this case performing better than the national trend (+21%). The Renewable energy sector production totalled 24 Gwh, growing by 50% in comparison with 2012.

Heat production stood at 3,072 GWht, reporting a considerable growth (+4.8%) compared to 2012 thanks to weather conditions and to higher volumes heated (+2 million of cubic metres) linked to the steady district heating networks expansion.

In 2012 **gross investments** amounted to 41.0 million euros. The larger part of them was devoted to the completion of district heating networks.

MARKET

Market segment **Revenues** stood at 3,097.8 million euros compared to 4,051.9 million euros reported in 2012 mainly as a result of the lower volumes sold, both in the gas and electricity sector. This reduction is due to the Group's commercial policy consisting in the optimization of the client-base, improving working capital management, but without producing significant negative effects on the Business Unit margins.

The **Gross operating profit (Ebitda)** for this segment, of 106.9 million euros, was considerably higher compared to the 52.4 million reported in 2012, thanks to a significant increase in margins both in electricity and in gas sector. The first one moved from a result of -27.7 million euros in 2012 to 14.1 million euros in 2013 mainly due to the release of the fund set up in 2012 following the definition of the tolling contract with Edipower as an "onerous contract" (pursuant to IAS 37). Such contract expired at the end of October 2013. The gas sector (+23.9%) benefitted from the improved supply conditions deriving from the greater liquidity in the market, the usage of stocks and the optimization of trading activities.

In 2013 the Group directly marketed 13,230.6 GWh of **electricity**, a fall of 22.4% compared to 2012, mainly due to the sales policy applied by the Group with greater focus on small business and retail Customers and higher selectivity on business Clients.
Furthermore, 2,829 million cubic metres of **gas** were sold in 2013, a drop (-9.3%) compared to the 3,124 million cubic metres in the same period of 2012, mainly due to lower volumes sold in the business clients and trading sectors.

In 2013 **gross investments** amounted to 7.8 million euros.

ENERGY INFRASTRUCTURES

Revenues in the Energy infrastructures segment totalled 388.1 million euros, substantially in line with the 385.2 million euros in 2012.

Gross operating profit (Ebitda) amounted to 184.9 million euros, an increase (+2.9%) on the 179.8 million in 2012, thanks mainly to the positive performance in the electricity

Investor Relations
Giulio Domma
Tel. + 39 0521.248410
giulio.domma@gruppoiren.it
investor.relations@gruppoiren.it

Media Relations
Selina Xerra
Tel. + 39 0521.248267
Cell. + 39 335.7723476
selina.xerra@gruppoiren.it

Barabino & Partners
Tel. +39 010 2725048
Roberto Stasio +39 335 5332483
Giovanni Vantaggi + 39 328 8317379

networks sector (+18.5%) benefitting from the positive balance of a number of non-recurrent elements relating to previous years, the application of the new tariffs outlined by the Authority for the Electricity and Gas and cost savings. The gas sector's results are slightly down, largely impacted by the absence of GEA S.p.A, a company sold in the last quarter of 2012.

In 2013 the Group distributed 4,136 GWh of **electricity,** slightly less than 2012 (-2.5%) and 1,978 million cubic metres of **gas**, up by 2.5%.

Gross investments in the Energy infrastructures segment amounted to 143.0 million euros, largely devoted to the completion of the offshore regasification plant in Livorno (which came on stream at the end of 2013), to the modernizing of gas networks and to the installation of electricity substations.

INTEGRATED WATER SERVICE

In 2013 the integrated water service segment posted **Revenues** of 449.8 million euros, up by 4.2% on the 431.8 million euros in 2012 due to the tariffs update in compliance with the new Temporary Tariff Method (MTT) established by the AEEG and to other revenues deriving from ancillary services.

Gross operating profit (Ebitda) stood at 121.7 million euros (+5.2%) compared to 115.7 million euros in 2012. The increase is a result of the above-mentioned updating of tariffs but partially offset by the expected losses for the reimbursement of invested capital remuneration pursuant to the 2011 Referendum result.

In 2013 Group IREN sold 171.2 million cubic metres of **water,** down by 4% compared to 2012.

Gross investments made in 2013 totalled 75.6 million euros, mainly used for the building of infrastructures provided for by the "*Piani d'ambito*" (Territorial plans) for the development of distribution networks, sewerage networks and for treatment systems.

WASTE MANAGEMENT

Waste management sector **Revenues** at 31 December 2013 amounted to 214.4 million euros, a slight increase compared to 211.2 million euros reported in 2012. The increase in revenues for environmental services and materials from sorted waste were counterbalanced by less heat and electricity production revenues because of the closure of the WTE plant in Reggio Emilia in May 2012 at the end of its operating life.

The segment reported a **Gross operating profit (Ebitda)** of 36.2 million euros, a slight decrease compared to 38.9 million euros in 2012. This result was mainly impacted by the lower contribution deriving from the closure of the WTE plant in Reggio Emilia and by higher usage of external waste disposal plants.

Investor Relations
Giulio Domma
Tel. + 39 0521.248410
giulio.domma@gruppoiren.it
investor.relations@gruppoiren.it

Media Relations
Selina Xerra
Tel. + 39 0521.248267
Cell. + 39 335.7723476
selina.xerra@gruppoiren.it

Barabino & Partners
Tel. +39 010 2725048
Roberto Stasio +39 335 5332483
Giovanni Vantaggi + 39 328 8317379

In 2013 the Group treated approximately 1,003,000 tonnes of **waste** compared to 954,000 tonnes in 2012. Specifically, the growth in the collection of special waste, already reported in the first nine months is substantially confirmed at the end of the year (+22%).
Thanks to the spread of new waste collection methods introduced, differentiated collection exceeded 60% in the territory served, growing by almost two percentage points compared to the first nine months of 2012.

Gross Investments in this segment amounted to 56.3 million euros, devoted mainly to the completion of the Integrated Environmental Centre in Parma, whose temporary exercise started in April, with the remainder going towards equipment, transport and drop-off depots supporting the development of the "door to door" sorted waste collection system.

BUSINESS OUTLOOK

The forecast for the Macro-economic scenario in Euro in 2014 is a moderate upturn in the economy (0.2% in Q1 2014 and 0.3% in Q2 2014) with a gradual re-balancing between internal demand and net exportation. Nevertheless, the restrictive fiscal policy still present in several member countries the UE, the stagnation in labour market and the consequent low available income will imply a persistent weakness in household consumption.
As far as Italy is concerned, possible scenarios are extremely variable depending on the development of sovereign debt crisis and its impacts on the lending capacity of banks and of the effective implementation of planned reforms in the current political and institutional phase.
In any case, a gradual acceleration in private investments is expected thanks to the economic upturn and to the need to recover production capacity after a long phase of reduction.
A scenario of higher economic growth could be experienced in the event of higher private investments compared to the expectations, thanks to an improvement in access to credit. On the other hand, the stagnation in private consumption because of the weakness in labour market and a slowdown in demand in emerging Countries are the main downside risks in forecasts.
In such macroeconomic context, IREN Group's short-term strategy focuses on margins protection in mature markets and in regulated sectors, in addition to the strict control on its financial stability and the optimization of its investments portfolio, with a particular focus on industrial development in waste management and district heating sectors.

SIGNIFICANT EVENTS OF THE PERIOD

ISSUE OF A PRIVATE PLACEMENT

On 14 October 2013 Iren S.p.A. successfully completed a Private Placement for 125 million euros, subscribed by institutional Italian and foreign investors, with a duration of 7 years and an annual interest rate of 4.37%. Following the reopening of the bond issue, concluded on 29 October 2013, a further 85 million euros were collected under the same duration and interest rate conditions in addition to the 125 million euro obtained from the original issue.

Investor Relations
Giulio Domma
Tel. + 39 0521.248410
giulio.domma@gruppoiren.it
investor.relations@gruppoiren.it

Media Relations
Selina Xerra
Tel. + 39 0521.248267
Cell. + 39 335.7723476
selina.xerra@gruppoiren.it

Barabino & Partners
Tel. +39 010 2725048
Roberto Stasio +39 335 5332483
Giovanni Vantaggi + 39 328 8317379

The bonds are listed on the Irish Stock Exchange.
The operation, which heralded Iren S.p.A.'s access onto the bond market, forms part of the strategic policy set out in the Group's Business Plan, aimed at strengthening its financial flexibility and soundness.
The bond issue leads to an improvement in the Group's borrowing profile through a lengthening of the average maturity term and ensures greater differentiation in sources of finance confirming, at the same time, the willingness of the market (not only the banking sector) to finance the Group's activities and development projects.

COMPLETION OF THE NON-PROPORTIONAL EDIPOWER DE-MERGER

On 24 October 2013 the deed for the non-proportional de-merger of Edipower was undersigned, effective from 1 November 2013. With the completion of the de-merger operation, which implies Iren Group's complete withdrawal as an Edipower shareholder, the CCGT thermal power plant in Turbigo (800 MW) and the hydroelectric facility in Tusciano (around 100 MW) are now owned by Iren Energia.
With the acquisition of the Turbigo and Tusciano plant, IREN Group has a direct overall production capacity of around 2,700 MW, 70% of which is renewable in the case of hydroelectric power, and environmentally friendly, considering cogeneration production, compared to a national average of 38%.

DIVIDEND

The Board of Director of IREN Iren decided to propose to the General Shareholders' meeting the payment of a dividend of 0,0523 euro per ordinary share, in line with 2012, which will be paid on the 26th of June 2014 (detachment date 23rd of June 2014 – Record date 25 June 2014).
The General Shareholders' meeting is called on the 18th of June 2014, a variation compared to the 2014 IREN's financial calendar.

CONFERENCE CALL

The results at 31 December 2013 will be illustrated on 28th of March 2014 (Italian time) during a conference call to the financial community, also transmitted in web casting in listen-only mode on the website www,gruppoiren,it, Investor Relations section,

The Manager in charge of drawing up the corporate accounting documents, Mr, Massimo Levrino, hereby declares, pursuant to paragraph 2 of article 154 bis of the Consolidated Finance Act, that the accounting information presented herein corresponds to the accounting documents, records and book.

The Report on management, the draft of the Financial Report at 31 December, the consolidated Financial Report at 31 December, the Report of the Board of Statutory Auditors and the Report of the Auditing Company will be made available to the public, as provided for by the law, at the company's *headquarters (Via Nubi di Magellano, 30 – Reggio Emilia) at Borsa Italiana, and they will be published on the website www,gruppoiren,it*

Some accounting tables of IREN Group S,p,A, (audit in progress) are set out below.

IREN is one of the leading multi-utility companies in Italy, established from the merger between Iride and Enìa, and provides public utility services in the Provinces of Genoa, Turin, Reggio Emilia, Parma and Piacenza,
With a multi-business portfolio and leading presence in all the industrial areas (electrical energy, gas, water, waste, district heating and renewable energy) in addition to a good balance between open market activities and regulated activities, IREN ranks fourth among the multi-utility companies, on a national basis in terms of Revenues.

Investor Relations
Giulio Domma
Tel. + 39 0521.248410
giulio.domma@gruppoiren.it
investor.relations@gruppoiren.it

Media Relations
Selina Xerra
Tel. + 39 0521.248267
Cell. + 39 335.7723476
selina.xerra@gruppoiren.it

Barabino & Partners
Tel. +39 010 2725048
Roberto Stasio +39 335 5332483
Giovanni Vantaggi + 39 328 8317379

PRESS RELEASE

IREN GROUP: CONSOLIDATED INCOME STATEMENT AT 31/12/2013

(Thousands Euro)	31.12.2013	31.12.2013	change %
Revenues			
Revenues from goods and services	3,228,038	4,003,654	(19,4)
Change in contract work in progress	(355)	669	(*)
Other revenues and income	220,290	323,518	(31,9)
- Of which non recurrent	-	*23,015*	
Total revenues	**3,447,973**	**4,327,841**	**(20,3)**
Operating expenses			
Costs for raw materials, consumables, supplies and goods	(1,462,729)	(2,116,257)	(30,9)
Services and use of third-party assets	(1,000,406)	(1,236,254)	(19,1)
Other operating expenses	(89,629)	(105,250)	(14,8)
- Of which non recurrent	-	*(14,644)*	
Capitalised expenses for internal work	24,394	20,667	18,0
Personnel expenses	(273,586)	(261,142)	4,8
Total operating expenses	**(2,801,956)**	**(3,698,236)**	**(24,2)**
Gross Operating Profit (EBITDA)	**646,017**	**629,605**	**2,6**
Amortisation, depreciation, impairment and provisions			
Amortisation/depreciation	(219,717)	(205,495)	6,9
Provisions and impairment	(113,221)	(89,962)	25,9
- Of which non recurrent	*(5,262)*	*(7,631)*	
Total amortisation, depreciation impairment and provisions	**(332,938)**	**(295,457)**	**12,7**
Operating profit (EBIT)	**313,079**	**334,148**	**(6,3)**
Financial income			
Financial income	21,846	24,075	(9,3)
Financial expense	(111,262)	(122,827)	(9,4)
Net financial income	**(89,416)**	**(98,752)**	**(9,5)**
Share of profit (loss) of associates accounted for using the equity method	10,421	(599)	(*)
Impairment losses on investments	(20,095)	(105)	(*)
Profit before tax	**213,989**	**234,692**	**(8,8)**
Income tax expense	(122,034)	(85,251)	43,1
Profit for the period from continuing operations	**91,955**	**149,441**	**(38,5)**
Profit from discontinued operations	-	12,730	(100,0)
Profit for the period	**91,955**	**162,171**	**(43,3)**
attributable to:			
- owners of the Parent	80,554	152,559	(47,2)
- non-controlling interests	11,401	9,612	18,6

(*) Variation of more than 100%

Investor Relations
Giulio Domma
Tel. + 39 0521.248410
giulio.domma@gruppoiren.it
investor.relations@gruppoiren.it

Media Relations
Selina Xerra
Tel. + 39 0521.248267
Cell. + 39 335.7723476
selina.xerra@gruppoiren.it

Barabino & Partners
Tel. +39 010 2725048
Roberto Stasio +39 335 5332483
Giovanni Vantaggi + 39 328 8317379

PRESS RELEASE

iren

STATEMENT OF COMPREHENSIVE INCOME AT 31/12/2013

(thousands euros)	31 Dec. 2013	31 Dec. 2012
Profit/(loss) for the year (A)	**91,955**	**162,171**
Other comprehensive income which will be reclassified in the income statement		
- effective portion of changes in fair value of cash flow hedges	25,134	(26,488)
- change in fair value of available-for-sale financial assets	-	-
- share of other profits (losses) of companies accounted for using the equity method	3,004	2,995
- Tax effect of other comprehensive income	(10,026)	9,616
Total other comprehensive expense, which will be reclassified in the income statement, net of tax effect (B1)	**18,112**	**(13,877)**
Total other comprehensive expense, which will not be reclassified in the income statement (B1)		
- Actuarial gains/losses on employee benefits (IAS19)	(3,462)	(15,542)
- Tax effect on other items of the comprehensive income	1,188	4,804
Total other comprehensive expense, which will not be reclassified in the income statement, net of tax effect (B2)	**(2,274)**	**(10,738)**
Total gains/losses (A)+(B1)+(B2)	**107,793**	**137,556**
attributable to:		
- Owners of the Parent	96,346	128,239
- Non-controlling interests	11,447	9,317

(*) Variation of more than 100%

Investor Relations
Giulio Domma
Tel. + 39 0521.248410
giulio.domma@gruppoiren.it
investor.relations@gruppoiren.it

Media Relations
Selina Xerra
Tel. + 39 0521.248267
Cell. + 39 335.7723476
selina.xerra@gruppoiren.it

Barabino & Partners
Tel. +39 010 2725048
Roberto Stasio +39 335 5332483
Giovanni Vantaggi + 39 328 8317379

PRESS RELEASE

iren

CONSOLIDATED BALANCE SHEET AT 31/12/2013

(thousands euros)	31.12.2013	31.12.2012
ASSETS		
Property, plant and equipment	3,201,332	2,813,297
Investment property	15,341	1,831
Intangible assets with a finite useful life	1,351,065	1,295,022
Goodwill	124,596	132,861
Investments accounted for using the equity method	163,578	462,097
Other investments	15,492	29,808
Non-current financial assets	60,167	116,168
Other non-current assets	59,153	38,195
Deferred tax assets	309,820	215,750
Total non-current assets	**5,300,544**	**5,105,029**
Inventories	107,872	89,110
Trade receivables	1,050,310	1,253,713
Current tax assets	5,805	8,690
Other receivables and other current assets	216,599	267,253
Current financial assets	255,774	273,550
Cash and cash equivalents	55,613	28,041
Total current assets	**1,691,973**	**1,920,357**
Assets held for sale	3,588	7,739
TOTAL ASSETS	**6,996,105**	**7,033,125**
EQUITY		
Equity attributable to owners of the Parent		
Share capital	1,276,226	1,276,226
Reserves and retained earnings	415,721	311,070
Profit (loss) for the year	80,554	152,559
Total equity attributable to owners of the Parent	**1,772,501**	**1,739,855**
Non-controlling interests	216,526	214,402
TOTAL EQUITY	**1,989,027**	**1,954,257**
LIABILITIES		
Non-current financial liabilities	1,913,299	2,197,827
Employee benefits	118,034	102,999
Provisions for risks and charges	288,769	272,744
Deferred tax liabilities	179,231	110,553
Other payables and other non-current liabilities	190,289	154,453
Total non-current liabilities	**2,689,622**	**2,838,576**
Current financial liabilities	983,206	775,063
Trade payables	1,010,790	1,135,236
Other payables and other current liabilities	236,486	243,514
Current tax liabilities	12,259	4,910
Provisions for risks and charges - current portion	74,709	81,548
Total current liabilities	**2,317,450**	**2,240,271**
Liabilities related to assets held for sale	6	21
TOTAL LIABILITIES	**5,007,078**	**5,078,868**
TOTAL EQUITY AND LIABILITIES	**6,996,105**	**7,033,125**

Investor Relations
Giulio Domma
Tel. + 39 0521.248410
giulio.domma@gruppoiren.it
investor.relations@gruppoiren.it

Media Relations
Selina Xerra
Tel. + 39 0521.248267
Cell. + 39 335.7723476
selina.xerra@gruppoiren.it

Barabino & Partners
Tel. +39 010 2725048
Roberto Stasio +39 335 5332483
Giovanni Vantaggi + 39 328 8317379

PRESS RELEASE

IREN GROUP: RECLASSIFIED STATEMENT OF FINANCIAL POSITION AT 31/12/2013

(Thousands Euro)	31.12.2013	31.12.2012	change %
Non-current assets	4,871,404	4,734,916	2,9
Other non-current assets (liabilities)	(131,136)	(116,258)	12,8
Net working capital	121,051	235,106	(48,5)
Deferred tax assets (liabilities)	130,589	105,197	24,1
Provisions and employee benefits	(481,512)	(457,291)	5,3
Assets (Liabilities) held for sale	3,582	7,718	(53,6)
Net invested capital	**4,513,978**	**4,509,388**	**0,1**
Equity	1,989,027	1,954,257	1,8
Long-term financial assets	*(60,167)*	*(116,168)*	*(48,2)*
Medium and long-term financial indebtedness	*1,913,299*	*2,197,827*	*(12,9)*
Medium and long-term net financial indebtedness	1,853,132	2,081,659	(11,0)
Short-term financial assets	*(311,387)*	*(301,591)*	*3,2*
Short-term financial indebtedness	*983,206*	*775,063*	*26,9*
Short-term net financial indebtedness	671,819	473,472	41,9
Net financial indebtedness	2,524,951	2,555,131	(1,2)
Own funds and net financial indebtedness	**4,513,978**	**4,509,388**	**0,1**

(*) Variation of more than 100%

Investor Relations
Giulio Domma
Tel. + 39 0521.248410
giulio.domma@gruppoiren.it
investor.relations@gruppoiren.it

Media Relations
Selina Xerra
Tel. + 39 0521.248267
Cell. + 39 335.7723476
selina.xerra@gruppoiren.it

Barabino & Partners
Tel. +39 010 2725048
Roberto Stasio +39 335 5332483
Giovanni Vantaggi + 39 328 8317379

PRESS RELEASE

IREN GROUP: CONSOLIDATED STATEMENT OF CASH FLOWS AT 31/12/2013

(Thousands Euro)	31/12/2013	31/12/2012	change %
A, Opening cash and cash equivalents	**28,041**	**44,758**	**(37,3)**
Cash flow generated by operating activities			
Profit for the period	91,955	162,171	(43,3)
Adjustments:			
Amortisation and depreciation of intangible and tangible assets	219,717	205,495	6,9
(Capital gains) capital losses and other changes in equity	959	(33,073)	(*)
Net variation in post-employment and other employee benefits	1,013	818	23,8
Net variation in provision for risk and other charges	(39,119)	33,538	(*)
Variation in deferred tax assets and liabilities	(16,140)	(30,683)	(47,4)
Variation in non-current assets (liabilities)	14,880	1,392	(*)
Dividends (net of elisions)	(1,304)	(656)	98,8
Portion of result of associates	(10,421)	(9,673)	7,7
Net impairment losses (reversals of impairment losses) on investments	70,747	(1,784)	(*)
B, Operating cash flow before NWC variations	**332,287**	**327,545**	**1,4**
Variation in inventories	478	(21,321)	(*)
Variation in trade receivables	203,403	(18,269)	(*)
Variation in tax assets and other current assets	62,416	(3,540)	(*)
Variation in trade payables	(124,446)	98,154	(*)
Variation in tax liabilities and other current liabilities	(1,456)	(3,998)	(63,6)
C, Cash flow generated by NWC variation	**140,395**	**51,026**	**(*)**
D, Operating cash flow (B+C)	**472,682**	**378,571**	**24,9**
Cash flows from (for) investing activities			
Investments in tangible and intangible assets	(351,538)	(339,749)	3,5
Investments in financial assets	(1,423)	(60,285)	(97,6)
Proceeds from the sale of investments and changes in assets held for sale	13,883	154,307	(91,0)
Changes in consolidation perimeter	(61,356)	3,468	(*)
Dividends received	8,868	9,417	(5,8)
Other financial activities	-	131	(100,0)
E, Total cash flows from investing activities	**(391,566)**	**(232,711)**	**68,3**
F, Free cash flow (D+E)	**81,116**	**145,860**	**(44,4)**
Cash flow from financing activities			
Dividend paid	(76,070)	(22,282)	(*)
New long term financing	583,021	440,250	32,4
Repayment of long term financing	(395,019)	(503,133)	(21,5)
Variation in financial receivables	(239,253)	(195,850)	22,2
Variation in financial payables	73,777	118,438	(37,7)
G, Total cash flow from financing activities	**(53,544)**	**(162,577)**	**(67,1)**
H, Cash flow for the period/year (F+G)	**27,572**	**(16,717)**	**(*)**
I, Closing cash and cash equivalents (A+H)	**55,613**	**28,041**	**98,3**

(*) Variation of more than 100%

Investor Relations
Giulio Domma
Tel. + 39 0521.248410
giulio.domma@gruppoiren.it
investor.relations@gruppoiren.it

Media Relations
Selina Xerra
Tel. + 39 0521.248267
Cell. + 39 335.7723476
selina.xerra@gruppoiren.it

Barabino & Partners
Tel. +39 010 2725048
Roberto Stasio +39 335 5332483
Giovanni Vantaggi + 39 328 8317379

PRESS RELEASE

iren

EQUITY CHANGES AT 31/12/2013

(thousands euros)	Share capital	Share premium reserve	Legal reserve	Hedging reserve	Other reserves and retained earnings (losses)	Total reserves and retained earnings (losses)	Profit/ (loss) for the year	Equity attribut. to owners of the Parent	Equity attribut. to non-controll. Inter.	Total equity
31/12/2011 Restated	**1,276,226**	**105,102**	**28,996**	**(30,737)**	**362,714**	**466,075**	**(110,970)**	**1,631,331**	**213,375**	**1,844,706**
Dividends to shareholders					(16,591)	(16,591)		(16,591)	(5,691)	(22,282)
Losses carried forward					(110,970)	(110,970)	110,970	-		-
Changes in consolidation scope					(3,860)	(3,860)		(3,860)	(3,350)	(7,210)
Changes in business combination					1,510	1,510		1,510		1,510
Capital increase of subsidiaries						-		-	849	849
Other changes					(773)	(773)		(773)	(99)	(872)
Comprehensive income for the year				(11,908)	(12,413)	(24,321)	152,559	128,238	9,318	137,556
of which:										
- Profit for the year							152,559	152,559	9,612	162,171
- Other comprehensive income				(11,908)	(12,413)	(24,321)		(24,321)	(294)	(24,615)
31/12/2012	**1,276,226**	**105,102**	**28,996**	**(42,645)**	**219,617**	**311,070**	**152,559**	**1,739,855**	**214,402**	**1,954,257**
Legal reserve			3,516			3,516	(3,516)	-		-
Dividends to shareholders						-	(66,747)	(66,747)	(9,323)	(76,070)
Retained earnings					82,296	82,296	(82,296)	-		-
Variation in consolidation perimeter				199	(199)	-		-		-
Change in profit-sharing					3,122	3,122		3,122		3,122
Other changes					(75)	(75)		(75)	-	(75)
Comprehensive income for the year				18,418	(2,626)	15,792	80,554	96,346	11,447	107,793
of which:										
- Profit for the year							80,554	80,554	11,401	91,955
- Other comprehensive income				18,418	(2,626)	15,792		15,792	46	15,838
31/12/2013	**1,276,226**	**105,102**	**32,512**	**(24,028)**	**302,135**	**415,721**	**80,554**	**1,772,501**	**216,526**	**1,989,027**

Investor Relations
Giulio Domma
Tel. + 39 0521.248410
giulio.domma@gruppoiren.it
investor.relations@gruppoiren.it

Media Relations
Selina Xerra
Tel. + 39 0521.248267
Cell. + 39 335.7723476
selina.xerra@gruppoiren.it

Barabino & Partners
Tel. +39 010 2725048
Roberto Stasio +39 335 5332483
Giovanni Vantaggi + 39 328 8317379