EI TOWERS GROUP

QUARTERLY REPORT AS AT SEPTEMBER 30, 2016

EI TOWERS S.p.A.
Via Zanella, 21 - 20851 Lissone (MB)
Tax Code and Inscription Number
Monza and Brianza Companies Register: 12916980159
VAT Number: 01055010969
www.eitowers.it
Company subject to management and coordination activities of Mediaset S.p.A.

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This document is an English translation of an original Italian text. In the event of discrepancies between the original Italian text and this English translation, the original Italian text shall prevail

CORPORATE BOARDS

Board of Directors

Chairman	Alberto Giussani
Chief Executive Officers	Guido Barbieri Valter Gottardi
Directors	Paola Casali Manlio Cruciatti Piercarlo Invernizzi Rosa Maria Lo Verso Michele Pirotta Francesco Sironi

Board of Statutory Auditors

Chairman	Antonio Aristide Mastrangelo
Standing Auditors	Francesco Vittadini Anna Girello

Independent Auditors	Deloitte & Touche S.p.A.

FINANCIAL HIGHLIGHTS

Main Income Statement Data

Euro in millions	9 months 2016	9 months 2015 (*)
Revenues	186.6	179.8
Adjusted EBITDA (**)	92.3	84.9
EBITDA (***)	89.4	81.8
Operating profit (EBIT)	60.6	53.2
Profit before tax	53.7	46.9
Net profit	36.2	31.2

Main Balance Sheet and Financial Data

Euro in millions	September 30, 2016	December 31, 2015
Net invested capital	760.8	740.2
Shareholders' equity	643.1	609.9
Net financial position	(117.7)	(130.2)

Personnel

	September 30, 2016	December 31, 2015
No. of employees	567	570

Main Indicators

	9 months 2016	9 months 2015 (*)
Adjusted EBITDA (**)/Revenues	49.5%	47.2%
EBITDA (***)/Revenues	47.9%	45.5%
EBIT/Revenues	32.5%	29.6%
Profit before tax/Revenues	28.8%	26.1%
Net profit/Revenues	19.4%	17.4%
Earning per share (Euro per share)	1.29	1.11
Diluted earning per share (Euro per share)	1.29	1.11

(*) RESTATED

(**)Corresponding to the difference between revenues and operating costs gross of non-monetary expenses related to amortisation, depreciation and write-downs (net of possible value reinstatement) of current and non-current assets, of non-ordinary economic components related to M&A transactions according IFRS3 or layoffs, of any costs related to atypical and/or unusual deals as defined by Consob communication of July 28, 2006 No. DEM 6064293.

(***)Corresponding to the difference between revenues and operating costs gross of non-monetary expenses related to amortisation, depreciation and write-downs (net of possible value reinstatement) of current and non-current assets

INTRODUCTION

The Legislative Decree no. 25 of February 15, 2016, implementing the EU Directive 2013/50 amending Directive 2004/109/EC on information about listed issuers (the so-called Transparency Directive), removed the mandatory publication of the interim report on operations provided for in Art.154-ter, para. 5 of the Legislative Decree no. 58/1998 (“TUF” – the Italian Consolidated Finance Act).

This Interim Financial Report (hereinafter also "Quarterly Report") has been therefore prepared taking into account the notice no. 7587 of April 21, 2016 of Borsa Italiana – containing clarifications on applicable provisions on issuers listed on the STAR segment – and in conformity with the International Accounting Standards (IAS/IFRS) applicable according to EC Regulation No. 1606/2002 of the European Parliament and Council of July 19, 2002 and, in particular, to IAS 34 – Interim Financial Reporting.

This Quarterly Report has not been subject to an external audit.

The structure and content of the reclassified consolidated accounting tables and the mandatory layouts included in this Quarterly Report are consistent with those used for the preparation of the Annual Report.

This Quarterly Report does not contain all the information required for the Annual Report and, therefore, must be read in conjunction with the Consolidated Financial Statements as at December 31, 2015.

Pursuant to Consob Communication no. DEM 6064296 of July 28, 2006, it should be noted that during the first nine months of 2016 the Group did not execute atypical and/or unusual transactions as defined in the abovementioned Communication.

It should be noted that the economic data related to the first nine months of 2015 have been restated to reflect retrospectively the effects of the final allocation process (Purchase Price Allocation) of acquired assets and liabilities following the acquisition of the company now NewTelTowers S.p.A.

These effects determined higher amortisation in the amount of about € 0.7m and lower taxes in the amount of about € 0.2m compared to what is outlined in the Quarterly Report as at September 30, 2015.

INTERIM REPORT ON OPERATIONS AS AT SEPTEMBER 30, 2016

Summary of Group Results and Operations

The main consolidated figures of the first nine months of the year are the following:

- Core revenues amounted to € 186.6m, with an increase of 3.8% compared to the figure of the same period of the previous year (€ 179.8m);
- Adjusted EBITDA[1], with a growth of 8.7%, came to € 92.3m compared to € 84.9m in the same period of the previous year, with a ratio on revenues at 49.5% (47.2% in the first nine months of 2015);
- EBITDA amounted to € 89.4m (€ 81.8m in 2015), equal to 47.9% of revenues (45.5% in the same period of 2015);
- Operating profit (EBIT) amounted to € 60.6m, with an increase of 14% compared to the figure restated of the first nine months of last year (€ 53.2m);
- Operating profitability increased from 29.6% to 32.5%;
- Pre-tax profit amounted to € 53.7m compared to the figure restated amounting to € 46.9m, with an increase of 14.4%;
- Net profit amounted to € 36.2m, with an increase of 16.1% compared to the figure restated of the first nine months of 2015 (€ 31.2m);
- Net financial position amounted to € 117.7m compared to € 130.2m at end 2015;
- Net invested capital was equal to € 760.8m (€ 740.2m at December 31, 2015).

Significant Events and Operations in the Third Quarter

On July 8, 2016 the deed for the merger of NewTelTowers S.p.A. into the parent company Towertel S.p.A. was signed. The merger was effective for statutory purposes as of July 14, 2016 and for accounting and tax purposes as of January 1, 2016.

[1] The table below shows the reconciliation between EBITDA and Adjusted EBITDA:

Amounts in Euro thousands	**9M 2016**	**9M 2015**
EBITDA	89,351	81,781
Acquisition charges	2,506	2,750
Charges on lay-off incentives	439	393
Adjusted EBITDA	**92,296**	**84,924**

With reference to the acquisition plan of Towertel the following is noted:

- On July 8, the company Giardino De Sanctis S.r.l. was acquired for a consideration of € 1.3m, net of a net financial position of € 0.2m. The acquiree was merged into the acquirer with statutory effect from September 19, and accounting and tax effect from June 1.
- On July 19, the company Saga S.r.l. was acquired for a consideration of € 1.8m. The company was merged into the acquirer with statutory effect from September 30, and accounting and tax effect from July 1.
- On August 2, the company Vip Electronics S.r.l. was acquired for a consideration provisionally set at € 1.2m. The company was merged into the acquirer with statutory effect from September 30, and accounting and tax effect from July 1.

On July 20, the share capital of Nettrotter S.r.l. was increased by € 1m, including a share premium of € 0.8m, following the payments proportionally made by quotas by the shareholders of EI Towers S.p.A. and Thinktank 2000 S.L.
The capital increase is functional for the financial support to the company in the network implementation phase.

On September 8, EI Towers, in accordance with the resolution approved by the Shareholders' Meeting on April 21, 2016 and by the Board of Directors on July 26, 2016, started the plan to purchase treasury shares; on September 30, total shares purchased pursuant to the aforesaid plan are 46,783, equal to 0.17% of the issued share capital.
Following these purchases, total treasury shares held on the same date are 109,309, equal to 0.39% of the issued share capital.

Analysis of the Results

Below there are presented the analysis of the Consolidated Income Statement, Balance Sheet and Financial Situation.

The form and contents of the tables of the Income Statement, Balance Sheet and Financial Situation below are shown in a restated format compared to those contained in the subsequent Financial Statement Tables, for the purpose of highlighting some interim levels of the results and the Balance Sheet and Financial Situation groupings that are believed to be the most significant ones, in order to be able to truly understand the operating performances of the Group. For these balances, even if they are not required by accounting standards, there are also supplied, in conformity with the indications contained in the Consob Communication No. 6064293 of July 28, 2006, in the Consob Communication No. 0092543 of December 3, 2015 and with ESMA 2015/1415 guidelines on alternative performance measures, i.e. “Non GAAP Measures”, the descriptions of the criteria used in preparing them and the appropriate notes regarding the references for the items contained in the mandatory tables.

Economic Results

In the following Consolidated Income Statement tables the interim results related to the Adjusted Gross Operating Margin (Adjusted EBITDA), to the Gross Operating Margin (EBITDA) and to the Operating Result (EBIT) are shown.

In particular, Adjusted EBITDA is the difference between the consolidated revenues and the operating costs, gross of the non-monetary costs related to depreciation, amortisation and write-downs (net of any reinstatement of the values) of both current and non-current assets, of non-ordinary items relating to business combinations pursuant to IFRS 3, to lay-off incentives for employees and any charges related to atypical and/or unusual transactions as defined in the CONSOB Communication no. DEM 6064293 of July 28, 2006.

The gross operating margin (EBITDA) is the difference between the consolidated revenues and the operating costs, gross of the non-monetary costs related to depreciation, amortisation and write-downs (net of any reinstatement of the values) of both current and non-current assets.

The operating result (EBIT) is obtained by deducting from the EBITDA the non-monetary costs related to depreciation, amortisation and write-downs (net of any reinstatement of the values) of both current and non-current assets.

CONSOLIDATED INCOME STATEMENT *Euro in thousands*	Progressive as at September 30th 2016		2015 (*)	
Revenues from sales of goods and services	**186,621**	**100.0%**	**179,841**	**100.0%**
Other income and revenues	1,307		295	
Total revenues	**187,928**		**180,136**	
Operating costs	95,632		95,212	
Adjusted EBITDA	**92,296**	**49.5%**	**84,924**	**47.2%**
Non-ordinary items	(2,945)		(3,143)	
Gross operating margin (EBITDA)	**89,351**	**47.9%**	**81,781**	**45.5%**
Amortisation, depreciation, write-downs and provisions	28,712		28,575	
Operating result (EBIT)	**60,639**	**32.5%**	**53,206**	**29.6%**
Financial charges, net	(6,950)		(6,259)	
Pre-tax result (EBT)	**53,689**	**28.8%**	**46,947**	**26.1%**
Income taxes	(17,465)		(15,734)	
Net income	**36,224**	**19.4%**	**31,213**	**17.4%**
Profit/(loss) pertaining to minority interests	39		2	
Net Group Income	**36,263**	**19.4%**	**31,215**	**17.4%**

(*) RESTATED

CONSOLIDATED INCOME STATEMENT *Euro in thousands*	Q3 2016		2015 (*)	
Revenues from sales of goods and services	**62,786**	**100.0%**	**60,473**	**100.0%**
Other income and revenues	5		168	
Total revenues	**62,791**		**60,641**	
Operating costs	31,133		31,394	
Adjusted EBITDA	**31,658**	**50.4%**	**29,247**	**48.4%**
Non-ordinary items	(461)		(438)	
Gross operating margin (EBITDA)	**31,197**	**49.7%**	**28,809**	**47.6%**
Amortisation, depreciation and write-downs	9,437		9,858	
Operating result (EBIT)	**21,760**	**34.7%**	**18,951**	**31.3%**
Financial charges, net	(2,374)		(2,242)	
Pre-tax result (EBT)	**19,386**	**30.9%**	**16,709**	**27.6%**
Income taxes	(5,993)		(5,416)	
Net income	**13,393**	**21.3%**	**11,293**	**18.7%**
Profit/(loss) pertaining to minority interests	14		2	
Net Group Income	**13,407**	**21.4%**	**11,295**	**18.7%**

(*) RESTATED

Revenues from sales of goods and services in the first nine months amounted to € 186,621k and refer in the amount of € 134,681k to the use of transmission infrastructure and assistance and maintenance services, logistics, head end, design and ancillary services towards the parent company Elettronica Industriale S.p.A. and for the remaining to contracts of use of the infrastructure and supply of services towards other broadcast and wireless telecommunication operators.

Revenues increased by € 6,780m (+3.8%) compared to the same period of last year mainly by effect of the acquisitions made in the last 12 months.

Other income and revenues include a capital gain amounting to € 1,089k related to the sale of a property made during the first quarter.

Non-ordinary charges amounting to € 2,945k have been recorded during the period concerning in the amount of € 2,506k extraordinary acquisition transactions, included in the item Purchases, services and other costs of the Financial Statements and as regards the remaining amount of € 439k lay-off incentives for employees included in the item Personnel costs of the Financial Statements (€ 3,143k in the first nine months of 2015 relating in the amount of € 2,750k to extraordinary acquisition transactions and in the amount of € 393k to lay-off incentives for employees).

Excluding these charges, total operating costs amounted to € 95,632k, with an increase of 0.4% compared to € 95,212k in the same period of the previous year mainly as a result of the incidence of costs related to the companies acquired in the meantime and the start-up of the activity of the company Nettrotter S.r.l., partly offset by the reduction in costs made in the period.

Adjusted EBITDA amounted to € 92,296k, with an increase of 8.7% compared to the first nine months of 2015, with an incidence on revenues from 47.2% to 49.5%.

EBITDA amounted to € 89,351k (47.9% of revenues) compared to € 81,781k in the same period in 2015 (45.5% of revenues), with an increase of € 7,570k (+9.3%).

The item amortization, depreciation and write-downs amounted to € 28,712k, including in the amount of € 915k write-downs of receivables of uncertain collection, and was basically in line with the figure restated in the first nine months of 2015 (€ 28,575k).

The operating result (EBIT) amounted to € 60,639k (€ 53,206k the restated figure in the same period in 2015); operating profitability grew up to 32.5% compared to the previous 29.6%.

Net financial charges amounted to € 6,950k, with an increase compared to the figures in the first nine months of 2015 (€ 6,259k) mainly due to the lower remuneration of liquidity as a consequence of reduction in money market interest rates compared to the previous period.

Pre-tax result increased to € 53,689k compared to the restated figure of € 46,947k, equal to 28.8% of revenues (26.1% in the same period of 2015).

After accounting for taxes of € 17,465k, calculated on the basis of the estimate of the weighted average rate expected for the full year, the period ended with a Group's net profit of € 36,224k, equal to 19.4% of revenues, including € 36,263k attributable to the Group and a loss of € 39k attributable to minority share-holders and referring to the minority interest in the company Nettrotter S.r.l. In the same period of the previous year the restated net income was € 31,213k, equal to 17.4% of revenues.

Balance Sheet and Financial Situation

Below are given the tables of the Condensed Consolidated Balance Sheet shown in a reclassified format for the purpose of highlighting the two macro groupings of Net Invested Capital and Net Financial Position, where this latter figure consists of the Gross Financial Debt reduced by Cash and Cash Equivalents and by Other Financial Assets.

Therefore, these tables differ from the Balance Sheet layout that is contained in the mandatory tables of the Financial Statements, which have been drafted according to the split between current and non-current assets and liabilities.

The item Net Working Capital includes the current assets (with the exclusion of the cash and cash equivalents and the Current financial assets that are included in the Net Financial Position) and current liabilities (with the exclusion of current financial liabilities that are included in the Net Financial Position).

The item Non-current liabilities includes the severance fund, deferred tax liabilities and the provisions for risks and charges.

RECLASSIFIED CONSOLIDATED BALANCE SHEET				
Euro in thousands	September 30, 2016		December 31, 2015	
Net working capital	(19,638)	-2.6%	(34,391)	-4.6%
Goodwill	528,364		516,198	
Other non-current assets	309,308		316,646	
Non-current liabilities	(57,237)		(58,261)	
Non-current capital	780,435	102.6%	774,583	104.6%
Net invested capital	**760,797**	**100.0%**	**740,192**	**100.0%**
Net financial position	**117,700**	**15.5%**	**130,247**	**17.6%**
Shareholders' equity of the Group	**643,047**	**84.5%**	**609,906**	**82.4%**
Shareholders' equity of minority interests	**50**	**0.0%**	**39**	**0.0%**
Financial position and shareholders' equity of the Group	**760,797**	**100.0%**	**740,192**	**100.0%**

The increase in net working capital compared to December 31, 2015, equal to € 14,753k, includes a net reduction of € 7,736k in payables for deferred instalments of the price related to business combinations.

The increase in goodwill is basically a consequence of the provisional allocation of a part of the consideration for the acquisitions made in the period.

According to IFRS 3, a specific analysis of the consideration paid will be carried out within twelve months from the acquisition date in order to determine the fair value of net assets acquired and liabilities assumed.

If at the end of the evaluation period tangible and intangible assets with finite useful lives are identified, an adjustment of provisional amounts recorded at the acquisition will be carried out with retroactive effect from the acquisition date.

The decrease in other non-current assets is a consequence of the depreciation of tangible and intangible assets accounted for the period, which were higher than the investments made.

The net financial position improved compared to December 31, 2015 by € 12,547k.

The following table shows the Condensed Cash Flow Statement with the indication of cash flows generated or absorbed from operating, investing and financing activities in the first nine months of the year.

CASH FLOW STATEMENT *Euro in thousands*	9 months 2016	9 months 2015
Cash flow generated (absorbed) by operating activities	61,750	60,735
Cash flow generated (absorbed) by investing activities	(40,000)	(28,752)
Cash flow generated (absorbed) by financing activities	(10,705)	(38,974)
Net cash flow for the period	11,045	(6,991)

The net flow absorbed by investing activities, equal to € 40,000k, includes € 20,261k for business combinations.

The flow related to financing activities includes € 2,241k for the purchase of treasury shares made in the period.

Group Employees

The employee ending headcount of the Group at September 30, 2016 amounted to 567 people, decreasing by 3 people compared to the end of 2015.

Related Party transactions

The transactions carried out with related parties cannot be classed as either atypical or unusual because they fall within the categories of the normal business activities of the Group companies. All these transactions are regulated at arm's length market conditions, taking into account the characteristics of the goods and services supplied.

The detailed information regarding the Income Statement, Balance Sheet and financial impacts of the transactions with related parties, pursuant to IAS 24, are shown below.

With reference to the periodic disclosure that has to be made by the Issuers, according to the Consob Resolution no. 17221 of March 12, 2010 (article 5, paragraph 8, of the Regulations containing measures regarding transactions with related parties), please refer to the Half-Year Report as at June 30, 2016.

Amendment of Art. 37 of Consob Regulation 16191/2007 Regarding Markets

Effective from January 2, 2012 EI Towers S.p.A. is subject to the management and coordination activity of Mediaset S.p.A.

Also according to Art. 2.6.2, paragraph 13, of the Regulation of the Markets Organized and Managed by Borsa Italiana S.p.A., we acknowledge the full conformance of EI Towers S.p.A. to the expectations of Art. 37 of Consob Regulation 16191/2007 since it:

- fulfilled and is regularly fulfilling advertising obligations provided for by Art. 2497-bis of the civil code,
- has an autonomous negotiating capacity in relationships with clients and suppliers,
- has no centralized treasury pooling relationship with Mediaset S.p.A.,

- has a Control and Risk Committee which carries out also the functions of the Related Party Committee, and a Remuneration Committee composed exclusively of independent directors according to the criteria of art 148, para. 3, of the Legislative Decree 58/1998, of the Corporate Governance Code of Borsa Italiana S.p.A. and of art. 37 of Consob Regulation 16191/2007. EI Towers S.p.A. has also a Board of Directors composed of a majority of independent directors.

Faculty to Waive the Obligation to Issue an Information Memorandum in the Occasion of Significant Transactions (Opt-Out)

According to Art. 3 of Consob Resolution no. 18079 of January 20, 2012, the Board of Directors of EI Towers S.p.A. on December 14, 2012 resolved to adhere to the opt-out regime envisaged by Articles 70, para. 8 and 71 para. 1/bis of the Regulations for Issuers Consob no. 11971/99 (and subsequent amendments), using the faculty to waive the obligation to issue an information memorandum in the occasion of significant transactions such as merger, corporate capital splitting, capital increase through non-monetary contribution of assets, acquisitions and disposals.

Business Outlook

The economic figures of the first nine months of the year are substantially in line with the management's expectations; therefore, on the base of the current trading conditions, the outlook already disclosed to the market is confirmed.

For the Board of Directors

Guido Barbieri, CEO

EI TOWERS GROUP

Consolidated Accounting Tables

and Explanatory Notes

EI TOWERS GROUP

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(Euro in thousands)

	Sept. 30, 2016	Dec. 31, 2015
ASSETS		
Non current assets		
Property, plant and equipment	188,096	200,025
Goodwill	528,364	516,198
Other intangible assets	115,061	110,740
Other financial assets	797	830
Deferred tax assets	5,354	5,051
TOTAL NON CURRENT ASSETS	**837,672**	**832,844**
Current assets		
Inventories	3,064	2,902
Trade receivables	41,536	26,117
Tax receivables	0	1,078
Other receivables and current assets	10,820	9,075
Cash and cash equivalents	114,506	103,461
TOTAL CURRENT ASSETS	**169,926**	**142,633**
TOTAL ASSETS	**1,007,598**	**975,477**

EI TOWERS GROUP

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(Euro in thousands)

	Sept. 30, 2016	Dec. 31, 2015
SHAREHOLDERS' EQUITY AND LIABILITIES		
Share capital and reserves		
Share capital	2,826	2,826
Share premium reserve	194,220	194,220
Treasury shares	(4,087)	(1,845)
Other reserves	408,488	360,551
Valuation reserve	(3,326)	(2,380)
Retained earnings	8,663	8,764
Net profit for the period	36,263	47,770
Shareholders' equity of the Group	**643,047**	**609,906**
Profit/(loss) pertaining to minority interests	(39)	(11)
Share capital and reserves pertaining to minority interests	89	50
Shareholders' equity pertaining to minority interests	**50**	**39**
TOTAL SHAREHOLDERS' EQUITY	**643,097**	**609,945**
Non current liabilities		
Post-employment benefit plans	12,514	11,744
Deferred tax liabilities	41,027	42,356
Financial liabilities and payables	228,372	226,977
Provisions for non current risks and charges	3,696	4,161
TOTAL NON CURRENT LIABILITIES	**285,609**	**285,238**
Current liabilities		
Trade payables	34,089	41,342
Current tax liabilities	9,846	702
Other financial liabilities	3,834	6,731
Other current liabilities	31,123	31,519
TOTAL CURRENT LIABILITIES	**78,892**	**80,294**
TOTAL LIABILITIES	**364,501**	**365,532**
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	**1,007,598**	**975,477**

EI TOWERS GROUP
INTERIM CONSOLIDATED STATEMENT OF INCOME
(Euro in thousands)

	9 months 2016	9 months 2015 (*)
Sales of goods and services	186,621	179,841
Other revenues and income	1,307	295
TOTAL REVENUES	**187,928**	**180,136**
Personnel expenses	31,852	32,417
Purchases, services, other costs	66,725	65,938
Amortisation, depreciation and write-downs	28,712	28,575
TOTAL COSTS	**127,289**	**126,930**
EBIT	**60,639**	**53,206**
Financial expenses	(7,414)	(7,388)
Financial income	464	1,129
EBT	**53,689**	**46,947**
Income taxes	17,465	15,734
NET PROFIT FOR THE PERIOD	**36,224**	**31,213**
Attributable to:		
- Parent company	36,263	31,215
- Minority interests	(39)	(2)
Earnings per share (Euro):		
- Basic	1.29	1.11
- Diluted	1.29	1.11

(*) RESTATED

EI TOWERS GROUP
INTERIM CONSOLIDATED CASH FLOW STATEMENT
(Euro in thousands)

	9 months 2016	9 months 2015 (*)
CASH FLOW FROM OPERATING ACTIVITIES:		
Operating profit	60,639	53,206
+ Depreciation, amortisation and w rite-dow ns	28,712	28,575
+ Change in trade receivables	(15,555)	(12,582)
+ Change in trade payables	(7,586)	9,715
+ Change in other assets and liabilities	4,159	(7,239)
- income tax paid	(8,619)	(10,940)
Net cash flow from operating activities [A]	**61,750**	**60,735**
CASH FLOW FROM INVESTING ACTIVITIES:		
Investments in tangible assets	(8,460)	(16,223)
Investments in intangible assets	(10,409)	(1,496)
Changes in payables for investing activities	(903)	5,969
(Increases)/decreases in other financing activities	33	(9)
Business combinations net of cash acquired	(20,261)	(16,993)
Net cash flow from investing activities [B]	**(40,000)**	**(28,752)**
CASH FLOW FROM FINANCING ACTIVITIES:		
Changes in treasury shares	(2,241)	-
Payment of dividends	-	(31,020)
Interests (paid)/received	(8,464)	(7,954)
Net cash from financing activities [C]	**(10,705)**	**(38,974)**
CHANGE IN CASH AND CASH EQUIVALENTS [D=A+B+C]	**11,045**	**(6,991)**
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD [E]	**103,461**	**133,917**
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD [F=D+E]	**114,506**	**126,926**

(*) RESTATED

EI TOWERS GROUP
RELATED PARTY TRANSACTIONS
(Euro in thousands)

	Revenues	Costs	Financial income / (charges)	Trade receivables	Trade payables	Other receivables/ (payables)
CONTROLLING ENTITIES						
Mediaset S.p.A.	-	(52)	-	-	(27)	-
R.T.I. S.p.A.	225	(1,606)	-	84	(1,252)	-
Elettronica Industriale S.p.A.	134,681	(300)	-	288	(39)	3
Total controlling entities	**134,906**	**(1,958)**	**-**	**372**	**(1,317)**	**3**
AFFILIATED ENTITIES						
Publitalia '80 S.p.A.	4	-	-	-	-	-
Videotime S.p.A.	96	(362)	-	39	(135)	-
MedioBanca S.p.a.	-	(34)	-	-	-	11
Milan Entertainment S.r.l.	45	(5)	-	45	-	-
Monradio S.r.l.	349	-	-	154	-	(1)
Radio Studio 105 Srl	97			24		(9)
Virgin Radio Italy SpA	51			11		(8)
Radio Engineering CO S.r.l.	43			45		
Promoservice Italia S.r.l.	-	-	-	-	-	-
Mediaset Premium SpA	-	(1)	-	-	(1)	-
Total affiliated entities	**685**	**(402)**	**-**	**317**	**(136)**	(6)
EXECUTIVES WITH STRATEGIC RESPONSIBILITIES	**-**	**(786)**	**-**	**-**	**-**	**(126)**
COMPLEMENTARY SOCIAL SECURITY FUND	**-**	**-**	**-**	**-**	**-**	**(126)**
OTHER RELATED PARTIES	**191**	**(48)**	**-**	**203**	**-**	**31**
TOTAL RELATED PARTIES	**135,782**	**(3,194)**	**-**	**891**	**(1,453)**	**(225)**

DECLARATION OF THE EXECUTIVE RESPONSIBLE FOR THE PREPARATION OF ACCOUNTING DOCUMENTS

The Company Executive Responsible for the preparation of the company accounting documents of EI Towers S.p.A., Fabio Caccia, herewith declares, pursuant to paragraph 2, article 154, second part, of the Consolidated Finance Act that the accounting information contained in this document corresponds to the contents of accounting documents, books and postings of the company.

For the Board of Directors
Guido Barbieri, CEO