

# **CONSOLIDATED FINANCIAL STATEMENTS**

## SAES GETTERS S.P.A. AND SUBSIDIARIES CONSOLIDATED BALANCE SHEETS

As of June 30, 2001, December 31, 2000  
and June 30, 2000

	(In thousands of Euro)		
	June 30, 2001	December 31, 2000	June 30, 2000
<b>A) SHARE CAPITAL ISSUED AND NOT YET PAID</b> (The share which has already been called for is shown separately)	0	0	0
<b>B) FIXED ASSETS</b>			
<i>I Intangible assets:</i>			
1) Start-up and expansion costs	819	1,032	1,671
2) Research, development and advertising costs	0	0	0
3) Industrial and other patent rights	759	710	608
4) Concessions, licences, trademarks and similar rights	1,452	1,160	1,148
5) Goodwill	16,484	16,056	9,429
6) Assets in progress and advances	870	580	729
7) Other intangible assets	1,997	2,325	2,271
<b>Total intangible assets</b>	<b>22,381</b>	<b>21,863</b>	<b>15,856</b>
<i>II Tangible assets:</i>			
1) Land and buildings	15,136	13,906	14,792
2) Plant and machinery	24,583	22,961	20,800
3) Industrial and commercial equipment	3,700	3,698	3,157
4) Other assets	4,678	4,609	4,590
5) Assets under construction and advances	15,477	8,158	4,559
<b>Total tangible assets</b>	<b>63,574</b>	<b>53,332</b>	<b>47,898</b>
<i>III Long-term investments (amounts receivable within 12 months are shown separately for each item)</i>			
Investments in share capital:			
a) subsidiaries	0	0	0
b) associated companies	455	427	445
c) parent companies	0	0	0
d) other companies	0	0	0
Total investments in share capital	455	427	445
Receivables:			
a) from subsidiaries	0	0	0
b) from associated companies	0	0	0
c) from parent companies	0	0	0
d) from other companies			
- amounts receivable within twelve months	105 1,314	1,317	1,378
Total receivables	1,314	1,317	1,378
Other securities	23	14	16
Own shares (the total par value is also shown)	0	0	0
<b>Total long-term investments</b>	<b>1,792</b>	<b>1,758</b>	<b>1,839</b>
<b>Total fixed assets (B)</b>	<b>87,747</b>	<b>76,953</b>	<b>65,593</b>

				(In thousands of Euro)		
				June 30, 2001	December 31, 2000	June 30, 2000
<b>C) CURRENT ASSETS</b>						
<i>I Inventory:</i>						
1) Raw materials, auxiliary materials and spare parts				13,779	12,750	10,743
2) Work in progress and semi-finished products				8,450	6,534	6,414
3) Contract work in progress				0	0	0
4) Finished products and goods				11,898	8,841	8,271
5) Advances				183	145	0
<b>Total inventory</b>				<b>34,310</b>	<b>28,270</b>	<b>25,428</b>
<i>II Receivables (amounts receivable beyond 1 year are shown separately for each item)</i>						
1) Trade receivables				38,081	37,566	32,948
2) Receivables from subsidiaries				0	0	0
3) Receivables from associated companies				0	0	0
4) Receivables from parent companies				0	0	0
5) Other receivables						
- amounts receivable beyond twelve months	1,724			13,737	10,515	9,513
<b>Total receivables</b>				<b>51,818</b>	<b>48,081</b>	<b>42,461</b>
<i>III Short-term investments:</i>						
1) Investments in subsidiaries				0	0	0
2) Investments in associated companies				0	0	0
3) Investments in parent companies				0	0	0
4) Other investments				0	0	0
5) Own shares (the total par value is also shown)				0	0	0
6) Other securities				10,956	12,451	12,735
<b>Total short-term investments</b>				<b>10,956</b>	<b>12,451</b>	<b>12,735</b>
<i>IV Cash and cash equivalents:</i>						
1) Bank and postal deposits				68,300	77,947	70,923
2) Cheques				0	0	0
3) Cash on hand				44	47	43
<b>Total cash and cash equivalents</b>				<b>68,344</b>	<b>77,994</b>	<b>70,966</b>
<b>Total current assets (C)</b>				<b>165,428</b>	<b>166,796</b>	<b>151,590</b>
<b>D) PREPAYMENTS AND ACCRUED INCOME</b>						
(discount on loans is shown separately)				1,631	1,483	1,835
<b>Total prepayments and accrued income</b>				<b>1,631</b>	<b>1,483</b>	<b>1,835</b>
<b>TOTAL ASSETS</b>				<b>254,806</b>	<b>245,232</b>	<b>219,018</b>

## LIABILITIES AND SHAREHOLDERS' EQUITY

	(In thousands of Euro)		
	June 30, 2001	December 31, 2000	June 30, 2000
<b>A) SHAREHOLDERS' EQUITY</b>			
I Capital stock	12,220	12,220	12,220
II Share premium reserve	40,797	40,797	40,797
III Revaluation reserves:			
Law no. 72/83	574	574	574
Law no. 413/91	762	762	691
Law no. 342/00	1,690	1,690	0
IV Legal reserve	4,278	3,617	3,650
V Reserve for own shares in portfolio	0	0	0
VI Statutory reserves	0	0	0
VII Other reserves	29,546	23,807	23,135
VIII Profits (losses) carried forward	76,729	60,320	62,227
IX Net income (loss) for the period	12,359	27,241	11,984
<b>Total shareholders' equity</b>	<b>178,955</b>	<b>171,028</b>	<b>155,278</b>
<b>B) PROVISIONS FOR CONTINGENCIES AND OBLIGATIONS</b>			
1) provision for retirement benefits and similar obligations	1,572	1,414	1,333
2) provision for income taxes	0	0	0
3) other provisions	1,372	1,028	803
<b>Total provisions for contingencies and obligations</b>	<b>2,944</b>	<b>2,442</b>	<b>2,136</b>
<b>C) STAFF LEAVING INDEMNITY</b>	<b>8,062</b>	<b>7,938</b>	<b>7,724</b>
<b>D) PAYABLES</b> (amounts payable beyond 1 year are shown separately for each item)			
1) Bonds	0	0	0
2) Convertible bonds	0	0	0
3) Bank loans			
- beyond 1 year           2,389	37,180	29,499	29,440
4) Other financial payables	0	0	0
5) Advances	446	1,457	1,794
6) Trade payables	11,521	13,953	9,604
7) Secured payables	0	0	0
8) Payables to subsidiaries	0	0	0
9) Payables to associated companies	0	0	0
10) Payables to parent companies	0	0	0
11) Tax payables	5,301	6,462	3,812
12) Social security payables	1,361	1,398	941
13) Other payables			
- beyond 1 year           212	8,227	10,226	7,201
<b>Total payables</b>	<b>64,036</b>	<b>62,995</b>	<b>52,792</b>
<b>E) ACCRUED EXPENSES AND DEFERRED INCOME</b> (premium on loans is also shown)	809	829	1,088
<b>Total accrued expenses and deferred income</b>	<b>809</b>	<b>829</b>	<b>1,088</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>254,806</b>	<b>245,232</b>	<b>219,018</b>
<b>MEMORANDUM ACCOUNTS</b>			
<b>Guarantees provided by the Group:</b>			
- Guarantees in favour of third parties	14,615	15,716	12,169
- Other guarantees in favour of third parties	0	0	113
<b>Total guarantees provided by the Group</b>	<b>14,615</b>	<b>15,716</b>	<b>12,282</b>
<b>Other off balance sheet items:</b>			
- Leasing obligations	3,344	4,322	5,154
- Forward exchange contracts	15,676	26,197	16,845
<b>Total other off balance sheet items</b>	<b>19,020</b>	<b>30,519</b>	<b>21,999</b>

## SAES GETTERS S.P.A. AND SUBSIDIARIES CONSOLIDATED STATEMENTS OF INCOME

For the six months ended June 30, 2001 and 2000  
and for the twelve months ended December 31, 2000

	(In thousands of Euro)		
	June 30, 2001	June 30, 2000	December 31, 2000
<b>A) VALUE OF PRODUCTION</b>			
1) Revenues from sales and services	89,265	79,351	172,552
2) Changes in work in progress, semi-finished and finished products + (-)	4,269	1,512	2,235
3) Changes in contract work in progress + (-)	0	0	0
4) Changes in construction in progress	2,808	991	2,377
5) Other income:			
other	704	567	2,183
contributions for operating expenses	238	26	257
Total other income	942	593	2,440
<b>Total value of production</b>	<b>97,284</b>	<b>82,447</b>	<b>179,604</b>
<b>B) COST OF PRODUCTION</b>			
6) Cost for raw materials, auxiliary materials, spare parts and resale goods	(21,433)	(17,894)	(39,215)
7) Cost for services	(18,086)	(14,882)	(31,263)
8) Cost of utilization of third parties' assets	(1,813)	(1,776)	(3,595)
9) Cost for personnel:			
a) salaries and wages	(25,863)	(20,088)	(43,703)
b) social contributions	(4,038)	(3,387)	(6,684)
c) staff leaving indemnity	(880)	(827)	(1,664)
d) retirement benefits and similar obligations	(147)	(125)	(265)
e) other costs	(2,231)	(1,601)	(3,883)
<b>Total cost for personnel</b>	<b>(33,159)</b>	<b>(26,028)</b>	<b>(56,199)</b>
10) Amortization, depreciation and writedowns:			
a) amortization of intangible assets	(1,981)	(1,866)	(4,209)
b) depreciation of tangible assets	(4,809)	(4,112)	(8,783)
c) other writedowns of assets	(2)	(6)	(15)
d) writedown of receivables recorded among current assets and cash and cash equivalents	(115)	(18)	(281)
<b>Total amortization, depreciation and writedowns</b>	<b>(6,907)</b>	<b>(6,002)</b>	<b>(13,288)</b>
11) Changes in raw materials, auxiliary materials, spare parts and resale goods + (-)	107	751	2,933
12) Accruals for contingencies	(2)	(4)	(20)
13) Other accruals	(832)	(395)	(547)
14) Other operating charges	(1,682)	(1,133)	(3,588)
<b>Total cost of production</b>	<b>(83,807)</b>	<b>(67,363)</b>	<b>(144,782)</b>
<b>Difference between value and cost of production (A-B)</b>	<b>13,477</b>	<b>15,084</b>	<b>34,822</b>
<b>C) FINANCIAL INCOME AND CHARGES</b>			
15) Income from investments (investments in subsidiaries and associated companies are shown separately)	0	0	0
16) Other financial income:			
a) from receivables recorded as fixed assets (receivables from subsidiaries, associated companies and parent companies are shown separately)	7	0	15
b) from securities recorded as fixed assets, other than investments	0	0	0
c) from securities recorded as current assets, other than investments	355	327	615
d) other financial income (income from subsidiaries, associated companies and parent companies is shown separately)			
- foreign exchange gains	5,645	2,963	4,996
- other	1,761	1,401	3,402
<b>Total other financial income</b>	<b>7,768</b>	<b>4,691</b>	<b>9,028</b>
17) Interest and other financial charges (interest and other financial charges payable to subsidiaries, associated companies and parent companies are shown separately)			
- foreign exchange losses	(2,688)	(1,866)	(4,079)
- interest expenses	(940)	(881)	(2,078)
- other	(245)	(252)	(579)
<b>Total interest and other financial charges</b>	<b>(3,873)</b>	<b>(2,999)</b>	<b>(6,736)</b>
<b>Total financial income and charges ( 15+16-17 )</b>	<b>3,895</b>	<b>1,692</b>	<b>2,292</b>

(In thousands of Euro)			
	June 30, 2001	June 30, 2000	December 31, 2000
<b>D) ADJUSTMENTS TO THE VALUE OF FINANCIAL ASSETS</b>			
18) Revaluations:			
a) investments in share capital	22	6	14
b) other investments	0	0	0
c) securities recorded as current assets other than investments	0	0	2
<b>Total revaluations</b>	<b>22</b>	<b>6</b>	<b>16</b>
19) Write-downs:			
a) investments in share capital	0	0	0
b) other investments	0	(6)	0
c) securities recorded as current assets other than investments	(13)	(89)	(73)
<b>Total writedowns</b>	<b>(13)</b>	<b>(95)</b>	<b>(73)</b>
<b>Total adjustments to the value of financial assets ( 18-19 )</b>	<b>9</b>	<b>(89)</b>	<b>(57)</b>
<b>E) EXTRAORDINARY INCOME AND EXPENSES</b>			
20) Extraordinary income (gains on disposal of assets, whose revenues cannot be recorded under no. 5, are shown separately)	689	59	290
21) Extraordinary expenses (losses on disposal of assets, whose charges cannot be recorded under no. 14, and income taxes relating to previous years are shown separately)	(225)	(90)	(265)
<b>Total extraordinary income and expenses ( 20-21 )</b>	<b>464</b>	<b>(31)</b>	<b>25</b>
<b>Income before taxes</b>	<b>17,845</b>	<b>16,656</b>	<b>37,082</b>
22) INCOME TAXES FOR THE PERIOD			
a) taxes for the period	(8,018)	(5,053)	(10,922)
b) deferred taxes	2,532	381	1,081
	(5,486)	(4,672)	(9,841)
<b>NET INCOME (LOSS) FOR THE PERIOD</b>	<b>12,359</b>	<b>11,984</b>	<b>27,241</b>