

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

As of 30 June 2000, 31 December 1999
and 30 June 1999

(in Thousands of Euro)

	30 June 2000	31 December 1999	30 June 1999
A) SHARE CAPITAL ISSUED AND NOT YET PAID (The share which has already been called for is shown separately)	0	0	0
B) FIXED ASSETS			
<i>I Intangible assets:</i>			
1) Start-up and expansion costs	1,671	2,284	2,912
2) Research, development and advertising costs	0	0	0
3) Industrial and other patent rights	608	566	527
4) Concessions, licences, trademarks and similar rights	1,148	1,116	1,043
5) Goodwill	9,429	9,267	9,664
Consolidation difference	0	256	249
6) Assets in progress and advances	729	622	369
7) Other intangible assets	2,271	2,437	2,566
Total intangible assets	15,856	16,548	17,330
<i>II Tangible assets:</i>			
1) Land and buildings	14,792	14,581	14,320
2) Plant and machinery	20,800	20,843	19,883
3) Industrial and commercial equipment	3,157	2,665	2,803
4) Other assets	4,590	4,792	4,475
5) Assets under construction and advances	4,559	2,934	3,513
Total tangible assets	47,898	45,815	44,994
<i>III Long-term investments (amounts receivable within 1 year are shown separately for each item)</i>			
Investments in share capital:			
a) subsidiaries	0	0	0
b) associated companies	445	430	335
c) parent companies	0	0	0
d) other companies	0	0	0
Total investments in share capital	445	430	335
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	1,378	1,328	1,231
Total receivables	1,378	1,328	1,231
Other securities	16	13	13
Own shares (the total par value is also shown)	0	0	0
Total long-term investments	1,839	1,771	1,579
Total fixed assets (B)	65,593	64,134	63,903

	(in Thousands of Euro)		
	30 June 2000	31 December 1999	30 June 1999
C) CURRENT ASSETS			
<i>I Inventory:</i>			
1) Raw materials, auxiliary materials and spare parts	10,743	9,677	10,504
2) Work in progress and semi-finished products	6,414	5,030	4,490
3) Contract work in progress	0	0	0
4) Finished products and goods	8,271	8,054	9,037
5) Advances	0	223	0
Total inventory	25,428	22,984	24,031
<i>II Receivables (amounts receivable beyond 1 year are shown separately for each item)</i>			
1) Trade receivables	32,948	28,718	23,558
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	9,513	9,555	7,709
Total receivables	42,461	38,273	31,267
<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	12,735	15,271	8,354
Total short-term investments	12,735	15,271	8,354
<i>IV Cash and cash equivalents:</i>			
1) Bank and postal deposits	70,923	60,992	61,352
2) Cheques	0	38	1
3) Cash on hand	43	56	33
Total cash and cash equivalents	70,966	61,086	61,386
Total current assets (C)	151,590	137,614	125,038
D) PREPAYMENTS AND ACCRUED INCOME, (discount on loans is shown separately)	1,835	1,927	1,921
Total prepayments and accrued income	1,835	1,927	1,921
TOTAL ASSETS	219,018	203,675	190,862

LIABILITIES AND SHAREHOLDERS' EQUITY

	(in Thousands of Euro)		
	30 June 2000	31 December 1999	30 June 1999
A) SHAREHOLDERS' EQUITY			
I Capital stock	12,220	12,137	12,137
II Share premium reserve	40,797	51,297	51,297
III Revaluation reserves:			
Law no. 72/83	574	574	574
Law no. 413/91	691	691	691
IV Legal reserve	3,650	3,319	3,224
V Reserve for own shares in portfolio	0	0	0
VI Statutory reserves	0	0	0
VII Other reserves	23,135	20,736	18,498
VIII Profits (losses) carried forward	62,227	44,440	44,519
IX Net income (loss) for the period	11,984	12,552	3,939
Total shareholders' equity	155,278	145,746	134,879
B) PROVISIONS FOR CONTINGENCIES AND OBLIGATIONS			
1) provision for retirement benefits and similar obligations	1,333	1,225	1,181
2) provision for income taxes	0	0	0
3) other provisions	803	539	594
Total provisions for contingencies and obligations	2,136	1,764	1,775
C) STAFF LEAVING INDEMNITY	7,724	7,094	6,823
D) PAYABLES (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 3,749	29,440	27,021	27,419
4) Other financial payables	0	168	35
5) Advances	1,794	1,424	1,099
6) Trade payables	9,604	8,208	7,776
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	3,812	3,103	2,280
12) Social security payables	941	1,095	723
13) Other payables			
- beyond 1 year 244	7,201	7,052	7,258
Total payables	52,792	48,071	46,590
E) ACCRUED EXPENSES AND DEFERRED INCOME, (premium on loans is also shown)	1,088	1,000	795
Total accrued expenses and deferred income	1,088	1,000	795
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	219,018	203,675	190,862
MEMORANDUM ACCOUNTS			
Guarantees provided by the Group:			
- Guarantees in favour of third parties	12,169	13,280	13,027
- Other guarantees in favour of third parties	113	3	29
Total guarantees provided by the Group	12,282	13,283	13,056
Other off balance sheet items:			
- Leasing obligations	5,154	6,055	7,018
- Forward exchange contracts	16,845	26,093	10,050
Total other off balance sheet items	21,999	32,148	17,068

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

For the six months ended 30 June 2000 and 1999
and for the twelve months ended 31 December 1999

		(in Thousands of Euro)		
		30 June 2000	30 June 1999	31 December 1999
A)	VALUE OF PRODUCTION			
	1) Revenues from sales and services	79,351	52,822	115,710
	2) Changes in work in progress, semi-finished and finished products + (-)	1,512	330	(705)
	3) Changes in contract work in progress + (-)	0	0	0
	4) Changes in construction in progress	991	1,251	1,949
	5) Other income:			
	other	567	341	1,021
	contributions for operating expenses	26	10	119
	Total other income	593	351	1,140
	Total value of production	82,447	54,754	118,094
B)	COST OF PRODUCTION			
	6) Cost for raw materials, auxiliary materials, spare parts and resale goods	(17,894)	(8,479)	(21,389)
	7) Cost for services	(14,882)	(10,650)	(21,556)
	8) Cost of utilization of third parties' assets	(1,776)	(1,218)	(2,983)
	9) Cost for personnel:			
	a) salaries and wages	(20,088)	(16,981)	(33,465)
	b) social contributions	(3,387)	(2,884)	(5,937)
	c) staff leaving indemnity	(827)	(666)	(1,351)
	d) retirement benefits and similar obligations	(125)	(108)	(193)
	e) other costs	(1,601)	(1,143)	(2,425)
	Total cost for personnel	(26,028)	(21,782)	(43,371)
	10) Amortization, depreciation and writedowns:			
	a) amortization of intangible assets	(1,866)	(1,874)	(3,631)
	b) depreciation of tangible assets	(4,112)	(3,674)	(7,449)
	c) other writedowns of assets	(6)	0	(19)
	d) writedown of receivables recorded among current assets and cash and cash equivalents	(18)	(30)	(64)
	Total amortization, depreciation and writedowns	(6,002)	(5,578)	(11,163)
	11) Changes in raw materials, auxiliary materials, spare parts and resale goods + (-)	751	(1,542)	(1,372)
	12) Accruals for contingencies	(4)	0	(177)
	13) Other accruals	(395)	(186)	(174)
	14) Other operating charges	(1,133)	(1,383)	(2,242)
	Total cost of production	(67,363)	(50,818)	(104,427)
	Difference between value and cost of production (A-B)	15,084	3,936	13,667
C)	FINANCIAL INCOME AND CHARGES			
	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)	0	6	15
	b) from securities recorded as fixed assets, other than investments	0	0	0
	c) from securities recorded as current assets, other than investments	327	305	611
	d) other financial income (income from subsidiaries, associated companies and parent companies is shown separately)			
	- foreign exchange gains	2,963	2,707	5,170
	- other	1,401	971	1,982
	Total other financial income	4,691	3,989	7,778
	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	(1,866)	(1,532)	(3,416)
	- interest expenses	(881)	(695)	(1,468)
	- other	(252)	(104)	(298)
	Total interest and other financial charges	(2,999)	(2,331)	(5,182)
	Total financial income and charges (15+16-17)	1,692	1,658	2,596

				(in Thousands of Euro)		
				30 June 2000	30 June 1999	31 December 1999
D)	ADJUSTMENTS TO THE VALUE OF FINANCIAL ASSETS					
	18) Revaluations:					
	a) investments in share capital			6	9	28
	b) other investments			0	0	0
	c) securities recorded as current assets other than investments			0	0	0
	Total revaluations			6	9	28
	19) Write-downs:					
	a) investments in share capital			0	0	0
	b) other investments			(6)	0	(8)
	c) securities recorded as current assets other than investments			(89)	(54)	(176)
	Total writedowns			(95)	(54)	(184)
	Total adjustments to the value of financial assets (18-19)			(89)	(45)	(156)
E)	EXTRAORDINARY INCOME AND EXPENSES					
	20) Extraordinary income (gains on disposal of assets, whose revenues cannot be recorded under no. 5, are shown separately)			59	180	558
	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)			(90)	(89)	(241)
	Total extraordinary income and expenses (20-21)			(31)	91	317
	Income before taxes			16,656	5,640	16,424
	22) INCOME TAXES FOR THE PERIOD					
	a) taxes for the period			(5,053)	(1,909)	(4,697)
	b) deferred taxes			381	208	825
				(4,672)	(1,701)	(3,872)
	26) NET INCOME (LOSS) FOR THE PERIOD			11,984	3,939	12,552