

CONSOLIDATED BALANCE SHEET (Lit. millions)	30 Sept. 99 (Unaudited)	30 Sept. 98 (Unaudited)	31 Dec. 98 (Audited)
Asset			
Receivables from shareholders for due payments	133	-	-
Fixed assets:			
Intangible. net:			
Start-up costs	14	21	19
Research and development costs	5.935	6.659	6.426
Licences and other similar rights	339	743	641
Goodwill	429	460	521
Assets under development	2.435	746	1.145
Other	188	112	123
Total intangible. net	9.340	8.742	8.875
Tangible. net:			
Other	264	279	296
Investments			
Shareholdings in subsidiaries	-	-	-
Shareholdings in other enterprises	12	42	42
Receivables from subsidiaries	-	-	-
Receivables from other	74	59	72
Total fixed assets	9.690	9.122	9.285
Current assets:			
Inventories. net:			
Work-in-progress	-	-	178
Finished products and goods	1.212	2.069	985
Payments on account	1.048	407	539
Total inventories. net	2.261	2.476	1.702
Receivable. net:			
Trade receivables	9.810	5.926	12.775
Trade receivables from subsidiaries	-	-	-
Other receivables due within one year	645	595	933
Other receivables due after one year	39	35	41
Cash and bank current accounts:			
Bank accounts	-	-	40
Cash-in-hand	559	1	1

Total current assets	13.314	9.033	15.492
Accruals and deferrals	110	72	88
Total assets	23.247	18.227	24.865
Shareholders' equity			
Share capital	3.497	2.550	2.550
Reserves	24	17	17
Profit (loss) brought forward	-48	-118	-118
Net profit (loss) for the period	-3.490	-3.274	74
	-17	-825	2.523
Liabilities			
Employees' leaving entitlement	786	662	696
Payables			
Payables to banks due within one year	9.916	9.117	10.164
Payables to banks due after one year	4.256	2.700	2.700
Other financial liabilities	87	419	982
Payments on account	13	-	-
Trade payables	4.423	4.358	4.120
Tax payables	1.220	295	1.963
Payable to social security institutions	903	261	473
Other payables	1.537	1.165	1.108
Accruals and deferrals	122	74	136
Total liabilities	23.264	19.052	22.342
Total liabilities and shareholders' equity	23.247	18.227	24.865
Memorandum accounts	4.996	3.478	3.818

CONSOLIDATED INCOME STATEMENT (Lit. millions)	3 Month ended Sept. . 30		9 Month ended Sept.. 30		31 Dec 98
	1999	1998	1999 (Unaudited)	1998 (Unaudited)	
Revenues:					
Revenues from sales and services	3.253	2.547	8.400	6.777	15.494
Changes in work in progress	-	-	-179	-763	-584
Capitalised software costs	813	831	2.723	2.731	3.612
Other revenues	16	22	61	78	144
Grants	120	166	368	786	961
	4.202	3.566	11.374	9.608	19.627
Operating costs:					
Cost of goods	-1.032	-642	-1.645	-2.749	-2.981
Service costs	-1.143	-869	-4.091	-3.324	-4.662
Leases and rental expenses	-237	-213	-688	-613	-830
Personnel	-1.392	-1.318	-4.781	-4.222	-5.986
Deprecation. amortisation and write-downs	-858	-1.011	-2.503	-2.469	-3.507
Changes in inventory	383	332	227	1.633	541
Other operating costs	-242	-108	-302	-210	-169
	-4.521	-3.829	-13.782	-11.954	-17.594
Operating result	-319	-263	-2.408	-2.346	2.033
Financial income and charges:					
Financial income:					
From other	7	14	26	40	76
Interest charges and other financial charges					
From banks	-386	-299	-963	-883	-1.236
	-379	-285	-937	-842	-1.160
Extraordinary income and expense:					
Other	-	-	-	-	1
Total extraordinary income and expense	-	-	-	-	-
Profit (loss) before taxes	-698	-548	-3.345	-3.189	874
Income tax for the period	-68	-48	-144	-86	-800
Net profit (loss) for the period	-766	-596	-3.490	-3.274	74

CONSOLIDATED CASH FLOW STATEMENT (Lit. millions)	9 Month ended Sept.,30	
	1999	1998
Cash flow from operating activities		
Net income (loss)	-3.490	-3.274
Adjustements to reconcile net profit for the priod to net		
cash provided by operating activities:		
Depreciation and amortisation	2.465	2.447
Employees' leaving entitlement	202	170
Employees' leaving entitlement matured during the period	-112	-80
Changes in operating assets and liabilities:		
Inventory	-559	-1.264
Trade receivables	2.965	3.186
Other receivables	290	940
Trade payables	303	1.447
Other payables	130	-28
Accrual and deferrals	-36	-131
Net cash provided by (used in) operating activities	2.158	3.413
Cash flows from investing activities:		
Tangible fixed assets	-42	-159
Intangible assets	-2.857	-2.819
Increase of financial assets	28	-16
Net book value of tangible assets sold	-	89
Net cash provided by (used in) investing activities	-2.871	-2.905
Cash flow from financial activities		
Payables to banks	-1.143	293
Increase in payables due after 12 months	1.556	-1.192
Capital increase	817	223
Net cash provided by (used in) operating activities	1.231	-676
Increase (decrease) in cash	518	-168
Cash and bank at the beginning of the year	41	169
Cash and bank at the end of the period	559	1
Increase (decrease) in cash	518	-168