

INTERIM REPORT ON OPERATIONS

AT 30 SEPTEMBER 2010



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INTERIM REPORT ON OPERATIONS
AT 30 SEPTEMBER 2010

(THE CONSOLIDATED FINANCIAL STATEMENTS HAVE BEEN TRANSLATED FROM THE ORIGINAL ITALIAN INTO ENGLISH
SOLELY FOR THE CONVENIENCE OF INTERNATIONAL READERS)

DIRECTORS AND OFFICERS

BOARD OF DIRECTORS

(In office until the Shareholders' Meeting called to approve the financial statements at 31 December 2011)

DIRECTOR AND HONORARY CHAIRMAN

Marco Vacchi

CHAIRMAN AND MANAGING DIRECTOR

Alberto Vacchi

Delegated powers: all powers of ordinary and extraordinary administration, excluding the following powers:

- to transfer or receive for whatever purpose or reason, shares or quotas in companies, associations or entities, lines of business, businesses or combinations of businesses and real estate;
- to give secured or other guarantees, and give sureties or letters of patronage, except (in relation to the sureties and letters of patronage) for those given on behalf of direct or indirect subsidiaries of the Company;
- the power to grant beneficial rights over the assets of the Company.

DIRECTOR WITH POWERS

Andrea Malagoli

Delegated powers: the powers associated with responsibility for the pharmaceutical business and operations.

DIRECTORS

Giancarlo Folco, Marco Galliani, Italo Giorgio Minguzzi, Luca Poggi, Enrico Ricotta, Pierantonio Riello, Maria Carla Schiavina, Gianluca Vacchi, Romano Volta.

The Board of Directors' Meeting of IMA S.p.A. has powers to resolve upon matters which cannot be delegated, and is entitled to resolve exclusively on the following:

- the strategic, business and financial plans of the Company and the Group, the corporate governance system of IMA S.p.A. and any decisions relating to the Group structure;
- the adequacy of the organizational, administrative and accounting arrangements of the Company and its subsidiaries, with special reference to the internal control system and management of conflicts of interest;
- the general conduct of operations;
- any transaction likely to have a significant impact on the Company's results, assets and liabilities or financial situation and, in any case, any transaction that exceeds a value of 10 million euros, except for the power to renew or extend the credit lines already granted to the Company, which can be delegated;
- any transactions in which even just one director has a personal interest or represents the interests of a third party and any transactions with related parties, including intercompany transactions, except for ordinary transactions carried out under standard terms and conditions;
- the size, composition and operation of the Board of Directors and its committees;
- decisions about future significant transactions by subsidiaries of IMA S.p.A. that will affect IMA S.p.A.

**BOARD OF STATUTORY
AUDITORS**

(In office until the Shareholders' Meeting called to approve the financial statements at 31 December 2012)

STANDING AUDITORS

Piero Aicardi - Presidente

Giacomo Giovanardi

Riccardo Pinza

ALTERNATE AUDITORS

Vittorio Coraducci

Federico Ferracini

Fabio Porcellini

**INTERNAL CONTROL AND
REMUNERATION COMMITTEE**

Giancarlo Folco - Independent Director

Marco Galliani - Independent Director

Maria Carla Schiavina - Non-executive Director

**MANAGER RESPONSIBLE
FOR PREPARING
FINANCIAL REPORTS**

Sergio Marzo

**LEAD INDEPENDENT
DIRECTOR**

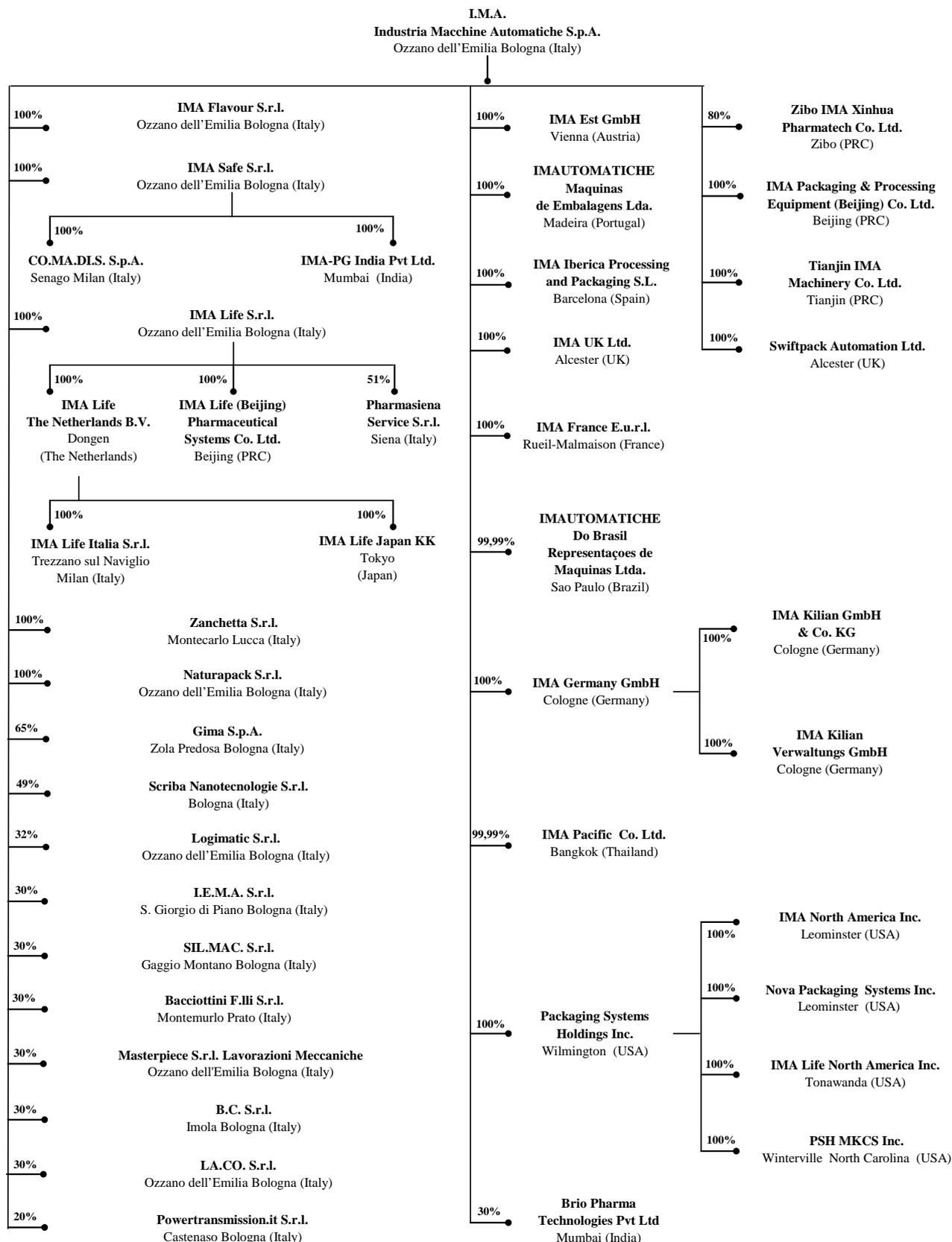
Giancarlo Folco

INDEPENDENT AUDITORS

(In office until the Shareholders' Meeting called to approve the financial statements at 31 December 2012)

PricewaterhouseCoopers S.p.A.

GROUP STRUCTURE AT 30 SEPTEMBER 2010



GROUP PERFORMANCE

GENERAL PERFORMANCE

World GDP rose slightly during the third quarter, in line with the growth experienced during the first three months of 2010. This performance reflects the slower rate of expansion in Asia, in particular, which offset an acceleration in the other industrialized countries. The positive performance of the EU economy is confirmed by an improvement in the volume of orders received by the Group during the first nine months of the year.

In particular, the order backlog has risen by 32%; Against this, cumulative sales through September are significantly lower due, unfortunately, to the reduced size of the order book at the start of the year.

A significant part of this shortfall should however be recovered during the final quarter of the year.

CONSOLIDATED INCOME STATEMENT

The following income statement classified by purpose of expenditure was prepared applying the following criteria:

- cost of sales: represents costs incurred directly by the Group to generate revenues. These include, for example, the costs of materials and labour, the cost of technical offices for customizing products and production overheads;
- R&D costs: these include the costs involved in developing new products or maintaining existing products. They also include costs relating to technical personnel, materials used for experiments and the overheads of technical offices;
- selling costs: these include costs connected with commercial operations, such as staff, commissions paid to agents, promotional and advertising costs and associated overheads;
- general and administrative costs: these include all costs associated with general operations such as administrative offices in the broadest sense, the management of sectors or divisions, production planning, and all amortization and depreciation not connected directly with the business areas already mentioned above;
- gross operating profit: this corresponds to the sum of operating profit, depreciation and amortization for the period and writedowns of non-current assets.

The following main items in the reclassified income statement are equivalent to those reported in the consolidated income statement contained in the section entitled "Consolidated financial statements": revenues, operating profit, financial income and expense, profit (loss) before tax, income taxes and profit (loss) for the period.

Consolidated revenues of the IMA Group in the first nine months of 2010 amounted to 293.8 million euros, compared with 339.9 million euros in the same period of 2009. The break-even position compares with an operating profit of 40.9 million euros in the prior period.

A summarized version of the income statement for the period under review is presented below, together with comparative figures for the corresponding period in 2009:

in millions of euros	1.1.2010-30.9.2010		1.1.2009-30.9.2009	
	Amount	%	Amount	%
Revenues	293.8		339.9	
Cost of sales	(179.5)	61.1	(193.2)	56.8
Industrial gross profit	114.3	38.9	146.7	43.2
R&D costs	(19.5)		(20.5)	
Selling costs	(44.3)		(44.1)	
General and administrative costs	(50.0)		(44.1)	
Operating profit before non-recurring items (EBITA)	0.5	0.2	38.0	11.2
Non-recurring items	(0.5)		2.9	
Operating profit (EBIT)	0.0	0.0	40.9	12.0
Net financial income (expense)	(4.7)		(6.7)	
Profit (loss) from investments accounted for using the equity method	0.2		-	
Result before tax	(4.5)	(1.5)	34.2	10.1
Income taxes	1.9		(13.1)	
Profit (loss) for the period	(2.6)	(0.9)	21.1	6.2
Profit (loss) for the period attributable to minority interests	0.3		(0.3)	
Group result	(2.3)	(0.8)	20.8	6.1
Gross operating profit (EBITDA)	10.0	3.4	51.6	15.2
Order book	310.3		235.0	

REVENUES AND ORDERS

Consolidated revenues for the first nine months of 2010 amounted to 293.8 million euros, a decrease of 13.6% with respect to the same period of last year.

This result was due to the smaller order backlog (down by about 40 million euros) at the end of 2009, as well as to the deferral of various deliveries that affected all business segments. A key feature of the sector in which the IMA Group operates is that interim results do not fully reflect the results that are expected for the entire year, because of a concentration of sales and new orders towards the end of the year.

GIMA S.p.A. and Naturapack S.r.l., included within the scope of consolidation during the third quarter of 2010 as part, respectively, of the Other and Coffee, herbal and tea-bagging segments, contributed 6.3 million euros to revenues.

Total orders acquired so far during the year amount to 373.2 million euros versus 322.3 million euros in the same period of 2009, a rise of 15.8%. The order backlog now totals 310.3 million euros, compared with 235.0 million euros at this stage in the prior year.

OPERATING PROFIT

Industrial gross profit was 38.9% of revenues for the period, compared with 43.2% in the same period of 2009.

This reduction was principally due to the lower volume of sales and an unfavourable mix between the tea and pharmaceuticals segments during the first nine months of the year. The mix effect can be expected to flatten out over the full year.

A break-even position was achieved at EBIT level, compared with an operating profit of 40.9 million euros in the period to 30 September 2009. The increase in operating costs partly reflects certain non-recurring expenses, including 1.8 million euros for the restructuring of IMA Kilian GmbH & Co. KG., as well as the consolidation of GIMA S.p.A. and Naturapack S.r.l. Part of the difference with respect to the prior year should be recovered during the final quarter, given the different way that certain costs have been distributed throughout the year.

The consolidation of GIMA S.p.A. and Naturapack S.r.l. contributed an operating loss of 1.1 million euros.

RESULT BEFORE TAX

Net financial expense amounted to 4.7 million euros compared with 6.7 million euros in the period to 30 September 2009. The reduction in financial expense was partly due to the fall in interest rates, but mostly reflected the decline in average borrowing and absence of further writedowns in the value of the investment in Pierrel (by 2.3 million euros at 2009 September 2009).

The loss before tax was 4.5 million euros, compared with the profit of 34.2 million euros reported at the end of September 2009.

PROFIT (LOSS) FOR THE PERIOD

The loss for the period was 2.6 million euros compared with a profit of 21.1 million euros in the same period of last year. The reasons for this difference have already been explained in the previous two sections; essentially, it reflects the lower volume of sales achieved in 2010 with respect to the comparative period in 2009.

ANALYSIS OF PERFORMANCE BY SEGMENT

The following schedule analyzes operations by business segment:

in millions of euros	Tea	Packaging	Processing	Other	Not allocated	Total
Revenues						
1.1.2010-30.9.2010	59.8	172.7	54.8	6.5	–	293.8
1.1.2009-30.9.2009	81.9	190.2	67.2	0.6	–	339.9
Operating profit						
1.1.2010-30.9.2010	17.1	(4.7)	(10.9)	(1.5)	–	0.0
1.1.2009-30.9.2009	30.8	15.1	(4.9)	(0.1)	–	40.9
Net capital employed (*)						
30 September 2010	21.1	136.1	86.5	17.9	12.7	274.3
30 September 2009	34.0	164.0	89.0	15.6	(14.5)	288.1
R&D costs						
1.1.2010-30.9.2010	4.1	10.9	4.2	0.3	–	19.5
1.1.2009-30.9.2009	4.0	12.1	4.4	–	–	20.5
Average personnel (**)						
1.1.2010-30.9.2010	201	1,816	653	42	400	3,112
1.1.2009-30.9.2009	200	1,865	653	–	420	3,138
Order book						
30 September 2010	46.2	175.6	63.4	25.1	–	310.3
30 September 2009	38.4	139.6	57.0	–	–	235.0

(*) Unallocated assets and liabilities principally comprise current and deferred income taxes, which are impossible to split by operating segment.

(**) The personnel allocated to the various segments comprise those directly employed there, whereas the figure reported in the "Unallocated" column reflects those employed by the sales organizations at branches and by the Group's administrative and central offices.

Revenues from the tea segment were 27.0% lower than the very good results reported last year, due to the deferral of certain deliveries until the last quarter of the current year. The results nevertheless confirm the strong leadership position held by the Group in this market. Performance at operating profit level reflects the lower volume achieved to date, although revenues for the full year are expected to be only slightly lower than in 2009, which was a record year. Compared with the prior year, the order backlog has risen by 20.3% (to 46.2 million euros from 38.4 million euros at 30 September 2009).

CONSOLIDATED
BALANCE SHEET AND
FINANCIAL POSITION

By contrast, the revenues of the entire pharmaceuticals segment have contracted due to both the lower backlog at the start of the year and slower progress by customers on settling the details for those already obtained. This has obviously also resulted in a reduction in operating profit. The revenues of the pharmaceuticals segment should recover to some extent during the last part of the year, with an improvement in related profitability and in the expected level of operating profits.

The following main items in the statement of financial position are equivalent to the corresponding items reported in the consolidated statement of financial position included in the consolidated financial statements: inventories, intangible assets, Group equity and minority interests.

Note that "Other, net" mainly includes amounts due to employees and provisions for risks and charges; property, plant and equipment differ from the corresponding amount reported in the statement of financial position due to the inclusion of assets held for sale.

The following table summarises the Group's statement of financial position at 30 September 2010:

in millions of euros	30.09.2010	31.12.2009	30.09.2009
Trade receivables	89.6	100.9	91.7
Inventories	187.6	140.0	167.6
Trade payables	(127.2)	(92.6)	(93.9)
Other, net	(33.2)	(49.4)	(40.1)
Working capital	116.8	98.9	125.3
Property, plant and equipment	31.6	28.0	53.2
Intangible assets	125.6	115.4	117.4
Investments	16.9	18.0	15.1
Non-current assets	174.1	161.4	185.7
Severance obligations and other provisions	(16.6)	(16.7)	(22.9)
Net capital employed	274.3	243.6	288.1

FINANCED BY:

Net debt	179.7	113.4	176.0
Minority interests	1.7	3.4	3.0
Group equity	92.9	126.8	109.1
Total sources of financing	274.3	243.6	288.1

The net capital employed at the end of the third quarter of 2010 was 30.7 million euros higher than at the end of 2009, but 13.8 million euros lower than at 30 September 2009.

The change during the period mainly reflects an increase in operating capital due to higher inventory levels, as offset by a reduction in trade receivables. The growth in inventories reflects purchasing ahead of requirements, in order to lower production times and fulfil any orders that arrive late with respect to the normal lead times, as well as to meet scheduled deliveries during the last part of the year. The rise in new orders has not yet resulted in additional advances from customers. As usual, the level of operating capital can be expected to decline during the last part of the year.

The change in fixed assets was mostly due to the acquisition of GIMA S.p.A. and Naturapack S.r.l., which involved the recognition of goodwill totalling 7.8 million euros.

Net debt is analyzed below:

in millions of euros	30.09.2010	31.12.2009	30.09.2009
A. Cash and cash equivalents	(49.6)	(100.2)	(45.3)
B. Other cash equivalents	(0.4)	-	-
C. Investments in securities	(1.1)	(0.9)	(4.0)
D. Liquidity (A)+(B)+(C)	(51.1)	(101.1)	(49.3)
E. Current financial receivables	-	-	(1.0)
F. Current payables to banks	116.2	88.7	122.0
G. Current portion of non-current bank payables	45.6	34.5	35.2
H. Other current financial payables	1.7	1.4	1.1
I. Current financial debt (F) + (G) + (H)	163.5	124.6	158.3
J. Net current financial debt (D)+(E)+(I)	112.4	23.5	108.0
K. Non-current portion of non-current bank payables	67.6	89.6	67.4
L. Non-current financial assets	(2.1)	(1.0)	(1.0)
M. Other non-current financial payables	0.2	1.3	1.6
N. Net non-current financial debt (K)+(L)+(M)	65.7	89.9	68.0
O. Net financial debt (J) + (N)	178.1	113.4	176.0
P. Financial liabilities associated with assets held for sale	1.6	-	-
Q. Total Net financial debt (O)+(P)	179.7	113.4	176.0

The analysis of net debt takes account of the considerations contained in Consob Communication DEM/6064293 dated 28 July 2006 and CESR Recommendation 05-054/B dated 10 February 2005. Non-current financial assets are represented by financial receivables. The figure differs from that reported in the statement of financial position since it does not include equity interests in other companies.

Net debt at the end of the period amounts to 179.7 million euros compared with 176.0 million euros at 30 September 2009 and 113.4 million euros at the end of 2009. The increase in borrowing since 31 December 2009 was principally due to the rise in operating capital, the payment of dividends by the Parent Company, the purchase of the minority interests in IMA Life S.r.l. and IMA Flavour S.r.l., and the acquisition of Naturapack S.r.l. and GIMA S.p.A. This change in net debt is a normal part of the business cycle, as shown by an analysis of the historical statistics for this aggregate. During the fourth quarter, net debt is expected to fall below the level reported at the end of 2009.

CAPITAL EXPENDITURE

Group capital expenditure amounted to 4.2 million euros during the first nine months of 2010 (3.6 million euros in the same period of 2009) and mainly related to the extension and upgrading of existing buildings and plant, together with the purchase of electronic equipment and vehicles.

Expenditure on intangible assets amounted to 3.8 million euros (4.1 million euros in the same period of 2009) and mainly related to the capitalization of development costs incurred on totally new products for market segments not previously occupied.

In addition, the purchase of GIMA S.p.A. and Naturapack S.r.l. during the third quarter of 2010 resulted in the recognition of goodwill totalling 7.8 million euros.

Amortization and depreciation expense for the period was 10.0 million euros, compared with 10.7 million euros in the same period of last year.

OTHER INFORMATION

OUTLOOK FOR OPERATIONS

Performance during the first nine months del 2010 reflects the reduction in the order backlog at the end of 2009 and the deferral of certain projects, both in terms of deliveries and with regard to the definition of their technical specifications. These deferrals will affect the total revenues expected for the full year, although the rise in orders received, especially in the pharmaceuticals segment, will ensure an improvement in the situation during the coming year. New orders received during October were also significantly higher than in the previous year (58 million euros, compared with 28 million euros); consequently, at the end of October 2010 the order backlog is about 100 million euros higher than at the same stage in 2009. Considering this progression and the abovementioned deferral of deliveries, which merely shifts revenues and the related margins into 2011, revenues for 2010 are forecast to total about 500 million euros, with a gross operating profit of around 65 million euros.

CONSOLIDATED FINANCIAL STATEMENTS AT 30 SEPTEMBER 2010

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CONSOLIDATED BALANCE SHEET AND FINANCIAL POSITION

(IN MILLIONS OF EUROS)

ASSETS	Note	30 September 2010	31 December 2009
NON-CURRENT ASSETS			
<i>Property, plant and equipment</i>	2	23.8	28.0
<i>Intangible assets</i>	3	125.6	115.4
<i>Investments accounted for using the equity method</i>	4	10.5	10.2
<i>Financial assets</i>	5	8.5	8.8
<i>Receivables from others</i>		0.6	0.5
<i>Derivative financial instruments</i>	6	0.1	–
<i>Deferred tax assets</i>	7	18.0	14.4
TOTAL NON-CURRENT ASSETS		187.1	177.3
CURRENT ASSETS			
<i>Inventories</i>	8	187.6	140.0
<i>Trade and other receivables</i>	9	109.2	114.7
<i>Income tax receivables</i>		9.1	0.2
<i>Financial assets</i>	5	1.5	0.9
<i>Derivative financial instruments</i>	6	0.4	–
<i>Cash and cash equivalents</i>	10	49.6	100.2
TOTAL CURRENT ASSETS		357.4	356.0
NON-CURRENT ASSETS HELD FOR SALE	20	7.8	–
TOTAL ASSETS		552.3	533.3
EQUITY AND LIABILITIES	Note	30 September 2010	31 December 2009
EQUITY			
<i>Share capital</i>	11	17.7	17.7
<i>Share premium reserve</i>		15.5	15.5
<i>Treasury shares</i>	11	–	(3.4)
<i>Translation reserve</i>		(0.7)	(3.7)
<i>Fair value reserve</i>	11	(0.6)	(0.4)
<i>Other reserves</i>		9.2	6.1
<i>Retained earnings</i>	11	54.1	58.1
<i>Net profit (loss) for the period</i>		(2.3)	36.9
Total capital and reserves pertaining to the Group		92.9	126.8
<i>Reserves pertaining to minority interests</i>		2.0	2.8
<i>Income (loss) pertaining to minority interests</i>		(0.3)	0.6
Total minority interests		1.7	3.4
EQUITY PERTAINING TO THE GROUP AND MINORITY INTERESTS		94.6	130.2
NON-CURRENT LIABILITIES			
<i>Borrowings</i>	12	67.8	90.9
<i>Severance and pension provisions</i>		19.2	17.2
<i>Provisions for risks and charges</i>	13	1.5	1.6
<i>Derivative financial instruments</i>	6	0.7	0.6
<i>Deferred tax liabilities</i>	7	11.7	12.1
TOTAL NON-CURRENT LIABILITIES		100.9	122.4
CURRENT LIABILITIES			
<i>Borrowings</i>	12	163.5	124.6
<i>Trade and other payables</i>	14	172.0	127.9
<i>Income tax liabilities</i>		2.2	12.3
<i>Provisions for risks and charges</i>	13	16.6	15.9
<i>Derivative financial instruments</i>	6	0.1	–
TOTAL CURRENT LIABILITIES		354.4	280.7
LIABILITIES RELATING TO DISCONTINUED OPERATIONS HELD FOR SALE	20	2.4	–
TOTAL LIABILITIES		457.7	403.1
TOTAL EQUITY AND LIABILITIES		552.3	533.3

CONSOLIDATED INCOME STATEMENT

(IN MILLIONS OF EUROS)

INCOME STATEMENT	Note	3rd quarter 2010	3rd quarter 2009	from 01/01/2010 to 30/09/2010	from 01/01/2009 to 30/09/2009
REVENUES	1	97.7	102.5	293.8	339.9
<i>Other revenues</i>		1.7	1.4	5.1	6.7
OPERATING COSTS					
<i>Change in work in progress, semifinished and finished goods</i>		14.0	(5.2)	32.2	7.2
<i>Change in inventory of raw, ancillary and consumable materials</i>		(1.6)	(0.7)	1.9	0.6
<i>Cost of raw, ancillary and consumable materials and goods for resale</i>		(41.1)	(25.3)	(116.5)	(108.0)
<i>Services, rentals and leases</i>		(27.3)	(21.4)	(76.4)	(73.0)
<i>Personnel costs</i>	15	(40.7)	(37.1)	(128.1)	(120.6)
<i>Depreciation, amortization and writedowns</i>	16	(3.5)	(3.5)	(9.9)	(10.7)
<i>Provisions for risks and charges</i>		(0.2)	1.1	0.1	0.9
<i>Other operating costs</i>		(0.7)	(0.5)	(2.2)	(2.1)
TOTAL OPERATING COSTS		(101.1)	(92.6)	(298.9)	(305.7)
OPERATING PROFIT	1	(1.7)	11.3	0.0	40.9
<i>- of which: effect of non-recurring items</i>	25	1.0	-	(0.5)	2.9
FINANCIAL INCOME AND EXPENSE					
<i>Financial income</i>	17	(0.6)	3.0	6.5	9.4
<i>Financial expense</i>	18	(1.1)	(2.8)	(11.2)	(16.1)
TOTAL FINANCIAL INCOME AND EXPENSE		(1.7)	0.2	(4.7)	(6.7)
PROFIT (LOSS) FROM INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD		-	-	0.2	-
RESULT BEFORE TAX		(3.4)	11.5	(4.5)	34.2
INCOME TAXES FOR THE PERIOD	19	2.1	(4.6)	1.9	(13.1)
PROFIT (LOSS) FOR THE PERIOD		(1.3)	6.9	(2.6)	21.1
ATTRIBUTABLE TO:					
PARENT COMPANY SHAREHOLDERS		(1.0)	6.9	(2.3)	20.8
MINORITY INTERESTS		(0.3)	-	(0.3)	0.3
		(1.3)	6.9	(2.6)	21.1
EARNINGS PER SHARE (in euros)		(0.04)	0.20	(0.08)	0.61

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(IN MILLIONS OF EUROS)

	from 01/01/2010 to 30/09/2010	from 01/01/2009 to 30/09/2009
Profit (loss) for the period	(2.6)	21.1
<i>Exchange gains (losses) on the translation of foreign currency financial statements</i>	3.1	(1.3)
<i>Gains (losses) on financial assets available for sale</i>	-	2.4
<i>Gains (losses) on cash flow hedges</i>	(0.2)	(1.7)
<i>Gains (losses) booked to equity</i>	2.9	(0.6)
Total comprehensive income for the period	0.3	20.5
Attributable to:		
Parent Company shareholders	0.5	20.3
Minority interests	(0.2)	0.2
	0.3	20.5

STATEMENT OF CHANGES IN CONSOLIDATED EQUITY

(IN MILLIONS OF EUROS)

Description	Share capital	Share premium reserve	Treasury shares	Translation reserve	Fair value reserve	Other reserves	Retained earnings	Group result	Total Group equity	Minority interests	Total equity
Balances at 01.01.2009	17.7	16.4	(2.7)	(3.4)	(1.8)	21.5	30.5	41.8	120.0	2.9	122.9
Distribution of dividends	-	(0.9)	-	-	-	(17.1)	(5.1)	(7.4)	(30.5)	(0.3)	(30.8)
Allocation of earnings for 2008	-	-	-	-	-	1.7	32.7	(34.4)	-	-	-
Change in scope of consolidation	-	-	-	-	-	-	-	-	-	0.2	0.2
Purchase and sale of treasury shares	-	-	(0.7)	-	-	-	-	-	(0.7)	-	(0.7)
Total comprehensive income for the period	-	-	-	(1.2)	0.7	-	-	20.8	20.3	0.2	20.5
Balances at 30.09.2009	17.7	15.5	(3.4)	(4.6)	(1.1)	6.1	58.1	20.8	109.1	3.0	112.1
Balances at 01.01.2010	17.7	15.5	(3.4)	(3.7)	(0.4)	6.1	58.1	36.9	126.8	3.4	130.2
Distribution of dividends	-	-	-	-	-	-	-	(30.7)	(30.7)	-	(30.7)
Allocation of earnings for 2009	-	-	-	-	-	3.1	3.1	(6.2)	-	-	-
Purchases & sales to/from third parties of shares of subsidiaries	-	-	-	-	-	-	(7.2)	-	(7.2)	(1.8)	(9.0)
Change in scope of consolidation	-	-	-	-	-	-	-	-	-	0.3	0.3
Purchase and sale of treasury shares	-	-	3.4	-	-	-	0.1	-	3.5	-	3.5
Total comprehensive income for the period	-	-	-	3.0	(0.2)	-	-	(2.3)	0.5	(0.2)	0.3
Balances at 30.09.2010	17.7	15.5	-	(0.7)	(0.6)	9.2	54.1	(2.3)	92.9	1.7	94.6

CONSOLIDATED STATEMENT OF CASH FLOWS

(IN MILLIONS OF EUROS)

	30 settembre 2010	30 settembre 2009
OPERATING ACTIVITIES		
Net profit (loss) for the period	(2.3)	20.8
Adjustments for:		
- Depreciation and amortization	10.0	10.7
- Changes in provisions for risks and charges and staff severance obligations	(2.6)	(0.5)
- Non-recurring items	0.5	(2.9)
- Unrealized losses (gains) on exchange rate differences	0.1	(0.1)
- Other non-monetary changes	(0.5)	(0.1)
- Adjustments to the value of financial assets	0.4	2.3
- Income taxes	(1.9)	13.1
- Minority interests	(0.3)	0.3
- Result from investments accounted for using the equity method	(0.2)	-
Operating profit (loss) before changes in working capital	3.2	43.6
(Increase) decrease in trade and other receivables	16.6	21.8
(Increase) decrease in inventories	(35.1)	(6.7)
Increase (decrease) in trade and other payables	15.0	(66.8)
Income taxes paid	(15.8)	(8.5)
CASH FLOW GENERATED (ABSORBED) BY OPERATING ACTIVITIES (A)	(16.1)	(16.6)
INVESTING ACTIVITIES		
Investments in property, plant and equipment	(4.2)	(3.6)
Investments in intangible assets	(3.8)	(3.6)
Exchange rate differences on property, plant and equipment and intangible assets	(0.9)	0.6
Acquisition of business divisions/companies	(9.2)	(2.6)
Purchase of minority interests	(9.0)	-
Purchase of equity investments	(0.2)	(1.3)
Repayment of finance lease debts	(0.8)	(0.9)
Proceeds from sale of investments	-	0.4
Proceeds from sale of non-current assets	0.4	19.1
Net change in financial assets and other non-current receivables	(0.8)	(1.2)
Changes in reserves pertaining to minority interests	0.1	0.1
CASH FLOW GENERATED (ABSORBED) BY INVESTING ACTIVITIES (B)	(28.4)	7.0
FINANCING ACTIVITIES		
Grant of borrowings	18.0	5.5
Repayment of borrowings	(35.1)	(24.2)
Increase (decrease) in other financial payables	38.4	36.0
Dividends paid	(30.7)	(30.8)
(Purchase) and sale of treasury shares	3.5	(0.7)
Translation of financial statements in foreign currency	3.0	(1.2)
Payment of interest	(3.4)	(6.8)
Receipt of interest	0.2	0.7
CASH FLOW ABSORBED BY FINANCING ACTIVITIES (C)	(6.1)	(21.5)
NET CHANGE IN CASH AND CASH EQUIVALENTS (D=A+B+C)	(50.6)	(31.1)
CASH AND CASH EQUIVALENTS AT START OF PERIOD (E)	100.2	76.4
CASH AND CASH EQUIVALENTS AT END OF PERIOD (F=D+E)	49.6	45.3

A BREAKDOWN OF "CASH AND CASH EQUIVALENTS" IS PROVIDED IN NOTE 10.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(THE CONSOLIDATED FINANCIAL STATEMENTS HAVE BEEN TRANSLATED FROM THE ORIGINAL ITALIAN INTO ENGLISH
SOLELY FOR THE CONVENIENCE OF INTERNATIONAL READERS)

A) OVERVIEW

The interim report on operations at 30 September 2010 was approved by the Board of Directors on 12 November 2010 and has not been audited.

The IMA Group designs, manufactures and sells plant and machinery, mainly to the pharmaceuticals, cosmetics and tea packaging industries. Interim results from the market sector in which the IMA Group operates are generally not fully representative of those expected for the year as a whole, since there is a concentration of business during the latter part of the year.

The Parent Company of the IMA Group is I.M.A. Industria Macchine Automatiche S.p.A. (IMA, IMA S.p.A. or the Parent Company), with registered offices at Via Emilia 428/442, Ozzano dell'Emilia (Bologna). IMA is listed on the electronic stock exchange of Borsa Italiana S.p.A. in the S.T.A.R. segment.

At 30 September 2010, IMA S.p.A. is 71.517% owned by SO.FI.MA. Società Finanziaria Macchine Automatiche S.p.A., which is a subsidiary of Lopam Fin S.p.A.

B) BASIS OF PREPARATION

General principles

This interim report on operations at 30 September 2010 has been prepared in accordance with art. 154-ter of Legislative Decree 58/98 and subsequent amendments, and with the Issuers' Regulation issued by Consob. The report complies with international accounting standards (IAS/IFRS) and, in particular, with IAS 34 (Interim Financial Reporting).

The accounting policies used in preparing the interim report at 30 September 2010 are consistent with those adopted to prepare the consolidated financial statements at 31 December 2009, to which the reader is referred for further information.

The interim results are stated net of income taxes calculated using the best estimate of the weighted-average tax rate expected for the full year. The amounts provided for tax in an interim period are adjusted if the estimated annual tax rate changes.

Preparing interim reports requires the directors to make estimates and assumptions based on their best assessment at the time, which then affect the figures reported in the financial statements and in the notes. These estimates and assumptions are reviewed periodically and the effects of any changes are recognized immediately in the period in which the related circumstances change.

The process of developing and approving international accounting standards means that certain documents are constantly being revised. The principal documents already endorsed by the EU legislator and applied by the Group with effect from 1 January 2010 are the updated version of IFRS 3 Business Combinations and the amendment to IAS 27 Consolidated and Separate Financial Statements.

The principal amendments to IFRS 3 concern the measurement of assets and liabilities in a business combination achieved in stages ("step acquisition") and the expensing of all other costs associated with the acquisition.

The amendment to IAS 27 requires changes in a minority shareholding to be recognized in equity if they do not alter the control exercised over the subsidiary.

Lastly, the effects of approved standards and interpretations not yet endorsed by the EU legislator have been considered, without identifying any potential significant effects on the economic or financial position of the Group.

Financial statements

The statement of financial position has been classified on the basis of the operating cycle, distinguishing between current and non-current items. The costs and revenues for the period are presented in two statements: a consolidated income statement, which analyses costs according to their nature, and a consolidated statement of comprehensive income. The statement of cash flows has been prepared using the indirect method for determining cash flows from operating activities.

Except where stated, the figures included in the interim report at 30 September 2010 are presented in millions of euros.

C) SCOPE OF CONSOLIDATION

The interim report at 30 September 2010 includes the financial and operating information of I.M.A. - Industria Macchine Automatiche S.p.A. (the Parent Company) and all the companies in which it directly or indirectly holds a controlling interest.

The following events involving changes in the Group structure took place during first nine months of 2010:

- in January 2010 IMA Safe S.r.l. purchased the residual 10% of IMA-PG India Pvt Ltd. for 1.4 million euros;
- on 28 January 2010 the Parent Company completed the acquisition of 32% of Logimatic S.r.l., a company based in Ozzano dell'Emilia (Bologna) that operates in the marketing, distribution and testing of automated machines, for 0.2 million euros. This investment enables the Group to take an ownership interest in a vendor considered important for its own manufacturing operations;
- on 23 February 2010 IMA S.p.A. completed the purchase of the residual 1.48% interest in IMA Flavour S.r.l. and 5.5% interest in IMA Life S.r.l. at a cost of 3.4 million euros and 5.6 million euro, respectively. See Note 24 for further information;
- in April, IMA Edwards B.V., IMA Edwards S.r.l., IMA Edwards Japan KK, IMA Edwards Pharmaceutical Systems (Beijing) Co. Ltd., IMA Edwards Inc. and Precision Gears Ltd. changed their respective names to IMA Life The Netherlands B.V., IMA Life Italia S.r.l., IMA Life Japan KK, IMA Life (Beijing) Pharmaceutical Systems Co. Ltd., IMA Life North America Inc. and IMA-PG India Pvt. Ltd.;
- On 1 July 2010 the Parent Company completed the acquisition of 100% of Naturapack S.r.l., a company based in Ozzano dell'Emilia (Bologna) that is active in the sale of used automated machines, after refurbishing and regenerating them. This was a related-party transaction, since some of the directors and managers of IMA S.p.A. hold equity interests in the selling company. Reconta Ernst & Young S.p.A., in its role as independent expert, issued a fairness opinion confirming that the purchase price of 6 million euros was reasonable. Naturapack S.r.l. closed 2009 with sales of 3.8 million euros and a gross operating profit (EBITDA) of 0.75 million euros;
- on 27 July 2010, IMA S.p.A. completed the acquisition of 65% of GIMA S.p.A., a packaging company situated in Zola Predosa (Bologna) that operates mainly in the food and beverage and personal care segments. The investment amounted to around 7.3 million euros and involved a reserved increase in capital of 2.3 million euros and an interest-bearing loan of 5 million euros, all of which were paid at the transaction closing date. In addition to the majority interest acquired by IMA, a further 21% interest in capital was acquired by certain managers of IMA and of GIMA. The transaction allows IMA to expand its presence in niche food segments that have good growth prospects.

The following is a list of companies included in the consolidation, with an indication of the consolidation method used:

**COMPANIES CONSOLIDATED
ON A LINE-BY-LINE BASIS**

	Registered office		Share capital at 30/09/2010	Direct investment	Indirect investment
Manufacturing and service companies:					
• I.M.A. Industria Macchine Automatiche S.p.A	Ozzano E. (Bologna)	EUR	17.732,000	Parent Company	
• IMA Flavour S.r.l.	Ozzano E. (Bologna)	EUR	3,045,000	100%	–
• IMA Life S.r.l.	Ozzano E. (Bologna)	EUR	14,000,000	100%	–
• IMA Safe S.r.l.	Ozzano E. (Bologna)	EUR	3,000,000	100%	–
• CO.MA.DI.S. S.p.A.	Senago (Milan)	EUR	1,540,000	–	100% (1)
• GIMA S.p.A.	Zola Predosa (Bologna)	EUR	1,000,000	65%	–
• Naturapack S.r.l.	Ozzano E. (Bologna)	EUR	100,000	100%	–
• Pharmasienna Service S.r.l.	Siena (Siena)	EUR	100,000	–	70% (2)
• Zanchetta S.r.l.	Montecarlo (Lucca)	EUR	363,940	100%	–
• IMA Kilian GmbH & Co. KG	Cologne (Germany)	EUR	3,600,000	–	100% (3)
• IMA Life The Netherlands B.V.	Dongen (Netherlands)	EUR	(*) 22,382.654	–	100% (2)
• IMA Life North America Inc.	Tonawanda (USA)	USD	100	–	100% (4)
• IMA Life (Beijing) Pharm. Systems Co. Ltd.	Beijing (PRC)	USD	400,000	–	100% (2)
• IMA-PG India Pvt Ltd.	Mumbai (India)	RS	(*) 17,852,100	–	100% (1)
• Nova Packaging Systems Inc.	Leominster (USA)	USD	8,050,000	–	100% (4)
• PSH MKCS Inc.	Winterville (USA)	USD	50,000	–	100% (4)
• Swiftpack Automation Ltd.	Alcester (GB)	GBP	1,403,895	100%	–
• Tianjin IMA Machinery Co. Ltd.	Tianjin (PRC)	USD	200,000	100%	–
• Zibo IMA Xinhua Pharm.Co. Ltd.	Zibo (PRC)	USD	6,419,868	80%	–
Commercial companies:					
• IMA Est GmbH	Vienna (Austria)	EUR	280,000	100%	–
• IMA France E.u.r.l.	Rueil-Malmaison (France)	EUR	45,735	100%	–
• IMA Germany GmbH	Cologne (Germany)	EUR	90,000	100%	–
• IMA Iberica Processing and Packaging S.L.	Barcelona (Spain)	EUR	590,000	100%	–
• IMA Life Italia S.r.l.	Trezzano Naviglio (Milan)	EUR	80,000	–	100% (5)
• IMA Life Japan KK	Tokyo (Japan)	YEN	40,000,000	–	100% (5)
• IMA North America Inc.	Leominster (USA)	USD	2,500	–	100% (4)
• IMA Pacific Co. Ltd.	Bangkok (Thailand)	THB	(*) 40,219,000	99.99%	–
• IMA Packaging and Processing Equipment (Beijing) Co. Ltd.	Beijing (PRC)	USD	1,350,000	100%	–
• IMA UK Ltd.	Alcester (GB)	GBP	50,000	100%	–
• Imautomatiche Do Brasil Representacoes de Maquinas Ltda.	San Paolo (Brazil)	BRL	3,909,560	99.99%	–
• Imautomatiche Lda.	Madeira (Portugal)	EUR	5,000	100%	–
Other companies:					
• IMA Kilian Verwaltungs GmbH	Cologne (Germany)	EUR	25,000	–	100% (3)
Holding companies:					
• Packaging Systems Holdings Inc	Wilmington (USA)	USD	1,000	100%	–

(*) The nominal share capital of IMA-PG India Pvt Ltd., IMA Life The Netherlands B.V. and IMA Pacific Co. Ltd. amounts to RS 20,000,000, Euro 45,400,000 and THB 100,000,000 respectively.

Notes (list of investments):

- (1) Held by IMA Safe S.r.l.
- (2) Held by IMA Life S.r.l.
- (3) Held by IMA Germany GmbH
- (4) Held by Packaging Systems Holdings Inc.
- (5) Held by IMA Life The Netherlands B.V.

**INVESTMENTS ACCOUNTED
FOR USING THE EQUITY METHOD**

	Registered office		Share capital at 30/09/2010	Direct investment	Indirect investment
• B.C. S.r.l.	Imola (Bologna)	EUR	36,400	30%	–
• Bacciottini F.lli S.r.l.	Oste Montemurlo (Prato)	EUR	60,000	30%	–
• Brio Pharma Technol. Pvt. Ltd.	Mumbai (India)	RS	1,000,000	30%	–
• I.E.M.A. S.r.l.	S. Giorgio di Piano (Bologna)	EUR	10,400	30%	–
• LA.CO S.r.l.	Ozzano E. (Bologna)	EUR	30,000	30%	–
• Logimatic S.r.l.	Ozzano E. (Bologna)	EUR	12,500	32%	10.95%
• Masterpiece S.r.l.	Ozzano E. (Bologna)	EUR	10,000	30%	–
• Powertransmission.it S.r.l.	Castenaso (Bologna)	EUR	50,000	20%	–
• Scriba Nanotecnologie S.r.l.	Bologna (Bologna)	EUR	25,556	49%	–
• SIL.MAC. S.r.l.	Gaggio Montano (Bologna)	EUR	90,000	30%	3.20%
• Sirio S.p.A. Ass. in partecipazione(*)	Milan (Milan)				

(*) Agreement signed in the last quarter of 2007 for the management of an aircraft

D) NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

The changes shown below have been calculated with respect to the balances at 31 December 2009 for items reported in the statement of financial position and the figures for the first nine months of 2009 for income statement items.

1. SEGMENT INFORMATION

Operating segments have been identified based on the internal reports used by senior management to allocate resources and evaluate the results of each business.

The operating segments comprising the Group's activities are discussed below:

- machines for the packaging of tea and herbal teas in filter bags and coffee in pods, and related services;
- pharmaceuticals packaging: machines for the packaging of pharmaceutical capsules and tablets in blisters and bottles, machines for filling bottles and vials with liquid and powdered products in sterile and non-sterile environments, machines for freeze-drying, machines for cartoning and end-of-line equipment, and related services;
- machines for the production of tablets and capsules, machines for coating and fluid-bed granulators, and related services.

Segment information for the first nine months of 2010 is provided below (in millions of euros):

2010	Tea, coffee and herbal tea packaging	Pharma- ceuticals packaging	Pharma- ceuticals processing	Other	Total
Revenues	59.8	172.7	54.8	6.5	293.8
Segment operating profit	17.1	(4.7)	(10.9)	(1.5)	0.0
Net financial income (expense) (*)				(0.4)	(4.7)
Profit (loss) from investments accounted for using the equity method	–	–	–	0.2	0.2
Profit (loss) before tax					(4.5)
Income tax for the period					1.9
Profit (loss) for the period					(2.6)

(*) Financial income and expense have not been allocated to the individual operating segments, since it is not possible to indicate specific amounts for each segment; this subdivision is not made in internal reports. The amount in the "Other" column relates to available-for-sale equity investments.

Segment information for the first nine months of 2009 is provided below (in millions of euros):

2009	Tea, coffee and herbal tea packaging	Pharma- ceuticals packaging	Pharma- ceuticals processing	Other	Total
Revenues	81.9	190.2	67.2	0.6	339.9
Segment operating profit	30.8	15.1	(4.9)	(0.1)	40.9
Net financial income (expense) (*)				(2.1)	(6.7)
Profit (loss) from investments accounted for using the equity method	-	-	-	-	-
Profit (loss) before tax					34.2
Income tax for the period					(13.1)
Profit (loss) for the period					21.1

(*) Financial income and expense have not been allocated to single operating segments, since it is not possible to indicate specific amounts for each segment; this subdivision is not made in internal reports. The amount in the "Other" column relates to available-for-sale equity investments.

Consolidated revenues for the first nine months of 2010 amounted to 293.8 million euros, a decrease of 13.6% with respect to the same period of last year. This result was due to the smaller order backlog (down by about 40 million euros) at the end of 2009, as well as to the deferral of various deliveries that affected all business segments.

GIMA S.p.A. and Naturapack S.r.l., included within the scope of consolidation during the third quarter of 2010 as part, respectively, of the Other and Coffee, herbal and tea-bagging segments, contributed 6.3 million euros to revenues.

A key feature of the business in which the IMA Group operates is that interim results do not fully reflect the results that are expected for the entire year, because of a concentration of sales and new orders towards the end of the year.

Revenues from the tea segment were 27% lower than the very good results reported last year, due to the deferral of certain deliveries until the last quarter of the current year. The results nevertheless confirm the strong leadership position held by the Group in this market. Performance at operating profit level reflects the lower volume achieved to date, although revenues for the full year are expected to be only slightly lower than in 2009, which was a record year.

By contrast, the revenues of the entire pharmaceuticals segment have contracted due to both the lower backlog at the start of the year and slower progress by customers on settling the details for those already obtained. This has obviously also resulted in a reduction in operating profit. The revenues of the pharmaceuticals segment should recover to some extent during the last part of the year, with an improvement in related profitability and in the expected level of operating profits.

Revenues earned by the IMA Group during the period ended 30 September 2010 are analyzed below by geographical area and business segment (in millions of euros):

REVENUES BY GEOGRAPHICAL AREA

	from 01.01.2010 to 30.09.2010	from 01.01.2009 to 30.09.2009	Change
European Union (excluding Italy)	104.0	137.1	(33.1)
Other European countries	18.3	22.9	(4.6)
North America	45.1	46.1	(1.0)
Asia & Middle East	74.9	78.3	(3.4)
Other countries	24.4	32.0	(7.6)
Total export	266.7	316.4	(49.7)
Italy	27.1	23.5	3.6
Total	293.8	339.9	(46.1)

REVENUES BY BUSINESS SEGMENT

	from 01.01.2010 to 30.09.2010	from 01.01.2009 to 30.09.2009	Change
Machines and change parts	135.0	172.8	(37.8)
Contract work	78.9	91.4	(12.5)
Spare parts	49.1	45.6	3.5
Technical assistance	24.5	22.4	2.1
Other services	6.3	7.7	(1.4)
Total	293.8	339.9	(46.1)

**2. PROPERTY, PLANT
AND EQUIPMENT**

Property, plant and equipment have decreased overall by 4.2 million euros since 31 December 2009. Movements in property, plant and equipment during the period are analyzed as follows (in millions of euros):

	Land	Buildings and leasehold improv.	Plant and machinery	Industrial & commercial equipment	Other assets	Assets under construction and advances	Total
Balances at 01.01.10	4.8	8.6	8.9	1.3	3.1	1.3	28.0
Increases in the period	–	2.0	0.9	0.4	0.8	0.1	4.2
Sales and disposals	–	–	(0.3)	–	(0.1)	–	(0.4)
Change in scope of consolidation	0.6	1.4	–	0.1	0.8	–	2.9
Depreciation	–	(0.6)	(1.5)	(0.4)	(1.1)	–	(3.6)
Non-current assets held for sale	(3.2)	(4.0)	(0.6)	–	–	–	(7.8)
Reclassifications	0.4	0.8	0.1	–	–	(1.3)	–
Translation differences	–	0.1	0.2	0.1	0.1	–	0.5
Balances at 30.09.10	2.6	8.3	7.7	1.5	3.6	0.1	23.8

Land includes 1.6 million euros relating to land located in Ozzano dell'Emilia (Bologna) that is owned by the Parent Company.

Buildings and leasehold improvements mainly comprise buildings situated in Italy that are owned by the Parent Company and GIMA S.p.A., as well as those owned by IMA France E.u.r.l., IMA UK Ltd. and IMA-PG India Pvt. Ltd.

Additions during the period mainly reflect the expansion and upgrading of existing buildings, and the purchase of electronic machines and motor vehicles.

The change in the scope of consolidation reflects the acquisition of GIMA S.p.A. as illustrated above.

Non-current assets held for sale comprise the industrial complex at Calenzano (Florence), as discussed in Note 20.

The reclassifications relate to two buildings owned by the Parent Company, situated in Via Nobel, Ozzano dell'Emilia (Bologna), which were completed during the first half of 2010.

3. INTANGIBLE ASSETS

The movements in intangible assets during the period are analyzed as follows (in millions of euros):

	Development costs	Industrial patents rights	Software licenses, trademarks and similar	Goodwill	Assets under dev. and advances	Total
Balances at 01.01.10	19.5	4.4	8.4	78.3	4.8	115.4
Increases in the period	–	0.8	0.3	–	2.7	3.8
Acquisition of GIMA S.p.A.	–	–	–	1.8	–	1.8
Change in the scope of consolidation	2.4	0.1	2.1	6.0	–	10.6
Amortization	(3.4)	(0.7)	(2.3)	–	–	(6.4)
Translation differences	–	–	–	0.4	–	0.4
Balances at 30.09.10	18.5	4.6	8.5	86.5	7.5	125.6

Development costs include those incurred on new products that were not previously available and which are targeted at new market segments. This investment mainly relates to technology for the freeze-drying plants used by the pharmaceuticals industry, which was recognized following the acquisition of the Edwards Group in 2008. This item also includes the costs capitalized in connection with the packaging machine for CA1 filter-paper coffee pods, biotechnology compacts, coating systems based on Perfima perforated pans and the washing and powder handling systems used in the pharmaceuticals processing segment. The change in the scope of consolidation relates to the development costs recognized following the acquisition of GIMA S.p.A.

Software, licences, trademarks and other rights primarily include operational and technical software applications, as well as the cost of the no-competition agreements reached in connection with the acquisitions of IMA Life (Beijing) Pharmaceutical Systems Co. Ltd. and GIMA S.p.A., totalling 3.8 million euros.

Goodwill comprises the following (in millions of euros):

	30.09.2010	31.12.2009
Tea, coffee and herbal tea packaging:		
CGU Naturapack S.r.l.	6.0	n.a.
	6.0	–
Pharmaceutical packaging:		
CGU CO.MA.D.I.S. S.p.A.	3.8	3.8
CGU B.F.B. S.p.A.	1.8	1.8
CGU Nova Group	12.8	12.4
CGU Precision Gears Ltd.	4.0	4.0
CGU Edwards Group	23.0	23.0
CGU MKCS Inc.	0.5	0.5
CGU Pharmasiena Service S.r.l.	2.1	2.1
	48.0	47.6
Pharmaceutical processing:		
CGU G.S. S.r.l. Coating System	7.4	7.4
CGU ICO OLEODINAMICI S.p.A.	3.1	3.1
CGU IMA Kilian GmbH & Co. KG	14.8	14.8
CGU Zanchetta S.r.l.	5.4	5.4
	30.7	30.7
Other:		
CGU GIMA S.p.A.	1.8	n.a.
	1.8	–
Total	86.5	78.3

The goodwill recognized on the acquisitions of GIMA S.p.A. and Naturapack S.r.l. is discussed in Note 21.

The impairment tests carried out in accordance with the procedures outlined in IAS 36 did not identify the need to record any loss of value.

Assets under development and advances relate to the capitalization of development costs incurred by the Parent Company (1.9 million euros), IMA Life S.r.l. (3.2 million euros), IMA Safe S.r.l. (1.1 million euros) and IMA Flavour S.r.l. (1.2 million euros).

4. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

This item comprises (in millions of euros):

	% holding	30.09.2010	31.12.2009
B.C. S.r.l.	30%	1.0	0.8
Bacciottini F.lli S.r.l.	30%	0.3	0.5
Brio Pharma Technologies Pvt. Ltd.	30%	0.4	0.4
I.E.M.A. S.r.l.	30%	0.5	0.5
Logimatic S.r.l.	32%	0.2	n.a.
LA.CO. S.r.l.	30%	0.3	0.3
Scriba Nanotecnologie S.r.l.	49%	0.8	0.7
SIL.MAC. S.r.l.	30%	0.3	0.3
Sirio S.p.A. Revenue/cost-sharing agreement (*)		6.7	6.7
Total		10.5	10.2

(*) Amount paid in connection with the agreement signed in 2007 for the management of a building.

See the section on the scope of consolidation for a discussion of the investment in Logimatic S.r.l.

5. FINANCIAL ASSETS

Non-current financial assets, 8.5 million euros, include investments in other companies of 6.4 million euros (7.8 million euros at 31 December 2009) and financial receivables of 2.1 million euros (1.0 million euros at 31 December 2009).

Investments in other companies include 2.3 million euros (3.7 million euros at 31 December 2009) relating to the value of the investment held in Pierrel S.p.A., determined with reference to the official stockmarket price at 30 September 2010. In March 2010, 225,000 shares in Pierrel S.p.A. were sold for 1.0 million euros, at a price substantially in line with their value at 31 December 2009. This transaction reduced the Group's holding in Pierrel S.p.A. below the key significance threshold of 5%; the Parent Company therefore reported the change to Consob on a timely basis. In the fourth quarter of 2009, IMA S.p.A. commenced arbitration proceedings to safeguard its rights under the contract signed with P. Farmaceutici S.r.l. on 30 July 2007 regarding the purchase of shares in Pierrel S.p.A.

Investments in other companies include the shares held in InterMedia Finance S.p.A. totalling 4.0 million euros.

Current financial assets (1.5 million euros) mainly include the Parent Company's investments in mutual funds (0.9 million euros at 31 December 2009).

6. DERIVATIVE FINANCIAL INSTRUMENTS

Derivative financial instruments comprise (millions of euros):

	Assets 30.09.2010	Liabilities 30.09.2010	Assets 31.12.2009	Liabilities 31.12.2009
Interest rate swaps (non-current) - cash flow hedges	0.1	0.7	-	0.6
Exchange rate hedging instruments (current) - cash flow hedges	0.4	0.1	-	-
Total	0.5	0.8	-	0.6

INTEREST-RATE DERIVATIVES

The amounts of 0.1 million euros and 0.7 million euros represent the fair value of the option contracts to hedge interest-rate risk, expiring in 2011 and 2015, arranged with leading financial institutions in connection with certain medium-term borrowings.

CURRENCY DERIVATIVES

The amounts of 0.4 million euros and 0.1 million euros represent the fair value of the forward currency put contracts arranged by the Group to manage the exchange-risk exposure associated with notionals of 13.5 million US dollars and 168.9 million yen.

7. DEFERRED TAX ASSETS AND LIABILITIES

Deferred tax assets amount to 18.0 million euros at 30 September 2010 (14.4 million euros at 31 December 2009). They mainly relate to temporary differences in respect of provisions made, as well as to the elimination of unrealized intercompany profits on the sale of finished products.

Deferred tax liabilities amount to 11.7 million euros at 30 September 2010, (12.1 million euros at 31 December 2009). They mainly relate mainly to temporary differences between the book value of certain tangible and intangible assets and the value recognised for tax purposes.

8. INVENTORIES

This item comprises (in millions of euros):

	Gross value	Impairment provision	Net value at 30.09.2010	Net value at 31.12.2009
Raw, ancillary and consumable materials	33.8	(7.1)	26.7	20.7
Work in progress and semifinished goods	185.4	(25.3)	160.1	118.8
Finished products and goods for resale	2.4	(1.6)	0.8	0.5
Total	221.6	(34.0)	187.6	140.0

The increase in inventories since 31 December 2009 reflects the preparation of machines for delivery to customers during the fourth quarter of the year, and purchasing in relation to the order book at the end of September.

Inventories attributable to GIMA S.p.A. and Naturapack S.r.l. at 30 September 2010 amount to 12.2 million euros and 1.3 million euros respectively.

9. TRADE AND OTHER RECEIVABLE

This item comprises (millions of euros):

	30.09.2010	31.12.2009
Trade receivables	89.6	100.9
Advances to suppliers	8.0	4.8
Tax receivables	5.3	5.1
Deferrals	2.7	1.5
Other receivables	3.6	2.4
Total	109.2	114.7

TRADE RECEIVABLES

Trade receivables include amounts due from customers of 60.4 million euros (66.4 million euros at 31 December 2009), amounts due for contract work in progress of 28.3 million euros (34.2 million euros at 31 December 2009) and amounts receivable from associates of 0.9 million euros (0.3 million euros at 31 December 2009).

Deferred payment terms granted to customers resident in countries presenting particular risks are guaranteed by suitable financial instruments to secure collection.

Trade receivables from customers are carried net of accumulated provisions totalling 6.9 million euros (4.9 million euros at 31 December 2009). The amount attributable to GIMA S.p.A. is 2.2 million euros.

Receivables assigned without recourse and not yet due at 30 September 2010 amount to around 2.2 million euros, of which 0.5 million euros have been assigned to factoring companies and 1.7 million euros to other financial institutions. Receivables with a total nominal value of around 2.6 million euros have been assigned without recourse during 2010.

ADVANCES TO SUPPLIERS

At 30 September 2010 these relate to advances for goods to be used in the production process and for services totalling respectively 4.4 million euros (3.7 million euros at 31 December 2009) and 3.6 million euros (1.1 million euros at 31 December 2009). This balance includes 1.5 million euros in advances to associates (1.2 million euros at 31 December 2009).

10. CASH AND CASH EQUIVALENTS

This item comprises (in millions of euros):

	30.09.2010	31.12.2009
Bank current accounts	45.9	94.7
Deposits	3.5	5.3
Cheques and cash	0.2	0.2
Total	49.6	100.2

For a better understanding of the changes in this balance, reference should be made to Note 12 on net borrowings.

11. EQUITYSHARE CAPITAL

Share capital at 30 September 2010 is represented by the share capital issued (fully subscribed and paid up) by the Parent Company, IMA S.p.A., comprising 34,100,000 ordinary shares with a par value of 0.52 euros each.

TREASURY SHARES

The Parent Company traded in its treasury shares during the first nine months of 2010, selling 255,243 shares for 3.5 million euros. As a result, no treasury shares are held at 30 September 2010.

During 2009, IMA S.p.A. bought 57,508 treasury shares for a total of 0.7 million euros. These transactions were recognized directly in equity, in accordance with IAS 32.

The table below shows the number of outstanding shares:

Thousands of shares	
Balance at 01.01.2009	33,903
Purchase of treasury shares	(58)
Sale of treasury shares	-
Balance at 30.09.2009	33,845
Purchase of treasury shares	-
Sale of treasury shares	-
Balance at 31.12.2009	33,845
Purchase of treasury shares	-
Sale of treasury shares	255
Balance at 30.09.2010	34,100

FAIR VALUE RESERVE

The changes in the fair value reserve are analyzed as follows (millions of euros):

Balance at 01.01.2009	(1.8)
<i>Available for sale</i>	
Measurement at fair value	2.4
<i>Cash flow hedges/hedging instruments</i>	
Measurement at fair value	(0.2)
Realization recognized in income - revenues	(0.6)
Realization recognized in income - financial income and expense	(0.9)
Balance at 30.09.2009	(1.1)
Balance at 01.01.2010	(0.4)
<i>Available for sale</i>	
Measurement at fair value	-
<i>Cash flow hedges/hedging instruments</i>	
Measurement at fair value	(0.2)
Balance at 30.09.2010	(0.6)

RETAINED EARNINGS

The changes in retained earnings during the period include 7.2 million euros representing the difference between the book value of the residual minority interests in IMA Flavour S.r.l. and IMA Life S.r.l., and the price paid to acquire them, as discussed further in Note 24.

The Parent Company paid a total dividend of 30.7 million euros in May 2010, equal to 0.90 euros gross per ordinary share in circulation (30.5 million euros, equal to 0.90 euros gross in May 2009).

12. BORROWINGS

These include payables to banks of 229.4 million euros (212.8 million euros at 31 December 2009), and payables to other lenders of 1.9 million euros (2.7 million euros at 31 December 2009).

PAYABLES TO BANKS*Applied research and technological innovation loans*

Repayments totalling 2.4 million euros were made by the Parent Company as they fell due during the period; no new loans were received.

Other loans

The principal changes in Other loans comprise the new loans obtained by the Parent Company, 15.0 million euros, and by IMA Kilian GmbH & Co. KG, 3.0 million euros, and the contractual repayments made by IMA S.p.A., 21.2 million euros, IMA Life S.r.l., 2.1 million euros, and IMA Kilian GmbH & Co. KG, 9.1 million euros.

PAYABLES TO OTHER LENDERS

The change in the period reflects finance lease payments of 0.8 million euros in relation to the factory at Calenzano (Florence), the reclassification of the related residual liability of 1.6 million euros to liabilities held for sale, as discussed in Note 20, and the recognition of a loan of 1.5 million euros attributable to GIMA S.p.A.

NET DEBT

Net debt at 30 September 2010 is analyzed as follows:

in millions of euros	30.09.2010	30.06.2010	31.12.2009	30.09.2009
A. Cash and cash equivalents	(49.6)	(63.7)	(100.2)	(45.3)
B. Other cash equivalents	(0.4)	-	-	-
C. Investments in securities	(1.1)	(1.0)	(0.9)	(4.0)
D. Liquidity (A)+(B)+(C)	(51.1)	(64.7)	(101.1)	(49.3)
E. Current financial receivables	-	-	-	(1.0)
F. Current payables to banks	116.2	90.1	88.7	122.0
G. Current portion of non-current bank payables	45.6	48.1	34.5	35.2
H. Other current financial payables	1.7	2.5	1.4	1.1
I. Current financial debt (F) + (G) + (H)	163.5	140.7	124.6	158.3
J. Net current financial debt (D)+(E)+(I)	112.4	76.0	23.5	108.0
K. Non-current portion of non-current bank payables	67.6	75.1	89.6	67.4
L. Non-current financial assets	(2.1)	(1.1)	(1.0)	(1.0)
M. Other non-current financial payables	0.2	0.2	1.3	1.6
N. Net non-current financial debt (K)+(L)+(M)	65.7	74.2	89.9	68.0
O. Net financial debt (J) + (N)	178.1	150.2	113.4	176.0
P. Financial liabilities associated with assets held for sale	1.6	-	-	-
Q. Total Net financial debt (O)+(P)	179.7	150.2	113.4	176.0

Net debt at the end of the period amounts to 179.7 million euros (113.4 million euros at 31 December 2009). The increase almost exclusively reflects normal borrowing to finance the increase in working capital, the purchase of the minority interests in IMA Life S.r.l. and IMA Flavour S.r.l., 9 million euros, and the purchase of Naturapack S.r.l. and GIMA S.p.A. for 5 million euros and 2.3 million euros respectively. Net debt is expected to fall considerably in the last part of the year.

Further information on the composition of net debt is provided in Notes 5 and 10.

13. PROVISIONS FOR RISKS AND CHARGES

These provisions are analyzed as follows (millions of euros):

	Balance at 31.12.2009			Change in scope of consolidation	Exchange rate differences	Balance at 30.09.2010
	Increase	Decrease				
Non-current:						
Agency termination indemnities	1.6	–	(0.1)	–	–	1.5
	1.6	–	(0.1)	–	–	1.5
Current:						
Product guarantee provision	12.1	0.9	(1.3)	–	0.2	11.9
Reorganization provision	3.8	–	(3.6)	3.0	–	3.2
Other provisions	–	1.1	(0.1)	0.5	–	1.5
	15.9	2.0	(5.0)	3.5	0.2	16.6
Total	17.5	2.0	(5.1)	3.5	0.2	18.1

The product guarantee provision covers the estimated cost of work to be performed under guarantee after 30 September 2010.

The restructuring provisions contained in the Change in scope of consolidation relate to GIMA S.p.A. Utilization of these provisions during the third quarter of 2010 amounted to 0.8 million euros. The restructuring of this newly-acquired company should be completed during 2011.

In addition to the above, the restructuring provisions were also utilized during the period by IMA North America Inc. and IMA Life The Netherlands B.V., as part of the reorganization and rationalization of IMA's operating locations in Europe and the United States.

14 TRADE AND OTHER PAYABLES

This item comprises (millions of euros):

	30.09.2010	31.12.2009
Trade payables	77.9	73.2
Advances from customers	57.3	24.0
Social security payables	5.2	6.0
Tax payables	2.7	4.1
Due to employees	20.8	14.8
Payables in respect of acquisitions	1.6	2.0
Other payables	6.5	3.8
Total	172.0	127.9

TRADE PAYABLES

This item includes amounts due to vendors of 64.7 million euros (62.6 million euros at 31 December 2009), due to agents of 5.5 million euros (6.5 million euros at 31 December 2009) and due to associates of 7.7 million euros (4.1 million euros at 31 December 2009).

ADVANCES FROM CUSTOMERS

The rise in advances received from customers for future supplies since 31 December 2009 reflects the increased size of the order book at the reporting date. At 30 September 2010, the advances attributable to GIMA S.p.A. amount to 10.0 million euros.

TAX PAYABLES

Tax payables mainly consist of income tax withheld from employees' wages and salaries.

DUE TO EMPLOYEES

The increase in this caption since 31 December 2009 mainly reflects deferred payroll which will be paid during the last quarter of the year.

PAYABLES IN RESPECT OF ACQUISITIONS

- the residual amount due, 0.3 million US dollars, on acquisition of the line of business from MKCS Inc. This amount is payable in April 2012;
- the estimated liability of 0.4 million euros for the purchase of an additional 19% interest in Pharmasiena Service S.r.l. The put option granted is exercisable in either April 2013 or April 2016;
- the residual amount due, 1.0 million euros, on the acquisition of Naturapack S.r.l. This amount is payable during the first half of 2011.

In January 2010 IMA Safe S.r.l. purchased the residual 10% interest in the capital of IMA-PG India Pvt. Ltd. for 1.4 million euros.

15. PERSONNEL COSTS

Personnel costs comprise (in millions of euros):

	from 01.01.2010 to 30.09.2010	from 01.01.2009 to 30.09.2009	Change
Wages and salaries	88.7	86.0	2.7
Social security contributions	21.9	20.6	1.3
Remuneration of directors	2.1	2.0	0.1
Pensions - defined-benefit plans	2.3	1.5	0.8
Pensions - defined-contribution plans	4.6	4.6	-
Reorganization charges	1.9	-	1.9
Other personnel costs	6.6	5.9	0.7
Total	128.1	120.6	7.5

The personnel costs for the first nine months of 2010 include reorganization charges associated with the rationalization of employment and the containment of operating costs at certain Group companies.

The costs relating to the third quarter of 2010 include 2.4 million euros attributable to GIMA S.p.A. and Naturapack S.r.l., which were not included within the scope of consolidation in the comparative period of last year.

**16. DEPRECIATION,
AMORTIZATION AND
WRITEDOWNS**

This item includes the depreciation of property, plant and equipment by 3.6 million euros (4.8 million euros in the comparative period of the prior year) and the amortization of intangible assets by 6.4 million euros (5.9 million euros in the first nine months del 2009), net of provisions of 0.1 million euros no longer required and released from the bad debt provision.

17. FINANCIAL INCOME

This item comprises (in millions of euros):

	from 01.01.2010 to 30.09.2010	from 01.01.2009 to 30.09.2009	Change
Interest income from banks	0.3	0.3	-
Interest income on amount due from customers and other financial income	0.2	0.4	(0.2)
Income from derivative financial instruments	-	0.2	(0.2)
Exchange rate gains	6.0	8.5	(2.5)
Total	6.5	9.4	(2.9)

18. FINANCIAL EXPENSE

This item comprises (in millions of euros):

	from 01.01.2010 to 30.09.2010	from 01.01.2009 to 30.09.2009	Change
Interest expense on bank payables	3.5	5.2	(1.7)
Interest expense on finance leases	–	0.1	(0.1)
Writedown of non-current assets available for sale	0.4	2.3	(1.9)
Expense from derivative financial instruments	0.3	–	0.3
Other interest and financial expense	0.5	0.5	–
Exchange rate losses	6.5	8.0	(1.5)
Total	11.2	16.1	(4.9)

The decrease in bank interest expense was mainly due to the reduction in interest rates and the lower level of debt during the period.

The writedown of non-current assets available for sale relates to the investment in Pierrel S.p.A.

Exchange gains and losses in the period to 30 September 2010 included unrealized gains of 1.9 million euros and unrealized losses of 2.0 million euros (1.8 million euros and 1.7 million euros respectively in the same period of last year).

19. INCOME TAXES FOR THE PERIOD

Income taxes for the period were calculated using the best estimate of the weighted-average tax rate for the full year, as envisaged by IAS 34.

The following companies form part of the domestic tax group: IMA S.p.A., IMA Life S.r.l., IMA Safe S.r.l., IMA Flavour S.r.l., Zanchetta S.r.l. and CO.MA.DI.S. S.p.A. as consolidated companies and SO.FI.MA. S.p.A. as the consolidating company.

During the first half of 2010, the Parent Company was subjected to a tax audit by the Emilia Romagna Regional Tax Office that covered IRES, IRAP, VAT and other minor taxes for the 2007 tax year, together with the earlier and later periods affected by transactions carried out in the reference year.

The "Income tax for the period" caption includes a provision, made on the basis of the tax audit report issued on 25 June 2010, in relation to the related contingent liabilities that might crystallize. IMA S.p.A. did not consider it appropriate to accept the findings contained in the tax audit report, and is currently evaluating whether or not to present defence documents and/or follow conciliation procedures.

**20. NON-CURRENT ASSETS AND
LIABILITIES HELD FOR SALE**

On 6 August 2010 the Board of Directors of IMA S.p.A. decided to sell the industrial complex in Calenzano (Florence) to third parties.

At 30 September 2010, the non-current assets and liabilities held for sale are analyzed as follows (in millions of euros):

	Historical cost	Accumulated depreciation	Net book value
Non-current assets held for sale:			
Land	3.2	–	3.2
Buildings	5.2	(1.2)	4.0
Plant	1.8	(1.2)	0.6
Total	10.2	(2.4)	7.8

	Net book value
Liabilities associated to assets held for sale:	
Payables for finance leases	1.6
Deferred tax liabilities	0.8
Total	2.4

This transaction completes the program of property spin-offs implemented by the Group in order to obtain, in good time, the financial resources needed to continue pursuit of its policy of growth by acquisitions.

21. BUSINESS COMBINATIONS

On 1 July 2010 the Parent Company completed the acquisition of 100% of Naturapack S.r.l., a company based in Ozzano dell'Emilia (Bologna) that is active in the sale of used automated machines, after refurbishing and regenerating them. This was a related-party transaction, since some of the directors and managers of IMA S.p.A. hold equity interests in the selling company.

The main provisional values for assets and liabilities at the acquisition date were as follows (in millions of euros):

	Total book value	Fair value
Goodwill	6.0	6.0
Inventories	1.4	1.4
Trade and other receivables	0.1	0.1
Cash and cash equivalents	0.2	0.2
Severance obligations	(0.1)	(0.1)
Trade and other payables	(1.6)	(1.6)
Total	6.0	6.0
Purchase cost		6.0
Goodwill		–

Naturapack S.r.l. contributed 1.2 million euros to the revenues and 0.3 million euros to the operating profit reported by the IMA Group.

On 27 July 2010, IMA S.p.A. completed the acquisition of 65% of GIMA, a packaging company situated in Zola Predosa (Bologna) that operates mainly in the food and beverage and personal care segments. This transaction allows IMA to expand its presence in niche food segments that have good growth prospects.

The main provisional values for assets and liabilities at the acquisition date were as follows (in millions of euros):

	Total book value	fair value
Property, plant and equipment	2.9	2.9
Intangible assets	4.6	4.6
Other non-current assets	3.5	3.5
Inventories	11.1	11.1
Trade receivables and other current assets	11.0	11.0
Cash and cash equivalents	5.0	5.0
Financial payables	(7.1)	(7.1)
Provisions for risks and charges and staff severance obligations	(4.5)	(4.5)
Trade payables and other liabilities	(25.7)	(25.7)
Total	0.8	0.8
Minority		0.3
Purchase cost		2.3
Goodwill		1.8

GIMA S.p.A. contributed 5.1 million euro to the revenues and -1.0 million euros to the operating profit reported by the IMA Group.

The initial accounting for these business combinations has been determined on a provisional basis, because the fair value of the assets, liabilities or contingent liabilities and the cost of the combinations have not yet been finalized. As required by IFRS 3, any adjustments will be made within twelve months of the acquisition date.

22. GUARANTEES GRANTED

At 30 September 2010, the Group has granted sureties and other bank guarantees to customers totalling 11.6 million euros for the proper operation of machinery, bid bonds and advances not yet received, sureties in favour of the municipality of Ozzano dell'Emilia (Bologna) of 0.2 million euros to secure the performance of contracts, sureties to the tax authorities for VAT rebates of 11.1 million euros, and sureties to others totalling 5.3 million euros, mainly to guarantee leasing contracts.

In addition, the Parent Company has given sureties and other guarantees (binding letters of patronage) to third parties on behalf of subsidiaries and associates, in relation to lines of credit and loans from the banking system and to the payment of lease instalments totalling 212.5 million euros.

Sureties given against advances received from customers amount to about 29.7 million euros (25.9 million euros at 31 December 2009).

23. COMMITMENTS

At 30 September 2010, commitments for the purchase of property, plant and equipment and intangible assets total 0.5 million euros, principally in relation to leasehold improvements and software.

The Group also has commitments in respect of minimum lease payments for non-cancellable operating leases totalling 1.5 million euros (1.6 million euros at 31 December 2009) and for rentals totalling 95.5 million euros (96.4 million euros at 31 December 2009).

Other commitments in favour of third parties total 2.3 million euros, mainly comprising the Parent Company's commitment to buy further units in the Mandarin Capital Partners S.C.A. private equity fund for 1.3 million euros.

24. RELATED-PARTY TRANSACTION

The parent company of the IMA Group is I.M.A. Industria Macchine Automatiche S.p.A. which, at 30 September 2010 is 71.517% owned by SO.FI.MA. S.p.A. that, in turn, is controlled by Lopam Fin S.p.A.

Intercompany transactions are carried out in the ordinary course of business on arm's-length terms. Relations with other related parties are mainly attributable to the parties that control the Parent Company, to persons who administer and direct the activities of IMA S.p.A. and to parties that are controlled by such persons. The Board must give advance approval in its meetings for all transactions with related parties, including intercompany transactions, except for transactions carried out in the ordinary course of business on arm's-length terms.

Related-party transactions mainly relate to commercial and property operations (leased premises used by the Parent Company or Group companies), as well as to membership of the tax group.

Receivables, payables, costs and revenues attributable to related parties do not represent a significant proportion of the totals reported in the financial statements. Related-party transactions are carried out on an arm's-length basis.

Prior to 1 December 2010, IMA S.p.A. will adopt compulsory procedures to be followed by IMA and its subsidiaries when carrying out transactions with parties related to IMA. These procedures will be adopted pursuant and consequent to art. 2391-bis of the Italian Civil Code and to the "Regulation on related-party transactions" approved by Consob.

The following table details the main transactions carried out with related parties (in millions of euros):

	Receivables at 30.09.2010	Receivables at 31.12.2009	Payables at 30.09.2010	Payables at 31.12.2009
Associates:				
B.C. S.r.l.	–	–	0.4	0.6
Bacciottini F.lli S.r.l.	0.1	–	1.6	1.1
Brio Pharma Tech. Ltd.	–	–	0.1	0.1
I.E.M.A. S.r.l.	–	–	1.1	0.9
LA.CO. S.r.l.	1.2	1.3	0.8	0.8
Logimatic S.r.l.	0.9	n.a.	3.0	n.a.
Masterpiece S.r.l.	–	–	0.1	0.2
Powertransmission.it S.r.l.	–	–	0.1	0.1
SIL.MAC S.r.l.	0.2	0.2	0.5	0.3
	2.4	1.5	7.7	4.1
Other related parties:				
Naturapack S.r.l.	n.a.	0.7	n.a.	0.1
Viaggi Nuova Era S.r.l.	–	–	1.5	1.4
	–	0.7	1.5	1.5
Total	2.4	2.2	9.2	5.6

	Revenues from 01.01.2010 to 30.09.2010	Revenues from 01.01.2009 to 30.09.2009	Costs from 01.01.2010 to 30.09.2010	Costs from 01.01.2009 to 30.09.2009
Associates:				
B.C. S.r.l.	-	-	2.2	2.5
Bacciottini F.lli S.r.l.	-	-	3.0	1.9
Brio Pharma Tech. Ltd.	-	-	0.2	-
G.S. S.r.l.	n.a.	-	n.a.	0.1
I.E.M.A. S.r.l.	-	-	1.7	1.3
LA.CO. S.r.l.	0.3	0.3	1.4	1.6
Logimatic S.r.l.	0.6	n.a.	3.8	n.a.
Masterpiece S.r.l.	-	-	0.2	0.3
Powertransmission.it S.r.l.	-	-	0.4	0.1
SIL.MAC S.r.l.	-	-	0.9	1.2
	0.9	0.3	13.8	9.0
Other related parties:				
Datalogic Automation S.r.l.	-	-	0.1	0.1
Italbe S.r.l.	-	-	0.2	0.1
Lopam S.r.l.	-	-	0.4	0.4
Morosina S.p.A.	-	-	0.1	0.1
Naturapack S.r.l. (*)	0.3	1.0	0.8	-
Nemo Investimenti S.r.l.	-	n.a.	1.1	n.a.
Poggi & Associati	-	-	0.9	0.3
Sporting Club Gira S.r.l.	-	-	0.1	0.2
Viaggi Nuova Era S.r.l.	-	-	3.0	2.8
	0.3	1.0	6.7	4.0
Total	1.2	1.3	20.5	13.0

(*) The amounts relate to the period January/June 2010

The above transactions primarily relate to Italian companies.

There are also dealings with SO.FI.MA. S.p.A. as a result of setting up the domestic tax group mentioned in Note 19.

On 23 February 2010, IMA S.p.A. completed the purchase of the residual 1.48% interest in IMA Flavour S.r.l. and 5.5% interest in IMA Life S.r.l. at a cost of 3.4 million euros and 5.6 million euros, respectively. The counterparties in these transactions, Contura S.r.l. and Sape S.r.l., are related parties since they are controlled by persons who are directors and, in one case, also an executive, of the companies acquired. IMA S.p.A. has received a fairness opinion on the financial terms of the transactions from Ernst & Young, an independent expert. These transactions form part of a process commenced some time ago to optimise the Group's debt structure. In the light of changed conditions in the financial markets, they will allow the Parent Company to simplify the control structure of the Group and eliminate diseconomies in the management of cash flows.

On 1 July 2010 the Parent Company completed the acquisition of 100% of Naturapack S.r.l., a company based in Ozzano dell'Emilia (Bologna) that is active in the sale of used automated machines, after refurbishing and regenerating them. This was a related-party transaction, since some of the directors and managers of IMA S.p.A. hold equity interests in the selling company. Reconta Ernst & Young S.p.A., in its role as independent expert, issued a fairness opinion confirming that the purchase price of 6 million euros was reasonable.

25. SIGNIFICANT NON-RECURRING TRANSACTIONS AND EVENTS

The following non-recurring items are included in the operating profit for the first nine months (in millions of euros):

	from 01.01.2010 to 30.09.2010	from 01.01.2009 to 30.09.2009
Gain on sale of factory complex in Ozzano Emilia	–	2.4
Tax credits on R&D costs incurred	0.4	0.5
Restructuring costs	(1.9)	–
Agreement with GIMA S.p.A.'s vendors	1.0	–
Total	(0.5)	2.9

The tax credits were booked by the Parent Company and certain Italian companies in relation to research and development costs incurred in 2009 and 2008, as per art. 1 of Law 296 dated 27 December 2006 and subsequent amendments.

During the third quarter of 2010, income was recognized following the signature of agreements reached with the vendors of GIMA S.p.A. for discounts on their supplies of goods and services.

The restructuring costs relate to personnel charges incurred to rationalize employment and contain the operating costs of certain Group companies.

26. POSITIONS OR OPERATIONS DERIVING FROM ATYPICAL AND/OR UNUSUAL TRANSACTIONS

No positions or operations deriving from atypical and/or unusual transactions arose during the first nine months of 2010.

27. SIGNIFICANT EVENTS AFTER THE END OF THE THIRD QUARTER

The following principal events have taken place subsequent to period end:

- on 7 October 2010, a cooperation agreement was signed between IMA, China Development Bank Securities and the Mandarin Fund, after CSRC (the Chinese Consob) released a favourable opinion on the proposed listing of IMA on the Shanghai Stock Exchange;
- on 13 October 2010, the Board of Directors of IMA S.p.A. and the Quotaholders' Meeting of IMA Safe S.r.l. approved the absorption of IMA Safe S.r.l., specialized in the production of machinery for primary and secondary packaging, by IMA S.p.A. with effect from 1 January 2011. The transaction is consistent with the need to simplify the Group's structure, thereby optimizing the activities of the Group and eliminating diseconomies in the management of cash flows and borrowing. With regard to IMA Flavour S.r.l. and IMA Life S.r.l., the Board of Directors has decided to defer for the time being the absorption of these companies;
- on 13 October 2010, IMA S.p.A. signed agreements with Fabelux Invest S.A. and Gema 96 S.p.A., respectively owners of 97% and 3% equity interests, for the purchase of the Sympak Corazza Group's Dairy & Convenience Food division. Sympak Corazza S.p.A., together with its subsidiaries Stephan Machinery GmbH and RC S.p.A., is the market leader - with an estimated share of around 70% - in the production of automated machines for the dairy and convenience food segment, with production sites in Italy and Germany and a direct commercial network in North America, Europe and Asia. The effectiveness of the agreement is subject to the satisfaction of a number of conditions, including the obtaining of required approvals from the competent antitrust authorities. The purchase price agreed is 51 million euros, plus the transfer of net debt estimated to total about 16.5 million euros at year end, to be paid in full upon the transfer of share ownership. The forecast financial statements of the division for 2010 report sales of around 91 million euros and an EBITDA

of about 13.2 million euros. This major new acquisition will further strengthen the Group's global leadership in niche food sectors;

- on 29 October 2010, the Parent Company acquired 30% of Bolognesi S.r.l., a company located in Dozza (Bologna) and active in the engineering and industrial assembly sector, for 0.5 million euros. This investment enables the Group to take an ownership interest in a vendor considered important for its own manufacturing operations.

The manager responsible for preparing financial reports, Sergio Marzo, declares in accordance with paragraph 2 of article 154 bis of the Consolidated Finance Law that the accounting information contained in this Interim Report on Operations agrees with the books of account, the accounting entries and the related supporting documentation.