

INTERIM REPORT ON OPERATIONS
AT 30 SEPTEMBER 2011



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INTERIM REPORT ON OPERATION
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(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 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**

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

STANDING AUDITORS

Piero Aicardi - Chairman

Giacomo Giovanardi

Riccardo Pinza

ALTERNATE AUDITORS

Vittorio Coraducci

Federico Ferracini

Fabio Porcellini

**INTERNAL CONTROL AND
REMUNERATION COMMITTEE**

Marco Galliani - Independent director

Pierantonio Riello - Independent director

Maria Carla Schiavina - Non-executive Director

**MANAGER RESPONSIBLE
FOR PREPARING
FINANCIAL REPORTS**

Sergio Marzo

LEAD INDEPENDENT DIRECTOR

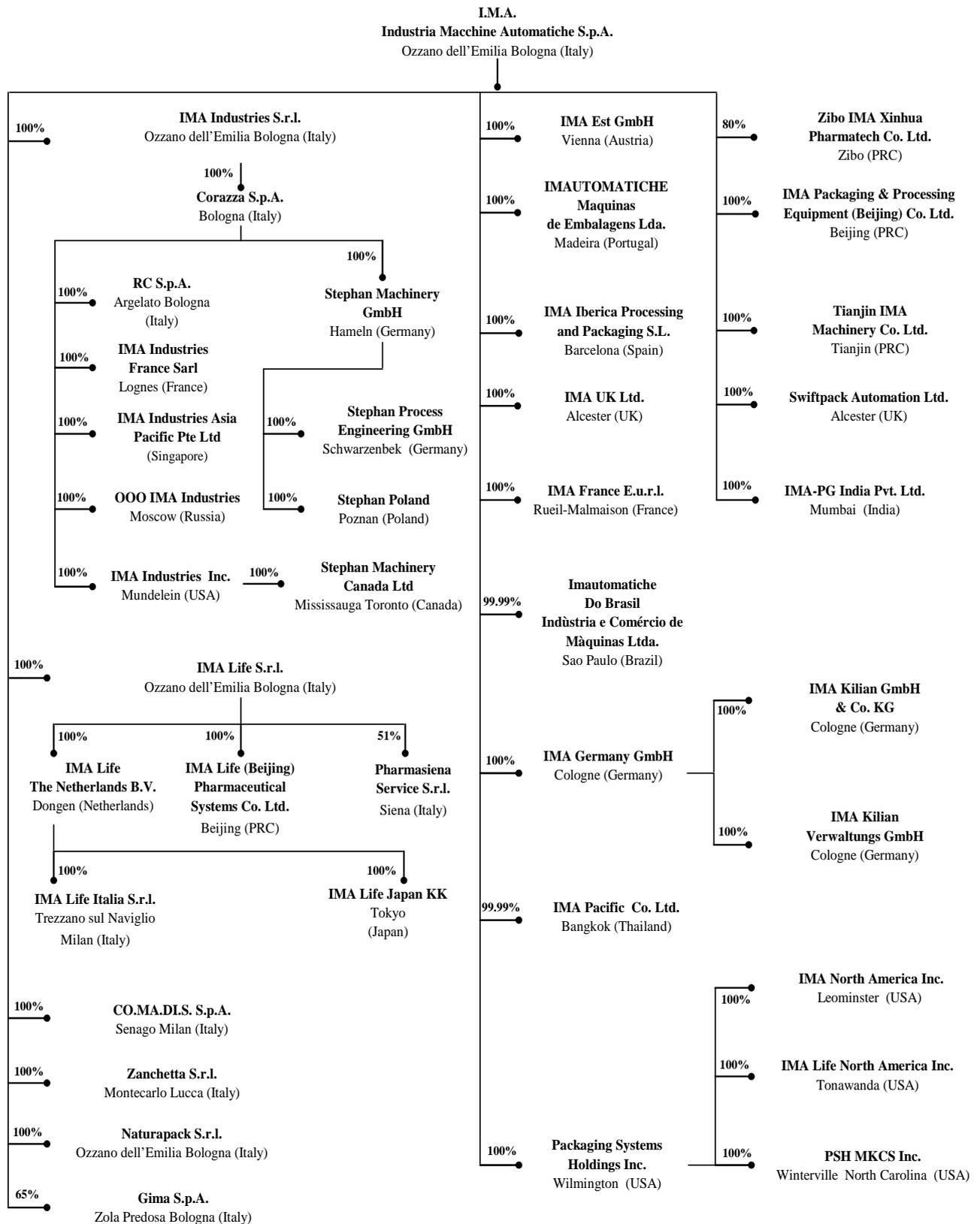
Giancarlo Folco

INDEPENDENT AUDITORS

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

PricewaterhouseCoopers S.p.A.

GROUP STRUCTURE AT 30 SEPTEMBER 2011



GROUP PERFORMANCE

GENERAL PERFORMANCE

In the first nine months of this year, emerging economies have seen a decline in growth at the same time that advanced markets are going through a fitful, patchy recovery. The last two months have also seen a progressive deterioration in quality indicators worldwide that has led to a rapid deterioration in the prospects for international development, increasing the likelihood of another recession.

Despite this situation, our Group has managed good and steady growth in orders, especially in the Pharmaceutical market, but also in Tea, Food & Other, which also highlights the contribution made by the newly acquired Corazza Group. This trend is reflected in the higher volumes and margins that we have achieved, which make us confident about our forecasts for the current year. So despite the current downturn, both the pharmaceutical market and our particular segment of the food market continue to stand out as being among the more solid and anti-cyclical.

CONSOLIDATED INCOME STATEMENT

The income statement classified by purpose as shown below was prepared according to the following criteria:

- cost of sales: this represents costs incurred directly by the Group to generate revenues. For example, it includes materials and labour, the cost of the technical offices involved in customizing products and production overheads;
- R&D costs: these include the costs involved in developing new products or maintaining existing products. They also include the costs of technical personnel, the materials used in tests and experiments and the technical offices' overheads;
- selling costs: these include costs connected with commercial operations, such as staff, commissions paid to agents, promotional and advertising costs and related 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 the same as those that appear in the consolidated income statement shown in the section entitled "Consolidated financial statements": revenues, operating profit, financial income and expense, profit before tax, income taxes and result for the period.

The consolidated revenues of the IMA Group in the first nine months of 2011 amounted to 437.3 million euros, compared with 293.8 million euros in the same period of 2010. Operating profit came to 25.5 million euros compared with breakeven in 2010.

A summarized version of the income statement for the period under review is presented below, together with comparative figures for the corresponding period in 2010:

in millions of euros	1.1.2011-30.9.2011		1.1.2010-30.9.2010	
	Amount	%	Amount	%
Revenues	437.3		293.8	
Cost of sales	(264.8)	60.6	(179.5)	61.1
Industrial gross profit	172.5	39.4	114.3	38.9
R&D costs	(21.2)		(19.5)	
Sales costs	(55.9)		(44.3)	
General and administrative costs	(64.8)		(49.3)	
Operating profit before non-recurring items (EBITA)	30.6	7.0	1.2	0.4
Non-recurring items	(5.1)		(1.2)	
Operating profit (EBIT)	25.5	5.8	0.0	0.0
Net financial income (expense)	(7.7)		(4.7)	
Profit (loss) from investments accounted for using the equity method	0.5		0.2	
Result before tax	18.3	4.2	(4.5)	(1.5)
Income tax for the period	(7.1)		3.0	
Prior year taxes	(2.3)		(1.1)	
Profit (loss) for the period	8.9	2.0	(2.6)	(0.9)
Profit (loss) for the period attributable to minority interests	(0.5)		0.3	
Group result	8.4	1.9	(2.3)	(0.8)
Gross operating profit (EBITDA) before non-recurring items	44.3	10.1	11.2	3.8
Gross operating profit (EBITDA)	39.2	9.0	10.0	3.4
Order book	408.9		310.3	

As mentioned in the interim report at 31 March 2011 and in the half-year financial report at 30 June 2011, we changed our system of segment reporting as a result of the acquisitions of GIMA S.p.A., Naturapack S.r.l. and the Corazza Group, which operate in the non-pharmaceutical packaging and dairy & convenience food sectors. Following these acquisitions and considering that they have the same customer base as the tea business, the non-pharmaceutical sector has taken on a significant dimension with essential characteristics that are typical of those sectors. At the same time, the division between pharmaceutical packaging and pharmaceutical processing no longer reflects the real segmentation of the market; nor does it reflect the IMA Group's organisational structure, which as a result of these acquisitions now features two well-defined areas of business: the Pharma Business and the Tea, Food & Other Business.

REVENUES AND ORDERS

Consolidated revenues in the first nine months of 2011 came to 437.3 million euros, an increase of 48.8% on the same period last year.

The increase in revenues is the result of the higher level of the order book (up by around 70 million euros) at the end of 2010, as well as the contribution made by the acquisitions of GIMA, Naturapack and of the Corazza Group, which entered the scope of consolidation in July 2010 and February 2011 respectively. 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., Naturapack S.r.l. and the Corazza Group contributed 94.7 million euros to revenues.

Total orders acquired so far during the year amount to 533.9 million euros versus 373.2 million euros in the same period of 2010, a rise of 43.1%. The order book now totals 408.9 million euros, compared with 310.3 million euros at this stage in the prior year.

OPERATING PROFIT

Industrial gross profit was 39.4% of revenues in the period to 30 September 2011, compared with 38.9% in the same period of 2010.

This increase was principally due to the higher volume of sales and a favourable mix between the Tea, Food & Other and pharmaceuticals segments during the first nine months of the year. The mix effect can be expected to flatten out over the full year.

EBIT came to 25.5 million euros, compared with a break-even position in the period to 30 September 2010. The increase in operating costs reflects the consolidation of GIMA S.p.A., Naturapack S.r.l. and the Corazza Group, which contributed a total of 23.1 million euros. Non-recurring items mainly relate to restructuring charges for the subsidiaries Zanchetta S.r.l., IMA France E.u.r.l. and IMA Kilian GmbH & Co. KG, costs related to the acquisition of the Corazza Group and charges relating to the celebration of the fiftieth anniversary of IMA S.p.A.

RESULT BEFORE TAX

Net financial expense amounted to 7.7 million euros compared with 4.7 million euros in the period to 30 September 2010. The change is mainly due to the higher average debt following the purchase of the Corazza Group and the rise in interest rates.

It follows that the profit before tax comes to 18.3 million euros versus a loss of 4.5 million euros at the end of September 2010.

PROFIT (LOSS) FOR THE PERIOD

The profit for the period was 8.9 million euros compared with the loss of 2.6 million euros in the same period last year. The difference comes from the items mentioned in the two previous headings and after deducting income taxes totalling 9.4 million euros, of which 2.3 million euros for taxes relating to prior years.

ANALYSIS OF PERFORMANCE BY SEGMENT

The following schedule analyzes operations by business segment:

in millions of euros	Tea, Food & Other	Pharma	Unallocated	Total
Revenues				
1.1.2011-30.9.2011	175.2	262.1	–	437.3
1.1.2010-30.9.2010	84.3	209.5	–	293.8
Operating profit				
1.1.2011-30.9.2011	17.6	7.9	–	25.5
1.1.2010-30.9.2010	13.8	(13.8)	–	0.0
Net capital employed (*)				
30 September 2011	118.2	233.7	2.3	354.2
30 September 2010	27.7	233.9	12.7	274.3
R&D costs				
1.1.2011-30.9.2011	7.5	13.7	–	21.2
1.1.2010-30.9.2010	5.5	14.0	–	19.5
Average personnel				
1.1.2011-30.9.2011	966	2,476	–	3,442
1.1.2010-30.9.2010	526	2,586	–	3,112
Order book				
30 September 2011	141.2	267.7	–	408.9
30 September 2010	88.8	221.5	–	310.3

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

Revenues from the Tea, Food & Other sector have increased by 90.9 million euros compared with the previous period with a contribution by the acquired companies GIMA, Naturapack and Corazza of 94.7 million euros, with substantial stability on the part of the companies in the original scope of consolidation. Operating profit reflects higher volumes for the period while the order book shows an increase of 59% compared with the previous year (+52.4 million euros on 30 September 2010).

Revenues in the Pharmaceuticals sector are 52.6 million euros higher than in the same period last year, mainly thanks to the higher order book at the start of the year. The operating profit, net of non-recurring charges of 3.1 million euros, shows a strong improvement on 30 September 2010, not only because of higher sales volumes, but also - and above all - thanks to a better performance on the part of the business. The order book is up by 46.2 million euros thanks to a 14% increase in orders on the previous year.

CONSOLIDATED BALANCE SHEET AND FINANCIAL POSITION

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, property, plant and equipment and intangible assets, Group equity and minority interests.

Other payables, net, mainly includes the amounts due to employees, income tax liabilities and provisions for risks and charges.

The following table summarises the Group's balance sheet and financial position at 30 September 2011:

in millions of euros	30.09.2011	31.12.2010	30.09.2010
Trade receivables	144.1	115.6	89.6
Inventories	223.1	157.8	187.6
Trade payables	(186.1)	(158.7)	(127.2)
Other, net	(46.2)	(40.6)	(33.2)
Working capital	134.9	74.1	116.8
Property, plant and equipment	29.4	26.7	31.6
Intangible assets	191.5	122.8	125.6
Investments	20.8	17.4	16.9
Non-current assets	241.7	166.9	174.1
Severance obligations and other provisions	(22.4)	(11.6)	(16.6)
Net capital employed	354.2	229.4	274.3
FINANCED BY:			
Net debt	227.5	113.5	179.7
Minority interests	3.0	2.5	1.7
Group equity	123.7	113.4	92.9
Total sources of financing	354.2	229.4	274.3

The net capital employed at the end of the third quarter of 2011 was 124.8 million euros higher than at the end of 2010, and 79.9 million euros more than at 30 September 2010.

The change during the period was mainly due to the consolidation of the Corazza Group and the increase in working capital. 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. 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 the Corazza Group, which involved the recognition of goodwill totalling 38.4 million euros.

Net debt is analyzed below:

in millions of euros	30.09.2011	31.12.2010	30.09.2010
A. Cash and cash equivalents	(35.5)	(102.2)	(49.6)
B. Other cash equivalents	(1.1)	(0.9)	(0.4)
C. Investments in securities	(1.5)	(1.2)	(1.1)
D. Liquidity (A)+(B)+(C)	(38.1)	(104.3)	(51.1)
E. Current financial receivables	(0.8)	-	-
F. Current payables to banks	155.7	112.4	116.2
G. Current portion of non-current bank payables	41.9	44.7	45.6
H. Other current financial payables	2.1	2.6	1.7
I. Current financial debt (F)+(G)+(H)	199.7	159.7	163.5
J. Net current financial debt (D)+(E)+(I)	160.8	55.4	112.4
K. Non-current portion of non-current bank payables	68.3	60.1	67.6
L. Non-current financial assets	(2.4)	(2.2)	(2.1)
M. Other non-current financial payables	0.8	0.2	0.2
N. Net non-current financial debt (K)+(L)+(M)	66.7	58.1	65.7
O. Net financial debt (J)+(N)	227.5	113.5	178.1
P. Financial liabilities associated with assets held for sale	-	-	1.6
Q. Total net debt (O)+(P)	227.5	113.5	179.7

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 227.5 million euros compared with 179.7 million euros at 30 September 2010 and 113.5 million euros at the end of 2010. The increase in net debt compared with 31 December 2010 mainly derives from the growth in working capital, the acquisition of the Corazza Group and the dividends paid by the Parent Company (33.1 million euros paid in May 2011), net of IMA S.p.A.'s increase in capital. This increase linked to working capital is due to the rise in inventories needed to prepare for last quarter deliveries and should be viewed as a temporary event associated with the seasonal nature of the business. It is expected that net debt will fall considerably in the latter part of the year.

CAPITAL EXPENDITURE

Group capital expenditure amounted to 5.7 million euros during the first nine months of 2011 (4.2 million euros in the same period of 2010) and mainly related to the extension and upgrading of existing buildings and plant, together with the purchase of electronic equipment. Expenditure on intangible assets amounted to 4.6 million euros (3.8 million euros in the same period of 2010) and mainly related to the capitalization of development costs incurred on totally new products for market segments not previously occupied.

The acquisition of the Corazza Group involved booking on a temporary basis an unpatented technology of 17.8 million euros, intangible assets linked to customers (the "customer list") of 15.7 million euros and goodwill of 38.4 million euros.

Amortization and depreciation for the period come to 13.7 million euros (10.0 million euros in the same period of last year), including 2.2 million euros of amortization of the unpatented technology and the customer list.

OTHER INFORMATION

RELATED-PARTY TRANSACTIONS

The "Regulation containing instructions on related-party transactions", adopted by Consob Resolution 17221 of 12 March 2010 and subsequently amended by Consob Resolution 17389 of 23 June 2010 implemented art. 2391-bis of the Italian Civil Code.

With a resolution passed on 1 December 2010, the Board adopted the procedure on related parties, which was drawn up taking into consideration the instructions subsequently provided by CONSOB on how to apply the new rules with communication DEM/10078683 of 24 September 2010. The procedure is published on the Company's website (www.ima.it).

Related-party transactions are identified in accordance with the guidelines of the Consob regulation.

More relevant related-party transactions are submitted for advance approval by the Board, which in turn has to obtain the consent of a special committee made up solely of independent directors; to express their opinion, this committee can also make use of outside experts, who also have to be independent.

Note that during the period:

- there were no "more relevant transactions", as defined in the Consob regulation;
- there were no individual related-party transactions that could have had a significant influence over the companies' balance sheet or results;
- there have been no changes or developments in related-party transactions explained in the last annual report that could have had a significant influence over the companies' balance sheet or results.

Transactions with related parties are described more fully in Note 23.

OUTLOOK FOR OPERATIONS

The economic performance in the first nine months of 2011 reflects the higher level of the order book at the end of 2010 and the consolidation of the Corazza Group following its acquisition in February. Orders are well up (+43%), ensuring an order book at the end of September 2011 around 100 million euros higher than the previous year. Close attention is being paid to reducing costs and improving market share and in this connection the Group is completing steps initiated in 2010 to reorganise certain companies. This has involved non-recurring charges of around 2 million euros (out of a total of 5 million euros).

On the basis of this performance and if these signs are confirmed over the next few months, a sales forecast exceeding 640 million euros with a gross operating profit before non-recurring items of around 92 million euro could be feasible.

CONSOLIDATED FINANCIAL STATEMENTS
AT 30 SEPTEMBER 2011

(THE CONSOLIDATED FINANCIAL STATEMENTS HAVE BEEN TRANSLATED FROM THE ORIGINAL ITALIAN INTO ENGLISH
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CONSOLIDATED BALANCE SHEET

(IN MILLIONS OF EUROS)

ASSETS	Note	30 September 2011	31 December 2010
NON-CURRENT ASSETS			
<i>Property, plant and equipment</i>	2	29.4	26.7
<i>Intangible assets</i>	3	191.5	122.8
<i>Investments accounted for using the equity method</i>	4	15.1	11.1
<i>Financial assets</i>	5	8.1	8.5
<i>Receivables from others</i>		1.4	0.6
<i>Derivative financial instruments</i>	6	–	0.2
<i>Deferred tax assets</i>	7	24.0	20.6
TOTAL NON-CURRENT ASSETS		269.5	190.5
CURRENT ASSETS			
<i>Inventories</i>	8	223.1	157.8
<i>Trade and other receivables</i>	9	174.3	135.4
<i>Income tax receivables</i>		3.5	3.7
<i>Financial assets</i>	5	3.4	2.1
<i>Derivative financial instruments</i>	6	0.1	0.3
<i>Cash and cash equivalents</i>	10	35.5	102.2
TOTAL CURRENT ASSETS		439.9	401.5
TOTAL ASSETS		709.4	592.0
EQUITY AND LIABILITIES	Note	30 September 2011	31 December 2010
EQUITY			
<i>Share capital</i>	11	19.2	17.7
<i>Share premium reserve</i>	11	50.2	15.5
<i>Treasury shares</i>	11	(0.1)	–
<i>Translation reserve</i>		(0.1)	0.4
<i>Fair value reserve</i>	11	(1.1)	(0.5)
<i>Other reserves</i>		14.2	9.2
<i>Retained earnings</i>		33.0	54.1
<i>Net profit (loss) for the period</i>		8.4	17.0
Total capital and reserves pertaining to the Group		123.7	113.4
<i>Reserves pertaining to minority interests</i>		2.5	2.1
<i>Profit pertaining to minority interests</i>		0.5	0.4
Total minority interests		3.0	2.5
EQUITY PERTAINING TO THE GROUP AND MINORITY INTERESTS		126.7	115.9
NON-CURRENT LIABILITIES			
<i>Borrowings</i>	12	69.1	60.3
<i>Severance and pension provisions</i>		25.0	17.9
<i>Provisions for risks and charges</i>	13	2.1	1.5
<i>Derivative financial instruments</i>	6	1.2	1.2
<i>Deferred tax liabilities</i>	7	20.0	11.6
TOTAL NON-CURRENT LIABILITIES		117.4	92.5
CURRENT LIABILITIES			
<i>Borrowings</i>	12	199.7	159.7
<i>Trade and other payables</i>	14	243.4	198.9
<i>Income tax liabilities</i>		3.9	10.0
<i>Provisions for risks and charges</i>	13	18.1	14.9
<i>Derivative financial instruments</i>	6	0.2	0.1
TOTAL CURRENT LIABILITIES		465.3	383.6
TOTAL LIABILITIES		582.7	476.1
TOTAL EQUITY AND LIABILITIES		709.4	592.0

CONSOLIDATED INCOME STATEMENT

(IN MILLIONS OF EUROS)

INCOME STATEMENT	Note	3rd quarter 2011	3rd quarter 2010	from 01/01/2011 to 30/09/2011	from 01/01/2010 to 30/09/2010
REVENUES	1	159.3	97.7	437.3	293.8
Other revenues		1.2	1.7	6.4	5.1
- of which: effect of non-recurring items	24	-	0.1	-	0.5
OPERATING COSTS					
Change in work in progress, semifinished and finished goods		7.6	14.0	45.7	32.2
Change in inventory of raw, ancillary and consumable materials		1.7	(1.6)	6.7	1.9
Cost of raw, ancillary and consumable materials and goods for resale		(61.9)	(41.1)	(192.1)	(116.5)
Services, rentals and leases		(36.3)	(27.3)	(110.2)	(76.4)
Personnel costs	15	(48.1)	(40.7)	(149.8)	(128.1)
Depreciation and amortization expense	16	(4.9)	(3.5)	(14.1)	(9.9)
Provisions for risks and charges		(0.6)	(0.2)	(0.3)	0.1
Other operating costs		(1.5)	(0.7)	(4.1)	(2.2)
TOTAL OPERATING COSTS		(144.0)	(101.1)	(418.2)	(298.9)
- of which: effect of non-recurring items	24	(0.1)	0.2	(5.1)	(1.7)
OPERATING PROFIT	1	16.5	(1.7)	25.5	0.0
- of which: effect of non-recurring items	24	(0.1)	0.3	(5.1)	(1.2)
FINANCIAL INCOME AND EXPENSE					
Financial income	17	0.8	(0.6)	7.2	6.5
Financial expense	18	(3.5)	(1.1)	(14.9)	(11.2)
TOTAL FINANCIAL INCOME AND EXPENSE		(2.7)	(1.7)	(7.7)	(4.7)
PROFIT (LOSS) FROM INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD		-	-	0.5	0.2
RESULT BEFORE TAX		13.8	(3.4)	18.3	(4.5)
TAXES					
Income tax for the period		(5.9)	2.6	(7.1)	3.0
Prior year taxes		(0.3)	(0.5)	(2.3)	(1.1)
TOTAL TAXES	19	(6.2)	2.1	(9.4)	1.9
PROFIT (LOSS) FOR THE PERIOD		7.6	(1.3)	8.9	(2.6)
ATTRIBUTABLE TO:					
PARENT COMPANY SHAREHOLDERS		7.4	(1.0)	8.4	(2.3)
MINORITY INTERESTS		0.2	(0.3)	0.5	(0.3)
		7.6	(1.3)	8.9	(2.6)
EARNINGS (LOSS) PER SHARE (in euros)		0.20	(0.04)	0.23	(0.08)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(IN MILLIONS OF EUROS)

	3rd quarter 2011	3rd quarter 2010	from 01/01/2011 to 30/09/2011	from 01/01/2010 to 30/09/2010
Profit (loss) for the period	7.6	(1.3)	8.9	(2.6)
<i>Exchange gains (losses) on the translation of foreign currency financial statements</i>	3.0	(4.3)	(0.5)	3.1
<i>Gains (losses) on financial assets available for sale</i>	-	-	-	-
<i>Gains (losses) on cash flow hedges</i>	(1.6)	1.7	(0.6)	(0.2)
<i>Gains (losses) booked to equity</i>	1.4	(2.6)	(1.1)	2.9
Total comprehensive income for the period	9.0	(3.9)	7.8	0.3
Attributable to:				
Parent Company shareholders	8.8	(3.4)	7.3	0.5
Minority interests	0.2	(0.5)	0.5	(0.2)
	9.0	(3.9)	7.8	0.3

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 01.01.2010	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
Balances at 01.01.2011	17.7	15.5	-	0.4	(0.5)	9.2	54.1	17.0	113.4	2.5	115.9
Distribution of dividends	-	-	-	-	-	(2.2)	(13.9)	(17.0)	(33.1)	-	(33.1)
Increase in capital	1.5	34.7	-	-	-	-	-	-	36.2	-	36.2
Effect of merger of IMA Safe S.r.l.	-	-	-	-	-	7.2	(7.2)	-	-	-	-
Purchase and sale of treasury shares	-	-	(0.1)	-	-	-	-	-	(0.1)	-	(0.1)
Total comprehensive income for the period	-	-	-	(0.5)	(0.6)	-	-	8.4	7.3	0.5	7.8
Balances at 30.09.2011	19.2	50.2	(0.1)	(0.1)	(1.1)	14.2	33.0	8.4	123.7	3.0	126.7

CONSOLIDATED STATEMENT OF CASH FLOWS

(IN MILLIONS OF EUROS)

	30 September 2011	30 September 2010
OPERATING ACTIVITIES		
Net profit (loss) for the period	8.4	(2.3)
Adjustments for:		
- Depreciation and amortization	13.7	10.0
- Changes in provisions for risks and charges and staff severance obligations	0.5	(2.6)
- Unrealized losses (gains) on exchange rate differences	(1.1)	0.1
- Other non-monetary changes	(0.1)	(0.5)
- Adjustments to the value of financial assets	0.7	0.4
- Taxes	9.4	(1.9)
- Minority interests	0.5	(0.3)
- Result from investments accounted for using the equity method	(0.5)	(0.2)
Operating profit (loss) before changes in working capital	31.5	2.7
(Increase) decrease in trade and other receivables	(19.3)	16.6
(Increase) decrease in inventories	(52.5)	(35.1)
Increase (decrease) in trade and other payables	16.1	15.5
Taxes paid	(17.0)	(15.8)
CASH FLOW GENERATED (ABSORBED) BY OPERATING ACTIVITIES (A)	(41.2)	(16.1)
INVESTING ACTIVITIES		
Investments in property, plant and equipment	(5.7)	(4.2)
Investments in intangible assets	(4.6)	(3.8)
Exchange rate differences on property, plant and equipment and intangible assets	0.2	(0.9)
Acquisition of business divisions/companies	(79.2)	(14.4)
Purchase of minority interests	-	(9.0)
Purchase of equity investments	(2.4)	(0.2)
Repayment of finance lease debts	-	(0.8)
Sale of investments	6.5	-
Sale of non-current assets	0.2	0.4
Net change in financial assets and other non-current receivables	(3.2)	(0.8)
Changes in reserves pertaining to minority interests	-	0.1
CASH FLOW GENERATED (ABSORBED) BY INVESTING ACTIVITIES (B)	(88.2)	(33.6)
FINANCING ACTIVITIES		
Granting of loans	101.3	18.0
Repayment of borrowings	(25.0)	(35.1)
Increase (decrease) in other financial payables	(21.7)	38.4
Capital increases	35.9	-
Dividends paid	(33.1)	(30.7)
(Purchase) and sale of treasury shares	(0.1)	3.5
Translation of financial statements in foreign currency	(0.5)	3.0
Payment of interest	(5.0)	(3.4)
Receipt of interest	0.3	0.2
CASH FLOW GENERATED (ABSORBED) BY FINANCING ACTIVITIES (C)	52.1	(6.1)
NET CHANGE IN CASH AND CASH EQUIVALENTS (D=A+B+C)	(77.3)	(55.8)
CASH AND CASH EQUIVALENTS AT START OF PERIOD (E)	102.2	100.2
CASH AND CASH EQUIVALENTS FROM BUSINESS COMBINATIONS (F)	10.6	5.2
CASH AND CASH EQUIVALENTS AT END OF PERIOD (F=D+E+F)	35.5	49.6

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 2011 was approved by the Board of Directors on 14 November 2011 and has not been audited.

The IMA Group is a world leader in the design and production of automatic machines for the processing and packaging of pharmaceuticals, cosmetics, tea and coffee, and other food products. 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. (referred to as "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 2011, IMA S.p.A. is 66.219% (71.517% at 31 December 2010) owned by SO.FI.MA. Società Finanziaria Macchine Automatiche S.p.A., which is a subsidiary of Lopam Fin S.p.A. The change in the percentage held follows the increase in capital that took place in March 2011.

B) GENERAL PREPARATION POLICIES

General principles

This interim report on operations at 30 September 2011 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 principles used in preparing the interim report at 30 September 2011 are consistent with those used to prepare the consolidated financial statements at 31 December 2010, 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 being constantly revised. In November 2009 the IASB issued a revised version of IAS 24 Related Party Disclosures, which clarifies the definition of related parties. Adoption of this revised version, which is obligatory from 1 January 2011, will not have any impact on the valuation of items in the financial statements, nor are the effects likely to be significant in terms of disclosure. In May 2010, the IASB issued a series of amendments to certain IFRS, including IAS 34 Interim Financial Statements. Adopting this improvement to IAS 34 has involved making a number of amendments and integrations to the disclosures provided in this interim report.

Moreover, 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 balance sheet 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.

In the interests of greater clarity, the income taxes shown in this interim report have been split between those for the period and those relating to prior years. In addition, non-recurring items for the first nine months of 2010 have been reclassified in accordance with the criteria adopted in the financial statements at 31 December 2010.

Except where stated, the figures included in the interim report at 30 September 2011 are presented in millions of euros.

C) FINANCIAL RISK MANAGEMENT

RISK FACTORS

The Group is exposed to various types of financial risk connected with its business activities, the following in particular:

- Credit risk, arising from commercial transactions or financing activities;
- Liquidity risk, related to the availability of financial resources and access to the credit market;
- Market risk, specifically:
 - a) Exchange rate risk, relating to operations in areas using currencies other than the functional currency;
 - b) Interest rate risk, relating to the Group's exposure to interest-bearing financial instruments;
 - c) Price risk, associated with changes in the listed price of capital instruments held as financial assets and in commodity prices.

The interim report does not include all of the disclosures on financial risk management that are required in annual financial statements. It should therefore be read together with our annual report at 31 December 2010.

There are no substantial changes in financial risk management or in the policies adopted by the Group during the period.

FAIR VALUE

IFRS 7 lays down the following fair value hierarchy when measuring the financial instruments shown in the balance sheet:

- Level 1: quoted prices in active markets;
- Level 2: inputs other than the quoted prices of Level 1 that are observable on the market, either directly (prices) or indirectly (derived from prices);
- Level 3: inputs that are not based on observable market data.

The following table shows the assets and liabilities measured at fair value at 30 September 2011 by fair value hierarchy level (in millions of euros):

	Level 1	Level 2	Level 3	Total
Assets:				
Financial assets available for sale	1.5	-	5.7	7.2
Derivative financial instruments	-	0.1	-	0.1
Total assets	1.5	0.1	5.7	7.3
Liabilities:				
Payables for acquisition	-	-	0.6	0.6
Derivative financial instruments	-	1.4	-	1.4
Total liabilities	-	1.4	0.6	2.0

The following table shows the assets and liabilities measured at fair value at 31 December 2010 by fair value hierarchy level (in millions of euros):

	Level 1	Level 2	Level 3	Total
Assets:				
Financial assets available for sale	2.2	–	5.4	7.6
Derivative financial instruments	–	0.5	–	0.5
Total assets	2.2	0.5	5.4	8.1
Liabilities:				
Payables for acquisition	–	–	1.6	1.6
Derivative financial instruments	–	1.3	–	1.3
Total liabilities	–	1.3	1.6	2.9

During the first nine months of 2011, there were no transfers between the three levels of the fair value hierarchy laid down in IFRS 7.

There have not been any significant changes in the commercial or economic circumstances which affect the fair value of financial assets and liabilities.

D) SCOPE OF CONSOLIDATION

The interim report at 30 September 2011 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 2011:

- the absorption of IMA Safe S.r.l. by IMA S.p.A. with effect from 1 January 2011;
- the absorption of Nova Packaging Systems Inc. in IMA North America Inc. with effect from 1 January 2011;
- in January 2011, CMH S.r.l. was incorporated with the purpose of creating a joint venture between IMA S.p.A. and Holding Partecipazioni Sacmi S.p.A. (“HPS”) for the production and sale of automatic machines for the processing and packaging of chocolate. See Note 4 for further information;
- on 10 February 2011, through IMA Industries S.r.l., a wholly-owned subsidiary, IMA S.p.A. finalised its acquisition of 100% of Sympak Corazza S.p.A., parent company of the Sympak Corazza Group, which operates in the Dairy & Convenience Food sector. The price agreed for the acquisition was around 57.5 million euros, all of which was paid at the time that ownership of the shares was transferred. Some 6 million euros of debt was also taken on at the time of the closing. This acquisition forms part of the strategy to enlarge the range of machines designed and produced by the Group for the food industry. See Note 20 for further information.

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

**COMPANIES CONSOLIDATED
LINE-BY-LINE**

	Registered offices		Share capital at 31/03/2011	Direct investment	Indirect investment
Industrial and service companies:					
• I.M.A. Industria Macchine Automatiche S.p.A.	Ozzano E. (Bologna)	EUR	19,150,560	Parent Company	
• IMA Industries S.r.l. (*)	Ozzano E. (Bologna)	EUR	3,045,000	100%	–
• IMA Life S.r.l.	Ozzano E. (Bologna)	EUR	14,000,000	100%	–
• CO.MA.DI.S. S.p.A.	Senago (Milan)	EUR	1,540,000	100%	–
• Corazza S.p.A.	Bologna (Bologna)	EUR	15,675,000	–	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)
• RC S.p.A.	Argelato (Bologna)	EUR	110,000	–	100% (3)
• Zanchetta S.r.l.	Montecarlo (Lucca)	EUR	1,800,000	100%	–
• IMA Kilian GmbH & Co. KG	Cologne (Germany)	EUR	3,600,000	–	100% (4)
• IMA Life The Netherlands B.V.	Dongen (Netherlands)	EUR (**)	22,382,654	–	100% (2)
• IMA Life North America Inc.	Tonawanda (USA)	USD	100	–	100% (5)
• IMA Life (Beijing) P. S. Co. Ltd.	Beijing (CN)	USD	400,000	–	100% (2)
• IMA North America Inc.	Leominster (USA)	USD	8,052,500	–	100% (5)
• IMA-PG India Pvt Ltd.	Mumbai (IND)	RS (**)	17,852,100	100%	–
• PSH MKCS Inc.	Winterville (USA)	USD	50,000	–	100% (5)
• Stephan Machinery GmbH	Hameln (D)	EUR	25,000	–	100% (3)
• Stephan Process Eng. GmbH	Schwarzenbek (D)	EUR	25,000	–	100% (6)
• Swiftpack Automation Ltd.	Alcester (GB)	GBP	1,403,895	100%	–
• Tianjin IMA Machinery Co. Ltd.	Tianjin (CN)	USD	200,000	100%	–
• Zibo IMA Xinhua Pharm.Co. Ltd.	Zibo (CN)	USD	6,419,868	80%	–
Marketing 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 S.L.	Barcelona (Spain)	EUR	590,000	100%	–
• IMA Industries Asia Pacific Ltd.	Singapore (SGP)	SGD	200,000	–	100% (3)
• IMA Industries France Sarl	Lognes (F)	EUR	300,000	–	100% (3)
• IMA Industries Inc.	Mundelein (USA)	USD	1,856,106	–	100% (3)
• IMA Life Italia S.r.l.	Trezzano Naviglio (Milan)	EUR	80,000	–	100% (7)
• IMA Life Japan KK	Tokyo (Japan)	YEN	40,000,000	–	100% (7)
• IMA Pacific Co. Ltd.	Bangkok (T)	THB	100,000,000	99.99%	–
• IMA P.&P. E. (Beijing) Co. Ltd.	Beijing (CN)	USD	1,350,000	100%	–
• IMA UK Ltd.	Alcester (GB)	GBP	50,000	100%	–
• Imautomatiche Do Brasil Ltda.	San Paolo (BR)	BRL (**)	6,524,310	99.99%	–
• Imautomatiche Lda.	Madeira (Portugal)	EUR	5,000	100%	–
• OOO IMA Industries	Moscow (SU)	RUB	150,000	–	100% (3)
• Stephan Machinery Canada Ltd.	Mississauga (CND)	CAD	200,000	–	100% (8)
• Stephan Poland	Poznan (PL)	PLN	50,000	–	100% (6)
Other companies:					
• IMA Kilian Verwaltungs GmbH	Cologne (Germany)	EUR	25,000	–	100% (4)
Holding companies:					
• Packaging Systems Holdings Inc.	Wilmington (USA)	USD	1,000	100%	–

(*) IMA Flavour S.r.l. changed its name to IMA Industries S.r.l. in February 2011.

(**) The nominal share capital of IMA-PG India Pvt Ltd., IMA Life The Netherlands B.V. and Imautomatiche Do Brasil Ltda. amounts to Rs 20,000,000, Euro 45,400,000 and Brl 6,644,560 respectively.

Note:

(1) Held by IMA Industries S.r.l.

(2) Held by IMA Life S.r.l. The percentage interest held in Pharmasienna Service S.r.l. includes an option to purchase 19% of the quota capital.

(3) Held by Corazza S.p.A.

(4) Held by IMA Germany GmbH

(5) Held by Packaging Systems Holdings Inc.

(6) Held by Stephan Machinery GmbH

(7) Held by IMA Life The Netherlands B.V.

(8) Held by IMA Industries Inc.

**INVESTMENTS ACCOUNTED
FOR USING THE EQUITY METHOD**

	Registered offices		Share capital at 31/03/2011	Direct investment	Indirect investment
• Amherst Stainless Fabrication LLC	Amherst NY (USA)	USD	1,100,000	–	20% (1)
• B.C. S.r.l.	Imola (Bologna)	EUR	36,400	30%	–
• Bacciottini F.lli S.r.l.	Oste Montemurlo (Prato)	EUR	60,000	30%	–
• Bolognesi S.r.l.	Dozza (Bologna)	EUR	10,920	30%	–
• Brio Pharma Technol. Pvt. Ltd.	Mumbai (IND)	RS	1,000,000	30%	–
• CMH S.r.l.	Bologna	EUR	1,300,000	47.115%	–
• Consorzio L.I.A.M.	Vignola (Modena)	EUR	(2) 20,000	25%	–
• Consorzio Servizi	Bologna	EUR	(2) 50,000	50%	–
• FID S.r.l. Impresa Sociale	Bologna	EUR	20,000	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	100,000	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	EUR	25,556	49%	–
• SIL.MAC. S.r.l.	Caggio Montano (Bologna)	EUR	90,000	30%	3.20%
• Stephan UK Ltd.	Chester (GB)	GBP	16,000	–	40% (3)
• Stephan Belgium B.V.B.A.	Nazareth (B)	EUR	125,000	–	33% (3)
• Sirio S.p.A. Associazione in partecipazione (4)	Milan				

Note:

(1) Held by IMA Life North America Inc.

(2) Quotas of the consortium fund

(3) Held by Stephan Machinery GmbH

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

E) NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

The changes shown below have been calculated with respect to the balances at 31 December 2010 for balance sheet items and the figures for the first nine months of 2010 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.

Segment reporting has been changed following the acquisitions of GIMA S.p.A., Naturapack S.r.l. and the Sympak Corazza Group in July 2010 and February 2011 respectively, both of which operate in the dairy & convenience food sectors and in non-pharmaceutical packaging. As a result of these acquisitions and considering that they have the same customer base as the tea business, the non-pharmaceutical sector has taken on a significant dimension with essential characteristics that are typical of those sectors. At the same time, the division between pharmaceutical packaging and pharmaceutical processing no longer reflects the real segmentation of the market; nor does it reflect the IMA Group's organisational structure, which as a result of these acquisitions now features two well-defined areas of business: the Pharma Business and the Tea, Food & Other Business. The comparative figures by segment have been duly reclassified.

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

Tea, Food & Other Sector

Machines for the packaging of tea and herbal teas in filter bags and coffee in pods for the food & beverage and personal care sectors, as well as end-of-line equipment and related services. Operations in this sector are mainly carried out by the following companies:

- IMA Industries S.r.l. and Naturapack S.r.l. produce machines for the packaging of tea and herbs in filter bags and the packaging of coffee in pods;

- Corazza S.p.A. produces machines and plant for the dosing and packaging of cheese portions and stock cubes;
- GIMA S.p.A. produces machines for the food & beverage and personal care sectors;
- IMA S.p.A. manufactures end-of-line machines through IMA BFB division;
- RC S.p.A. produces packaging lines for pressed stock cubes and refurbishes second-hand machines for stock cubes, cheese and butter;
- Stephan Machinery GmbH and Stephan Process Engineering GmbH operate in the construction of processing machines for cheese and bakery products.

Pharma Sector

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, tube-filling and cartoning, systems for the production of tablets and capsules and for coating and fluid-bed granulation, as well as related services. Operations in this sector are mainly carried out by the following companies:

- IMA S.p.A. manufactures blister-pack machines, machines for the packaging of gelcaps, capsules and tablets and cartoning machines through IMA Safe division;
- IMA Life S.r.l. manufactures machines for the filling of flacons and vials with liquid products and powders under sterile and non-sterile conditions and freeze-drying systems;
- CO.MA.DI.S. S.p.A. manufactures tube-filling machines for the pharmaceutical, cosmetics, chemicals and food industries;
- IMA Life The Netherlands B.V., IMA Life North America Inc. and IMA Life (Beijing) Pharmaceutical Systems Co. Ltd. manufacture freeze-drying plants for the pharmaceutical industry;
- Pharmasiena Service S.r.l. produces filling systems for phials and syringes under sterile conditions;
- IMA-PG India Pvt Ltd operates in the production of blister and cartoning machines, mainly for the emerging nations;
- Swiftpack Automation Ltd. and IMA North America Inc. manufacture machines for the bottling of capsules and tablets for the pharmaceutical industry;
- IMA S.p.A. manufactures tablet pressing machines, capsule filling machines, coating and granulating machines through the IMA Active division;
- Zanchetta S.r.l. manufactures machines for the movement of powders and depowdering of tablets and machines for the movement and granulation of pharmaceutical powders;
- IMA Kilian GmbH & Co. KG manufactures tablet pressing machines for the pharmaceutical and chemicals industries;
- Zibo IMA Xinhua Pharmatech Co. Ltd. produces machinery for the pharmaceuticals processing industry, principally in emerging markets.

Segment information for the first nine months of 2011 is provided below (in millions of euros):

2011	Tea, Food & Other	Pharma	Total
Revenues	175.2	262.1	437.3
Segment operating profit	17.6	7.9	25.5
Net financial income (expense) (*)		(0.7)	(7.7)
Profit (loss) from investments accounted for using the equity method		0.5	0.5
Result before tax			18.3
Taxes			(9.4)
Profit (loss) for the period			8.9

(*) 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 "Pharma" column relates to available-for-sale equity investments.

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

2010	Tea, Food & Other	Pharma	Total
Revenues	84.3	209.5	293.8
Segment operating profit	13.8	(13.8)	0.0
Net financial income (expense) (*)		(0.4)	(4.7)
Profit (loss) from investments accounted for using the equity method		0.2	0.2
Result before tax			(4.5)
Taxes			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 "Pharma" column relates to available-for-sale equity investments.

Consolidated revenues for the first nine months of 2011 amounted to 437.3 million euros, an increase of 48.8% with respect to the same period of last year. This result is thanks to the higher level of the order book (+ 70 million euros) at the end of 2010, as well as the contribution made by the acquisitions of GIMA S.p.A., Naturapack S.r.l. and the Corazza Group, which entered the scope of consolidation in July 2010 and February 2011 respectively.

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, Food & Other sector have increased by 90.9 million euros compared with the previous period with a contribution by the acquired companies GIMA S.p.A., Naturapack S.r.l. and the Corazza Group of 94.7 million euros, with substantial stability on the part of the companies in the original scope of consolidation. The operating profit is a reflection of the higher volumes sold during the period.

Revenues in the Pharma sector are 52.6 million euros higher than in the same period last year, mainly thanks to the higher order book at the start of the year. The operating profit, net of non-recurring charges of 3.1 million euros, shows a strong improvement on 30 September 2010, not only because of higher sales volumes, but also - and above all - thanks to a better performance on the part of the business.

Total assets at 30 September 2011 and 31 December 2010 are as follows (million euros):

	Tea, Food & Other	Pharma	Not allocated (*)	Total
Total assets at 30 September 2011	239.8	401.4	68.2	709.4
Total assets at 31 December 2010	106.8	354.3	130.9	592.0

(*) Unallocated assets principally comprise financial assets, current income tax credits and deferred tax assets, which are impossible to split by division.

The increase in total assets with respect to 31 December 2010 for the Tea, Food & Other sector is substantially due to the consolidation of the Corazza Group, while for the Pharma sector it is linked to the trend and seasonal nature of the period.

Revenues earned during the period ended 30 September 2011 by the IMA Group are analysed by geographical area and line of business as follows (in millions of euros):

REVENUES BY GEOGRAPHICAL AREA

	from 01.01.2011 to 30.09.2011	from 01.01.2010 to 30.09.2010	Change
European Union (excluding Italy)	162.1	104.0	58.1
Other European countries	26.5	18.3	8.2
North America	58.0	45.1	12.9
Asia & Middle East	99.6	74.9	24.7
Other countries	48.5	24.4	24.1
Total	394.7	266.7	128.0
Italy	42.6	27.1	15.5
Total	437.3	293.8	143.5

REVENUES BY BUSINESS SEGMENT

	from 01.01.2011 to 30.09.2011	from 01.01.2010 to 30.09.2010	Change
Machines and change parts	175.9	135.0	40.9
Construction contract	159.1	78.9	80.2
Spare parts and other materials	66.2	49.1	17.1
Technical assistance	27.7	24.5	3.2
Other services	8.4	6.3	2.1
Total	437.3	293.8	143.5

2. PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment show a net increase of 2.7 million euros compared with 31 December 2010. Movements in property, plant and equipment during the period are analyzed as follows (in millions of euros):

	Land	Buildings and leasehold improvements	Plant and machinery	Industrial and commercial equipment	Other assets	Assets under construction and advances	Total
Balances at 01.01.11	2.6	8.5	9.8	2.1	3.6	0.1	26.7
Increases in the period	-	2.6	1.2	0.6	0.9	0.4	5.7
Sales and disposals	-	-	-	(0.1)	(0.1)	-	(0.2)
Change in scope of consolidation	-	0.5	0.4	0.4	0.4	-	1.7
Depreciation	-	(0.8)	(1.6)	(0.6)	(1.1)	-	(4.1)
Other changes	-	0.4	(0.4)	-	(0.3)	(0.1)	(0.4)
Balances at 30.09.11	2.6	11.2	9.4	2.4	3.4	0.4	29.4

"Land" includes land in Ozzano dell'Emilia and Zola Predosa (BO) owned by IMA S.p.A. and GIMA S.p.A., for 1.6 million euros and 0.6 million euros respectively.

Buildings and leasehold improvements mainly comprise the buildings belonging to the Parent Company and to GIMA S.p.A., located in Italy, as well as buildings in France, the United Kingdom and India, which are owned by IMA France E.u.r.l., IMA UK Ltd. and IMA-PG Pvt. Ltd. Leasehold improvements amount to 7.2 million euros.

Increases during the period mainly relate to costs incurred to extend and upgrade buildings and plant, and to purchase electronic equipment.

The change in the scope of consolidation reflects the acquisition of the Corazza Group, as mentioned previously.

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 licences, trademarks and similar	Goodwill	Assets under dev. and advances	Total
Balances at 01.01.11	16.3	4.6	8.2	83.9	9.8	122.8
Increases in the period	0.7	1.3	0.3	0.1	2.2	4.6
Acquisition of the Corazza Group	17.8	-	15.7	38.4	-	71.9
Change in scope of consolidation	1.1	-	0.2	-	0.4	1.7
Adjustment to book value	-	-	-	0.2	-	0.2
Amortisation	(5.0)	(0.9)	(3.7)	-	-	(9.6)
Reclassifications	5.9	-	0.1	-	(6.0)	-
Translation differences	-	-	-	(0.1)	-	(0.1)
Balances at 30.09.11	36.8	5.0	20.8	122.5	6.4	191.5

The following separately identifiable intangible assets were recognised during the process of accounting for the acquisition of the Dairy & Convenience Food Division of the Corazza Group: unpatented technology for 17.8 million euros classified under development costs and an intangible asset linked to customers ("customer list") for 15.7 million euros. The residual balance as a result of this process gave rise to goodwill of 38.4 million euros. Amortization of the unpatented technology and customer list has been charged on the basis of a useful life of 10 years. The initial accounting of the business combination has been carried out on a provisional basis. For further details, see Note 20.

The adjustment in the book value of goodwill of 0.2 million euros relates to completion of the accounting for the acquisition of GIMA S.p.A. in 2010.

Development costs mainly include the costs incurred on new products that were not previously available and which are targeted at new market segments. These relate principally to costs for freeze-drying plants used by the pharmaceuticals industry, compact biotechnology systems, Perfima perforated natural fibre coating plants, Adapta capsule filling machines and Xtrema Series linear filling machines.

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 2.1 million euros.

Goodwill comprises the following (in millions of euros):

	30.09.2011	31.12.2010
Tea, Food & Other sector:		
CGU B.F.B. S.p.A.	1.8	1.8
CGU GIMA S.p.A.	1.8	1.6
CGU Naturapack S.r.l.	6.1	6.0
CGU Corazza Group	38.4	n.a.
	48.1	9.4
Pharma sector:		
CGU CO.MA.DI.S. S.p.A.	3.8	3.8
CGU G.S. S.r.l. Coating System	7.4	7.4
CGU Edwards Group	23.1	23.1
CGU Nova Group	12.7	12.8
CGU ICO OLEODINAMICI S.p.A.	3.1	3.1
CGU IMA Kilian GmbH & Co. KG	14.8	14.8
CGU MKCS Inc.	0.5	0.5
CGU Pharmasienna Service S.r.l.	2.1	2.1
CGU Precision Gears Ltd.	4.0	4.0
CGU Zanchetta S.r.l.	2.9	2.9
	74.4	74.5
Total	122.5	83.9

The impairment tests performed on goodwill pursuant to IAS 36 did not identify the need for any writedowns, having regard for current forecasts and the absence of events suggesting possibly significant losses of value.

In addition, during prior years, the goodwill of IMA Kilian, Nova Group and Zanchetta CGUs was written down by 3.2 million euros, 0.8 million euros and 2.5 million euros respectively.

Assets under development and advances mainly relate to the capitalization of development costs incurred by the Parent Company (2.2 million euros), IMA Life S.r.l. (1.6 million euros) and IMA Industries S.r.l. (2.0 million euros).

4. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

This caption is analyzed as follows (millions of euros):

	% holding	30.09.2011	31.12.2010
Amherst Stainless Fabrication LLC	20%	0.2	0.2
B.C. S.r.l.	30%	1.1	1.0
Bacciottini F.lli S.r.l.	30%	0.4	0.3
Bolognesi S.r.l.	30%	0.6	0.4
Brio Pharma Technologies Pvt. Ltd.	30%	0.4	0.4
CMH S.r.l.	47.115%	3.4	n.a.
I.E.M.A. S.r.l.	30%	0.4	0.4
LA.CO. S.r.l.	30%	0.3	0.3
Logimatic S.r.l.	32%	0.3	0.2
Scriba Nanotecnologie S.r.l.	49%	0.8	0.8
SIL.MAC. S.r.l.	30%	0.3	0.3
Sirio S.p.A. revenue/cost-sharing agreement (*)		6.7	6.7
Other investments		0.2	0.1
Total		15.1	11.1

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

CMH S.r.l. was set up in January 2011 with the purpose of creating a joint venture between I.M.A. Industria Macchine Automatiche S.p.A. and Holding Partecipazioni Sacmi S.p.A. ("HPS") for the production and sale of automatic machines for the processing and packaging of chocolate. Because of the contractual agreements between the parties, CMH is subject to joint control. At 30 September 2011 CMH S.r.l. controlled OPM S.p.A., FIMA S.r.l., OPM Bakery S.r.l., CARLE MONTANARI S.p.A. and CARLE & MONTANARI Inc.

On 27 October 2011, the Parent Company sold a 24.1% interest in Scriba Nanotecnologie S.r.l. to third parties for 0.1 million euros.

5. FINANCIAL ASSETS

Non-current financial assets, 8.1 million euros, include investments in other companies of 5.7 million euros (6.3 million euros at 31 December 2010) and financial receivables of 2.4 million euros (2.2 million euros at 31 December 2010).

The investments in other companies include the shares in Pierrel S.p.A. for 1.5 million euros (2.2 million euros at 31 December 2010) and the quotas of Intermedia Holding S.p.A. for 4.0 million euros (4.0 million euros at 31 December 2010).

In 2009, IMA S.p.A. initiated an arbitration against Mazzaro Holding S.r.l., to ascertain the latter's breach of its obligation under the contract signed on 30 July 2007, which provided, among other things, for the transfer to IMA of 876,000 share of Pierrel S.p.A., a listed company, if IMA exercised its call option to purchase the shares, as IMA did in fact do. Following the outcome of this arbitration, which was decided in IMA's favour, IMA and Mazzaro Holding S.r.l. signed a deed of settlement by which Mazzaro Holding undertook to pay IMA a sum of 0.6 million euros to close the dispute and to buy from IMA a number of Pierrel shares (equal to the lower of 300,000 and the number of Pierrel shares held by IMA as of 30 November 2011) by 15 December 2011 at a price of 3.50 euros per share.

The value of the investment in Pierrel S.p.A. has therefore been adjusted to the fair value deriving from the agreement and the amount of the indemnity has been booked to the income statement.

The current financial assets of 3.4 million euros (2.1 million euros at 31 December 2010) include 1.1 million euros of other liquid funds represented by the bank deposits of IMA-PG India Pvt Ltd., 1.5 million euros of investments in mutual funds belonging to IMA S.p.A. and 0.8 million euros of financial receivables due to the Parent Company by CMH S.r.l.

6. DERIVATIVE FINANCIAL INSTRUMENTS

Derivative financial instruments comprise (millions of euros):

	Assets 30.09.2011	Liabilities 30.09.2011	Assets 31.12.2010	Liabilities 31.12.2010
Interest rate swaps (non-current) - cash flow hedges	-	1.2	0.2	1.2
Exchange rate hedging instruments (current) - cash flow hedges	0.1	0.2	0.3	0.1
Total	0.1	1.4	0.5	1.3

INTEREST RATE DERIVATIVES

At 30 September 2011, the amount of 1.2 million euros represents the fair value of option contracts that fall due between 2011 and 2015. These contracts were entered into with leading financial institutions to hedge the interest rate risk on part of the Group's medium-term borrowings.

EXCHANGE RATE DERIVATIVES

At 30 September 2011, the amounts of 0.1 million euros and 0.2 million euros are the fair value of the forward currency sale contracts taken out by the Group to manage its exchange risk exposure based on notionals of 9.5 million US dollars.

7. DEFERRED TAX ASSETS AND LIABILITIES

At 30 September 2011, deferred tax assets of 24.0 million euros (20.6 million euros at 31 December 2010) mainly relate to temporary differences deriving from provisions, as well as to the elimination of unrealized intercompany profits on the sale of finished products and the tax benefit of tax losses carried forward.

At 30 September 2011, deferred tax liabilities amount to 20.0 million euros (11.6 million euros at 31 December 2010) and relate mainly to temporary differences between the book values of certain tangible and intangible assets and their values recognised for tax purposes.

8. INVENTORIES

This caption is analyzed as follows (millions of euros):

	30.09.2011			31.12.2010		
	Gross value	Impairment provision	Net value	Gross value	Impairment provision	Net value
Raw, ancillary and consumable materials	47.0	(8.5)	38.5	35.6	(6.6)	29.0
Work in progress and semifinished goods	203.9	(24.5)	179.4	147.8	(19.8)	128.0
Finished products and goods for resale	8.2	(3.0)	5.2	2.5	(1.7)	0.8
Total	259.1	(36.0)	223.1	185.9	(28.1)	157.8

The increase in inventories since 31 December 2010 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, as well as the inventories attributable to the Corazza Group of 15.5 million euros.

Movements in these provisions in the period were as follows (millions of euros):

Balance at 31.12.2010	28.1
Net provisions	4.1
Change in scope of consolidation	3.9
Exchange rate difference	(0.1)
Balance at 30.09.2011	36.0

9. TRADE AND OTHER RECEIVABLES

This item comprises (millions of euros):

	30.09.2011	31.12.2010
Trade receivables	144.2	115.6
Advances to suppliers	13.7	7.2
Tax receivables	7.8	7.0
Deferrals	3.5	1.6
Other receivables	5.1	4.0
Total	174.3	135.4

TRADE RECEIVABLES

Trade receivables include amounts due from customers of 75.7 million euros (65.5 million euros at 31 December 2010), amounts due on contract work in progress of 65.6 million euros (48.3 million euros at 31 December 2010) and receivables from associates and non-consolidated subsidiaries of 2.9 million euros (1.8 million euros at 31 December 2010).

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

Trade receivables from customers are carried net of accumulated provisions amounting to 8.9 million euros (6.7 million euros at 31 December 2010). The increase is mainly attributable to the Corazza Group.

Assigned receivables not yet due at 30 September 2011 amount to around 3.3 million euros, of which 2.1 million euros assigned to factoring companies and 1.2 million euros to other financial institutions. Receivables with a total nominal value of around 4.3 million euros have been assigned without recourse during 2011.

ADVANCES TO SUPPLIERS

At 30 September 2011 these relate to advances for goods to be used in production and for services of respectively 7.2 million euros (3.9 million euros at 31 December 2010) and 6.5 million euros (3.3 million euros at 31 December 2010). This balance includes 1.4 million euros in advances to associated companies (1.1 million euros at 31 December 2010).

10. CASH AND CASH EQUIVALENTS

This item comprises (in millions of euros):

	30.09.2011	31.12.2010
Bank current accounts	29.2	92.1
Deposits	6.1	9.9
Cheques and cash	0.2	0.2
Total	35.5	102.2

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

11. EQUITYSHARE CAPITAL AND SHARE PREMIUM RESERVE

The share capital reported in the consolidated financial statements at 30 September 2011, 19.2 million euros, is the share capital issued (fully subscribed and paid up) by the Parent Company, IMA S.p.A., and is made up of 36,828,000 ordinary shares with a par value of 0.52 euros each.

On 21 March 2011 the Board of Directors of IMA S.p.A., based on the mandate given to it by the Extraordinary Shareholders' Meeting held on 28 January 2011, approved a cash increase in capital with a total par value of 1,418,560 euros by issuing 2,728,000 new ordinary shares of par value 0.52 euros each, excluding shareholders' option rights. The new shares, which were offered for subscription in a private placement by means of an Accelerated Bookbuild (ABB), were placed at a price of 13.50 euros per shares, for a total of 36,828,000 euros. The subscription of the increase in capital was concluded successfully on 22 March 2011. This operation, which is designed to enlarge the shareholder base and increase the float, reinstated the minimum quota of the float to allow the Company to maintain its status on the STAR segment of the market, as agreed with Borsa Italiana. The increase has also made it possible to raise risk capital that can be used to take advantage of investment opportunities and to expand the IMA Group's activities.

At 30 September 2011 the share premium reserve amounts to 50.2 million euros. The increase of 34.7 million euros is due to the increase in capital, net of the related costs.

TREASURY SHARES

As part of the programme for the purchase of treasury shares approved by the Shareholders' Meeting of 22 March 2011 to stabilise the share price on the stock exchange, during the third quarter of 2011, the Parent Company purchased 5,586 shares, representing 0.015% of the share capital, for a total of 0.1 million euros.

In 2010 the Parent Company sold 255,243 treasury shares for 3.5 million euros. These transactions were booked directly to equity in accordance with IAS 32.

FAIR VALUE RESERVE

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

Balance at 01.01.2010	(0.4)
<i>Cash flow hedges/hedging instruments</i>	
Measurement at fair value	(0.2)
Balance at 30.09.2010	(0.6)
Balance at 01.01.2011	(0.5)
<i>Cash flow hedges/hedging instruments</i>	
Measurement at fair value	(0.5)
Realization recognized in income - revenues	(1.8)
Realization recognized in income - financial income and expense	1.7
Balance at 30.09.2011	(1.1)

DIVIDENDS

A total dividend of 33.1 million euros was paid in May 2011, equal to 0.90 euros gross per ordinary share in circulation (30.7 million euros, equal to 0.90 euros gross in May 2010).

12. BORROWINGS

These include payables to banks of 265.9 million euros (217.2 million euros at 31 December 2010), and payables to other lenders of 2.9 million euros (2.8 million euros at 31 December 2010).

PAYABLES TO BANKS

Applied research and technological innovation loans

Repayments totalling 2.3 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, 100 million euros, and by IMA Life North America Inc. 1.0 million US dollars and contractual repayments made by IMA S.p.A., 18.9 million euros, IMA Life S.r.l., 2.2 million euro and by IMA Kilian GmbH & Co KG, 1.0 million euros.

PAYABLES TO OTHER LENDERS

At 30 September 2011, these consist mainly of amounts due to factoring companies for 0.1 million euros (1.0 million euros at 31 December 2010) and financial payables of GIMA S.p.A. to FORUM S.p.A. for 1.5 million euros (1.5 million euros at 31 December 2010) and of Corazza S.p.A. to OPM S.p.A. for 1.0 million euros.

There are no payables that fall due beyond 5 years.

NET DEBT

Net debt at 30 September 2011 is analyzed as follows (in millions of euros):

	30.09.2011	30.06.2011	31.12.2010	30.09.2010
A. Cash and cash equivalents	(35.5)	(52.9)	(102.2)	(49.6)
B. Other cash equivalents	(1.1)	(1.2)	(0.9)	(0.4)
C. Investments in securities	(1.5)	(1.5)	(1.2)	(1.1)
D. Liquidity (A)+(B)+(C)	(38.1)	(55.6)	(104.3)	(51.1)
E. Current financial receivables	(0.8)	(0.8)	-	-
F. Current payables to banks	155.7	125.7	112.4	116.2
G. Current portion of non-current bank payables	41.9	44.0	44.7	45.6
H. Other current financial payables	2.1	2.6	2.6	1.7
I. Current financial debt (F) + (G) + (H)	199.7	172.3	159.7	163.5
J. Net current financial debt (D)+(E)+(I)	160.8	115.9	55.4	112.4
K. Non-current portion of non-current bank payables	68.3	76.2	60.1	67.6
L. Non-current financial assets	(2.4)	(2.3)	(2.2)	(2.1)
M. Other non-current financial payables	0.8	0.8	0.2	0.2
N. Net non-current financial debt (K)+(L)+(M)	66.7	74.7	58.1	65.7
O. Net financial debt (J) + (N)	227.5	190.6	113.5	178.1
P. Financial liabilities associated with assets held for sale	-	-	-	1.6
Q. Total net debt (O)+(P)	227.5	190.6	113.5	179.7

The figure for non-current financial assets differs from that reported in the balance sheet as it does not include equity interests in other companies.

Net debt at the end of the period amounts to 227.5 million euros (113.5 million euros at 31 December 2010). The increase derives from the acquisition of the Corazza Group, from the payment by the Parent Company of dividends for 33.1 million euros (30.7 million euros in 2010) and from a normal rise in debt needed to finance the increase in working capital, net of the increase in capital, for 35.9 million euros.

As usual, it is expected that net debt will fall considerably in the latter 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 31.12.2010	Increases	Decreases	Change in scope of consolidation	Balance at Balance at 30.09.2011
Non-current:					
Agency termination indemnities	1.0	-	-	0.6	1.6
Other provisions	0.5	-	-	-	0.5
	1.5	-	-	0.6	2.1
Current:					
Product guarantee provision	11.6	1.2	(0.8)	0.6	12.6
Reorganization provision	1.2	1.4	(0.7)	-	1.9
Other provisions	2.1	1.4	(0.4)	0.5	3.6
	14.9	4.0	(1.9)	1.1	18.1
Total	16.4	4.0	(1.9)	1.7	20.2

The product guarantee provision was established on the basis of estimated expenses for work to be performed under guarantee after 30 September 2011.

The reorganization provision relates essentially to Zanchetta S.r.l.

Other provisions are made up of provisions for risks and charges made to cover tax liabilities or charges that might arise from contractual obligations.

The change in scope of consolidation is due to the newly acquired Corazza Group.

14. TRADE AND OTHER PAYABLES

This item comprises (millions of euros):

	30.09.2011	31.12.2010
Trade payables	132.3	114.5
Advances from customers	67.5	51.4
Social security payables	5.6	6.2
Tax payables	3.3	3.5
Employee payables	25.6	15.5
Payables in respect of acquisitions	0.6	1.8
Other payables	8.5	6.0
Total	243.4	198.9

TRADE PAYABLES

This item includes trade payables of 107.2 million euros (95.7 million euros at 31 December 2010), payables to agents of 6.5 million euros (6.2 million euros at 31 December 2010) and trade payables to associates of 18.6 million euros (12.6 million euros at 31 December 2010).

ADVANCES FROM CUSTOMERS

The rise in advances received from customers for future supplies since 31 December 2010 reflects the increased size of the order book at the reporting date, as well as to advances of the Corazza Group of 6.3 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 2010 mainly reflects deferred payroll which will be paid during the last quarter of the year.

PAYABLES IN RESPECT OF ACQUISITIONS

This item includes:

- 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 purchase of an additional 19% interest in Pharmasiena Service S.r.l. The put option granted is exercisable in April 2013 or in April 2016.

Note that during the first quarter of 2011, we paid the amounts due for the acquisitions of Naturapack S.r.l. and Amherst Stainless Fabrication LLC of 1.1 million euros and 0.2 million US dollars, respectively.

15. PERSONNEL COSTS

Personnel costs comprise (in millions of euros):

	from 01.01.2011 to 30.09.2011	from 01.01.2010 to 30.09.2010	Change
Wages and salaries	105.2	88.7	16.5
Social security contributions	26.1	21.9	4.2
Remuneration of directors	3.0	2.1	0.9
Pensions - defined-benefit plans	1.3	2.3	(1.0)
Pensions - defined-contribution plans	5.1	4.6	0.5
Reorganization charges	2.1	1.9	0.2
Other personnel costs	7.0	6.6	0.4
Total	149.8	128.1	21.7

Personnel costs for the first nine months of 2011 include 16.4 million euros in relation to companies of the Corazza Group that were not consolidated in the same period last year.

Personnel costs include reorganization charges associated with the rationalization of employment and the containment of operating costs at certain Group companies.

In the first nine months of 2011, the IMA Group employed an average of 3,442 persons. At the end of period the employees of the Group count 3,506.

16. DEPRECIATION AND AMORTIZATION EXPENSE

This caption includes depreciation of property, plant and equipment of 4.1 million euros (3.6 million euros in the same period of 2010), amortization of intangible assets of 9.6 million euros (6.4 million euros in the first nine months of 2010) and the adjustment of the reserve for bad and doubtful accounts of 0.4 million euros (-0.1 million euros in the same period last year).

The increase in amortization is due for 2.2 million euros to the unpatented technology and customer list booked after the consolidation of the Corazza Group, as mentioned in Note 3.

17. FINANCIAL INCOME

This item comprises (in millions of euros):

	from 01.01.2011 to 30.09.2011	from 01.01.2010 to 30.09.2010	Change
Interest income from banks	0.5	0.3	0.2
Interest income from customers and other financial income	0.3	0.2	0.1
Exchange rate gains	6.4	6.0	0.4
Total	7.2	6.5	0.7

18. FINANCIAL EXPENSE

This item comprises (in millions of euros):

	from 01.01.2011 to 30.09.2011	from 01.01.2010 to 30.09.2010	Change
Interest expense on bank payables	6.0	3.5	2.5
Writedown of non-current assets available for sale	0.7	0.4	0.3
Other interest and financial expense	1.3	0.8	0.5
Exchange rate losses	6.9	6.5	0.4
Total	14.9	11.2	3.7

The increase in interest expense on payables to banks reflects above all the rise in interest rates and the increase in net debt during the period.

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

Other financial expense include costs for transactions hedging the exchange rate risk for 0.6 million euros.

Exchange gains and losses in the period to 30 September 2011 included, respectively, unrealized gains of 2.7 million euros and unrealized losses of 1.6 million euros (1.9 million euros and 2.0 million euros respectively in the same period last year).

19. TAXES

Income taxes for the period, 7.1 million euros, are 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 Industries S.r.l., Zanchetta S.r.l., CO.MA.DI.S. S.p.A. and GIMA S.p.A. as consolidated companies and SO.FI.MA. S.p.A. as the consolidating company.

Corazza S.p.A. as consolidating company, and RC S.p.A. as consolidated company, form part of the domestic tax group.

Prior years taxes, 2.3 million euros, include the provisions made during the period for liabilities that may arise from tax audits at certain Group companies, as well as the costs involved in settling the matters contested in the inspection reports.

During the first half of 2010, the Parent Company was subjected to an inspection by the Tax Office which was completed in June 2010 with a report that proposed a number of add-backs. The Tax Office issued an assessment for 2005 in December 2010 which IMA has appealed against to the Provincial Tax Commission.

The Tax Office began an inspection of IMA Life S.r.l. in January 2011 and finished in March 2011 with a report that the company has accepted by means of a communication sent to the Tax Office.

During the 2011 Zanchetta S.r.l. was inspected twice by the Guardia di Finanza in Lucca. One of these inspections was completed in October 2011 with a number of observations, while the other is still in progress at the time this report was being prepared.

20. BUSINESS COMBINATIONS

On 10 February 2011, IMA S.p.A. completed its acquisition of the Sympak Corazza Group's Dairy & Convenience Food division. This operation was carried out through IMA Industries S.r.l., a wholly-owned subsidiary. This acquisition forms part of the strategy to enlarge the range of machines designed and produced by the Group for the food industry. The companies in the Dairy & Convenience food sector included in the scope of consolidation are:

	Registered offices	% holding
Sympak Corazza S.p.A.	Bologna	100% (1)
RCS.p.A.	Argelato (Bologna)	100% (2)
Sympak Inc.	Mundelein (USA)	100% (2)
Sympak Asia Pacific Pte Ltd.	Singapore	100% (2)
OOO Sympak	Moscow (Russia)	100% (2)
Sympak France Sarl	Lognes (F)	100% (2)
Stephan Machinery GmbH	Hameln (D)	100% (2)
Sympak Process Engineering GmbH	Schwarzenbek (D)	100% (3)
Stephan Food Service Equipment GmbH (5)	Hameln (D)	100% (3)
Stephan Poland	Poznan (Poland)	100% (3)
Stephan Machinery Canada Ltd.	Mississauga (Canada)	100% (4)

(1) Held by IMA Industries S.r.l.

(2) Held by Sympak Corazza S.p.A.

(3) Held by Stephan Machinery GmbH

(4) Held by Sympak Inc.

(5) Absorbed by Stephan Machinery GmbH with effect from 1 January 2011.

Note that at the date of this interim report on operations, Sympak Corazza S.p.A., Sympak Asia Pacific Pte Ltd., OOO Sympak, Sympak France Sarl, Sympak Process Engineering GmbH, Sympak Inc. changed their name into Corazza S.p.A., IMA Industries Asia Pacific Pte Ltd., OOO IMA Industries, IMA Industries France Sarl, Stephan Process Engineering GmbH and IMA Industries Inc. respectively.

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

	Book values	Fair value
Intangible assets	1.7	35.2
Goodwill	26.3	-
Property, plant and equipment	1.7	1.7
Investments and non-current receivables from others	0.3	0.3
Deferred tax assets	2.7	2.7
Inventories	12.8	12.8
Trade and other receivables	18.7	19.6
Income tax receivables, net	0.5	0.5
Cash and cash equivalents	10.6	10.6
Assets held for sale	6.5	6.5
Financial payables	(21.7)	(21.7)
Severance and pension provisions	(7.5)	(7.5)
Deferred tax liabilities	(0.7)	(11.5)
Provisions for risks and charges	(1.6)	(1.7)
Trade and other payables	(28.4)	(28.4)
Total	21.9	19.1
Purchase cost		57.5
Goodwill		38.4

The revenues and operating profit of the Corazza Group, which has been consolidated for eight months, amount to 61.4 million euros and 5.0 million euros respectively. Its average workforce during the period amounts to 299 persons.

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

The total financial outlay for the acquisition amounted to 68.6 million euros.

At 30 September 2011, 1.6 million euros of ancillary charges related to the acquisition were booked to the income statement under services, rentals and leases.

21. GUARANTEES GRANTED

At 30 September 2011, the Group has granted sureties and other bank guarantees to customers totalling 16.9 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 8.0 million euros, and sureties to others totalling 7.4 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 222.0 million euros and 10.6 million euros respectively.

Sureties given against advances received from customers amount to about 48.3 million euros (36.1 million euros at 31 December 2010).

22. COMMITMENTS

At 30 September 2011 there are commitments for the purchase of property, plant and equipment and intangible assets of 0.6 million euros relating principally to leasehold improvements.

The Group also has commitments in respect of minimum lease payments for non-cancellable operating leases totalling 1.3 million euros (1.5 million euros at 31 December 2010) and for rentals totalling 107.6 million euros (107.0 million euros at 31 December 2010).

There are also other commitments in favour of third parties for 1.8 million euros, consisting mainly of the Parent Company's commitment to buy further units of the mutual funds shown under financial assets.

23. RELATED-PARTY TRANSACTIONS

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

As mentioned previously, on 1 January 2011 the Group adopted the revised version of IAS 24 Related Party Disclosures, which clarifies the definition of related parties.

The Parent Company of the IMA Group is I.M.A. Industria Macchine Automatiche S.p.A., which at 30 September 2011 is owned 66.219% by SO.FI.MA. S.p.A., which 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.

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

	Assets at 30.09.2011	Assets at 31.12.2010	Liabilities at 30.09.2011	Liabilities at 31.12.2010
Associates:				
Amherst Stainless LLC	0.6	0.2	0.2	–
B.C. S.r.l.	1.1	1.0	0.5	0.4
Bacciottini F.lli S.r.l.	0.7	0.3	2.4	3.0
Bognesi S.r.l.	0.6	0.4	1.0	0.7
Brio Pharma Technologies Ltd.	0.4	0.4	0.6	0.1
CMH S.r.l.	4.2	n.a.	–	n.a.
I.E.M.A. S.r.l.	0.5	0.4	4.0	2.3
LA.CO. S.r.l.	1.4	1.6	1.4	0.8
Logimatic S.r.l.	2.2	1.7	7.1	4.0
Masterpiece S.r.l.	0.1	–	0.1	0.1
OPM S.p.A.	0.1	n.a.	1.1	n.a.
Powertransission.it S.r.l.	–	–	0.2	0.3
Scriba Nanotecnologie S.r.l.	0.8	1.2	–	–
SIL.MAC. S.r.l.	0.3	0.4	1.0	0.9
Stephan Belgium BVBA	0.2	n.a.	–	n.a.
Stephan UK Ltd.	0.3	n.a.	–	n.a.
	13.5	7.6	19.6	12.6
Other related parties:				
Banca di Bologna	0.5	1.5	3.1	6.7
Datalogic Automation S.r.l.	–	–	0.1	0.1
Galliani & Sistemi S.p.A.	–	–	0.1	0.1
Mandarin Capital Management SA	1.5	1.0	–	–
Poggi & Associati	0.1	0.3	0.1	0.2
Schiavina S.r.l.	0.4	–	0.3	–
	2.5	2.8	3.7	7.1
Total	16.0	10.4	23.3	19.7

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

	Revenues from 01.01.2011 to 30.09.2011	Revenues from 01.01.2010 to 30.09.2010	Costs from 01.01.2011 to 30.09.2011	Costs from 01.01.2010 to 30.09.2010
Associates:				
Amherst Stainless LLC	-	n.a.	1.5	n.a.
B.C. S.r.l.	-	-	2.4	2.2
Bacciottini F.lli S.r.l.	0.1	-	3.4	3.0
Bognesi S.r.l.	-	n.a.	1.9	n.a.
Brio Pharma Tech. Ltd.	-	-	0.5	0.2
I.E.M.A. S.r.l.	-	-	4.3	1.7
LA.CO. S.r.l.	0.8	0.3	1.4	1.4
Logimatic S.r.l.	1.5	0.6	5.3	3.8
Masterpiece S.r.l.	-	-	0.3	0.2
OPM S.p.A.	0.4	n.a.	0.1	n.a.
Powertransmission.it S.r.l.	-	-	0.6	0.4
SIL.MAC S.r.l.	-	-	1.2	0.9
	2.8	0.9	22.9	13.8
Other related parties:				
Datalogic Automat. S.r.l.	-	-	0.2	0.1
Galliani & Sistemi S.p.A.	-	-	0.2	0.2
Italbe S.p.A.	-	-	0.2	0.2
Lopam S.r.l.	-	-	0.4	0.4
Mandarin Capital Management SA	-	-	0.7	0.7
Morosina S.p.A.	-	-	0.1	0.1
Naturapack S.p.A.	n.a.	0.3	n.a.	0.8
Nemo Investimenti S.r.l.	-	-	1.1	1.1
Poggi & Associati	-	-	1.0	0.9
	-	0.3	3.9	4.5
Total	2.8	1.2	26.8	18.3

These transactions relate primarily to the Group's 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.

24. SIGNIFICANT NON-RECURRING TRANSACTIONS AND EVENTS

The following non-recurring items consist of (in millions of euros):

	from 01.01.2011 to 30.09.2011	from 01.01.2010 to 30.09.2010
Tax credits on R&D costs incurred	-	0.4
Restructuring costs	(2.1)	(1.9)
Interpack fair event to celebrate IMA's 50th Anniversary	(1.5)	-
Ancillary expenses for business combinations	(1.6)	(0.7)
Income from settlements with suppliers	0.1	1.0
Total	(5.1)	(1.2)

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

The non-recurring costs in connection with the Interpack Fair relate to the events held in Dusseldorf during the month of May 2011 to celebrate IMA's 50th Anniversary.

The above non-recurring items are included in operating profit and classified under the following items of the income statement (in millions of euros):

	from 01.01.2011 to 30.09.2011	from 01.01.2010 to 30.09.2010
Other revenues	-	0.5
Cost of raw, ancillary and consumable materials and goods for resale	0.1	0.9
Services, rentals and leases	(3.1)	(0.7)
Personnel costs	(2.1)	(1.9)
Total operating costs	(5.1)	(1.7)
Operating profit	(5.1)	(1.2)

25. ATYPICAL AND/OR UNUSUAL TRANSACTIONS

No positions or operations deriving from atypical and/or unusual transactions arose during the first nine months of 2011.

26. SIGNIFICANT EVENTS AFTER THE END OF THE THIRD QUARTER

The principal events taking place subsequent to period end were:

- On 5 October 2011, IMA S.p.A. sold 100% of its interest in Naturapack S.r.l. to Corazza S.p.A., a wholly owned subsidiary;
- on 5 October 2011 Corazza S.p.A., RC S.p.A. and Naturapack S.r.l. approved the total spin-off of RC S.p.A. under which, presumably from the beginning of 2012:
 - 1) the "stock cube machine" business unit will be transferred to Corazza S.p.A.;
 - 2) the "second-hand machine refurbishment" business unit will be transferred to Naturapack S.r.l.;

after completion of these spin-offs, RC S.p.A. will no longer exist.
- on 20 October 2011, the Board of Directors of IMA S.p.A. and the Quotaholders' Meeting of IMA Life S.r.l. approved the absorption of IMA Life S.r.l., a wholly-owned subsidiary that specialises in the production of machines for processing pharmaceutical products under sterile and non-sterile conditions, by IMA S.p.A. with effect from 1 January 2012;
- on 20 October 2011, the Board of Directors gave the go-ahead to due diligence procedures prior to the transfer to IMA Industries S.r.l. (held 100%) of the BFB Division, which specializes in the manufacture of automatic machines for the end-of-line sector. The operation ought to be completed by the end of 2011 and take effect early next year.

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.