

RenoDeMedici



FINANCIAL YEAR 2007 ACCOUNTS APPROVED

CORPORATE GOVERNANCE REPORT APPROVED

**APPROVAL OF THE TRANSFER OF THE COMMERCIAL NETWORK TO CAREO S.R.L.,
A COMPANY RESULTING FROM THE CASCADES MERGER**

Pontenuovo di Magenta, 26 March 2008

CONSOLIDATED RESULTS AS AT 31 DECEMBER 2007

- ♦ **Net revenues:** were Euro 342.5 million, compared to Euro 313.9 million at 31 December 2006 (+9.1%).
- ♦ **Gross Operating Margin (EBITDA):** was Euro 29.6 million, in line with the results as at 31 December 2006.
- ♦ **Net Operating Margin (EBIT):** Euro 10.6 million, compared to Euro 6.3 million at 31 December 2006 (+68%).
- ♦ **Net results for discontinued operations:** was a positive Euro 3.2 million, compared to a negative Euro 9.3 million at 31 December 2006.
- ♦ **Results for the period:** positive for Euro 0.8 million, compared to a negative Euro 18.2 million at 31 December 2006.
- ♦ **Net financial indebtedness:** was Euro 114.1 million, decreasing from Euro 127.1 million as at 31 December 2006.
- ♦ **Cash flow from operating activities:** was Euro 30.6 million, compared to Euro 22.8 million at 31 December 2006.

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The Board of Directors of Reno De Medici S.p.A. (“**RDM**” or the “**Company**”), met today, approved the RDM Annual Accounts and the consolidated accounts of the Reno De Medici Group (“**RDM Group**” or the “**Group**”) for the financial year ended 31 December 2007, proposing to the Shareholders’ meeting the assignment of the profit for the period (Euro 107 thousand) to legal reserve, the 5% and to losses brought forward, the residual part. The Board

has additionally approved the 2007 Corporate Governance Report and, finally, decided, in compliance with the agreements entered into with the Cascades Group, the conferring of the Group's commercial branch into a recently-incorporated company to which will be at the same time transferred the Cascades' European commercial division. This company, after the transfers owned by RDM (70%) and Cascades (30%) will be named Careo S.r.l. and will focus on the commercial marketing and sales of thin cardboard produced either with recycled or virgin fiber.

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INTRODUCTION

2007 represented a turning point year for the RDM Group. The financial year saw, on the one hand, the completion of the production and financial restructuring process started in 2003, culminating with the return to a net positive result, both on the consolidated group level, as well as the stand-alone separate company accounts and, on the other, the beginning of the aggregation transaction with the Cascades Group recycled cardboard segment.

The feasibility study for the aggregation transaction was begun in the first part of 2007 and was completed with the signing of a letter of intent on the 19th of June, while in the remaining portion of the financial year the activities aimed at finalizing the due diligence work and the carrying out of the formal legal and other requirements to finish the merger were completed. After receiving approvals from the Italian and German Antitrust authorities at the beginning of February, the merger agreement moved forward and was signed, with an effective date of 1 March 2008.

The transaction involved the integration of two production facilities into the RDM Group, one in France – run by Cascades Blendecques S.a.s. – and one in Germany – run by Cascades Arnsberg GmbH – as well as a cutting and distribution center in England – operated by Cascades Cartonboard UK Ltd.. This integration, also in consideration of the fact that the agreements provide for the conferment of the three companies without recourse to financial indebtedness, will permit the future RDM Group to be able to face the European market with a financial and asset strength such that it may be considered to be a market player of primary importance.

The main transactions occurring in the 2007 financial year were primarily connected with the aggregation process with the Cascades Group, an overview of which can be given as follows:

- on 19 June 2007 the letter of intent with Cascades Inc. was signed for the merger of RDM with the Cascades Group European recycled cardboard production activities;
- on 13 September 2007, the board of directors approved the merger plan with Cascades Italia S.r.l.;
- on 29 October 2007, the company's extraordinary shareholders' meeting approved the merger project;
- in the month of November 2007, the dismantling and sell-off of the Pompei installations were completed;
- in December 2007, the advanced termination of the real estate transfer contracts for the Prat (Spain) real estate area (originally signed in 2003 between Espais Gestió Integral de Projectes S.L. and the subsidiary, RDM Iberica S.L., and later, in 2005, between the

latter and Red.Im S.r.l., as part of the activities connected to the Realty Vailog S.p.A. de-merger) was carried out. The termination of said contracts generated a capital gain of Euro 2 million, accounted for among the non-recurring proceeds;

- in the month of December 2007, the work relating to the dismantling and sell-off of the continuous machinery number 5 from Prat (Spain) was completed and the entire area was handed back;
- on the last day (closing date) of the financial year, the long-term labor mobility process was finalized, as it was approved by the Ministry of Labor and Social Security on 2 May 2007. The total number of employees involved were 39.

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RDM GROUP CONSOLIDATED ACCOUNTS

In 2007, the RDM Group earned **net revenues**¹ of approximately Euro 342 million, compared with the Euro 314 million earned in 2006. This increase is attributable to the joint effect of an increase in the volume of sales and an increase in average sales prices.

Volumes shipped in 2007 totaled approximately 664 thousand tons, with an increase of approximately 2.9% in respect of 2006. Volumes produced by the Group's plants amounted to about 670 thousand tons, compared to about 651 thousand tons from the preceding year (an increase of 2.9%).

On the price side, a decisive increase in average per unit sales prices was noted and which, based on the mix of volumes shipped, showed an increase of 5.4% compared to 2006. The price dynamics over the course of 2007 showed a continuous recovery compared to the average prices registered in 2006, a year in which a progressive recovery compared to the previous year had already occurred.

As regards the breakdown of net revenues by geographic area, turnover growth in all areas is noted, in particular the countries of the European Union evidenced an increase of 19%, compared to growth of 5% in countries outside the European Union and 3% in Italy.

The increase in operating costs which was noted in the 2007 financial year is in large part attributable to increases registered in raw material mixture purchase costs (mainly for fibers) which caused, for the year considered, an increase in costs of about Euro 14.1 million, and for increased energy costs, for Euro 4.1 million.

Increases in efficiency realized by the production units and actions taken to contain variable costs only compensated for a minimal part of the negative development of costs.

Gross Operating Margin (EBITDA), as a result of the dynamics highlighted above, reached Euro 30 million, in line with results obtained in the previous financial year.

Over the course of the 2007 financial year, the RDM Group undertook a revision of the useful life of its installations and machinery in order to more accurately reflect the useful life expected from its depreciable assets used in the production process.

¹ This data does not include shipped volumes from production units whose economic contribution was reclassified under the line item "Discontinued operations".

Net Operating Margin (EBIT) registered a noticeable increase, growing from Euro 6.2 million in 2006 to Euro 10.5 million in 2007. Such increase is attributable to the lower amortizations realized in 2007, even when taking into account the revision of the estimate for the useful life of installations and machinery carried out during the year in order to more accurately reflect the useful life expected from its depreciable assets used in the production process.

Net financial charges, amounting to Euro 8.9 million (from Euro 10.7 million as at 31 December 2006) registered a net contraction following the improvement in the net financial position, as compared to the corresponding period from the prior financial year, even with the fact of an average increase in Euribor rate over the course of 2007 of greater than 1%. The impact of such increase was lessened by the presence of Interest Rate Swap contracts, which were entered into in 2006, and by fixed-rate financing contracts for a total of approximately 60% of gross financial indebtedness.

Taxes showed proceeds of Euro 0.3 million, made up of current taxes accounted for in the 2007 financial year, of Euro 2.1 million (compared to Euro 2.3 million in 2006) and of differed taxes, which amounted to a positive Euro 2.4 million (these were negative Euro 0.8 million in 2006). This tax effect is primarily attributable to compliance with the differed tax system relating to the new IRES (corporate income tax) and IRAP (regional business tax) tax rates introduced under Law No. 244 of 24 December 2007 (Financial Law 2008).

Results for discontinued operations was a negative Euro 2.3 million and included principally costs relating to the decommissioning of installations at the Pompeii plant and the depreciation of MC1 continuous machinery in Magenta (for Euro 0.6 million).

The **net result** at the end of 2007 was positive, amounting to Euro 0.8 million, as compared to the loss of Euro 18.2 million registered at the end of 2006. Profits assignable to the Group totaled Euro 0.6 million, against a loss of Euro 18.5 million in 2006.

Technical investments made in the 2007 financial year amounted to Euro 15.3 million (compared to Euro 10.7 million in 2006).

At the end of 2007, **Net Invested Capital** was financed by onerous indebtedness for approximately 49.7% and by its own financial resources for approximately 50.3% (for the 2006 financial year, the percentages were 52.7% and 47.3%, respectively).

Net consolidated financial indebtedness was Euro 114.1 million, an improvement from Euro 127.1 million as at 31 December 2006.

The table below highlights the variances relating to the net financial positions compared for the two financial years being considered:

Consolidated net financial position	31.12.2007	31.12.2006	Variation
Euro/000			
Cash and cash equivalents and short term financial receivables	8,401	11,389	(2,989)
Short term financial payables	(53,242)	(57,481)	4,239
Valuation of current portion of derivatives	331	(273)	604
Short-term financial position	(44,510)	(46,365)	1,855
Long term financial payables	(70,002)	(80,789)	10,787
Valuation of non-current portion of derivatives	418	69	349
Net financial position	(114,094)	(127,085)	12,991

In particular, as at 31 December 2007, gross financial indebtedness, calculated under the amortized cost principle, was Euro 123.2 million (compared to Euro 138.3 million for December 2006) and includes non-current shares of medium to long-term financings of Euro 70 million, current portion of medium to long-term loans of Euro 11.1 million and bank credit facilities of 42.1 million euros, consisting mostly of advances on invoices issued to customers.

Derivative instruments entered into in order to provide a cash flow hedge were noted on the balance sheets for a positive total of Euro 0.7 million, of which Euro 0.3 million was in force.

As at 31 December 2007, liquidity and financial credits due within 12 months totaled Euro 8.4 million (compared to the Euro 11.4 million of December 2006) and which include a restricted balance of 5 million euros relating to the Group Torras dispute.

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STATUTORY ACCOUNTS OF THE PARENT COMPANY

In 2007, RDM earned **net revenues** were approximately Euro 311.8 million as compared to the Euro 285.7 million total earned in 2006, evidencing an increase of 9.1%, mainly due to an increase in per unit sales prices and, to a lesser degree, to an increase in sales volumes.

The **gross operating margin (EBITDA)** totaled Euro 22.8 million, a decrease compared to the Euro 24.7 million registered in 2006. It is noted that under the line item "Other operating income (charges)" non-recurring charges of Euro 2.7 million were recorded, of which Euro 1.7 million related to the labor mobility process completed at the end of 2007 and Euro 1 million which was due to the contractual penalty provided in order to terminate the steam supply contract at the Magenta plant.

The **operating result (EBIT)** was positive for a total of Euro 2.1 million, after amortizations of approximately Euro 20.7 million.

The **results for discontinued operations** was a negative Euro 2.3 million and principally includes costs connected with the decommissioning of the installations in the Pompeii plant and the depreciation of the MC1 continuous machinery at Magenta (for Euro 0.6 million).

The **net result** was positive for approximately Euro 0.1 million, compared to the loss of Euro 14.7 million registered at the end of 2006.

Capital expenditure made over the 2007 financial year amounted to Euro 14.7 million (they were Euro 9.7 million in 2006).

At the end of 2007, **Net Invested Capital** was financed by onerous debt for approximately 57.3% and by its own financial resources for approximately 42.7% (for the 2006 financial year, the percentages were 58.9% and 41.1%, respectively).

The **net financial indebtedness** of the Parent Company totaled Euro 156.0 million, an improvement compared to the Euro 165.5 million total as at 31 December 2006.

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FORSEEABLE MANAGEMENT TRENDS AND PRINCIPAL IMPORTANT EVENTS OCCURRING AFTER THE END OF THE FINANCIAL YEAR

An analysis of purchase orders for the months of January and February 2008 provide evidence of, as regards average sales prices, an increase of approximately 4.8% compared to the data from the same period in the 2007 financial year.

As regards volumes, the months of January and February 2008 registered a drop of 6% as compared to the same months in the previous financial year.

Up until now, a few uncertainties have been noted concerning the future development of demand for widely-used consumer goods. A forward-looking appraisal of market trends will be better made after the first quarter of the current year.

On 26 February 2008, the Cascades Italia S.r.l. merger by incorporation agreement was signed; the merger was effective on 1 March 2008.

This transaction will permit the generation of production and commercial synergies which will contribute to making the management of such more efficient and profitable, even in a general environment made more complex by smaller market growth expectations for the packaging segment in the EU.

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CORPORATE GOVERNANCE REPORT

The Board of Directors approved the annual Corporate Governance Report for 2007, adapting it to the changes which occurred during the financial year.

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TRANSFER OF THE COMMERCIAL DIVISION TO CAREO S.R.L.

As a result of the agreements entered into with the Cascades Group, and following the completion of the merger with Cascades Italia, in order to optimize the performance of the Italian and international commercial activities, the two groups undertook to set up a joint venture, to be owned 70% by RDM and 30% by Cascades S.A., for the coordinated and centralized management of the respective distribution networks in the “virgin” and “recycled”

cardboard market segments. To this end, the RDM board of directors approved the transfer of the business line made up of the 100% shareholdings of RDM France S.a.r.l. (France) and Reno De Medici Deutschland GmbH (Germany), as well as the commercial network, both direct and indirect, currently depending on RDM itself, and represented mainly by the employees of RDM working in the commercial division and by agency relationships. Cascades S.A. will contribute its 100% shareholdings of Cartonboard Cascades Ltd (United Kingdom), Cartonboard Cascades GmbH (Germany), Cartonboard Cascades Z.o.o. (Poland), Cartonboard Cascades Kft (Hungary), Cartonboard Cascades Sro (Czech Republic) and Cartonboard Cascades S.a.s. (France). The transfers into the *joint venture*, named Careo S.r.l., are currently expected to be carried out within the next month of April.

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The manager in charge of the preparation of the company's accounting records declare, pursuant to article 154 bis, paragraph 2, of the "Testo Unico della Finanza", Mr. Maurizio Fusetti, the administrative and accounting procedures for the preparation of the consolidated financial statements have been established in a manner that is consistent with the Company's administrative and accounting system and structure and correspond to the entries in the accounting books and records.

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CONSOLIDATED ACCOUNTING STATEMENTS²

Consolidated Profit and Loss		31.12.2007	31.12.2006
	Euro/000		
Revenues from sales		342,474	313,889
Other revenues		3,486	4,040
Changes in stocks of finished goods		4,187	5,781
Cost of raw materials and services		(265,026)	(239,842)
Staff costs		(51,129)	(50,913)
Other operating costs		(3,676)	(3,215)
Income (expense) from non-current assets held for sale		-	(363)
Non recurring income (expense)		(700)	270
Gross Operating Profit (EBITDA)		29,616	29,647
Depreciation		(19,097)	(23,381)
Operating Profit (EBIT)		10,519	6,266
	<i>Financial expense</i>	(9,733)	(11,547)
	<i>Exchange differences</i>	(247)	(187)
	<i>Financial income</i>	1,106	1,076
Financial income (expense), net		(8,874)	(10,658)
Income from investments		1,269	(1,990)
Other income (expense)		-	281
Taxation		267	(3,168)
Profit (loss) for the period before discontinued operations		3,181	(9,269)
		(2,343)	(8,943)
Discontinued operations		(2,343)	(8,943)
Profit (loss) for the period		838	(18,212)
Attributable to:			
Profit (loss) for the period pertaining to the group		576	(18,467)
Profit (loss) for the period pertaining to minority interests		262	255

² Data for which accounting audit review is being completed.

Consolidated Balance Sheet	31.12.2007	31.12.2006
Euro/000		
ASSETS		
Non-current assets		
Tangible fixed assets	174,702	177,571
Goodwill	146	146
Other intangible assets	1,388	2,338
Investments accounted for under the equity method	13,134	10,818
Deferred tax assets	1,681	892
Derivative financial instruments	418	83
Financial assets held for sale	482	471
Trade receivables	-	76
Other receivables	5,321	4,969
Total non-current assets	197,272	197,364
Current assets		
Stocks	64,624	89,775
Trade receivable	102,462	100,758
Other receivable	4,702	9,106
Derivative financial instruments	331	77
Financial assets held for sale	-	8
Liquid funds	8,248	9,536
Total current assets	180,367	209,260
Other non-current assets held for sale	5,583	11,392
TOTAL ASSETS	383,222	418,016
LIABILITIES AND SHAREHOLDERS' EQUITY		
Shareholders' Equity		
Shareholders' equity attributable to the group	114,770	113,517
Minority interests	546	576
Shareholders' Equity	115,316	114,093
Non-current liabilities		
Bank loans and other financial liabilities	70,002	80,789
Derivative financial instruments	-	14
Other payables	627	32,759
Deferred tax liabilities	6,311	7,699
Employees' leaving entitlement	14,780	18,696
Non-current provisions for contingencies and charges	6,174	6,175
Total non-current liabilities	97,894	146,132
Current liabilities		
Bank loan and other financial liabilities	52,544	57,481
Derivative financial instruments	-	350
Trade payables	97,718	86,560
Other payables	19,142	13,368
Current taxation	608	32
Total current liabilities	170,012	157,791
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	383,222	418,016

Consolidated cash flow statement	31.12.2007	31.12.2006
	Euro/000	
Profit (loss) for the period before discontinued operations and before taxation	2,914	(6,100)
Depreciation	19,097	23,381
Gain (losses) from investments	(1,296)	1,990
Financial (income) expense	8,874	10,658
Gain (losses) on thw disposal of fixed assets	52	(420)
Change in trade receivables	(1,628)	6,219
Change in stocks	25,151	(2,910)
Change in trade payables	11,158	14,844
Change in other receivables	6,128	(1,531)
Change in other payables	(26,358)	(7,872)
Change in employees' leaving entitlement	(4,707)	(1,560)
Change in other provisions and deferred taxation	(1)	(633)
Gross cash flow	39,384	36,066
Interest paid in the period	(7,828)	(10,895)
Taxes paid in the period	(946)	(2,335)
Cash flow from operating activities [1]	30,610	22,836
Sale (purchase) of financial assets held for sale	8	2
Investments	(17,809)	(10,876)
Disinvestments	219	2,208
Financial income	-	1,076
Dividends received	1,240	1,171
	-	-
<i>a. Gains on disposal of discontinued operations</i>	-	-
<i>b. Result for the period of discontinued operations</i>	(2,344)	(8,943)
<i>c. Change in assets and liabilities of discontinued operations</i>	5,809	649
<i>d. Change in other recivables/other payables of disposal</i>	(2,379)	11,201
Cash flows from discontinued operations (a+b+c+d)	1,086	2,907
Cash flow from investing activities [2]	(15,256)	(3,512)
Draw-down (repairment) of short-term bank borrowings and long-term loans	(16,358)	(70,587)
Dividens paid	(292)	(438)
Change in other fincancial liabilities	-	4,458
Cash flow from financing activities [3]	(16,650)	(66,567)
Change in restricted liquid fund [4]	(29)	(6,943)
Change in unrestricted liquid fund [1+2+3+4]	(1,267)	(40,300)
Unrestricted liquid funds at beginning of period	4,507	44,807
Unrestricted liquid funds at end of period	3,240	4,507
Liquid funds at the end of period		
Unrestricted liquid funds	3,240	4,507
Restricted liquid fund	5,000	5,029
TOTAL LIQUID FUNDS AT THE END OF PERIOD	8,240	9,536

ACCOUNTING STATEMENTS FOR THE PARENT COMPANY³

Profit and loss account	31.12.2007	31.12.2006
	Euro	
<i>Revenues from sales to third parties</i>	258,080,702	239,567,223
<i>Revenues from sales to subsidiary companies</i>	53,731,265	46,135,333
Revenues from sales	311,811,967	285,702,556
Other revenues	2,316,420	3,536,805
Changes in stocks of finished goods	3,405,214	5,290,196
Cost of raw materials and services	(244,496,266)	(222,227,164)
Staff costs	(44,419,042)	(44,503,423)
Other operating costs	(3,109,183)	(2,740,708)
Income (expense) from non-current assets held for sale	-	(363,386)
No recurrent income(expense)	(2,700,000)	-
Gross Operating Profit (EBITDA)	22,809,110	24,694,876
Depreciation	(20,699,554)	(24,462,339)
Operating Profit (EBIT)	2,109,556	232,537
	<i>Financial expense</i>	(10,702,486)
	<i>Exchange differences</i>	(246,457)
	<i>Financial income</i>	223,233
Financial income (expense), net	(10,725,710)	(10,761,447)
Income (expense) from investments	9,465,534	2,124,792
Taxation	1,601,823	(809,331)
Profit (loss) for the year before discontinued operations	2,451,203	(9,213,449)
Discontinued operations	(2,343,517)	(5,491,636)
Profit (loss) for the year	107,686	(14,705,085)

³ Data for which accounting audit review is being completed.

Balance sheet	31.12.2007	31.12.2006
Euro		
ASSETS		
Non-current assets		
Tangible fixed assets	172,784,665	178,499,976
Other intangible assets	760,514	1,207,323
Shares in subsidiary companies	73,663,184	64,354,067
Shares in associate companies	7,742,970	7,742,970
Derivative financial instruments	418,409	82,643
Available-for-sale financial assets	444,753	443,000
Trade receivables	-	76,245
Other receivables	959,668	918,786
Total non-current assets	256,774,163	253,325,010
Current assets		
Stocks	58,055,276	53,843,895
Trade receivables	69,353,011	67,521,890
Trade receivables due to subsidiary companies	15,088,020	22,846,924
Trade receivables due to associates	950,570	801,222
Other receivables	2,193,529	3,280,112
Derivative financial instruments	330,851	76,833
Liquid funds	1,454,450	2,043,718
Total current assets	147,425,707	150,414,594
Other non-current assets held for sale	5,583,391	9,661,923
TOTAL ASSETS	409,783,261	413,401,527
LIABILITIES AND SHAREHOLDERS' EQUITY		
Shareholder's equity	116,394,923	115,609,945
Non-current liabilities		
Bank loans and other financial liabilities	69,785,389	80,288,317
Payables due to subsidiary companies	32,000,000	32,000,000
Derivative financial instruments	-	14,393
Other payables	547,082	599,185
Deferred tax liabilities	8,398,380	11,372,809
Employees' leaving entitlement	14,660,923	18,594,278
Non-current provisions for contingencies and charges	6,006,904	3,946,391
Total non current liabilities	131,398,678	146,815,373
Current liabilities		
Bank loans and other financial liabilities	50,986,233	57,163,581
Derivative financial instruments	-	351,077
Trade payables due to third party	87,043,079	78,404,779
Payables due to subsidiary companies	8,598,141	4,062,837
Payables due to associates payables	3,754,165	1,363,223
Other payables	11,008,730	9,630,712
Current taxation	599,312	-
Total current liabilities	161,989,660	150,976,209
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	409,783,261	413,401,527

Cash flow statement	31.12.2007	31.12.2006
	Euro/000	
Profit (loss) for the period before discontinued operations and before taxation	849	(8,404)
Depreciation	20,698	24,462
(Gains) losses from investments	(9,465)	(2,125)
Financial (income) expense	10,726	10,761
Change in trade receivables	(1,755)	9,075
Change in stocks	(4,211)	(4,405)
Change in trade receivables due to subsidiary companies	6,721	(1,654)
Change in trade receivables due to associates companies	(150)	157
Change in other receivables	1,171	(2,085)
Change in trade payables	8,638	15,346
Change in trade payables due to subsidiary companies	(722)	(40)
Change in trade payables due to associates companies	2,391	416
Change in other payables	1,325	(1,190)
Change in the employees' leaving entitlement	(4,719)	(1,340)
Change in other provisions	2,060	735
Gross cash flows	33,609	39,709
Interest paid in the period	(9,428)	(11,272)
Taxes paid in the period	(510)	(2,236)
Cash flows from operating activities	23,671	26,201
Sale (purchase) of financial assets held for sale	-	(126)
Investments	(17,017)	(9,709)
Divestments	164	15,619
Dividends received	2,448	2,125
<i>a. Gains on disposal of discontinued operations</i>	-	-
<i>b. Result for the period of discontinued operations</i>	(2,344)	(5,492)
<i>c. Change in assets and liabilities of discontinued operations</i>	4,079	1,220
<i>d. Change in other receivables/other payables of disposals</i>	(649)	19,079
Cash flows from discontinued operations	1,086	14,807
Cash flows from investing activities	(13,319)	22,716
Repayment (draw-down) of intragroup receivables	1,038	29
Draw-down (repayment) of intragroup payable	5,257	(95,569)
Draw-down (repayment) of short-term bank borrowings and long-term loans	(17,237)	37,880
Dividends paid	-	-
Change in other financial liabilities	(954)	(32,421)
Change in Hedging reserve	954	-
Cash flows from financing activities	(10,942)	(90,081)
Change in restricted liquid funds	-	-
Change in unrestricted liquid funds	(590)	(41,164)
Unrestricted liquid funds at beginning of period	2,044	43,208
Unrestricted liquid funds at end of period	1,454	2,044
Liquid funds at end of period		
Unrestricted liquid funds	1,454	2,044
Restricted liquid funds	-	-
Total liquid funds at end of period	1,454	2,044