PRESS RELEASE
ACEA: BOARD APPROVES SEPARATE AND CONSOLIDATED FINANCIAL STATEMENTS FOR 2010

Acea Group results:
Consolidated revenue: 3,599.7 million euros (up 22.0%)
EBITDA: 666.5 million euros (up 18.8%)
EBIT: 317.9 million euros (up 71.7%)
[1]Adjusted Net profit: 136.2 million euros (a loss of 47.0 million euros in 2009)
Net profit: 92.1 million euros (a loss of 52.6 million euros in 2009)

Ordinary dividend of 0.281 euros per share to be proposed to Annual General Meeting (a payout ratio of 65%, in line with the Company's dividend policy), in addition to a special dividend of 0.169 euros per share, making a total of 0.450 euros per share

Rome, 23 March 2011 – Today's meeting of the Board of Directors of ACEA SpA, chaired by Giancarlo Cremonesi, has approved the separate and consolidated financial statements for the year ended 31 December 2010, and the Report on Corporate Governance and the Ownership Structure.

The Board has also fixed the date of the Annual General Meeting (AGM), to be held in first call on 29 April 2011 and in second call on 30 April 2011, to approve the financial statements.

The Group reports a net profit of 136.2 million euros for 2010, before minority interest and the fair value loss on discontinued operations, and of 92.1 million euros after these items. This reflects a positive operating performance in a year marked by particularly challenging macroeconomic and business environments. Key performance indicators saw double-digit growth, with EBITDA rising 18.8% and EBIT up 71.7%. All areas of the business contributed to the improvement, as did the steps taken by management during the year to boost operating and financial efficiency.

"The Group achieved record EBITDA in 2010," commented Marco Staderini, CEO of Acea, "providing proof of how the actions taken during the year are contributing to the creation of value, and giving us confidence in our ability to meet the targets set out in the new Business Plan. As a result, we are in a position to pay shareholders an attractive dividend. We have delivered on our commitments to our customers and the market, and we have the financial firepower to take advantage of any opportunities that may arise".

"Acea experienced a year of intense activity that saw a number of important changes," noted Giancarlo Cremonesi, Chairman of Acea, "including the unwinding of the joint venture with GdF Suez, which, in any event, remains one of the main shareholders and with whom we will explore other forms of cooperation, above all in the water sector. The significant improvement in the Group's results is proof of the wisdom of our strategies and of our commitment to further boosting operating efficiency, increasing earnings and ensuring a stable financial structure. Moody's has only just recently assigned the Company an A3 rating in view of our solid business. As a result, Acea is one of a small group of European companies to receive ratings from three Agencies (Moody's, Standard & Poor's and Fitch), all in the single A bracket.

[1] *Before minority interest and the fair value loss on discontinued operations related to unwinding of the joint venture.*

The following results for 2010 include the contributions to the income statement and statement of financial position of the companies to be sold under the Framework Agreement entered into by Acea and GdF Suez Energia Italia in December 2010, for the purpose of unwinding the Joint Venture Agreement of 2002.

(€m)	**2009** *(restated)** (A)	**2010** (B)	**% inc./(dec.)** (B/A)
Consolidated revenue	2,951.3	**3,599.7**	**+22.0%**
EBITDA	560.9	**666.5**	**+18.8%**
EBIT	185.2	**317.9**	**+71.7%**
Profit/(Loss) before tax	100.7	**221.6**	**+120.1%**
Net profit before minority interest and fair value loss on discontinued operations	(47.0)	**136.2**	**n/s**
Fair value loss on discontinued operations **	-	**(36.2)**	**n/s**
Group net profit after minority interest and fair value loss on discontinued operations	(52.6)	**92.1**	**n/s**

(€m)	**2009**	**2010**
Investment	518.1	**473.2**

(€m)	**31 Dec 2009** *(restated)**	**30 Sept 2010**	**31 Dec 2010**
Net debt	2,129.6	2,207.1	2,203.7
Equity	1,286.7	1,379.6	1,381.3
Invested capital	3,416.3	3,586.7	3,585.0

** Retrospective application of IFRIC 12, governing the accounting treatment of service concession arrangements, from 1 January 2010.*
*** This refers to the AceaElectrabel Produzione Group and represents the difference between the agreed Equity Value of the assets to be sold to GdF Suez and the corresponding net fixed assets consolidated by the Acea Group.*

ACEA GROUP'S RESULTS FOR 2010

Consolidated revenue of 3,599.7 million euros is up 22.0% on the 2,951.3 million euros of 2009.

Consolidated **EBITDA** is up 18.8% to 666.5 million euros (560.9 million euros in 2009), thanks to the positive performances of all areas of business. Contributions to total EBITDA are as follows:
- Water 43% (42% in 2009);
- Networks 36% (40% in 2009);
- Energy 18% (13% in 2009);
- Environment 3% (5% in 2009).

The Group's **EBIT** is up 71.7% to 317.9 million euros, compared with the 185.2 million euros of 2009. The figure for 2009 was negatively affected by significant provisions needed to take account of revised estimates of liabilities linked to unforeseeable events in previous years.

Group net profit, before minority interest and the fair value loss on discontinued operations, amounts to 136.2 million euros (a loss of 47.0 million euros in 2009).
Income tax expense of 85.4 million euros is down 62.3 million euros on 2009. The reduction is primarily due to the fact that the figure for the previous year reflected a charge of 78.9 million euros relating to the so-called "tax moratorium" and the permanently non-deductible nature of certain provisions made in 2009.
The tax rate for the year is 38.5%, compared with a normalised tax rate (excluding non-recurring items) for 2009 of 42.9%.

Group net profit, after the fair value loss on discontinued operations and minority interest, amounts to 92.1 million euros (a loss of 52.6 million euros for 2009).
The fair value loss on discontinued operations (36.2 million euros) refers to the AceaElectrabel Produzione Group and, in accordance with IFRS 5, represents the difference between the agreed Equity Value of the assets to be transferred to GdF Suez and the net fixed assets constituting the discontinued operations consolidated by the Acea Group. Also in compliance with IFRS 5, completion of the unwinding of the Joint Venture in the Energy segment will result in a statutory gain for Acea SpA of approximately 70 million euros in 2011.

The Group's **investment** in 2010 amounts to 473.2 million euros, compared with 518.1 million euros in 2009. A breakdown is as follows:
- Water: 202.8 million euros (43% of the total);
- Networks: 161.1 million euros (34%);
- Energy: 48.7 million euros (10%);
- Environment: 48.5 million euros (10%);
- Parent Company: 12.1 million euros (3%).

Net debt of 2,203.7 million euros is in line with the 2,207.1 million euros reported at 30 September 2010 and up on the 2,129.6 million euros of 31 December 2009.
The net debt to EBITDA ratio has improved from 3.8x at 31 December 2009 **to 3.3x** at 31 December 2010.

In view of the positive results achieved in 2010, the Group's solid financial structure, as confirmed by the ratings obtained, and in line with our dividend policy for the period prior to 2009, the Board plans to propose payment of an ordinary dividend of 0.281 euros per share at the AGM to be held in first call on 29 April 2011 and in second call on 30 April 2011. This represents a payout ratio of 65% on the basis of consolidated net profit and is in line with the Company's dividend policy. The Board also proposes to pay a special dividend of 0.169 euros per share.

SEGMENT INFORMATION FOR 2010

Water
EBITDA for the Water segment is up 18.7% from 249.7 million euros in 2009 to 296.3 million euros in 2010.
At 31 December 2010, the volumes of water invoiced by ATO2 – Central Lazio had reached 417.6 million cubic metres (417.5 million cubic metres in 2009), whilst the other areas of operation report a figure of 347.0 million cubic metres (330.5 million cubic metres in 2009).

Networks
The Networks segment reports EBITDA up 3.7% to 250.4 million euros (241.5 million euros in 2009).
At 31 December 2010, the amount of electricity injected into the network totalled 11,900.7 GWh (11,982.9 GWh in 2009).

Energy
The Energy segment reports a 59.6% increase in EBITDA to 121.3 million euros. The figure breaks down as follows:
- Generation: EBITDA of approximately 70 million euros.

Electricity output amounts to 15,651 GWh (including 689 GWh from hydroelectric plants, 14,876 GWh from thermoelectric plants and 86 GWh from wind farms), compared with 15,508 GWh in 2009.
- Sales: EBITDA of approximately 23 million euros.

Electricity sales amount to 19,623 GWh (up 15.0% on the 17,056 GWh of 2009), broken down as follows:
- enhanced protection market: 4,215 GWh (down 6.5% on the 4,506 GWh of 2009);
- free market: 15,408 GWh (up 22.8% on the 12,550 GWh of 2009).

• The Trading business recorded EBITDA of approximately 28 million euros.

Environment

The Environment segment contributed 23.1 million euros to the Group's EBITDA, marking a reduction with respect to the 30.7 million euros of 2009. This reflects the shutdown of the Terni plant in August 2010 whilst a revamp was carried out.
The San Vittore and Terni plants sold 111,166 MWh of electricity (140,747 MWh in 2009).

EVENTS AFTER 31 DECEMBER 2010 AND OUTLOOK

At a meeting on 25 January 2011, ACEA SpA's Board of Directors approved the Group's new organisational structure, which took effect from 1 February 2011. As a result, the CEO, Marco Staderini, has handed responsibility for operations to the General Manager, Paolo Gallo, whilst maintaining direct responsibility for the Group's strategic development.

On 28 January, Fitch announced that it had upgraded Acea's rating from A with a negative outlook to A with a stable outlook.

On 22 March Moody's assigned Acea Spa an A3 rating with a stable outlook.

On the same day, Standard & Poor's announced confirmation of the Company's A rating with a negative outlook.

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At the end of 2010 the Acea Group approved the new Business Plan for 2011-2013, which will see the Group focus on running its core businesses, on its ability to create value through organic growth, by improving operational efficiency at all the various businesses and at the Parent Company, and on the development of strategic sectors.

In the Water segment the Group intends to strengthen its number one position in the Italian market, developing its businesses in the geographical areas in which we are already present and embarking on a large-scale investment programme (more than 200 million euros a year over the next three years) with the aim of boosting service quality.

With regard to Networks, Acea intends to strengthen its profitability in electricity distribution; improve service quality; develop innovative projects such as the "smart grid" and electric cars; and increase photovoltaic output in the Rome area (a goal of 62 MW by 2013). In 2010 the Company connected photovoltaic plants producing approximately 13.4 MWp to the grid, bringing the total up to 24.8 MWp. A further 11.8 MWp is currently in the process of being connected.

The Energy segment will be involved in unwinding the joint venture with GdF Suez Energia Italia. This transaction was finalised via the signature, in December 2010, of the Framework Agreement governing the terms and conditions of the unwinding.
On completion, Acea will assume full control of sales (AceaElectrabel Elettricità), two power plants (Tor di Valle and Montemartini) and all the hydroelectric plants formerly belonging to AceaElectrabel Produzione.

In addition, Acea will have an irrevocable and unconditional option (exercisable by 30 September 2011) to enter into a five-year electricity supply contract with GdF Suez, worth 5TWh per annum.
The Group's strategy in the Energy segment will focus on: energy sourcing policies designed to provide adequate coverage and preservation of commercial margins; optimization of the customer mix; boosting the efficiency and effectiveness of energy sales; the development of dual fuel offerings and of sourcing & trading capabilities; the revamp of the Salisano and Orte hydroelectric plants.

Finally, the Company intends to focus particular attention on expanding its Environment business, which we believe has "high potential". The Group aims to increase the installed capacity of its plants to 62 MWe by 2013.

CALL TO THE AGM AND DIVIDEND

Acea SpA's Board of Directors has fixed the date of the AGM, to be held in first call on 29 April 2011 and in second call on 30 April 2011.
As noted above, the Board plans to propose payment of an ordinary dividend of 0.281 euros per share and a special dividend of 0.169 euros per share. The proposed ex dividend date is 23 May, with the dividend to be paid on 26 May.

The schedules on the following pages have been prepared both without the income statement reclassifications for 2010 and 2009 and the statement of financial position reclassifications for 2010 relating to discontinued operations, and in compliance with IFRS 5:

- CONSOLIDATED ACCOUNTS – BALANCE SHEET AT 31 DECEMBER 2010, INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2010, STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2010, ANALYSIS OF NET DEBT AT 31 DECEMBER 2010 AND STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY.

A conference call will be held at 10.00am (Italian time) on Thursday, 24 March 2011 in order to illustrate the results for the year ended 31 December 2010.
To coincide with the start of the conference call, back-up material will be made available at www.aceaspa.it.

The Executive Responsible for Financial Reporting, Giovanni Barberis, declares that, pursuant to section two of article 154 bis of the Consolidated Finance Act, the information contained in this release is consistent with the underlying accounting records.

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Consolidated financial statements
for the year ended 31 December 2010

ACEA Group

The following schedules do **not** include the income statement reclassifications for 2010 and 2009 and the statement of financial position reclassifications for 2010 relating to discontinued operations, represented by the companies held for sale under the Framework Agreement between Acea and GdF Suez signed in December.
The income statement for 2010, however, includes a fair value loss of 36.2 million euros on the AceaElectrabel Produzione group's generating assets, net of those that will remain the property of the Acea Group.

CONSOLIDATED BALANCE SHEET AT 31 DECEMBER 2010

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ASSETS	31 December 2010	31 December 2009 *(restated)*	Increase/ (Decrease)	1 January 2009 *(restated)*
Property, plant and equipment	2,241,558	2,209,912	31,647	2,040,255
Investment property	3,148	3,347	(200)	3,487
Goodwill	75,806	84,312	(8,506)	77,186
Concessions	1,418,133	1,286,810	131,323	1,174,658
Other intangible assets	82,603	57,611	24,992	35,911
Investments in subsidiaries and associates	32,066	28,250	3,815	25,556
Other investments	3,737	6,149	(2,412)	6,155
Deferred tax assets	273,568	239,935	33,634	217,270
Financial assets	15,210	17,206	(1,996)	30,294
Other assets	26,368	32,093	(5,725)	35,416
NON-CURRENT ASSETS	**4,172,197**	**3,965,624**	**206,572**	**3,646,186**
Inventories	86,010	66,437	19,572	76,572
Trade receivables	1,324,498	1,191,608	132,890	1,201,223
Other current assets	94,362	128,231	(33,868)	111,601
Current tax assets	71,809	101,996	(30,187)	72,826
Current financial assets	334,216	393,248	(59,032)	278,594
Cash and cash equivalents	296,522	102,258	194,263	212,060
CURRENT ASSETS	**2,207,417**	**1,983,779**	**223,639**	**1,952,876**
Non-current assets held for sale	**0**	**0**	**0**	**0**
TOTAL ASSETS	**6,379,614**	**5,949,403**	**430,211**	**5,599,063**

LIABILITIES AND EQUITY	31 December 2010	31 December 2009 *(restated)*	Increase/ (Decrease)	1 January 2009 *(restated)*
Equity				
share capital	1,098,899	1,098,899	0	1,098,899
legal reserve	111,785	107,096	4,689	98,762
other reserves	(272,132)	(241,736)	(30,396)	(178,616)
retained earnings/(accumulated losses)	276,004	303,314	(27,310)	357,898
net profit/(loss) for the year	92,148	(52,553)	144,701	
Total equity attributable to owners of the Parent	**1,306,704**	**1,215,020**	**91,684**	**1,376,943**
Non-controlling interests	74,623	71,705	2,917	67,430
Total shareholders' equity	**1,381,326**	**1,286,725**	**94,601**	**1,444,373**
Staff termination benefits and other defined-benefit obligations	110,757	123,297	(12,540)	127,588
Provisions for liabilities and charges	200,817	242,874	(42,057)	184,379
Borrowings and financial liabilities	2,490,696	1,853,672	637,024	1,708,037
Other liabilities	227,619	203,051	24,567	187,522
Deferred tax liabilities	105,730	92,160	13,570	88,552
NON-CURRENT LIABILITIES	**3,135,619**	**2,515,054**	**620,565**	**2,296,078**
Trade payables	1,103,138	1,028,661	74,476	1,055,798
Other current liabilities	271,929	260,796	11,133	356,817
Borrowings	358,974	788,610	(429,636)	381,344
Tax liabilities	128,628	69,556	59,072	64,653
CURRENT LIABILITIES	**1,862,668**	**2,147,623**	**(284,955)**	**1,858,612**
Liabilities directly related to assets held for sale	**0**	**0**	**0**	**0**
TOTAL LIABILITIES AND EQUITY	**6,379,614**	**5,949,403**	**430,211**	**5,599,063**

CONSOLIDATED INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2010

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	2010	2009 *(restated)*	Increase/ (Decrease)
Sales and service revenues	3,508,483	2,878,331	630,152
Other operating income	91,220	72,961	18,259
Consolidated net revenue	**3,599,703**	**2,951,292**	**648,411**
Staff costs	274,887	286,416	(11,529)
Cost of materials and overheads	2,666,977	2,106,173	560,803
Total operating costs	**2,941,864**	**2,392,589**	**549,274**
Net profit/(loss) from commodity risk management	**8,688**	**2,238**	**6,450**
Gross operating profit	**666,527**	**560,940**	**105,587**
Amortisation, depreciation, provisions and impairment charges	348,614	375,747	(27,134)
Operating profit/(loss)	**317,913**	**185,192**	**132,721**
Finance (costs)/income	(98,895)	(85,265)	(13,630)
Ordinary finance (costs)/income	(98,895)	(85,265)	(13,630)
Exceptional finance (costs)/income	0	0	0
Profit/(loss) on investments	2,572	819	1,753
Profit/(loss) before tax	**221,590**	**100,746**	**120,844**
Income tax expense	85,399	147,766	(62,368)
Net profit/(loss) from continuing operations	**136,192**	**(47,020)**	**183,211**
Net profit/(loss) attributable to non-controlling interests	*7,872*	*5,534*	*2,339*
Net profit/(loss) attributable to owners of the Parent	**128,319**	**(52,553)**	**180,873**
Fair value loss on discontinued operations	(36,171)	0	(36,171)
Net profit/(loss) attributable to owners of the Parent after fair value loss on discontinued operations	**92,148**	**(52,553)**	**144,701**

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMEBR 2010

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	2010	2009 *(restated)*	Increase/ (Decrease)
Net profit/(loss)	**100,020**	**(47,020)**	**147,040**
Gains/(Losses) from translation of financial statements of foreign operations	1,384	116	1,268
Gains/(Losses) from measurement of available-for-sale financial assets	0	0	0
Gains/(Losses) from effective portion of hedging instruments	(2,772)	43,731	(46,503)
Actuarial gains/(losses) on provisions for defined-benefit pension plans	0	0	0
Income tax expense	1,155	(14,573)	15,727
Total other comprehensive income/(losses), after taxation	**(233)**	**29,275**	**(29,507)**
Total after-tax comprehensive income/(loss)	**99,788**	**(17,745)**	**117,533**
Total after-tax comprehensive income/(loss) attributable to:			
non-controlling interests	**7,598**	**5,253**	**2,345**
owners of the Parent	**92,189**	**(22,998)**	**115,187**

Consolidated statement of financial position

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ACEA GROUP STATEMENT OF FINANCIAL POSITION	31 December 2010 (a)	31 December 2009 *(restated)* (b)	Increase/ (Decrease) (a) - (b)
NET WORKING CAPITAL	**72,985**	**129,259**	**(56,274)**
Current receivables	1,324,498	1,191,608	132,890
- *due from end users and customers*	1,170,902	1,055,351	115,551
- *due from the* Comune di Roma	113,623	92,021	21,602
Inventories	86,010	66,437	19,572
Other current assets	166,171	230,226	(64,055)
Current payables	(1,103,138)	(1,028,661)	(74,476)
- *trade*	(986,487)	(862,476)	(124,012)
- *due to the* Comune di Roma	(96,211)	(139,631)	43,420
Other current liabilities	(400,557)	(330,351)	(70,205)
NON-CURRENT ASSETS/(LIABILITIES)	**3,512,064**	**3,287,036**	**225,028**
Property, plant and equipment and intangible assets	3,821,247	3,641,992	179,256
Investments	35,803	34,399	1,404
Other non-current assets	299,936	272,027	27,909
Staff termination benefits and other defined-benefit obligations	(110,757)	(123,297)	12,540
Provisions for liabilities and charges	(200,817)	(242,874)	42,057
Other non-current liabilities	(333,348)	(295,211)	(38,137)
INVESTED CAPITAL	**3,585,048**	**3,416,295**	**168,753**
NET DEBT	**(2,203,722)**	**(2,129,569)**	**(74,153)**
Medium/long-term loans and receivables	15,210	17,206	(1,996)
Medium/long-term borrowings	(2,490,696)	(1,853,672)	(637,024)
Short-term loans and receivables	334,216	393,248	(59,032)
Cash and cash equivalents	296,522	102,258	194,263
Short-term borrowings	(358,974)	(788,610)	429,636
Total equity	**(1,381,326)**	**(1,286,725)**	**(94,601)**
BALANCE OF NET DEBT AND EQUITY	**(3,585,048)**	**(3,416,295)**	**(168,753)**

ANALYSIS OF CONSOLIDATED NET DEBT AT 31 DECEMBER 2010

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ANALYSIS OF CONSOLIDATED NET DEBT	(a)	(b)	
€000	**31 December 2010**	**31 December 2009 *(restated)***	**Increase/ (Decrease) (A)-(B)**
Non-current financial assets/(liabilities)	10,182	12,431	(2,248)
Intercompany non-current financial assets/(liabilities)	5,028	4,775	253
Non-current borrowings and financial liabilities	(2,490,696)	(1,853,672)	(637,024)
Net medium/long-term debt	**(2,475,486)**	**(1,836,466)**	**(639,020)**
Cash and cash equivalents and securities	297,788	102,343	195,445
Short-term bank borrowings	(208,818)	(651,202)	442,385
Current financial assets/(liabilities)	(87,818)	85,648	(173,466)
Intercompany current financial assets/(liabilities)	270,612	170,108	100,504
Net short-term debt	**271,764**	**(293,103)**	**564,867**
Total net debt	**(2,203,722)**	**(2,129,569)**	**(74,153)**

STATEMENT OF CHANGES IN EQUITY

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	Share capital	Legal reserve	Other reserves	Net profit/(loss) for the year	Total	Non-controlling interests	Total equity
Balance at 1 January 2009	**1,098,899**	**98,762**	**(6,762)**	**186,285**	**1,377,184**	**67,279**	**1,444,463**
Change in accounting standards: IFRIC 12			(241)		(241)	151	(90)
Balance at 1 January 2009 *(restated)*	**1,098,899**	**98,762**	**(7,003)**	**186,285**	**1,376,943**	**67,430**	**1,444,373**
Net profit/(loss) in income statement				(52,553)	(52,553)	5,534	(47,020)
Other comprehensive income/(losses)			(282)	29,555	29,274	(281)	28,993
Total comprehensive income/(loss)				*(22,998)*	*(23,280)*	*5,253*	*(18,027)*
Appropriation of net profit/(loss) for 2008		8,334	132,438	(140,771)	0	668	668
Dividends paid			(94,130)	(45,513)	(139,644)	(1,645)	(141,289)
Change in basis of consolidation			1,000		1,000		1,000
Balance at 31 December 2009	**1,098,899**	**107,096**	**32,022**	**(22,998)**	**1,215,019**	**71,705**	**1,286,725**
Balance at 1 January 2010	1,098,899	107,096	32,022	(22,998)	1,215,019	71,705	1,286,725
Net profit/(loss) in income statement				92,148	92,148	7,872	100,020
Other comprehensive income/(losses)				41	41	(274)	(233)
Total comprehensive income/(loss)				*92,189*	*92,189*	*7,598*	*99,788*
Appropriation of net profit/(loss) for 2009		4,689	(27,686)	22,998	0	402	402
Dividends paid						(1,399)	(1,399)
Change in basis of consolidation			(506)		(506)	(3,684)	(4,190)
Balance at 31 December 2010	**1,098,899**	**111,785**	**3,830**	**92,189**	**1,306,704**	**74,623**	**1,381,326**

Consolidated financial statements

for the year ended 31 December 2010

ACEA Group

In compliance with IFRS 5, the following schedules include the income statement reclassifications for 2010 and 2009 and the statement of financial position reclassifications for 2010 relating to discontinued operations, represented by the companies held for sale under the Framework Agreement between Acea and GdF Suez signed in December.
The following have been allocated to discontinued operations in the consolidated income statement for 2010:

- finance costs and legal and tax expenses connected to the transaction, and
- a fair value loss of 36.2 million euros on the AceaElectrabel Produzione group's generating assets, net of those that will remain the property of the Acea Group.

Costs, income, assets and liabilities attributable to continuing operations are shown net of consolidation adjustments.

CONSOLIDATED BALANCE SHEET AT 31 DECEMBER 2010

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ASSETS	31 December 2010	31 December 2009 *(restated)*	Increase/ (Decrease)	1 January 2009 *(restated)*
Property, plant and equipment	1,904,563	2,209,912	(305,349)	2,040,255
Investment property	3,148	3,347	(200)	3,487
Goodwill	19,718	84,312	(64,594)	77,186
Concessions	1,418,071	1,286,810	131,261	1,174,658
Other intangible assets	67,350	57,611	9,739	35,911
Investments in subsidiaries and associates	32,066	28,250	3,815	25,556
Other investments	3,650	6,149	(2,499)	6,155
Deferred tax assets	267,520	239,935	27,586	217,270
Financial assets	7,553	17,206	(9,653)	30,294
Other assets	26,212	32,093	(5,881)	35,416
NON-CURRENT ASSETS	**3,749,850**	**3,965,624**	**(215,774)**	**3,646,186**
Inventories	58,039	66,437	(8,398)	76,572
Trade receivables	1,144,811	1,191,608	(46,798)	1,201,223
Other current assets	77,337	128,231	(50,893)	111,601
Current tax assets	42,437	101,996	(59,558)	72,826
Current financial assets	321,384	393,248	(71,865)	278,594
Cash and cash equivalents	281,742	102,258	179,484	212,060
CURRENT ASSETS	**1,925,750**	**1,983,779**	**(58,028)**	**1,952,876**
Non-current assets held for sale	**704,013**	**0**	**704,013**	**0**
TOTAL ASSETS	**6,379,614**	**5,949,403**	**430,211**	**5,599,063**

LIABILITIES AND EQUITY	31 December 2010	31 December 2009 *(restated)*	Increase/ (Decrease)	1 January 2009 *(restated)*
Equity				
share capital	1,098,899	1,098,899	0	1,098,899
legal reserve	111,785	107,096	4,689	98,762
other reserves	(272,132)	(241,736)	(30,396)	(178,616)
retained earnings/(accumulated losses)	276,004	303,314	(27,310)	357,898
net profit/(loss) for the year	92,148	(52,553)	144,701	
Total equity attributable to owners of the Parent	**1,306,704**	**1,215,020**	**91,684**	**1,376,943**
Non-controlling interests	74,623	71,705	2,917	67,430
Total shareholders' equity	**1,381,326**	**1,286,725**	**94,601**	**1,444,373**
Staff termination benefits and other defined-benefit obligations	106,934	123,297	(16,363)	127,588
Provisions for liabilities and charges	191,683	242,874	(51,191)	184,379
Borrowings and financial liabilities	2,299,463	1,853,672	445,791	1,708,037
Other liabilities	227,478	203,051	24,427	187,522
Deferred tax liabilities	77,410	92,160	(14,750)	88,552
NON-CURRENT LIABILITIES	**2,902,969**	**2,515,054**	**387,914**	**2,296,078**
Trade payables	883,498	1,028,661	(145,164)	1,055,798
Other current liabilities	259,620	260,796	(1,176)	356,817
Borrowings	250,045	788,610	(538,565)	381,344
Tax liabilities	120,786	69,556	51,230	64,653
CURRENT LIABILITIES	**1,513,948**	**2,147,623**	**(633,675)**	**1,858,612**
Liabilities directly related to assets held for sale	**581,371**	**0**	**581,371**	**0**
TOTAL LIABILITIES AND EQUITY	**6,379,614**	**5,949,403**	**430,211**	**5,599,063**

CONSOLIDATED INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2010

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	2010	2009 *(restated)*	Increase/ (Decrease)
Sales and service revenues	2,480,469	2,265,244	215,225
Other operating income	82,992	64,756	18,236
Consolidated net revenue	**2,563,461**	**2,330,000**	**233,461**
Staff costs	265,025	274,609	(9,584)
Cost of materials and overheads	1,172,180	1,056,394	115,786
Total operating costs	**1,437,205**	**1,331,003**	**106,202**
Net profit/(loss) from commodity risk management	**3,152**	**(3,189)**	**6,341**
Gross operating profit	**1,129,409**	**995,809**	**133,600**
Amortisation, depreciation, provisions and impairment charges	320,980	346,798	(25,819)
Operating profit/(loss)	**808,429**	**649,011**	**159,419**
Finance (costs)/income	(88,842)	(73,611)	(15,231)
Ordinary finance (costs)/income	(88,842)	(73,611)	(15,231)
Exceptional finance (costs)/income	0	0	0
Profit/(loss) on investments	2,572	819	1,753
Profit/(loss) before tax	**722,159**	**576,219**	**145,940**
Income tax expense	69,779	138,129	(68,350)
Net profit/(loss) from continuing operations	**652,380**	**438,090**	**214,290**
Net profit/(loss) from discontinued operations	(552,359)	(485,110)	(67,250)
Net profit/(loss)	**100,020**	**(47,020)**	**147,040**
Net profit/(loss) attributable to non-controlling interests	*7,872*	*5,534*	*2,338*
Net profit/(loss) attributable to owners of the Parent	**92,148**	**(52,554)**	**144,702**

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMEBR 2010

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	2010	2009 *(restated)*	Increase/ (Decrease)
Net profit/(loss)	**100,020**	**(47,020)**	**147,040**
Gains/(Losses) from translation of financial statements of foreign operations	1,384	116	1,268
Gains/(Losses) from measurement of available-for-sale financial assets	0	0	0
Gains/(Losses) from effective portion of hedging instruments	(2,772)	43,731	(46,503)
Actuarial gains/(losses) on provisions for defined-benefit pension plans	0	0	0
Income tax expense	1,155	(14,573)	15,727
Total other comprehensive income/(losses), after taxation	**(233)**	**29,275**	**(29,507)**
Total after-tax comprehensive income/(loss)	**99,788**	**(17,745)**	**117,533**
Total after-tax comprehensive income/(loss) attributable to:			
non-controlling interests	**7,598**	**5,253**	**2,345**
owners of the Parent	**92,189**	**(22,998)**	**115,187**

Consolidated statement of financial position

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ACEA GROUP STATEMENT OF FINANCIAL POSITION	(a) 31 December 2010	(b) 31 December 2009 *(restated)*	(a) - (b) Increase/ (Decrease)
NET WORKING CAPITAL	**58,721**	**129,259**	**(56,274)**
Current receivables	1,144,811	1,191,608	132,890
- due from end users and customers	*991,265*	*1,055,351*	*115,551*
- due from the Comune di Roma	*113,572*	*92,021*	*21,602*
Inventories	58,039	66,437	19,572
Other current assets	119,775	230,226	(64,055)
Current payables	(883,498)	(1,028,661)	(74,476)
- trade	*(766,854)*	*(862,476)*	*(124,012)*
- due to the Comune di Roma	*(96,204)*	*(139,631)*	*43,420*
Other current liabilities	(380,406)	(330,351)	(70,205)
NON-CURRENT ASSETS/(LIABILITIES)	**3,138,651**	**3,287,036**	**225,028**
Property, plant and equipment and intangible assets	3,412,850	3,641,992	179,256
Investments	35,716	34,399	1,404
Other non-current assets	293,732	272,027	27,909
Staff termination benefits and other defined-benefit obligations	(106,934)	(123,297)	12,540
Provisions for liabilities and charges	(191,683)	(242,874)	42,057
Other non-current liabilities	(305,029)	(295,211)	(38,137)
Invested capital attributable to continuing operations	**3,197,373**	**3,416,295**	**168,753**
Non-current assets held for sale	**668,744**	**0**	**668,744**
Liabilities directly related to assets held for sale	**(281,209)**	**0**	**(281,209)**
INVESTED CAPITAL	**3,584,908**	**3,416,295**	**556,289**
NET DEBT	**(2,203,722)**	**(2,129,569)**	**(74,153)**
Medium/long-term loans and receivables	7,553	17,206	(1,996)
Medium/long-term borrowings	(2,299,463)	(1,853,672)	(637,024)
Short-term loans and receivables	321,384	393,248	(59,032)
Cash and cash equivalents	281,742	102,258	194,263
Short-term borrowings	(250,045)	(788,610)	429,636
Net Debt attributable to continuing operations	**(1,938,830)**	**(2,129,569)**	**190,740**
Net debt attributable to assets held for sale	**(264,892)**		**(264,892)**
Total equity	**(1,381,326)**	**(1,286,725)**	**(94,601)**
BALANCE OF NET DEBT AND EQUITY	**(3,585,048)**	**(3,416,295)**	**(168,753)**

ANALYSIS OF CONSOLIDATED NET DEBT AT 31 DECEMBER 2010

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	31 December 2010	31 December 2009 *(restated)*	Increase/ (Decrease)
Non-current financial assets/(liabilities)	2,525	12,431	(9,905)
Intercompany non-current financial assets/(liabilities)	5,028	4,775	253
Non-current borrowings and financial liabilities	(2,299,463)	(1,853,672)	(445,791)
Net medium/long-term debt	**(2,291,910)**	**(1,836,466)**	**(455,444)**
Net medium/long-term debt attributable to discontinued operations	***(183,576)***	**0**	***(183,576)***
Cash and cash equivalents and securities	283,009	102,343	180,665
Short-term bank borrowings	(199,199)	(651,202)	452,003
Current financial assets/(liabilities)	(1,341)	85,648	(86,989)
Intercompany current financial assets/(liabilities)	270,612	170,108	100,504
Net short-term debt	**353,081**	**(293,103)**	**646,184**
Net short-term debt attributable to discontinued operations	***(81,316)***	**0**	**(81,316)**
Total net debt	**(2,203,722)**	**(2,129,569)**	**(74,153)**

STATEMENT OF CHANGES IN EQUITY

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	Share capital	Legal reserve	Other reserves	Net profit/(loss) for the year	Total	Non-controlling interests	Total equity
Balance at 1 January 2009	**1,098,899**	**98,762**	**(6,762)**	**186,285**	**1,377,184**	**67,279**	**1,444,463**
Change in accounting standards: IFRIC 12			(241)		(241)	151	(90)
Balance at 1 January 2009 *(restated)*	**1,098,899**	**98,762**	**(7,003)**	**186,285**	**1,376,943**	**67,430**	**1,444,373**
Net profit/(loss) in income statement				(52,553)	(52,553)	5,534	(47,020)
Other comprehensive income/(losses)			(282)	29,555	29,274	(281)	28,993
Total comprehensive income/(loss)				*(22,998)*	*(23,280)*	*5,253*	*(18,027)*
Appropriation of net profit/(loss) for 2008		8,334	132,438	(140,771)	0	668	668
Dividends paid			(94,130)	(45,513)	(139,644)	(1,645)	(141,289)
Change in basis of consolidation			1,000		1,000		1,000
Balance at 31 December 2009	**1,098,899**	**107,096**	**32,022**	**(22,998)**	**1,215,019**	**71,705**	**1,286,725**
Balance at 1 January 2010	1,098,899	107,096	32,022	(22,998)	1,215,019	71,705	1,286,725
Net profit/(loss) in income statement				92,148	92,148	7,872	100,020
Other comprehensive income/(losses)				41	41	(274)	(233)
Total comprehensive income/(loss)				*92,189*	*92,189*	*7,598*	*99,788*
Appropriation of net profit/(loss) for 2009		4,689	(27,686)	22,998	0	402	402
Dividends paid						(1,399)	(1,399)
Change in basis of consolidation			(506)		(506)	(3,684)	(4,190)
Balance at 31 December 2010	**1,098,899**	**111,785**	**3,830**	**92,189**	**1,306,704**	**74,623**	**1,381,326**