1st Half 2006 Results

September 8th, 2006

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Safe Harbour

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Accounting Principles

SEAT Pagine Gialle Group and Seat Pagine Gialle S.p.A. adopted IAS/IFRS starting from January 1, 2005. These accounting standards are consistent with the IAS/IFRS used for preparing the annual and interim financial reports for the year 2005.

Key messages

- H1 '06 revenues up 3.2% thanks to product and sales innovations that are paying back

- 2006 Ebitda, however, negatively affected by one-off launch costs to support such growth, mainly concentrated in DA services in France and Italy, and by investments to strengthen Italian sales operations

- De-leveraging continued according to plan, with successful reduction of average cost of debt vs. 2005, despite an increase in interest rates

- Positive outlook from current trading (H2 '06 and Q1 '07):
  - Print turnaround well underway
  - Positive impact of new business investments, with new DA services showing good progress
  - Sales test of new internet offer in line with expectations

- H2’06 Ebitda expected to grow significantly on H2’05 and 2007 Ebitda expected to be in line with the original guidance

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Revenue growth sustained by new businesses, whose start up investments impact short term Ebitda

SEAT GROUP

euro million	H1 2005	H1 2006	Change
Sales and Services Revenues	**555.8**	**573.6**	**3.2%**
Operating & Labour Costs	(282.8)	(326.7)	15.5%
Advertising Costs	(28.6)	(63.5)	121.6%
Gross Operating Profit	**244.3**	**183.4**	**(24.9)%**
% of revenues	*44.0%*	*32.0%*	*(12.0)%*
Bad Debt, Risk Prov. & Others	(30.9)	(28.4)	(8.1)%
EBITDA	**213.5**	**155.0**	**(27.4)%**
% of revenues	*38.4%*	*27.0%*	*(11.4)%*

Chg: 58.5 euro mln

YoY change mostly driven by one off cost effects:

- New DA services (~30 mln)
- One off costs to innovate products and sales in Italy and Germany (~12 mln)
- Print "bottom" in H1'06 (~14 mln)
- Thomson different publication calendar, with shift of two directories (~2 mln)

Seat's revenues stable thanks to online and voice activities that compensate print revenues bottom in H1'06

SEAT S.p.A.

euro million	H1 2005	H1 2006	Change	
Sales and Services Revenues			mln	%
Print[1]	332.4	314.8	(17.6)	(5.3)%
Online[2]	41.1	43.3	2.2	5.4%
Voice[3]	27.1	42.5	15.4	57.0%
Others[4]	14.6	16.6	2.0	n.m.
Total	**415.2**	**417.3**	**2.1**	**0.5%**

- **~64% of sales made in '05 in a still difficult economic scenario**
- **Results mostly affected by few large and mid-sized advertisers**
- **Large cities (Milan) not yet benefiting from innovation in WP and new sales organization**

Mainly affected by postponement of contracts renewals to H2'06 to exploit new PG Visual offer (on a like for like basis, YoY change ~+12%)

- **Strong growth of Voice thanks to:**
  - positive contribution of 12.40
  - increase of 89.24.24 both advertising and traffic revenues

(1)Yellow Pages, White Pages and other print products (2) Online Yellow Pages and Kompass Online (3) Talking Yellow Pages and 12.40 (4) Giallo Promo, Giallo Dat@ and other revenues

Margins mainly affected by investments to launch new services and to strengthen sales operations

SEAT S.p.A.

euro million	H1 2005	H1 2006	Change mln	Change %
Revenues	**415.2**	**417.3**	**2.1**	**0.5%**
Industrial costs	(62.8)	(69.9)	(7.1)	11.3%
% revenues	*15.1%*	*16.7%*		*1.6%*
Commercial costs	(45.4)	(52.2)	(6.8)	15.0%
% revenues	*10.9%*	*12.5%*		*1.6%*
Advertising costs	(12.2)	(24.6)	(12.4)	101.6%
% revenues	*2.9%*	*5.9%*		*3.0%*
General & Labour costs	(77.2)	(85.3)	(8.1)	10.5%
% revenues	*18.6%*	*20.4%*		*1.8%*
Gross Operating Profit	**217.6**	**185.3**	**(32.3)**	**(14.8)%**
% of revenues	*52.4%*	*44.4%*		*(8.0)%*
Bad Debt, Risk Prov. & Others	(25.8)	(23.4)	2.4	(9.3)%
EBITDA	**191.8**	**161.9**	**(29.9)**	**(15.6)%**
% of revenues	*46.2%*	*38.8%*		*(7.4)%*

Cost related to DA launch 12.40 (~16 mln):
- **Call center**
- **Advertising**

One off costs to innovate products and sales in Italy (~6 mln):
- **Product development**
- **Further investments on sales force training**
- **Sales convention (not present in '05)**

Telegate's revenues up thanks to new business, but Ebitda impacted by cost of entry in France (higher than expected)

TELEGATE

euro million	H1 2005	H1 2006	Change mln	Change %
Sales and Services Revenues	**69.7**	**88.2**	**18.5**	**26.5%**
Operating & Labour Costs	(36.0)	(57.7)	(21.7)	60.3%
Advertising costs	(10.9)	(33.1)	(22.2)	203.7%
% of revenues	*15.6%*	*37.5%*		*21.9%*
Gross Operating Profit	**22.8**	**(2.6)**	**(25.4)**	**n.m.**
% of revenues	*32.7%*	*n.m.*		*n.m.*
Bad Debt, Risk Provisions & Others	(1.9)	(2.6)	(0.7)	36.8%
EBITDA	**20.9**	**(5.2)**	**(26.1)**	**n.m.**
% of revenues	*30.0%*	*(5.9)%*		*(35.9)%*

Strong top-line increase thanks to growth in international business:

- **Germany down 1.7 euro mln (-3%) with market share up to 37% as high-value services/ outsourcing only partially compensate market decline**
- **International (Spain, Italy and France) up 20.2 euro mln thanks to outsourcing contracts and branded calls in France**

Ebitda impacted by costs to build 118000 brand in France (Telegate France -23 euro mln)

In Thomson, focus on online to exploit market opportunity

THOMSON

GBP million	H1 2005	H1 2006	Change	
			mln	%
Sales and Services Revenues	**43.5**	**42.1**	**(1.4)**	**(3.2)%**
Operating & Labour Costs	(39.6)	(41.9)	(2.3)	5.8%
Gross Operating Profit	**3.9**	**0.2**	**(3.7)**	**(94.9)%**
% of revenues	*9.0%*	*0.5%*		*(8.5)%*
Bad Debt, Risk Prov. & Others	(1.9)	(1.6)	0.3	(15.8)%
EBITDA	**2.0**	**(1.4)**	**(3.4)**	**n.m.**
% of revenues	*4.6%*	*(3.3)%*		*(7.9)%*

- **Revenues stable on a like for like basis(1)**
- **Strong growth of online services**
- **Print slowdown mainly due to strong focus on new internet offer and one off effect to re-organize field sales**

Higher costs of sales due to re-organization of field sales and to the effort to maximize internet penetration

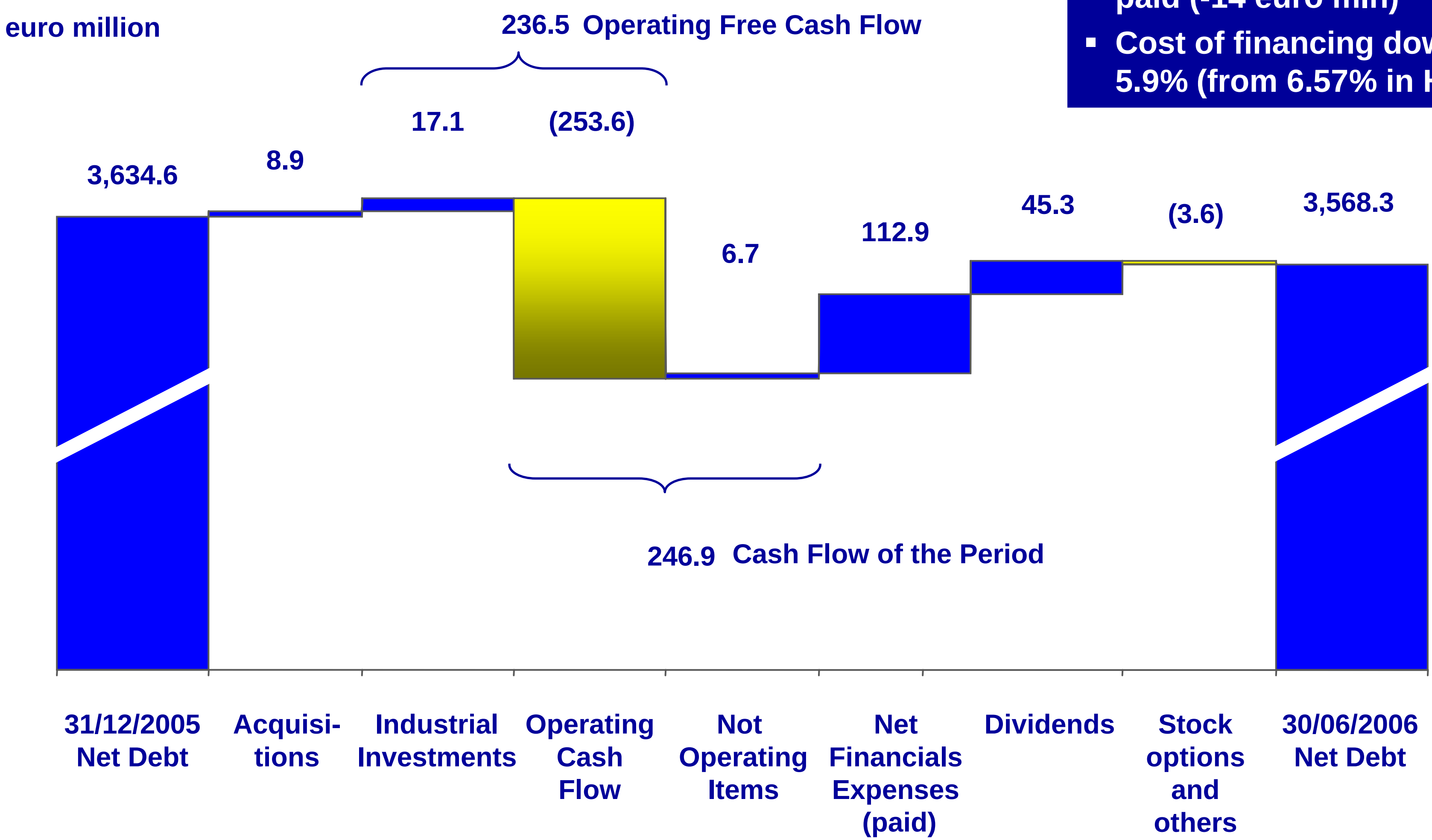
-2.1 Gbp mln net of a different publication calendar (shift of two directories)

(1) Net of a different publication calendar including shift of two directory (1.6 Gbp mln in H1'05) to next months

Net financial debt decreased by 66.3 euro mln in the period after 45.3 euro mln of dividends

SEAT GROUP

- 11% decrease of interests paid (-14 euro mln)
- Cost of financing down to 5.9% (from 6.57% in H1'05)



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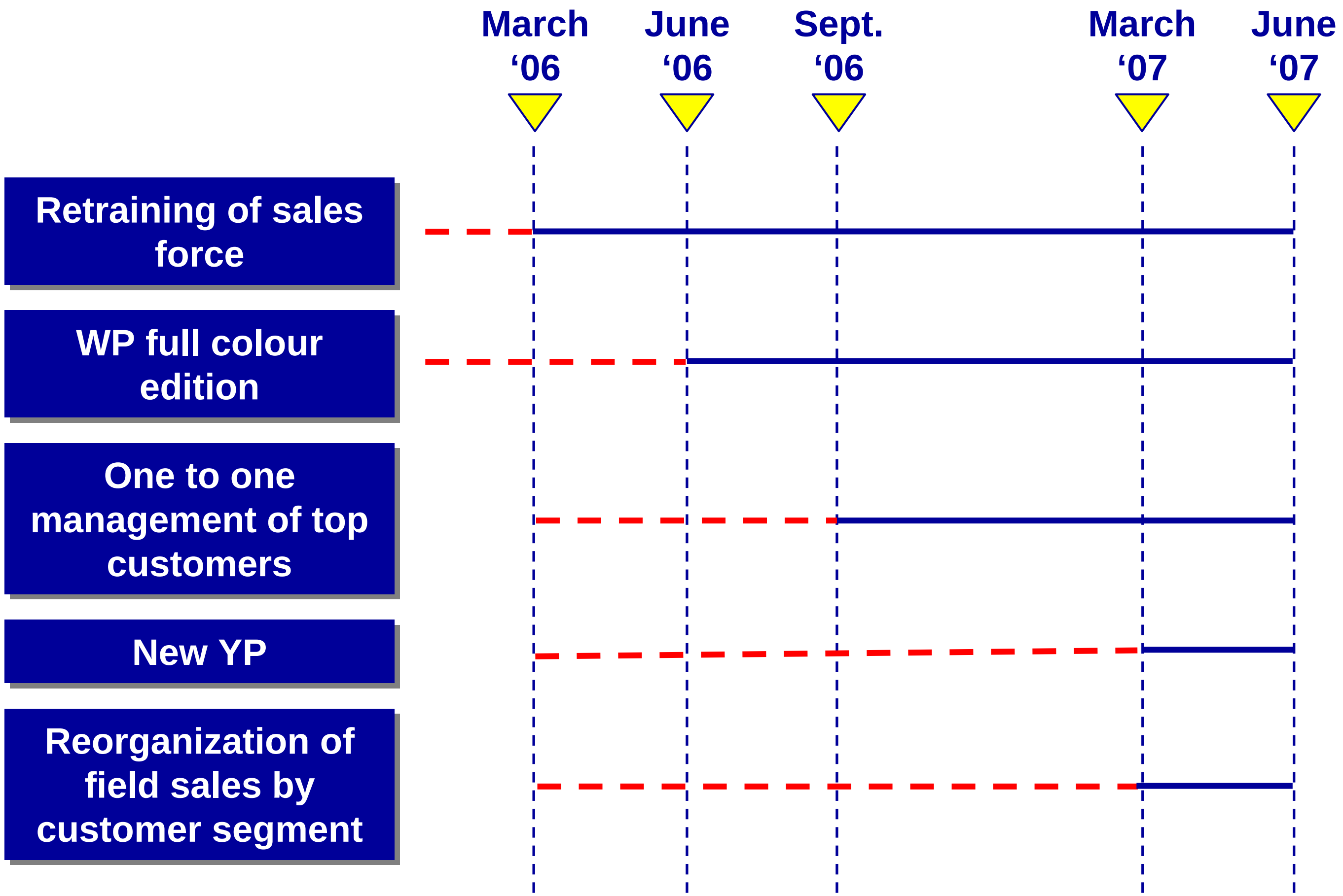
In Italy the action plan to structurally improve print performance is well on track

SEAT S.p.A. - ACTION PLAN TO STRENGHTEN ITALIAN SALES OPERATIONS

Time impact of innovation:
- on sales
- on P&L

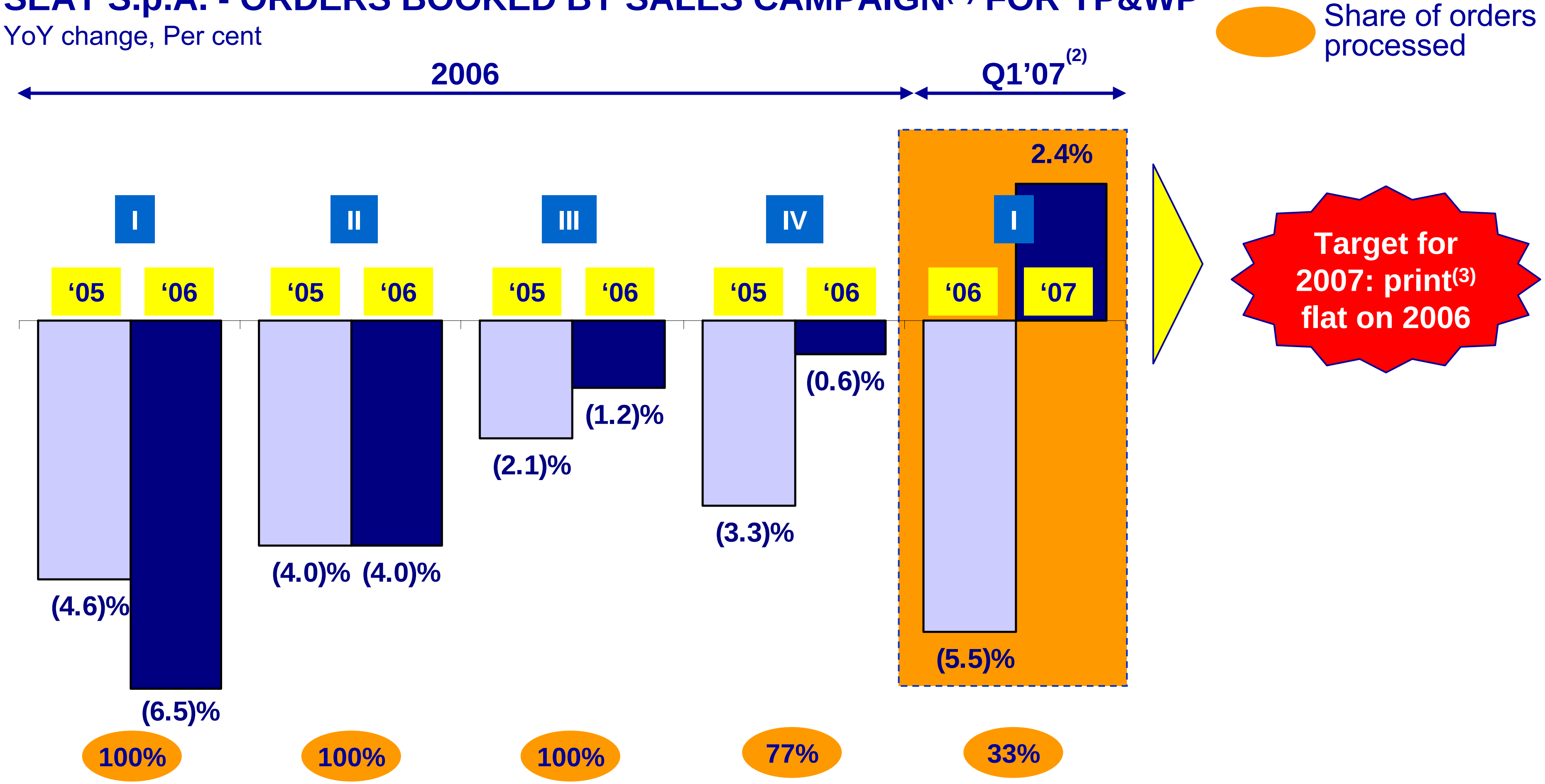


Full positive evidence on print performance of investments in product innovation and sales force training expected from Q1'07

Turnaround of print is ongoing as indicated by current trading

SEAT S.p.A. - ORDERS BOOKED BY SALES CAMPAIGN(1) FOR YP&WP

YoY change, Per cent

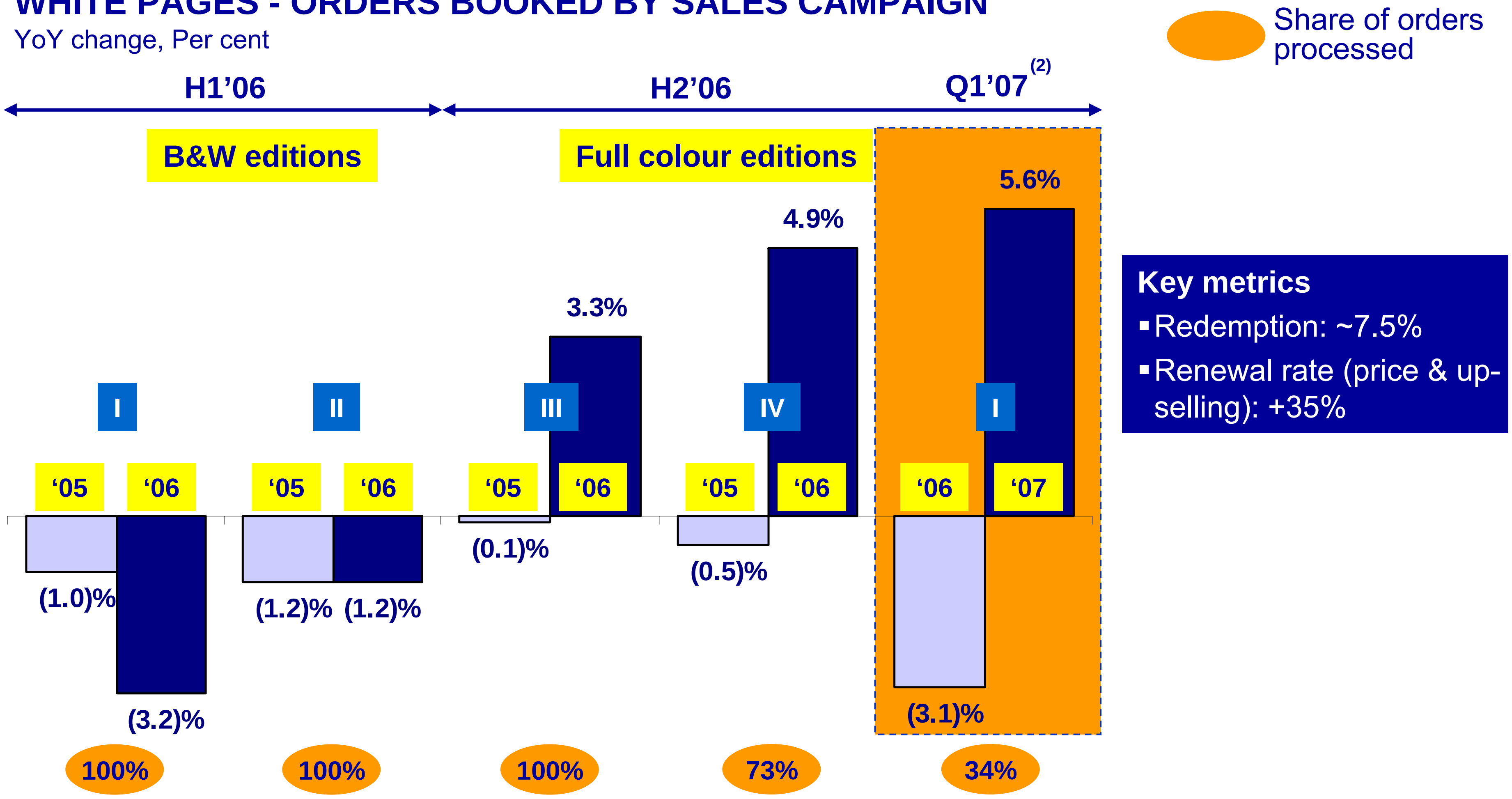


(1) Sales campaign tranches (not aligned to quarters)
(2) YoY change as of September 1, 2006
(3) All print products

White Pages positively impacted by new full colour editions whose performance is in line with expectations

WHITE PAGES - ORDERS BOOKED BY SALES CAMPAIGN

YoY change, Per cent



Key metrics

- Redemption: ~7.5%
- Renewal rate (price & up-selling): +35%

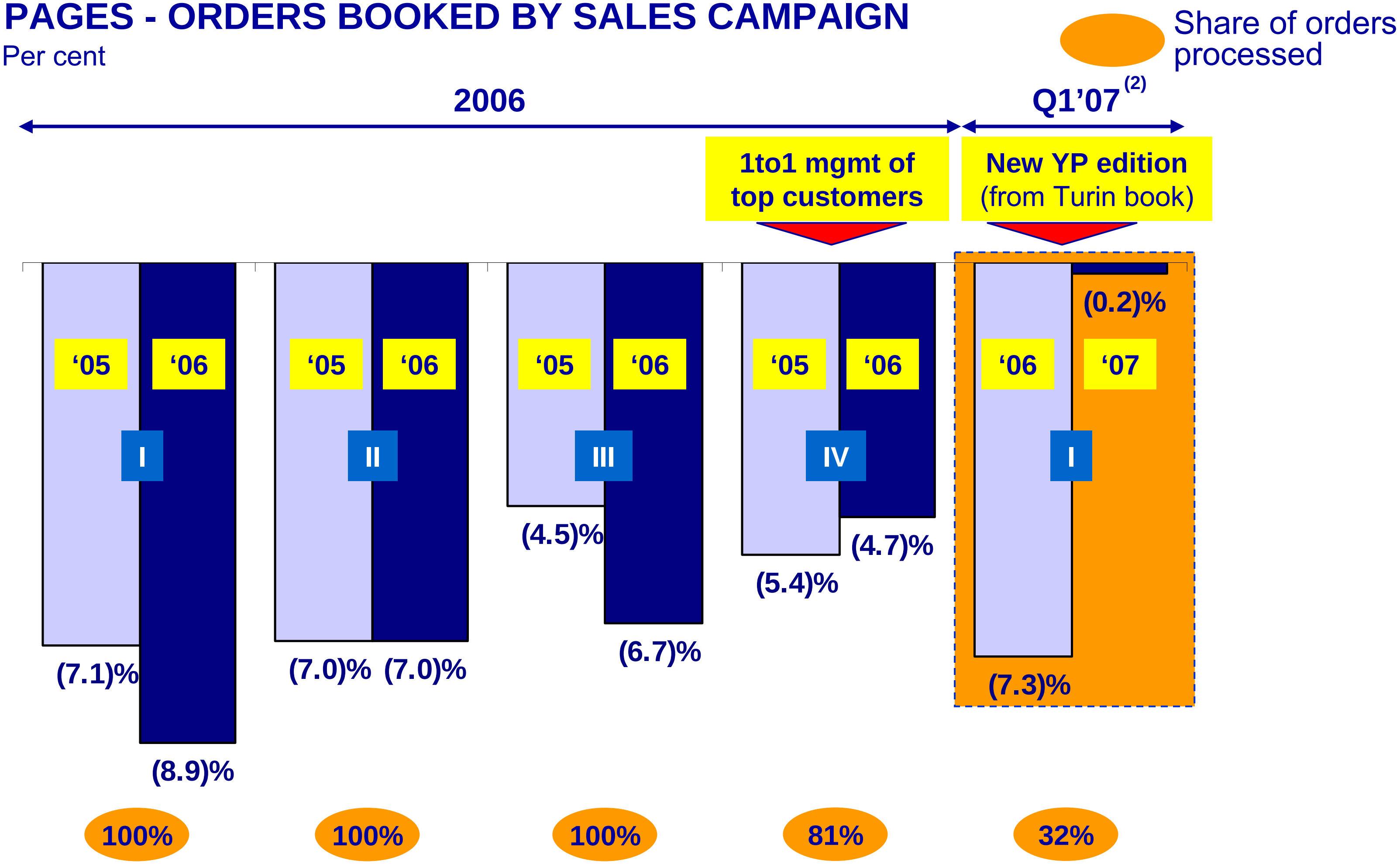
(1) Sales campaign tranches (not aligned to quarters)
(2) YoY change as of September 1, 2006

SEAT PAGINE GIALLE SPA

Yellow Pages benefit from a number of actions that are turning performance

YELLOW PAGES - ORDERS BOOKED BY SALES CAMPAIGN

YoY change, Per cent



(1) Sales campaign tranches (not aligned to quarters)

(2) YoY change as of September 1, 2006

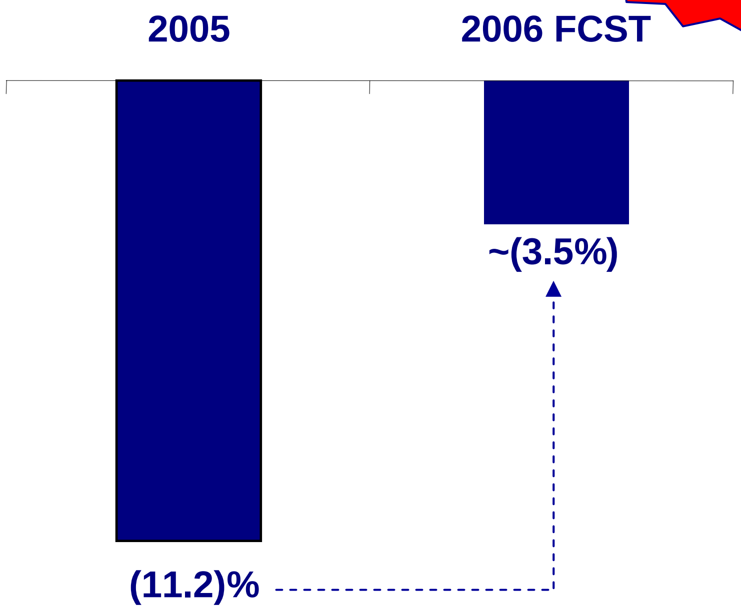
In Q4 Rome book shows significant improvement thanks to product and sales innovation…

PERFORMANCE ON ROME BOOK

TO BE PUBLISHED IN Q4'06

Print (YP&WP) performance

~96% share of orders processed



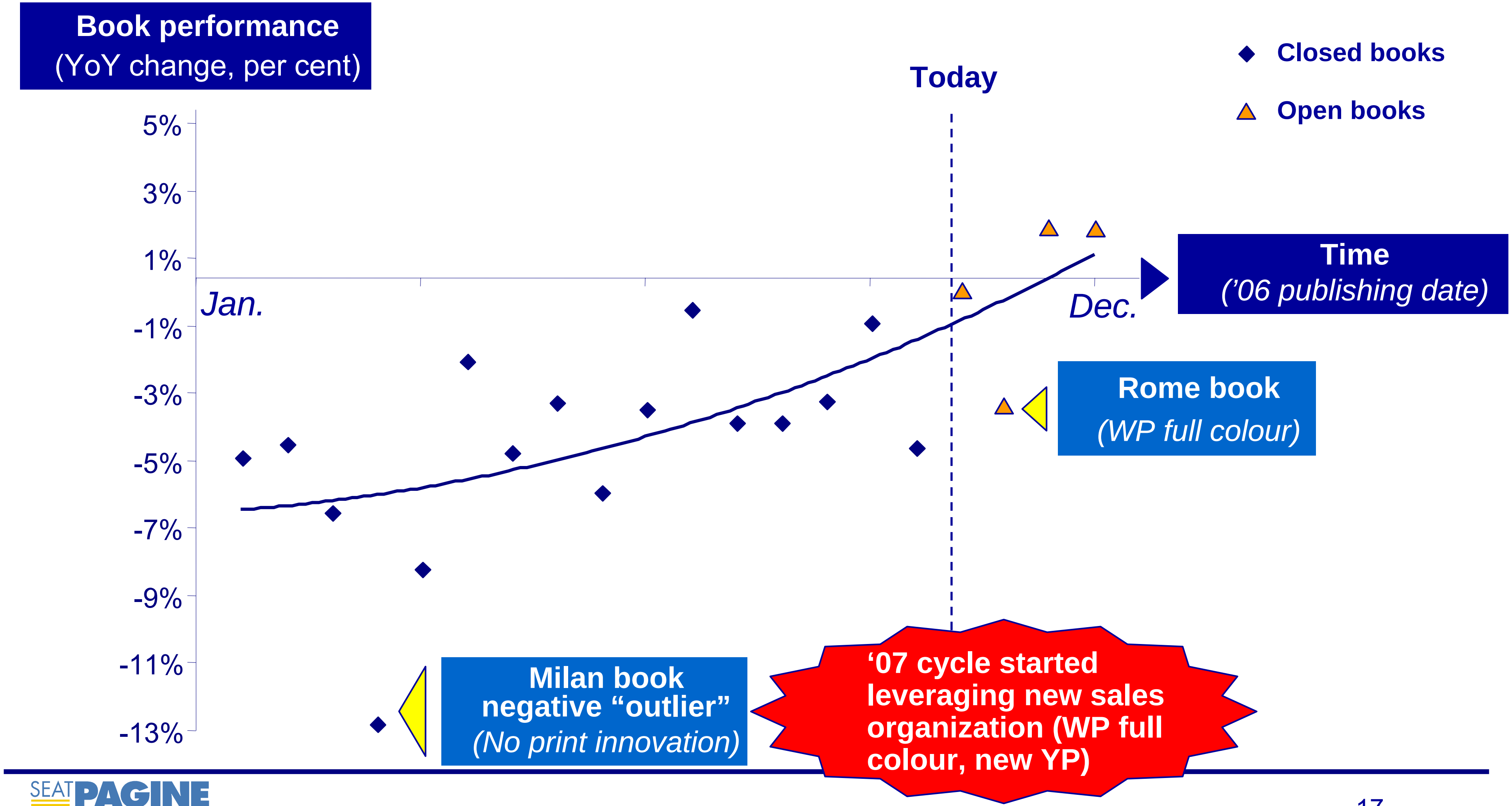
Improvement driven by YP (80% of print revenues), despite new YP edition not yet available, thanks to clean-up in '04-'05 and new sales approach:

- **Share of customers visited up from ~65% to ~80%**
- **Renewal rate improving thanks to better preparations and negotiations**
- **High-end customers managed according to new one to one approach (~12% of total) show positive performance**

… and trend is confirmed as innovations in products and sales approach are deployed in large book areas

PERFORMANCE OF LARGE BOOKS AREAS

Book with revenues in excess of 10 euro mln



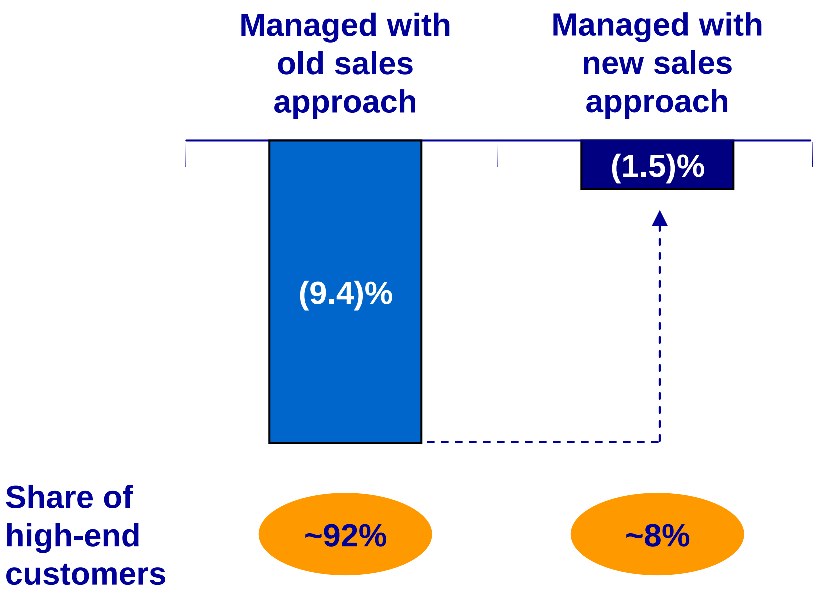
High-end customer segment is improving thanks to new one to one sales approach, new IT applications and stronger focus of sales managers

IMPACT OF ACTION PLAN TO IMPROVE PERFORMANCE OF HIGH-END ADVERTISERS

- Allocation of customers to highly skilled account managers
- New automated IT platform to develop high quality presentations and to share best practices among sales reps
- Ad hoc telephone customer service and improved customer support with additional marketing metrics, analysis and value data

Print performance of high-end customers (ARPA > 3,500 euro)(1)

Order processed as of August, '06



(1) Excluding national advertisers

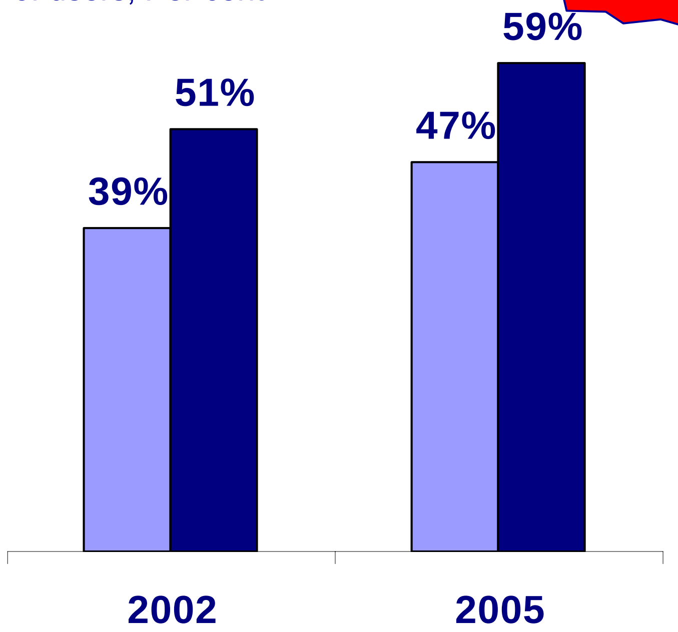
Recent figures of YP print users confirm positive trend and further distribution in large cities was carried out to leverage larger user base

YP users significantly grew since 2002 (especially in large cities) confirming the value of the media and…

USERS OF YELLOW PAGES[(1)]

Share of users, Per cent

~4 mln more users



Total Italy

Cities larger than 500,000 inhabitants

(1) Source: Eurisko - Sinottica

… leading the company to further investments to improve coverage of users base

- Increased n° of distributed YP copies: +700K (3% of total) to be delivered to telephone holders not shown on public listing (due to request for privacy)
- Focus on large cities with advertising campaign on newspapers

IT'S GREAT TO GROW UP

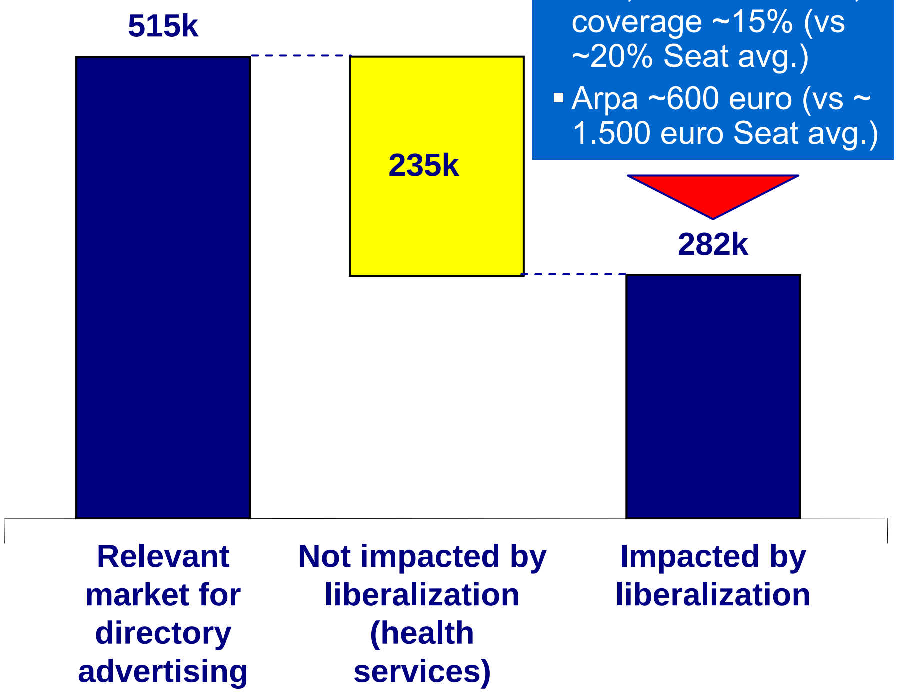
4 MILION OF NEW USERS SINCE LAST WORLD CUP

Liberalization of non-health professionals will generate about 10÷15 euro mln of Ebitda by 2009

Thanks to new regulation, professionals will be able to exploit the value of directories…

Current performance

- ~25 euro mln of revenues
- ~42,000 advertisers, coverage ~15% (vs ~20% Seat avg.)
- Arpa ~600 euro (vs ~ 1.500 euro Seat avg.)



…potentially doubling the current revenue stream of 25 euro mln

euro mln

	Incremental contribution		
	2007	**2008**	**2009**
Revenues	4÷5	15÷20	20÷25
Ebitda	2÷3	10÷12	12÷15

PG Visual edition will support accelerated growth in H2'06 with full potential in 2007

INTERNET SALES PLAN

H1'06	H2'06	2007
Product development	**First wave of sales**	**Full deployment of new offer**
▪New PG Visual edition ▪Sales test on selected cities ▪Released in ß version (June 21, '06); run time version (Sept. '06)	▪Focus on "killer" offer (aerial views, video banners, video clips) ▪New offer available for all book areas (low resolution) and in selected cities (high resolution)	▪All book areas progressively added in high resolution ▪New advertising formats (city tours, dynamic virtual billboards)
Sales of "old" offer	**Renewal of existing customers leveraging new offer (including those delayed in H1'06)**	**Business growth**

In the H1'06 online results were impacted by lower renewal activity (waiting for the new visual offer)

	2005			2006		
	Q1	Q2	H1	Q1	Q2	H1
Revenues (euro mln)	17.4	23.7	41.1	20.8	22.5	43.3
YoY Change				19.6%	(5.1)%	5.4%

H1'06 like for like [1] ~+12%

Sales in '06 planned on a more even basis on Q1&Q2 compared to '05

Growth in H1'06 affected by a lower number of contracts processed compared to H1'05 (~13% of contracts moved from H1 to H2) waiting for the new PG Visual offer announced in April '06 (sales start Sept. '06)

2005: Share of customers processed 37%

2006: Share of customers processed 33% (equal to ~ 8k customers)

(1) Aligning share of customers processed set equal to H1'05

New PG Visual offer has been structured to serve different advertisers needs

PG VISUAL

PG Visual creates new "visual" media contents on top of existing search offer *(keywords)*

Customer segment	Offer	Price range *(euro)*
Very large accounts (ARPA >10,000 euro)	**Gold package** ▪ **Commercial videos** ▪ **Format:** longer videos, better quality features and DVD support for commercial events (in addition to medium package)	**>1,300**
Top customers (ARPA 3,500÷10,000 euro)	**Medium package** ▪ **Commercial video** ▪ **Format:** shop owner interview and video product catalogues integrated into PG.it search engine (in addition to entry package)	**700÷800**
Core customers (ARPA <3,500 euro)	**Entry package** ▪ **Geo-referenced banner** ▪ **Format:** shop images, music, written or audio text	**300÷400**

Preliminary test on sales of PG Visual shows results in line with expectations and positive impact on print sales as well

PG VISUAL – RESULTS OF SALES TEST

#45 sales reps on 12 days test in three large cities

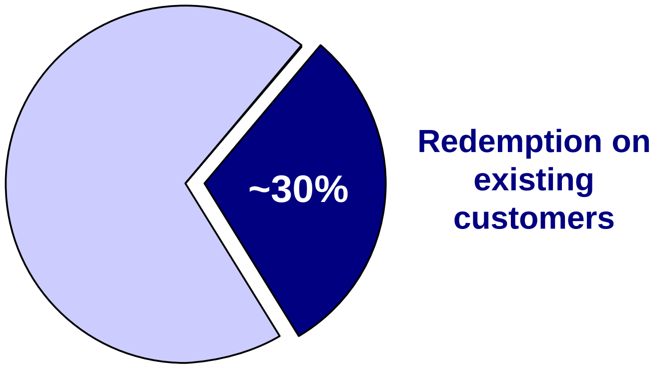
PRELIMINARY DATA

Redemption in line with expectations

REDEMPTION ON EXISTING CUSTOMERS

Per cent

100 = ~730 customers



Positive impact on both internet and print ARPA

KEY METRICS

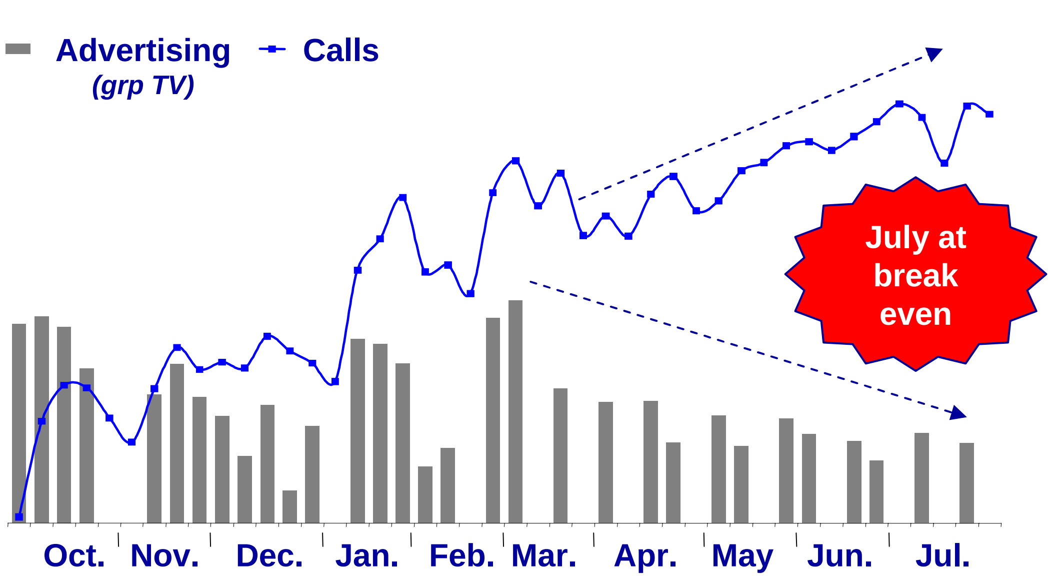
Sell up on existing internet contracts	~650 euro (Arpa)
Renewal rate on print	5÷10%

Launch of the new DA service in Italy is successful

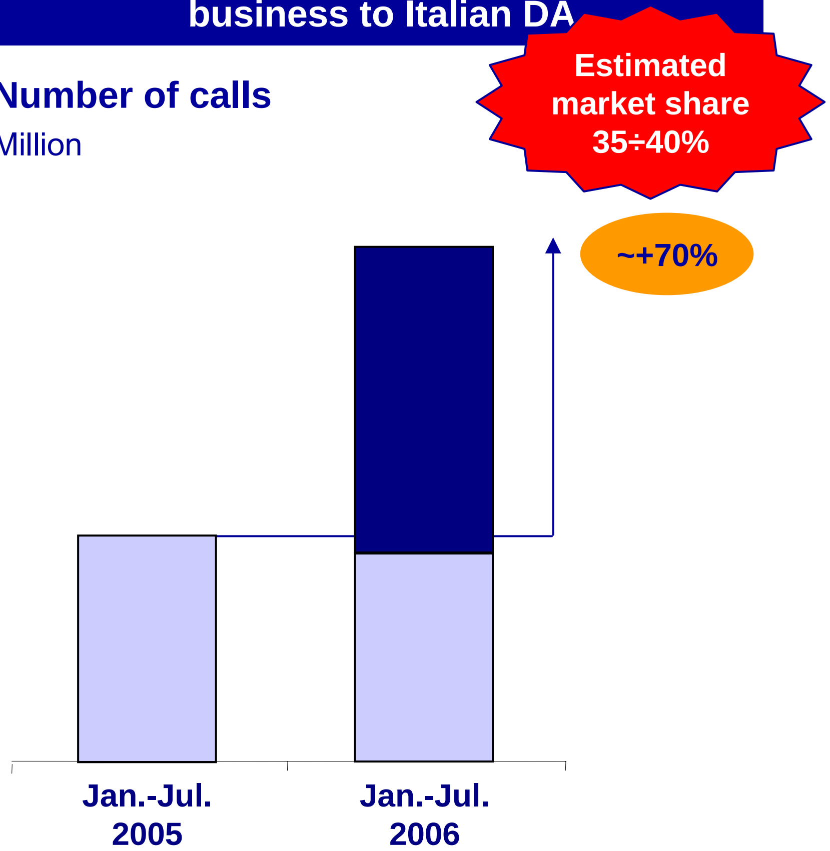
SEAT S.p.A. – LAUNCH OF 12.40

12.40 has reached break-even …	…and has added substantial new business to Italian DA

Advertising *(grp TV)* vs. generated calls



Number of calls
Million

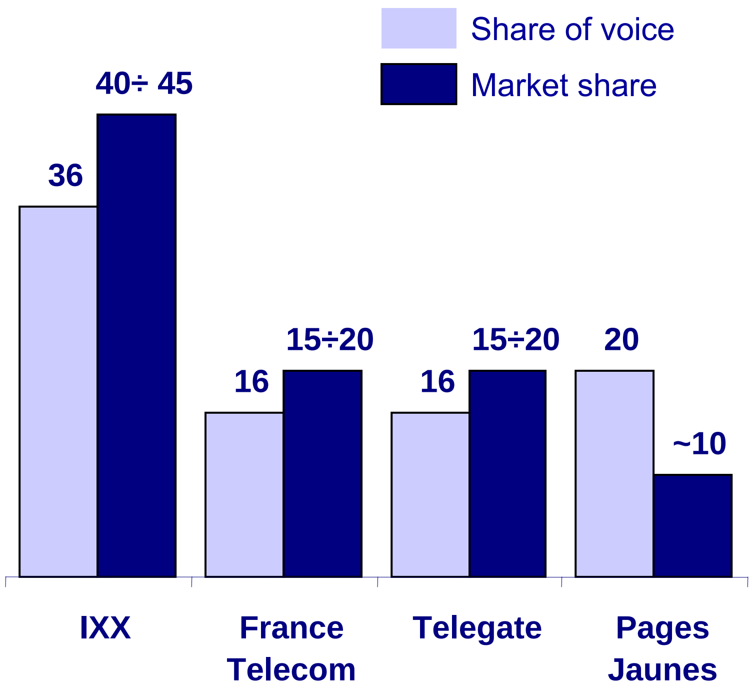


In France, market share is in line with expectations but in a market smaller than expected by all players

TELEGATE FRANCE

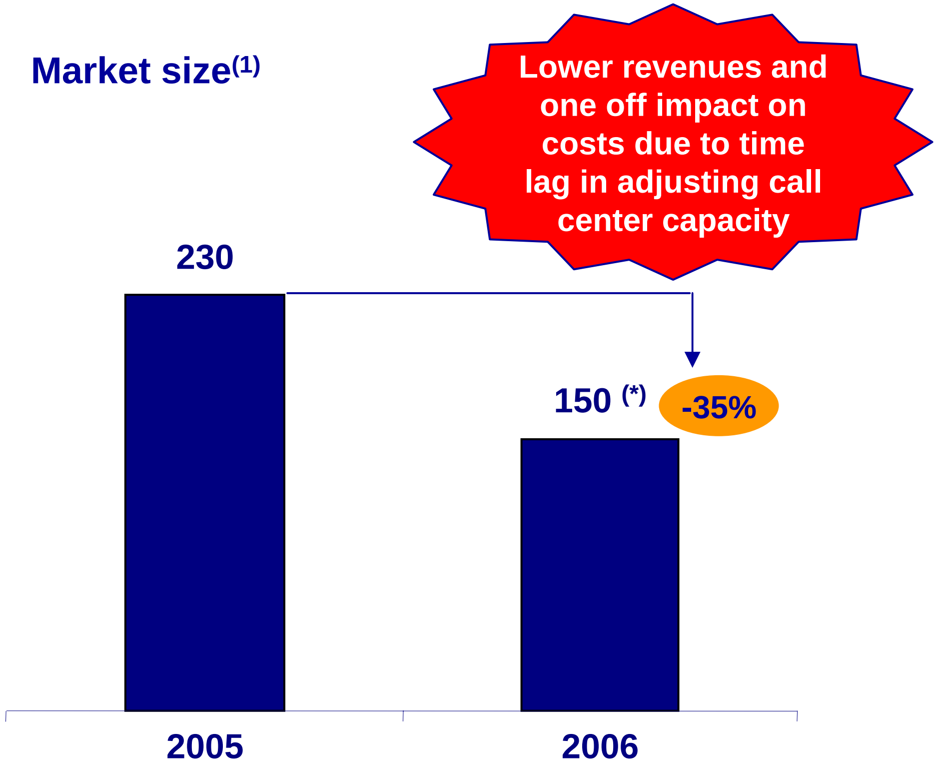
Market entry in line with plan…

Share of voice and estimated market share



…but market shrank more than expected

Market size(1)



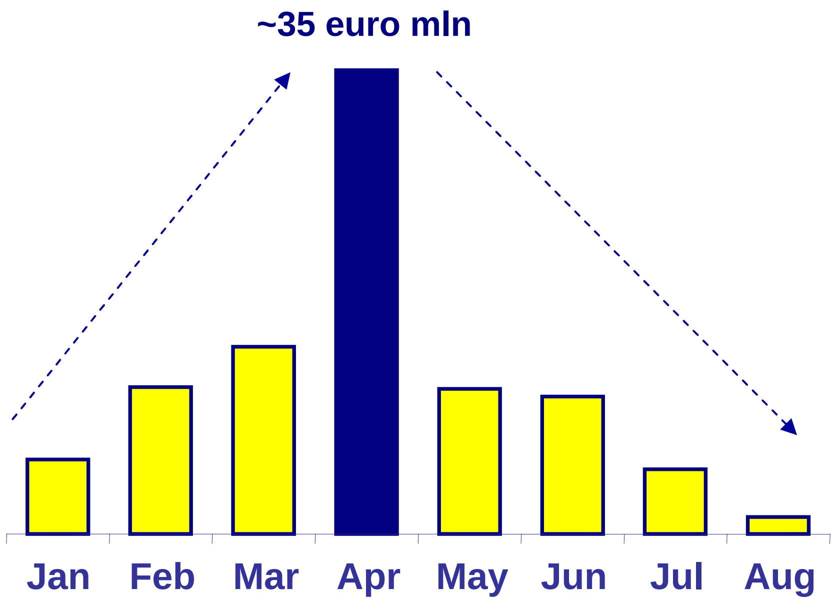
(1) ARCEP (2005) / Telegate internal estimates (2006)
(*) projected 12 months-basis April 2006 onwards

SEAT PAGINE GIALLE SPA

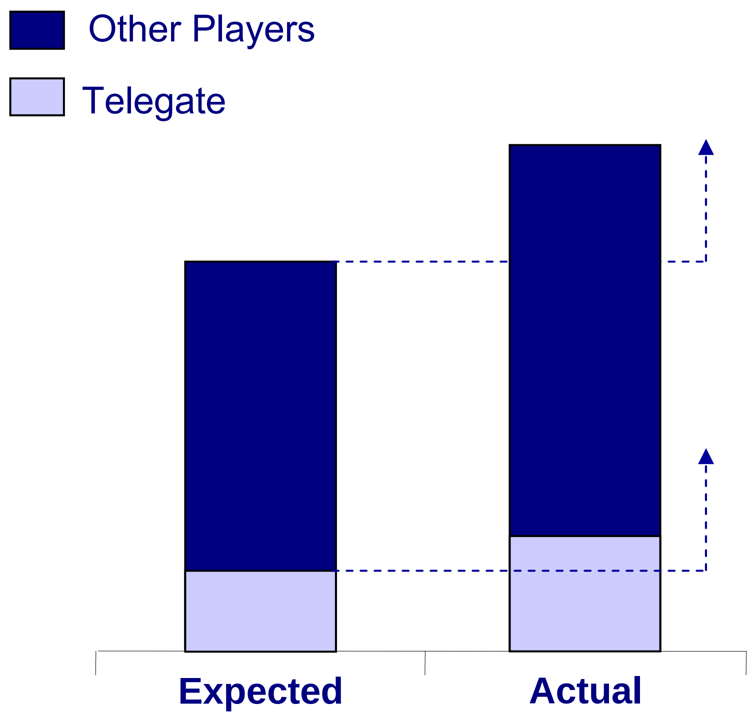
Higher entry costs were due to a peak in advertising spending in April when old number were closed

TELEGATE FRANCE

Advertising spending[1] had unexpected peak in April that despite being back now…



… has implied one off spending higher than plans to maintain share of voice



(1) Source: Internal estimates based on gross spending published by Secodip

In France, Telegate on track towards profitable market position despite a very competitive market entry

- In France, Telegate can still build an Ebitda-positive business by 2007:
  - The market is smaller than expected but Telegate on track to build sustainable position
  - Positive margins are still possible as extra costs are mostly one off due to the lead time to adjust call center capacity to smaller market size and to advertising spending higher than planned in February/April
- The outlook for 2007 for Telegate Group has to take into account the smaller contribution of France and an action plan to close the gap is ongoing

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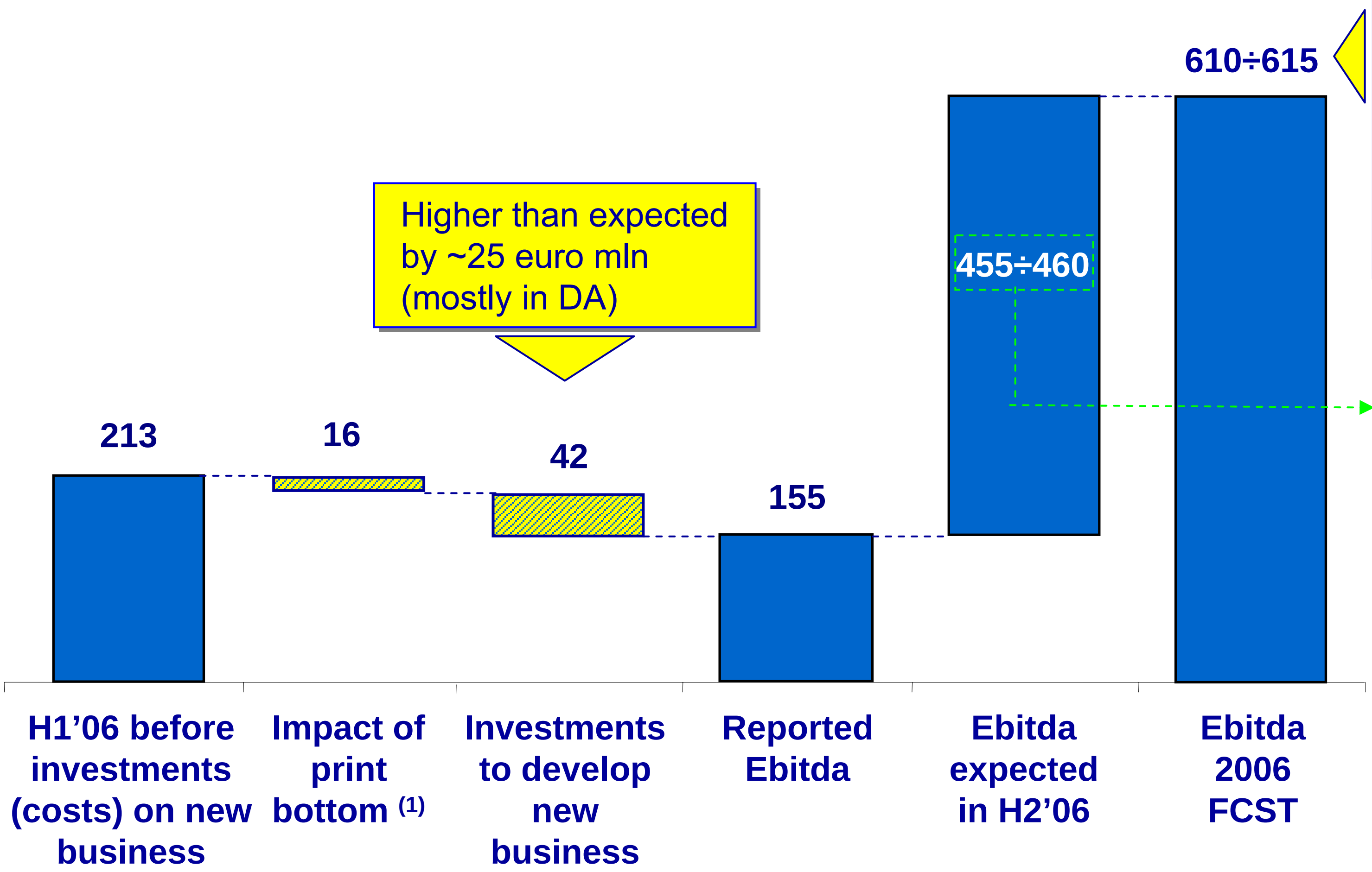
H2'06 Ebitda is expected to show significant growth, but higher than expected one off costs in H1'06 will impact FY'06 Ebitda

GROUP'S GUIDANCE ON 2006



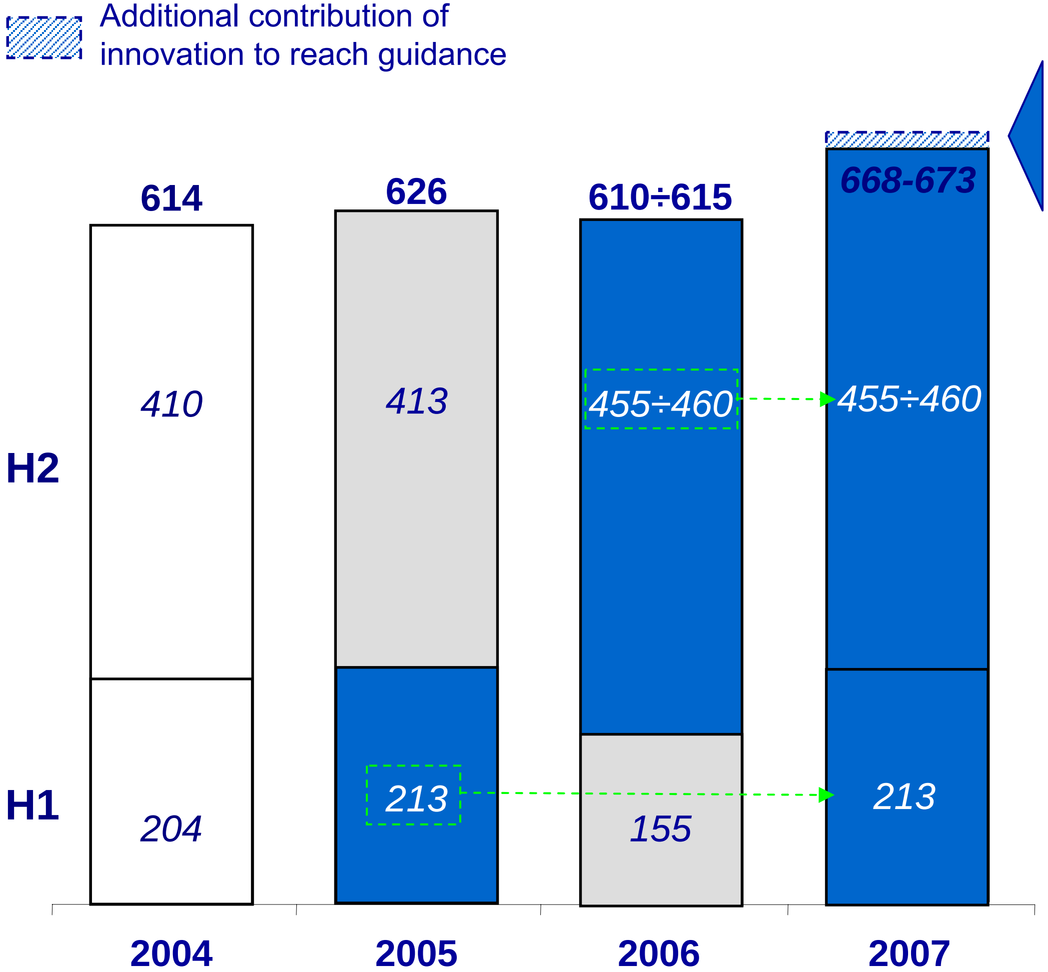
Guidance on 2006
- Revenues in line with original guidance (+3÷5%)
- Ebitda lowered by ~25 euro mln
- De-leverage in line with plan

Growth on H2'06 Ebitda ~10% on H2'05
- Acceleration of revenue growth in Seat S.p.A. (improvement of print and impact of new online offer)
- Positive contribution of new DA business

(1) Including shift of TDL directories

Growth in 2007 is sustained by positive contribution of investments made in H2'05-H1'06

DRIVERS OF GROUP'S EBITDA GROWTH



- **In the period between H2'05 and H1'06 investments for about 60 euro million were done to launch new services and to innovate sales operations**
- **These investments have already driven revenues growth in H1'06 and will have positive impact on Ebitda starting from H2'06**
- **Ebitda growth in 2007 is expected to be in line with the original guidance, being supported by:**
  - The turnaround of Italian print business
  - The positive (rather than negative) contribution of DA in Italy and France
  - An acceleration of Internet growth thanks to new Pagine Gialle Visual

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SEAT PAGINE GIALLE SPA

Other businesses

Consodata Italy

euro million	H1 2005	H1 2006	Change
Sales and Services Revenues	**15.3**	**11.4**	**(25.5)%**
Gross Operating Profit	**1.8**	**1.3**	**(27.8)%**
% of revenues	*11.8%*	*11.4%*	*(0.4)%*
EBITDA	**1.7**	**1.4**	**(17.6)%**
% of revenues	*11.1%*	*12.3%*	*1.2%*

Net of Pubblibaby disposal, substantially stable revenues with Ebitda up ~10%

Euredit

euro million	H1 2005	H1 2006	Change
Sales and Services Revenues	**0.4**	**6.1**	**n.m.**
Gross Operating Profit	**(4.0)**	**(0.6)**	**85.0%**
% of revenues	*n.m.*	*n.m.*	*n.m.*
EBITDA	**(4.1)**	**(0.7)**	**82.9%**

Revenue growth thanks to new commercial campaign allowing to sell separately Europages online/print version (print publication still scheduled in September '06)

H1'06 financials breakdown by legal entities

SEAT GROUP

euro million	Revenues			Ebitda			Ebita		
	H1'05	H1'06	Change	H1'05	H1'06	Change	H1'05	H1'06	Change
Seat S.p.A [(1)]	415.2	417.3	0.5%	191.8	161.9	(15.6)%	182.6	153.2	(16.1)%
TDL	63.4	61.2	(3.5)%	2.9	(2.0)	n.m.	1.2	(3.3)	n.m.
Telegate	69.7	88.2	26.5%	20.9	(5.2)	n.m.	18.3	(8.5)	n.m.
Consodata	15.3	11.4	(25.5)%	1.7	1.4	(17.6)%	0.7	0.4	(42.9)%
Euredit	0.4	6.1	n.m.	(4.1)	(0.7)	82.9%	(4.3)	(0.9)	79.1%
Prontoseat [(2)]	4.0	4.6	15.0%	0.4	(0.2)	n.m.	0.1	(0.5)	n.m.
Cipi	0.0	8.6	n.m.	0.0	(0.2)	n.m.	0.0	(0.6)	n.m.
Aggregated	568.1	597.5	5.2%	213.5	155.0	(27.4)%	198.6	139.8	(29.6)%
Eliminations	(12.3)	(23.9)	n.m.	0.0	0.0	n.m.	0.0	0.0	n.m.
Consolidated	555.8	573.6	3.2%	213.5	155.0	(27.4)%	198.6	139.8	(29.6)%

(1) Including Talking Yellow Pages and corporate costs
(2) Before named IMR

Q2’06 financials breakdown by legal entities

SEAT GROUP

euro million	Revenues			Ebitda			Ebita		
	Q2'05	Q2'06	Change	Q2'05	Q2'06	Change	Q2'05	Q2'06	Change
Seat S.p.A (1)	282.2	288.9	2.4%	156.0	139.5	(10.6)%	151.3	135.0	(10.8)%
TDL	44.0	40.4	(8.2)%	13.0	7.7	(40.8)%	12.1	7.0	(42.1)%
Telegate	35.5	41.0	15.5%	10.4	(4.6)	n.m.	9.1	(6.3)	n.m.
Consodata	7.8	5.8	(25.6)%	0.9	1.1	22.2%	0.4	0.6	50.0%
Euredit	0.2	6.0	n.m.	(2.2)	1.3	n.m.	(2.3)	1.2	n.m.
Prontoseat (2)	2.1	2.3	9.5%	0.2	(0.2)	n.m.	0.0	(0.3)	n.m.
Cipi	0.0	4.7	n.m.	0.0	0.2	n.m.	0.0	0.0	n.m.
Aggregated	371.9	389.3	4.7%	178.3	145.0	(18.7)%	170.7	137.2	(19.6)%
Eliminations	(6.5)	(13.7)	n.m.	0.0	0.0	n.m.	0.0	0.0	n.m.
Consolidated	365.4	375.6	2.8%	178.3	145.0	(18.7)%	170.7	137.2	(19.6)%

(1) Including Talking Yellow Pages and corporate costs
(2) Before named IMR

Net income affected by investments but positively impacted by reduced net financial expenses

SEAT GROUP

euro million	H1 2005	H1 2006	Change
EBITDA	**213.5**	**155.0**	**(27.4)%**
% of revenues	*38.4%*	*27.0%*	*(11.4)%*
Depreciation and Amortization	(14.9)	(15.2)	2.4%
EBITA	**198.6**	**139.8**	**(29.6)%**
% of revenues	*35.7%*	*24.4%*	*(11.4)%*
Extra-Operating Amortization	(81.0)	(81.0)	n.m.
Not Current & Net Restruct. Expenses	(7.2)	(4.9)	(31.2)%
EBIT	**110.4**	**53.8**	**n.m.**
% of revenues	*19.9%*	*9.4%*	*(10.5)%*
Net Financial Income (Expenses)	(136.5)	(124.0)	(9.2)%
Value Adjustments to Investments &Gain/(Losses) on Invest. Disposals	(0.13)	(0.02)	n.m.
Income Before Taxes	**(26.2)**	**(70.2)**	**(167.6)%**
Income Taxes	(16.9)	(1.6)	n.m.
Discontinued operations	0.0	0.0	n.m.
Minority Interest	(3.4)	2.4	n.m.
Net Income	**(46.5)**	**(69.3)**	**(49.0)%**

Reduced net financial expenses thanks to lower level of debt and interest costs after senior debt re-negotiation:

- **68.0 euro mln interests for the Senior Financing (including 8.8 euro mln of transaction costs)**
- **55.0 euro mln interests to Lighthouse (including 2.8 euro mln of transaction costs)**
- **1.0 euro mln of net other financial expenses (including exchange gains/losses)**

SEAT PAGINE GIALLE SPA

Strong free cash flow generation and cash conversion despite higher advertising investments

SEAT GROUP

euro million	H1 2005	H1 2006	Change mln	Change %
Ebitda[1]	213.5	155.0	(58.5)	(27.4)%
Change in Operating Working Capital	103.4	100.2	(3.2)	(3.1)%
Change in Not Current Operating Liabilities	2.5	(0.8)	(3.3)	n.m.
Investments	(16.6)	(17.1)	(0.5)	3.0%
Other	(0.5)	(0.7)	(0.2)	n.m.
Operating Free Cash Flow	302.2	236.5	(65.7)	(21.7)%
Operating Free Cash Flow / Ebitda	141.6%	152.6%		

Positive performance of Seat S.p.A. (+10 mln) and TDL while Telegate lower than 2005 (6.4 mln) due to higher accounts payable (i.e. advertising payment)

Maintaining solid operating free cash flow reduced only by the lower Ebitda of which +34.8 euro mln related to additional advertising expenses (investments for future growth)

(1) Reported Ebitda

Balance sheet

SEAT GROUP

euro million	31/12/2005	30/06/2006	Change
Goodwill and Customer Data Base	4,155.0	4,071.9	(83.1)
Other Not Current Assets	197.0	198.8	1.8
Not Current Liabilities	(77.6)	(73.7)	3.9
Working Capital	260.6	160.9	(99.8)
Net Invested Capital	4,535.0	4,357.8	(177.2)
Total Stockholders' Equity	999.7	908.1	(91.7)
Net Financial Debt - Book Value	3,535.3	3,449.7	(85.6)
Total	4,535.0	4,357.8	(177.2)
Net Financial Debt	3,634.6	3,568.3	(66.3)
IAS Adjustments	(99.3)	(118.6)	(19.3)
Net Financial Debt - Book Value	3,535.3	3,449.7	(85.6)

Receivables securitization in place: cost of debt optimization

As of June 30, 2006

Debt Facility (euro mln)	Amount	Repayment	Interest
GROSS DEBT	**3,742.2**		
• **Bank Senior Debt**	**2,165.4**		
Term Loan A (*)	1,650.7	Amort. Dec. 06 to June 2012	Euribor + 1.91% (3)
Term Loan B (*)	514.5	Bullett June 2013	Euribor + 2.41% (3)
Revolving(1)	0.2	R.F.Available until June 2012	Euribor + 1.91% (3)
• **Subord. Debt vs. Lighthouse (2)**	**1,300**	April 2014	Fixed 8%
• **Asset Backed Securities**	**256**	January 2014	Commercial paper rate+ 0.51%
• **Debt for shareholders dividend**	**20.8**		
• **Net Financial Accruals**	18.3		
CASH & Cash Equivalents and other	-192.2		
SEAT GROUP NET DEBT	**3,568.3**		

IAS adjustments:	
Minus transaction costs	**-112.3**
Minus Derivatives Mark to Market	**- 6.3**
GROUP NET DEBT – BOOK VALUE	**3,449.7**

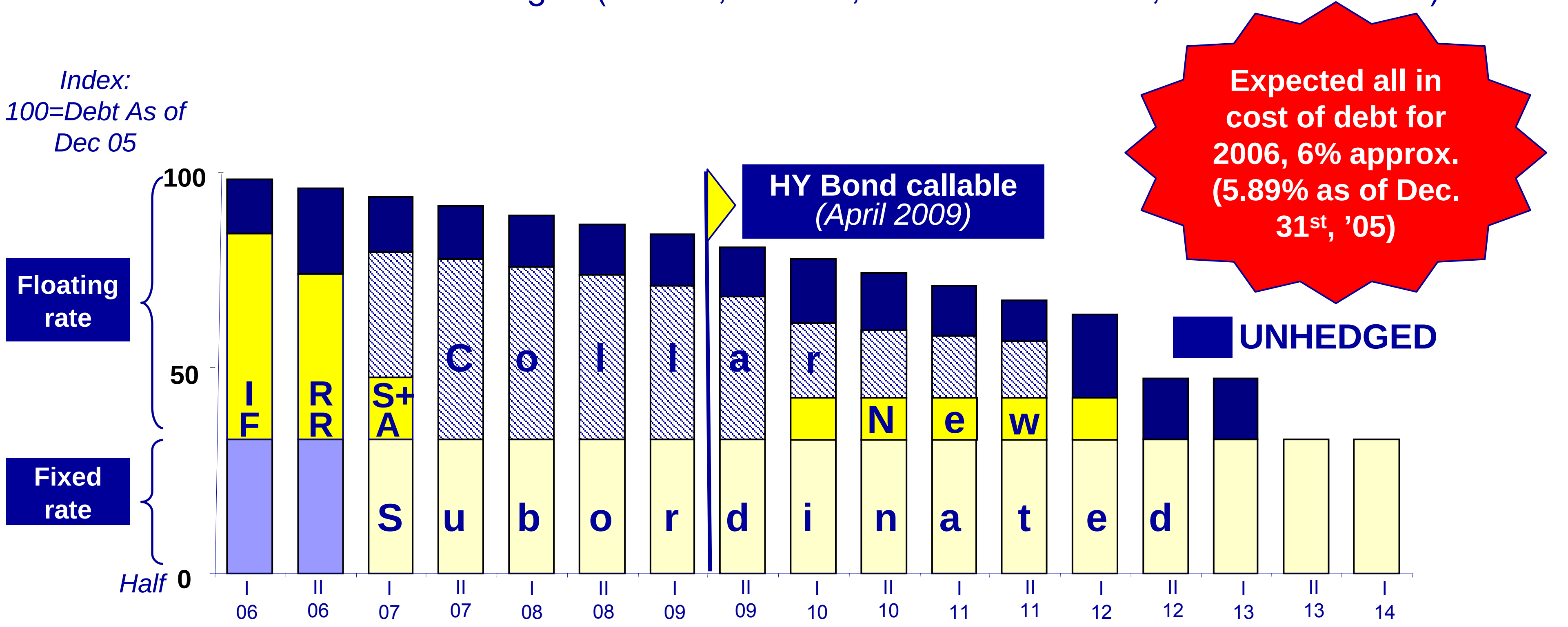
(*) euro 193.9 mln on Tranche A +60.5 mln on Tranche B prepaid in June as Net Proceed of Securitization. Total debt repayment since April 2004 equal to 692.4 euro mln

For H1'06 all-in cost of financing down to 5.9% from 6.57% in H1'05

(1) Callable up 90 euro mln
(2) Lighthouse funded the subordinated loan vs.SEAT through the issuance of the Lighthouse 8% Notes due April 2014
(3)Subject to decreasing margin ratchet linked to Total Net Debt /EBITDA ratio

Hedging policy protects Seat from euribor increase

- **2006:** 83% of debt at fixed rate: (Bond 1,300 mln, IRS 1,275 mln, FRA av. 520 mln)
- **2007:** 86% of debt hedged (Bond 1,300 mln, IRS av. 301 mln, Collar av. 1,480 mln);
- **2008 - 2009:** 86% of debt hedged (Bond 1,300 mln, Collar av. 1,536 mln)
- **2010 - 2011:** 80% of debt hedged (Bond 1,300 mln, Collar av. 640 mln, IRS av. 325 mln)



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