

Separate financial statements of Salini Impregilo S.p.A. at December 31, 2014

5. Deferred tax assets and liabilities

Deferred tax assets and liabilities amount to €57.5 million and €97.9 million respectively.

(Amounts in thousands of euros)	December 31, 2014	December 31, 2013	Change
Prepaid tax assets	57,527	36,434	21,093
Deferred tax liabilities	(97,872)	(98,932)	1,060

Deferred tax liabilities of €97.9 million at December 31, 2014 relate, for €97.6 million, to Salini Impregilo S.p.A.'s potentially attributable liability with the Group companies that participate in the national tax consolidation system for their losses transferred and not yet settled with them, considering the characteristics of these losses from the subjective point of view of the companies that incurred them and also the terms of the existing tax consolidation

system agreement (see the paragraph on "Income taxes" in the "Accounting policies" section). The reduction over the previous year is mainly attributable to the recognition of the gain from the tax consolidation to FIBE S.p.A. following the transfer of the tax loss 2013.

Changes in deferred tax assets and liabilities and the related impact on the income statement are set out below:

(Amounts in thousands of euros)	December 31, 2013	Increases	Decreases	Effects recognized in equity	Merger	Other	December 31, 2014
Deferred tax assets:							
Amortization and depreciation exceeding tax rates	1,389				7,727		9,116
Provisions for risks and impairment losses	42,295	1,421	(6,307)		5,522		42,931
Tax effect of share capital increase			(301)	1,506			1,205
Maintenance					6,373		6,373
Unrealized currency translation differences					640		640
Other	91	75,217	(4,217)	106	1,142		72,339
Total	43,775	76,638	(10,825)	1,612	21,404		132,604
Offsetting	(7,341)					(67,736)	(75,077)
Net deferred tax assets (a)	36,434	76,638	(10,825)	1,612	21,404	(67,736)	57,527
Deferred tax liabilities:							
Default interest	(5,530)				(523)		(6,053)
Contract acquisition costs			4,015		(9,974)		(5,959)
Gains on the disposal of assets					(459)		(459)
Other	(1,811)	(51,660)	662		(10,029)	(38)	(62,876)
Total	(7,341)	(51,660)	4,677		(20,985)	(38)	(75,347)
Offsetting	7,341					67,736	75,077
Net deferred tax liabilities (b)		(51,660)	4,677			67,698	(270)
Net deferred tax (income) expense (a+b)		24,978	(6,148)				18,830

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Prior year changes are given below:

(Amounts in thousands of euros)	December 31, 2012	Increases	Decreases	Exchange rate gains (losses)	Other changes	December 31, 2013
Deferred tax assets:						
Amortization and depreciation exceeding tax rates	1,389					1,389
Provisions for risks and impairment losses	47,150	4,227	(9,082)			42,295
Other	909		(837)		19	91
Total	49,448	4,227	(9,919)		19	43,775
Offsetting	(11,500)				4,159	(7,341)
Net deferred tax assets (a)	37,948	4,227	(9,919)		4,178	36,434
Deferred tax liabilities:						
Unrecognized fiscally-driven amortization and depreciation	(4,231)		4,231			
Default interest income - Venezuelan branch	(5,530)					(5,530)
Other	(1,739)	(244)	172			(1,811)
Total	(11,500)	(244)	4,403			(7,341)
Offsetting	11,500				(4,159)	7,341
Net deferred tax liabilities (b)		(244)	4,403		(4,159)	
Net deferred tax (income) expense (a+b)		3,983	(5,516)			(1,533)