

Statement of financial position

5. Property, plant and equipment

Property, plant and equipment amount to €709.9 million, up from the 31 December 2015 figure by €115.5 million. The historical cost and carrying amount are given in the following table:

(€'000)	30 June 2016			31 December 2015		
	Cost	Acc. depreciation	Carrying amount	Cost	Acc. depreciation	Carrying amount
Land	32,035		32,035	5,354	-	5,354
Buildings	181,865	(86,762)	95,103	152,726	(74,056)	78,670
Plant and machinery	1,320,592	(799,477)	521,115	1,084,534	(634,156)	450,378
Industrial and commercial equipment	108,983	(93,345)	15,638	112,781	(93,979)	18,802
Other assets	59,819	(47,308)	12,511	57,771	(44,812)	12,959
Assets under const. and payments on account	33,464		33,464	28,202	-	28,202
Total	1,736,758	(1,026,892)	709,866	1,441,368	(847,003)	594,365

Changes during the period are summarised below:

(€'000)	31 December 2015	Increases	Depreciation	(Imp. losses)/ Reversals of imp. losses	Reclassifications	Disposals	Exchange rate gains (losses) and other changes	Change in consolidation scope / Acquisitions	30 June 2016
Land	5,354	54	-	-	-	(758)	(661)	28,046	32,035
Buildings	78,670	14,889	(8,876)		1,195	(463)	(1,851)	11,539	95,103
Plant and machinery	450,378	114,347	(91,041)		(8,797)	(26,863)	(3,382)	86,473	521,115
Industrial and commercial equipment	18,802	6,471	(5,896)		(502)	(2,789)	(245)	(203)	15,638
Other assets	12,959	1,517	(2,188)		162	(312)	(218)	591	12,511
Assets under const. and payments on account	28,202	-	-		7,683	(2,315)	(183)	77	33,464
Total	594,365	137,278	(108,001)	-	(259)	(33,500)	(6,540)	126,523	709,866

The most significant changes include:

- increases of €137.3 million, mainly related to the projects in Italy (the high speed/capacity Milan-Genoa railway section) and abroad (Line 3 of the Riyadh Metro in Saudi Arabia, the Ruta del Sola project in Colombia and the Nenskra hydroelectric project in Georgia) as well as investments for Lane Group's foreign contracts;

- depreciation for the period of €108.0 million;
- disposals of €33.5 million, principally related to plant and machinery. These disposals mostly refer to contracts nearing completion;
- the change in the consolidation scope of €126.5 million, mainly due to the Group's acquisition of Lane on 4 January 2016 (€115.1 million) and Lane Group's acquisition of assets of Asphalt Roads and Materials Company Inc. on 21 March 2016 (€11.2 million). Note 3 - Business combinations provides information about these acquisitions.

The closing balance at 30 June 2016 includes leased assets of €190.5 million recognised under "Buildings" (€0.7 million), "Plant and machinery" (€187.3 million), "Industrial and commercial equipment" (€1.8 million) and "Other assets (€0.8 million).