

32.1 Raw materials and consumables

The cost of raw materials and consumables incurred in the first half of 2014 totaled € 235.8 million, up € 24.9 million from the same period of the previous year:

(Values in €/000)	H1 2014	% of revenue	H1 2013	% of revenue	Change
Purchases of raw materials and consumables	249,819	11.8%	219,968	16.6%	29,851
Change in raw materials and consumables	(13,999)	(0.7%)	(9,066)	(0.7%)	(4,933)
Total	235,820	11.2%	210,902	15.9%	24,918

32.2 Service and subcontractor costs

Service and subcontractor costs came to € 1,416.2 million, registering an increase of € 566.4 million

compared to the same period of the previous year, as shown in the next table:

(Values in €/000)	H1 2014	% of revenue	H1 2013	% of revenue	Change
Consultancy and technical services	100,425	4.8%	86,099	6.5%	14,326
Fees to directors, statutory auditors and independent auditors	6,771	0.3%	3,332	0.3%	3,439
Employee travel expenses	6,897	0.3%	8,781	0.7%	(1,884)
Maintenance	8,126	0.4%	6,123	0.5%	2,003
Transport and customs	53,654	2.5%	43,552	3.3%	10,102
Insurance	13,684	0.6%	17,128	1.3%	(3,444)
Subcontracts and expenses incurred through the unconsolidated project companies	1,125,993	53.4%	500,391	37.8%	625,602
Rent and leases	38,062	1.8%	28,437	2.1%	9,625
Charge backs	365	0.0%	126	0.0%	239
Lease payments and expenses	71	0.0%	68	0.0%	3
Trade expenses	1,529	0.1%	4,228	0.3%	(2,699)
Other	60,575	2.9%	151,514	11.4%	(90,939)
Total cost of services	1,416,152	67.1%	849,779	64.1%	566,373

Item "Consultancy and technical services" amounted to € 14.3 million, higher than the same period last year, mainly consist of costs for the design and construction

work carried out by the project companies and the costs for legal and administrative services.

The latter services, unlike the first ones, registered a decrease, as shown in the table below:

(Values in €/000)	H1 2014	% of revenues	H1 2013	% of revenues	Change
Design and engineering consulting	80,378	3.8%	11,977	0.9%	68,401
Legal, administrative and other services	16,223	0.8%	72,041	5.4%	(55,818)
Testing	849	0.0%	44	0.0%	805
Construction	2,975	0.1%	2,037	0.2%	938
Total	100,425	4.8%	86,099	6.5%	14,326

32.3 Personnel expenses

Personnel expenses for the period amounted to € 218.0 million, up by € 76.6 million compared to the

same period of the previous year. The item is made up as follows:

(Values in €/000)	H1 2014	% of revenues	H1 2013	% of revenues	Change
Wages and salaries	156,721	7.4%	111,226	8.4%	45,495
Social security and pension contributions	26,693	1.3%	17,530	1.3%	9,163
Post-employment benefits and employee benefits	5,782	0.3%	3,394	0.3%	2,388
Other personnel expenses	28,847	1.4%	9,253	0.7%	19,594
Total	218,043	10.3%	141,403	10.7%	76,640

Other personnel expenses mainly relate to termination benefits and repayments of travel expenses.

32.4 Other operating expenses

Other operating expenses increased by € 29.7 million compared to the same period of the previous year,

amounting to € 44.3 million in the first half of 2014, as follows:

(Values in €/000)	H1 2014	% of revenues	H1 2013	% of revenues	Change
Other operating expenses	28,906	1.4%	12,635	1.0%	16,271
Prior year expense	15,381	0.7%	1,996	0.2%	13,385
Total	44,287	2.1%	14,631	1.1%	29,656

32.5 Amortization, depreciation, provisions and impairment losses

This item came to € 80.8 million, up € 22.9 million compared to the same period of the previous year, broken down as follows:

(Values in €/000)	H1 2014	% of revenue	H1 2013	% of revenue	Change
Impairment losses on non-current assets, net of reversals	1,558	0.1%	80	0.0%	1,478
Accrual to the allowance for impairment, net of utilizations	(2,798)	(0.1%)	4,825	0.4%	(7,623)
Accrual to the provisions for risks, net of utilizations	3,220	0.2%	(1,150)	(0.1%)	4,370
Total provisions and impairment losses	1,980	0.1%	3,755	0.3%	(1,775)
Amortization of intangible assets	15,307	0.7%	1,088	0.1%	14,219
Depreciation of property, plant and equipment	63,106	3.0%	52,824	4.0%	10,282
Amortization of rights to infrastructure under concession	370	0.0%	185	0.0%	185
Total amortization and depreciation	78,783	3.7%	54,097	4.1%	24,686
Total	80,763	3.8%	57,852	4.4%	22,911

Impairment losses had a negative balance as at June 30, 2014 amounting to € 2.8 million in reference to the combined effect of the use of the previously set aside provision for Venezuela of approximately € 4.8 million and the accrual of approximately € 1.9 million related

to the Uganda branch for the write-down of receivables for the insurance company regarding the claim for damages for which a civil lawsuit is pending.

33.1 Financial income

Financial income totaled € 18.7 million in the first half of 2014 (€ 12.9 million in the first half of 2013) and is made up as follows:

(Values in €/000)	H1 2014	H1 2013	Change
Interest income from receivables	1,538	105	1,433
Financial income from securities	-	2	(2)
Interest and other income from group companies	5,375	3,279	2,096
- Interest income	3,817	2,847	970
- Financial income	1,558	432	1,126
Interest income and other financial income	11,814	9,539	2,275
- Interest income on correspondent accounts	-	1,647	(1,647)
- Interest on financing	1,121	1,046	75
- Bank interest	2,220	2,600	(380)
- Financial discounts and allowances	157	54	103
- Other	8,316	4,192	4,124
Total	18,727	12,925	5,802