

## 22. Inventories

Inventories total €132,133, as shown in the following table:

(Values in €/000)	31 December 2013	31 December 2012	Change	% Chg
Raw materials, ancillary materials and consumables	132,133	111,446	20,687	19%
<b>Total inventories</b>	<b>132,133</b>	<b>111,446</b>	<b>20,687</b>	<b>19%</b>

The geographical breakdown of the item is as follows:

(Values in €/000)	31 December 2013	%	31 December 2012	%	Change	% Chg
Italy	4	0%	253	0%	(250)	-99%
Dubai	2,741	1%	3,489	3%	(749)	-21%
Ethiopia	123,519	93%	97,099	87%	26,420	27%
Kazakhstan	1,242	1%	6,119	5%	(4,877)	-80%
Sierra Leone	4,628	4%	3,002	3%	1,626	54%
Uganda	0	0%	1,484	1%	(1,484)	-100%
<b>Total inventories</b>	<b>132,133</b>		<b>111,446</b>		<b>20,687</b>	<b>19%</b>

The table below shows the changes in raw materials, ancillary materials and consumables:

(Values in €/000)	31 December 2013
Balance at 1 January 2013	111,446
Exchange rate effect	(1,763)
Income Statement changes	22,450
<b>Balance at 31 December 2013</b>	<b>132,133</b>

Inventories of raw materials, ancillary materials and consumables are essentially made up of construction materials and spare parts for operating machinery. The increase in this category, of €20,687, coincides with the net increase in inventories and is mainly due to: the decrease in procurement in Uganda, by €1.5 million, due to the closing of contracts in Kazakhstan, by €4.9 million, due to the progressive approach towards the conclusion of the works;

the increase in procurement in Ethiopia, by €26.5 million, due to the full operation of the existing contracts and the increase in procurement in Sierra Leone, by €1.6 million, due to the start-up during 2013 of the Matatoka-Sefadu contract and variation orders on the already existing contracts. These amounts are due to the extensive procurement of materials and spare parts necessary for complex works.