

23. Inventories

Inventories total €244,016, as shown in the following table:

(Values in €/000)	Year 2013	Year 2012	Change
Raw materials, ancillary materials and consumables	225,450	167,646	57,804
Finished products and goods for resale	4,478	441	4,037
Real estate projects	14,088	0	14,088
Assets under const. and Prepayment on account	0	0	0
Total inventories	244,016	168,088	75,928

The geographical breakdown of the item is as follows:

(Values in €/000)	31 December 2013	%
Italy	19,346	8%
EU excluding Italy	444	0%
Non-EU	0	0%
Asia	12,244	5%
Africa	152,528	63%
America	59,454	24%
Oceania	0	0%
Total Eliminations	0	0%
Salini SpA Group - Geographical Area	244,016	

The acquisition of the Impregilo Group on 1 April 2013 resulted in the full absorption of €83,500 for the inventories of raw materials, finished products and payments on account.

The largest items and changes occurring during the period for “Inventories” are broken down below:

- raw materials, ancillary materials and consumables rose by €57,804 and, more specifically, the acquisition of Impregilo contributed a net amount of €64,934. This item is mainly made up by materials and goods for resale to be used in the Impregilo Group’s foreign projects in the construction segment in Venezuela, Colombia, Panama and the United States. We also note the decrease of €(30,154) due to the reclassification of the inventories at 31 December 2013 of the Todini Group in accordance with IFRS 5. The remaining change of €23,024 was 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;

- real estate projects, originating exclusively from the acquisition of Impregilo, amounting to €14.1 million at 31 December 2013, mainly relate to the real estate project for a net value of €11.6 million (net of the related allowance of €7.8 million) for the construction of a trade point in Lombardy. Although the project had not yet been fully launched at the reporting date, considering the current zoning provisions implemented by the relevant authorities, the directors deemed its carrying amount adequate, based also on an appraisal prepared in 2013 by an independent expert.