Press Release

Media Relations
e-mail: ufficiostampa@autostrade.it

Investor Relations
e-mail: investor.relations@autostrade.it

Board of Directors approves Autostrade per l'Italia Group's results announcement for three months ended 31 March 2023

- **Traffic on Group's network has returned to pre-pandemic levels in Q1 2023 and is up 8.1% on Q1 2022**[(1)]
- **Investment in modernisation and upgrade of busiest sections of country's motorway network and maintenance expenditure totals €388m**[(2)] **in Q1 2023**
- **Consolidated gross operating profit (EBITDA) totals €520m in Q1 2023 (down 6%)**[(3)]**, with cash EBITDA**[(4)] **totalling €496m (up 7%) and profit attributable to owners of parent of €163m (down 31%)**

Rome, 11 May 2023 – Today's meeting of the Board of Directors of Autostrade per l'Italia SpA ("ASPI"), chaired by Elisabetta Oliveri, examined and approved the Autostrade per l'Italia Group's quarterly results announcement for the three months ended 31 March 2023 ("Q1 2023"), which is unaudited.

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(1) The Group's traffic performance excludes the kilometres travelled on the A3 Naples-Salerno operated by Autostrade Meridionali, whose concession was handed over to the incoming operator on 1 April 2022.
(2) Includes capital expenditure of €285m, unremunerated investment of €3m and maintenance costs of €100m.
(3) The reduction compared with Q1 2022 (down €31m) is primarily linked to the operating change in provisions across the comparative periods, due to the sharp rise in the interest rates used to adjust the present value of provisions in 2022.
(4) Calculated after stripping out the operating change in provisions and the non-cash effect of discounts and exemptions.

Traffic trends

Traffic on the Group's network rose by a total of 8.1%[5] in the first quarter of 2023 compared with the same period of 2022, which continued to be impacted by the wave of Covid infections that began towards the end of 2021, in addition to the sharp increase in fuel prices from the end of February 2022 as a result of geopolitical tensions. If compared with 2019, traffic in the first quarter of 2023 is broadly in line with pre-pandemic levels (down 0.3% compared with the first quarter of 2019).

(% change in kilometres travelled)	Q1 2023 vs Q1 2022	Q1 2023 vs Q1 2019
Light vehicles (2 axles)	+9.9%	-1.2%
Heavy vehicles (3+ axles)	-0.1%	+4.8%
Total traffic	**+8.1%**	**-0.3%**

Traffic by operator

OPERATOR	KM TRAVELLED (IN MILLIONS)			% change	
	VEHICLES WITH 2 AXLES	VEHICLES WITH 3+ AXLES	TOTAL VEHICLES	vs Q1 2023	vs Q1 2019
Autostrade per l'Italia	8.590	1.757	10.347	8,2%	-0,1%
Tangenziale di Napoli	200	3	203	5,7%	-10,6%
Autostrada Tirrenica	43	6	49	4,7%	2,4%
Raccordo Autostradale Valle d'Aosta	23	5	28	8,8%	2,9%
Società Italiana per il Traforo del Monte Bianco	2	1	3	17,6%	-3,0%
TOTAL	**8.858**	**1.772**	**10.630**	**8,1%**	**-0,3%**

From the beginning of the year to 30 April 2023, traffic using Autostrade per l'Italia's motorway network is up 7.3% compared with the same period of 2022 (down 0.2% compared with 2019).

[5] The Group's traffic performance excludes the kilometres travelled on the A3 Naple-Salerno operated by Autostrade Meridionali, whose concession was handed over to the incoming operator on 1 April 2022.

Network upgrade and modernisation

The Group's operators continued to invest in the modernisation and upgrade of the network in the first three months of 2023 to improve the network for its users.

Total capital expenditure in the first quarter of 2023 amounted to €255m under plans to build infrastructure combining sustainability with local development.

	Q1 2023	Q1 2022
Autostrade per l'Italia SpA		
Network development and modernisation(1)	199	88
Extraordinary Maintenance Plan(2)	18	92
Capitalised costs	11	10
Autostrade per l'Italia's total capital expenditure(3) (including capitalised costs)	**228**	**190**
Total other operators (including capitalised costs)	**14**	**5**
Investment in property, plant and equipment	3	6
Investment in intangible assets	10	13
Total capital expenditure	**255**	**214**

(1) Includes investment in major works, other modernisation work and investment in the noise abatement plan.
(2) The extraordinary maintenance plan is included in investment as it is remunerated through the construction charge component.
(3) This amount does not include unremunerated investment included in the settlement agreement and totalling approximately €3 million in the first quarter of 2023 (€68 million in the same period of the previous year). These sums are accounted for in cash outflows represented by operating uses of provisions.

The following took place in the first three months of 2023:

- construction of c.2.6km of fifth lane for the Milan-Lainate section of the A8;
- the opening to traffic of the first 1.5 km (out of a total of 10 km) of fourth free-flow lane on the A4 in the Milan area (between the Viale Certosa and Sesto San Giovanni junctions) from 1 April 2023. The A4 is the first motorway in Italy to be equipped with a high-tech system for Automatic Incident Detection, able to monitor motorway conditions and keep road users informed on whether the hard shoulder is open or closed to traffic;
- as part of the plan to upgrade the network, opening of worksites and preparations for other works of major importance for the Country, such as the Bologna and the Genoa by-pass;

- other works for the local territories, in connection with the widening of the A14 between Rimini and Porto Sant’Elpidio to three lanes;
- the continuation of work on improvements to quality and safety standards on the network.

Compared to the first quarter 2022, the first quarter of 2023 recorded a reduction in work on the extraordinary maintenance plan and in unremunerated investment, given that the commitments included in Autostrade per l’Italia’s financial plan had for the most part been fulfilled by the end of December 2022.

Workplace safety

During this stage of implementation of the Group’s investment plans, issues surrounding safety present an even greater challenge. For this reason, Autostrade per l’Italia continues to be committed to reducing workplace injuries. The various initiatives undertaken included Safety Week in February 2023, providing an opportunity to showcase the actions taken and share best practices with the aim of achieving zero workplace injuries.

Group financial review

Consolidated results

“Total operating revenue” for the first quarter of 2023 amounts to €943m, up €56m compared with the first quarter 2022 (€887m).

“Toll revenue” of €839m is up €48m compared with the first quarter of 2022 (€791m), primarily reflecting traffic growth in the first quarter of 2023. Toll revenue includes a non-cash component linked to the discounts and exemptions granted to road users, amounting to €21m both in Q1 2023(6) as well as in Q1 2022.

“Net operating costs” totalling €423m are up €87m compared with the first quarter of 2022 (€336m). “Maintenance costs” of €100m are unchanged with respect to the first quarter of 2022. The “Cost of other external services”, amounting to €83m, is up €10m compared with the comparative period, partly due to the rising cost of electricity and legal assistance. “Concession fees” amount to €104m (€100m in the first quarter of 2022). “Net staff costs” of €139m are up €8m compared with the first quarter of 2022 (€131m). The change reflects:

- an increase in the average workforce, broadly linked to the recruitment of additional personnel at Tecne, Amplia, Giove Clear, Movyon and Autostrade per l’Italia, partially offset by a reduction in personnel at Autostrade Meridionali following the handover to the new operator from April 2022;
- an increase in the overall average cost (up 1.5%), partly due to the increase in costs linked to the national collective labour agreement.

The “Operating change in provisions” reflects the net use of €3m (€68m in the first quarter of 2022). In the first quarter of 2022, this included the sum of €49m linked to the sharp rise in the interest rates used to adjust the present value of the provisions.

“Gross operating profit” (EBITDA) of €520m is down €31m compared with the first quarter of 2022 (€551m) as a result of the above performance. On a like-for-like basis(7), EBITDA is up €21m. Cash EBITDA, calculated after stripping out the “operating change in provisions” and the non-cash effect of discounts and exemptions, amounts to €496m for the first quarter of 2023, an increase of €34m compared with the first quarter of 2022.

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6 Amounts for discounts and exemptions, included in the commitments assumed by the Company in the settlement agreement of October 2021, have no impact on profit and loss due to the use of provisions for risks and charges made in previous years.

7 The explanation of the expression, "on a like-for-like basis", is provided in the section, “Explanatory notes”.

“Amortisation and depreciation, impairment losses, reversals of impairment losses and provisions for renewal” amount to €179m, an increase of €25m compared with the first quarter of 2022. This reflects the increased value of intangible assets due to investment during 2022.

The resulting “Operating profit” (EBIT) of €341m is down €56m compared with the first quarter of 2022 (€397m).

“Net financial expenses” of €101m are up €49m compared with the first quarter of 2022, which included fair value gains on IRS derivative financial instruments redesignated as cash flow hedges from the second half of 2022 (€41m).

“Income tax expense” amounts to €75m for the first quarter of 2023, down compared with the €103m of the first quarter of 2022, essentially due to the reduction in taxable profit from one period to the other.

“Profit for the period”, amounting to €166m, is down €75m compared with the first quarter of 2022. On a like-for-like basis, profit for the period is broadly in line with the comparative period.

“Profit for the year attributable to owners of the parent”, amounting to €163m, is down €74m compared with the first quarter of 2022 (€237m), whilst “Profit for the period attributable to non-controlling interests”, amounting to €3m, is down €1m compared with the first quarter of 2022.

RECLASSIFIED CONSOLIDATED INCOME STATEMENT(*)

€m	Q1 2023	Q1 2022	Increase/(Decrease) Absolute	%
Toll revenue	839	791	48	6
Other operating income	104	96	8	8
Total operating revenue	**943**	**887**	**56**	**6**
Maintenance costs	-100	-100	-	-
Cost of other external services	-83	-73	-10	14
Concession fees	-104	-100	-4	4
Net staff costs	-139	-131	-8	6
Operating change in provisions	3	68	-65	-96
Total net operating costs	**-423**	**-336**	**-87**	**26**
Gross operating profit (EBITDA)	**520**	**551**	**-31**	**-6**
Amortisation, depreciation, impairment losses, reversals of impairment losses and provisions for renewal work	-179	-154	-25	16
Operating profit/(loss) (EBIT)	**341**	**397**	**-56**	**-14**
Financial income/(expenses), net	-101	-52	-49	94
Share of profit/(loss) of investees accounted for using the equity method	1	-1	2	n/s
Profit/(Loss) before tax from continuing operations	**241**	**344**	**-103**	**-30**
Income tax benefit/(expense)	-75	-103	28	-27
Profit/(Loss) for the period	**166**	**241**	**-75**	**-31**
(Profit)/Loss for the period attributable to non-controlling interests	3	4	-1	-25
(Profit)/Loss for the period attributable to owners of the parent	**163**	**237**	**-74**	**-31**

(*) The reconciliation with the statutory consolidated income statement is provided in the section, “Explanatory notes".

Consolidated financial position

Equity amounts to €3,600m as at 31 March 2023, an increase of €131m compared with the figure for 31 December 2022 (€3,469m). This essentially reflects comprehensive income for the period.

RECLASSIFIED CONSOLIDATED STATEMENT OF FINANCIAL POSITION(*)

€m	31 March 2023	31 December 2022	Increase/ (Decrease)
Non-financial assets (A)	16.328	16.218	110
Net working capital (B)	-1.189	-1.308	119
Gross invested capital (C=A+B)	15.139	14.910	229
Non-financial liabilities (D)	-3.311	-3.324	13
NET INVESTED CAPITAL (E=C+D)	11.828	11.586	242
Equity attributable to owners of the parent	3.273	3.146	127
Equity attributable to non-controlling interests	327	323	4
Total equity (F)	3.600	3.469	131
Net debt (G)	8.228	8.117	111
NET DEBT AND EQUITY (H=F+G)	11.828	11.586	242

(*) The reconciliation with the statutory consolidated statement of financial position is provided in the section, “Explanatory notes".

Net debt of €8,228m is up €111m, reflecting a reduction in fair value gains on hedging derivatives following a fall in interest rates compared with 31 December 2022.

In terms of cash flow for operating activities in the first quarter of 2023, the Group has spent a total of €388m on capital and maintenance expenditure, consisting of:

a) capital expenditure of €285m (€223m in the first quarter of 2022);

b) maintenance costs of €100m (€100 million in the first quarter of 2022);

c) unremunerated investment of €3m (€68m in the first quarter of 2022).

Finally, operating cash flow of €354m is up €109m on the comparative period, essentially due traffic growth on the network and a reduction in unremunerated investment.

The composition of net debt as at 31 March 2023 is shown below:

€m	31 March 2023		31 December 2022		Increase/ (Decrease)
Net debt					
Financial liabilities (A)	**12.136**		**11.456**		**680**
Bond issues	9.273		8.530		743
short-term portion		*750*		*749*	
Medium/long-term borrowings	2.669		2.700		-31
short-term portion		180		177	
Derivative liabilities	10		7		3
Bank overdrafts repayable on demand	22		33		-11
Short-term borrowings	18		19		-1
Other financial liabilities	144		167		-23
Cash and cash equivalents (B)	**-3.026**		**-2.313**		**-713**
Financial assets (C)	**-882**		**-1.026**		**144**
Financial assets deriving from concession rights	-33		-33		-
Financial assets deriving from government grants	-180		-179		-1
Term deposits	-175		-175		-
Non-current derivative assets	-324		-518		194
Other financial assets	-170		-121		-49
Net debt (D=A+B+C)	**8.228**		**8.117**		**111**

In January 2023, Autostrade per l'Italia issued its first Sustainability-linked Bond worth €750m, maturing in 2031. At the same time as the issue, derivative assets of the same amount were unwound and €135m in fair value gains collected.

The residual average term to maturity of interest-bearing debt as at 31 March 2023 is approximately five years and one month, the average cost of medium/long-term borrowings is approximately 3.12% and, after taking into account hedging derivatives, 92% of interest-bearing debt is fixed rate.

As at 31 March 2023, the Group has cash reserves of €5,286m, consisting of cash (€3,026m) and unused committed credit facilities (€2,260m).

Sustainability

Work continued in early 2023 on achieving the Group's ESG goals. Specifically:

- admission, January 2023, to the United Nations Global Compact, the network whose membership consists of businesses around the world committed to creating an economic, social and environmental framework to support a healthy and sustainable global economy;
- placement of the Company's first Sustainability-linked bonds worth €750m and with a term to maturity of 8 years, with the spread linked to the achievement of specific targets for cuts in greenhouse gas emissions and the installation of recharging points on the motorway network;
- the agreement of new bilateral revolving credit facilities with leading Italian and international banks, amounting to €450m. The facilities are sustainability-linked and the spreads are tied to the achievement of specific ESG goals;
- under the plan to rollout 100 Free To X ultrafast charging points at the same number of services areas by the summer of 2023, 69 service areas now have charging points operating along Autostrade per l'Italia's network;
- the launch, as part of the Mercury programme, of the "Energy efficiency plan", with 32,000 LED lighting points in 450 motorway tunnels, saving around 10 GWh of electricity per year, in addition to boosting road user comfort;
- the upgrade, starting from Liguria, of the traffic information system, involving the use of new technological solutions, with the aim of making the traffic information provided to road users more effective and real-time;
- MSCI, considered a leading provider of critical decision support tools and services for the global investment community, assigned Autostrade per l'Italia an ESG rating of "BBB" at the end of April 2023.

Events after 31 March 2023

Following the resignation of Mr Li as a Director and as a member of a number of Board Committees, today's meeting of the Board of Directors of Autostrade per l'Italia SpA co-opted Mr Zhiping Chen as a new member of the Board of Directors. The Board's resolution was approved by the Board of Statutory Auditors. Mr Chen was appointed a member of the Major Works Committee and the Control, Risk, Audit and Related Parties Committee.

On behalf of the Board of Directors and the Board of Statutory Auditors, the Company would like to thank Mr. Li for his extensive contribution during his term in office.

Outlook

Implementation of the Group's Transformation Plan is continuing in 2023 with the goal of introducing an integrated, technologically advanced approach to managing mobility that puts sustainability, safety and innovation at its heart. In addition to completing implementation of the initiatives already launched, we are focused on achieving a range of objectives for the benefit of travellers and all the stakeholders in the areas crossed by the network.

We expect a further increase in investment and maintenance designed to modernise and upgrade Autostrade per l'Italia's network, with over €1.7bn due to be spent during the year with the aim of regenerating and upgrade the infrastructure we operate to increase the useful life of our assets and boost their resilience, including their ability to withstand adverse climate events.

In light of traffic trends in the first four months of the year and the backdrop in 2023, with continued macroeconomic uncertainty caused by the prolonged geopolitical crisis, we expect to see modest growth in traffic using the network compared with 2022, and, overall, traffic to be in line with the pre-pandemic levels of 2019.

The Company will pursue its business objectives whilst maintaining a healthy, stable financial structure, as confirmed by the investment grade ratings assigned by the leading rating agencies.

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The manager responsible for financial reporting, Piergiorgio Peluso, declares, pursuant to section 2 of article 154-bis of the Consolidated Finance Act, that the accounting information contained in this release is consistent with the underlying accounting records.

The Group's net debt, as defined in the European Securities and Market Authority – ESMA Recommendation of 4 March 2021, amounts to €8,930m as at 31 March 2023 (€8,793m as at 31 December 2022).

Highlights by operating segment

The scope of consolidation as at 31 March 2023 is unchanged with respect to 31 December 2022. Highlights by operating segment are shown below:

MILIONI DI EURO	MOTORWAYS			ENGINEERING AND CONSTRUCTION			INNOVATION AND TECHNOLOGY			OTHER SERVICES			CONSOLIDATION ADJUSTMENTS		TOTAL AUTOSTRADE PER L'ITALIA GROUP	
	Q1			Q1			Q1			Q1			Q1		Q1	
	2023	2022	Change	2023	2022	Change	2023	2022	Change	2023	2022	Change	2023	2022	2023	2022
REPORTED AMOUNTS																
Operating revenue	901	856	45	169	152	17	34	29	5	12	11	1	-173	-161	943	887
EBITDA	523	544	-21	4	5	-1	1	3	-2	1	1	-	-9	-2	520	551
Operating cash flow	363	241	122	-1	4	-5	-	2	-2	1	-	1	-9	-2	354	245
Capital expenditure	255	214	41	2	1	1	8	6	2	-	-	-	20	2	285	223
Average workforce	5.433	5.580	-147	2.625	2.184	441	310	222	88	609	573	36	-	-	8.977	8.559

Motorways: includes the activities of the Group's motorway operators;

Engineering and construction: essentially Amplia Infrastructures and Tecne

Innovation and technology: essentially Movyon and Free To X;

Other services: includes the services provided by EsseDiesse, Ad Moving, Elgea and Giove Clear to other Group companies.

There were no non-recurring, atypical or unusual transactions, either with third or related parties, in the first quarter 2023.

Explanatory notes

Like-for-like performance indicators

The following table shows a reconciliation of like-for-like consolidated amounts, for both comparative periods, for gross operating profit/(loss) (EBITDA), profit/(loss) for the period, profit/(loss) for the period attributable to owners of the parent and operating cash flow and the corresponding amounts presented in the reclassified consolidated financial statements.

		Q1 2023				Q1 2022			
€m	Note	Gross operating profit (EBITDA)	Profit/(Loss) for the period	Profit/(Loss) for the period attributable to owners of the parent	Operating cash flow	Gross operating profit (EBITDA)	Profit/(Loss) for the period	Profit/(Loss) for the period attributable to owners of the parent	Operating cash flow
Reported amounts (A)		**520**	**166**	**163**	**354**	551	241	237	245
Adjustments for non like-for-like items									
Change in scope of consolidation (C.I.E.L., Control Card, MovyonMex, Movyon SEE)	(1)	-1	-1	-1	-1	-	-	-	-
Change in discount rate applied to provisions	(2)	-2	-3	-4	-	49	34	34	-
Off-balance sheet amortisation of goodwill	(3)	-	-	-	21	-	-	-	-
Effect of derivatives redesignated as cash flow hedges	(4)	-	-	-	-	-	31	31	-10
Sub-total (B)		**-3**	**-4**	**-5**	**20**	49	65	65	-10
Like-for-like amounts (C) = (A)-(B)		**523**	**170**	**168**	**334**	502	176	172	255

Notes:

The term "like-for-like basis", used in the description of changes in certain consolidated financial performance indicators, means that amounts for comparative periods have been determined by excluding the following:

1) from amounts for the first quarter of 2023, the impact on the income statement and operating cash flow of the contributions of C.I.E.L. Costruzioni Impianti, Control Card, MovyonMex and Movyon SEE, consolidated from the second quarter of 2022;
2) from amounts for both comparative periods, the after-tax impact of the difference in the discount rates applied to the provisions accounted for among the Group's liabilities and to the provisions made by ASPI in previous years to cover the cost of the commitments included in the settlement agreement;
3) from amounts for the first quarter of 2023, the impact of the exemption from taxation of off-balance sheet amortisation of goodwill attributable to Autostrade per l'Italia;
4) from amounts for the first quarter of 2022, the impact on the income statement and operating cash flow of the derivatives redesignated as cash flow hedges from the second half of 2022.

Alternative performance indicators

The Group's performance is assessed on the basis of a number of alternative performance indicators ("APIs"), calculated on the same basis used in the Group's Annual Report for 2022, to which reference should be made.

Reconciliation of the reclassified and statutory financial statements

Reconciliations of the income statement, statement of financial position and statement of cash flows, as prepared under IFRS, with the corresponding reclassified financial statements presented above are shown below.

RECONCILIATION OF THE CONSOLIDATED INCOME STATEMENT WITH THE RECLASSIFIED CONSOLIDATED INCOME STATEMENT

€m	Q1 2023						Q1 2022					
Reconciliation of items	Reported basis			Reclassified basis			Reported basis			Reclassified basis		
	Ref.	Sub-items	Main entries	Ref.	Sub-items	Main entries	Ref.	Sub-items	Main entries	Ref.	Sub-items	Main entries
Toll revenue			839			839			791			791
Revenue from construction services			261						195			
Revenue from construction services - government grants and cost of materials and	(a)	218					(a)	166				
Capitalised staff costs - construction services for which additional economic benefits are received	(b)	43					(b)	29				
Revenue from construction services provided by sub-operators	(c)	-					(c)	-				
Other revenue	(d)		104				(d)		96			
Other operating income				(c+d)		104				(c+d)		96
Revenue from construction services provided by sub-operators				(c)	-					(c)	-	
Total revenue			1.204						1.082			
TOTAL OPERATING REVENUE						943						887
Raw and consumable materials			-60		-60				-35		-35	
Service costs			-321		-321				-280		-280	
Gain/(Loss) on sale of elements of property, plant and equipment			-		-				-		-	
Staff costs	(e)		-182				(e)		-160			
Other operating costs			-126						-125			
Concession fees	(f)		-104				(f)		-100			
Lease expense			-3		-3				-3		-3	
Other			-19		-19				-22		-22	
Use of provisions for construction services required by contract and other provisions				(j)	-					(j)	-	
Revenue from construction services: government grants and capitalised cost of materials and external services				(a)	218					(a)	166	
Use of provisions for renewal of motorway infrastructure				(i)	2					(i)	1	
COST OF MATERIALS AND EXTERNAL SERVICES, INCLUDING MAINTENANCE COSTS						-183						-173
CONCESSION FEES				(f)		-104				(f)		-100
NET STAFF COSTS				(e+b)		-139				(e+b)		-131
OPERATING CHANGE IN PROVISIONS						3						68
Operating change in provisions			1						67			
(Provisions)/ Uses of provisions for repair and replacement of motorway infrastructure			4		4				41		41	
(Provisions)/Uses of provisions for renewal of motorway infrastructure			-2						-1			
Provisions for renewal of motorway infrastructure	(h)	-4					(h)	-2				
Uses of provisions for renewal of motorway infrastructure	(i)	2					(i)	1				
Provisions/(Uses) of provisions for risks and charges			-1		-1				27		27	
TOTAL NET OPERATING COSTS						-423						-336
Amortisation and depreciation	(l)		-173				(l)		-153			
Depreciation of property, plant and equipment			-10						-9			
Amortisation of intangible assets deriving from concession rights			-148						-133			
Amortisation of other intangible assets			-15						-11			
(Impairment losses)/Reversals of impairment losses	(m)		-2				(m)		1			
GROSS OPERATING PROFIT (EBITDA)						520						551
AMORTISATION, DEPRECIATION, IMPAIRMENT LOSSES AND REVERSALS OF IMPAIRMENT LOSSES				(l+h+m)		-179				(l+h+m)		-154
TOTAL COSTS			-863						-685			
OPERATING PROFIT/(LOSS)			341						397			
OPERATING PROFIT/(LOSS) (EBIT)						341						397
Financial income			19						68			
Other financial income	(n)		19				(n)		68			
Financial expenses	(o)		-120				(o)		-120			
Financial income/(expenses) from discounting of provisions	(p)		-7				(p)		-5			
Other financial expenses	(q)		-113				(q)		-115			
Foreign exchange gains/(losses)			-						-			
FINANCIAL INCOME/(EXPENSES)			-101						-52			
Financial expenses, net of financial income						-101						-52
Share of profit/(loss) of investees accounted for using the equity method	(r)		1	(r)		1	(r)		-1	(r)		-1
PROFIT/(LOSS) BEFORE TAX FROM CONTINUING OPERATIONS			241			241			344			344
Income tax (expense)/benefit			-75			-75			-103			-103
Current tax expense			-46						-50			
Differences on tax expense for previous years			-						-			
Deferred tax income and expense			-29						-53			
PROFIT/(LOSS) FROM CONTINUING OPERATIONS			166			166			241			241
Proft/(Loss) from discontinued operations			-			-			-			-
PROFIT/(LOSS) FOR THE PERIOD			166			166			241			241
of which:												
Profit/(Loss) for the period attributable to owners of the parent			163			163			237			237
Profit/(Loss) for the period attributable to non-controlling interests			3			3			4			4

RECONCILIATION OF THE CONSOLIDATED STATEMENT OF FINANCIAL POSITION WITH THE RECLASSIFIED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

€m	31 March 2023					31 December 2022				
Reconciliation of items	**Reported basis**		**Reclassified basis**			**Reported basis**		**Reclassified basis**		
	Ref.	**Main entries**	*Ref.*	**Sub-items**	**Main entries**	*Ref.*	**Main entries**	*Ref.*	**Sub-items**	**Main entries**
Property, plant and equipment	*(a)*	197			197	*(a)*	202			202
Intangible assets	*(b)*	15.920			15.920	*(b)*	15.813			15.813
Investments	*(c)*	84			84	*(c)*	78			78
Deferred tax assets	*(d)*	123			123	*(d)*	122			122
Other non-financial assets	*(e)*	4			4	*(e)*	3			3
Total non-financial assets (A)					**16.328**					**16.218**
Trading assets	*(f)*	861			861	*(f)*	833			833
Trading liabilities	*(g)*	-1.705			-1.705	*(g)*	-1.830			-1.830
Current tax assets/(liabilities), net			*(h+i)*		-67			*(h+i)*		-21
Current tax assets	*(h)*	*73*				*(h)*	*73*			
Current tax liabilities	*(i)*	*-140*				*(i)*	*-94*			
Net non-financial assets/(liabilities) held for sale or related to discontinued operations		-	*(j+k)*		-		-	*(j+k)*		-
Assets held for sale or related to discontinued operations	*(j)*	-				*(j)*	-		-	
Non-financial liabilities held for sale or related to discontinued operations	*(k)*	-				*(k)*	-		-	
Other assets/(liabilities), net			*(m+j)*		-278					-290
Other assets	*(l)*	*162*				*(l)*	*126*			
Other liabilities	*(m)*	*-440*				*(m)*	*-416*			
Net working capital (B)					**-1.189**					**-1.308**
Gross invested capital (C=A+B)					**15.139**					**14.910**
Provisions			*(o+p)*		-2.759			*(o+p)*		-2.781
Current provisions	*0*	*-782*				*0*	*-764*			
Non-current provisions	*(p)*	*-1.977*				*(p)*	*-2.017*			
Deferred tax liabilities	*(q)*	-531			-531	*(q)*	-513			-513
Other non-financial liabilities	*(r)*	-21			-21	*(r)*	-30			-30
Non-financial liabilities (D)					**-3.311**					**-3.324**
NET INVESTED CAPITAL (E=C+D)					**11.828**					**11.586**
Equity attributable to owners of the parent		3.273			3.273		3.146			3.146
Equity attributable to non-controlling interests		326			327		323			323
Total equity (F)		**3.599**			**3.600**		**3.469**			**3.469**
Net debt (G)			*(s+t+u+w+x)*		**8.228**			*(s+t+u+w+x)*		**8.117**
Non-current net debt										
Non-current financial liabilities	*(s)*	11.022				*(s)*	10.310			
Non-current financial assets	*(t)*	-576				*(t)*	-556			
Current financial liabilities	*(u)*	1.114				*(u)*	1.145			
Cash and cash equivalents	*(w)*	-3.026				*(w)*	-2.313			
Current financial assets	*(x)*	-306				*(x)*	-469			
NET DEBT AND EQUITY (L=F+I)					**11.828**					**11.586**
Assets held for sale or related to discontinued operations	*(j)*	-				*(j)*				
Liabilities related to discontinued operations	*(k)*	-				*(k)*	-			
TOTAL NON-CURRENT ASSETS	*(a+b+c+d+e-t)*	**16.904**				*(a+b+c+d+e-t)*	**16.774**			
TOTAL CURRENT ASSETS	*(f+h+l-w-x)*	**4.428**				*(f+h+l-w-x)*	**3.814**			
TOTAL NON-CURRENT LIABILITIES	*(-s-p-q-r)*	**13.551**				*(-z-n-p-q+r)*	**12.870**			
TOTAL CURRENT LIABILITIES	*(-g-i-k-m-o+u)*	**4.181**				*(-g-i-k-m-o+u)*	**4.249**			

RECONCILIATION OF THE STATEMENT OF CHANGES IN CONSOLIDATED NET DEBT WITH THE CONSOLIDATED STATEMENT OF CASH FLOWS

€m		Q1 2023		Q1 2022	
Reconciliation of items		**Consolidated statement of cash flows**	**Changes in consolidated net debt**	**Consolidated statement of cash flows**	**Changes in consolidated net debt**
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES					
Profit/(Loss) for the period		**166**	**166**	**241**	**241**
Adjusted by:					
Amortisation and depreciation		174	174	152	152
Operating change in provisions, excluding uses of provisions for renewal of motorway infrastructure		-25	-25	-159	-159
Financial expenses/(income) from discounting of provisions		5	5	5	5
Share of (profit)/loss of investees accounted for using the equity method		-1	-1	1	1
Impairment losses/(Reversal of impairment losses) and adjustments of current and non-current assets		1	1	-1	-1
(Gains)/Losses on sale of non-current assets		-	-	-	-
Net change in deferred tax (assets)/liabilities through profit or loss		29	29	53	53
Other non-cash costs (income)		5	5	-47	-47
Operating cash flow			**354**		**245**
Change in net working capital and other changes	(a)		-156		-73
Other changes in non-financial assets and liabilities	(b)		29		10
Change in operating capital and other changes	(a+b)	-127		-63	
Net cash generated from/(used in) operating activities (A)		**227**	**227**	**182**	**182**
NET CASH FROM/(USED IN) INVESTMENT IN NON-FINANCIAL ASSETS					
Investment in assets held under concession		-262	-262	-196	-196
Purchases of property, plant and equipment		-10	-10	-12	-12
Purchases of other intangible assets		-13	-13	-15	-15
Capital expenditure			**-285**		**-223**
Government grants for assets held under concession		1	1	1	1
Purchases of investments		-	-	-1	-1
Investment in consolidated companies net of cash and cash equivalents acquired	(c)	-		-	
Investment in consolidated companies, including net debt assumed	(d)		-		-
Proceeds from sale of property, plant and equipment, intangible assets and unconsolidated investments		-	-	1	1
Net debt or funds of consolidated companies transferred as part of corporate transactions			-		-
Net change in other non-current assets	(e)	6	6	-1	-1
Net change in current and non-current financial assets	(f)	86		410	
Net cash from/(used in) investment in non-financial assets (B)	**(g)**		**-278**		**-223**
Net cash generated from/(used in) investing activities (C)	**(g+f-e-d+c)**	**-192**		**187**	
NET EQUITY CASH INFLOWS/(OUTFLOWS)					
Distribution of equity reserves		-682	-	-	-
Dividends declared by the Group and payable to non-controlling shareholders			-		-9
Dividends paid by the Group to non-controlling shareholders		651		-	
Net equity cash inflows/(outflows) (D)			**-**		**-9**
Net cash used during year (A+B+D)			**-51**		**-50**
Issuance of bonds		741		988	
Increase in medium/long-term borrowings (excluding lease liabilities)		20		-	
Repayments of medium/long term borrowings (excluding lease liabilities)		-54		-69	
Repayments of lease liabilities		-3		-3	
Net change in other current and non-current financial liabilities		15		12	
Net cash generated from/(used in) financing activities (E)		**688**		**928**	
Change in fair value of hedging derivatives			-57		171
Financial income/(expenses) accounted for as an increase in financial assets/(liabilities)			-1		-1
Other changes			-2		67
Other changes in net debt (F)			**-60**		**237**
Net effect of changes in exchange rates on net cash and cash equivalents (G)		**-**	**-**	**-**	**-66**
Increase/(Decrease) in net debt during period (A+B+D+F)			**-111**		**187**
Net debt at beginning of period			**-8.117**		**-8.246**
Net debt at end of period			**-8.228**		**-8.059**
Increase/(Decrease) in cash and cash equivalents during period (A+C+E+G)		**723**		**1.297**	
NET CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD		**2.280**		**1.850**	
NET CASH AND CASH EQUIVALENTS AT END OF PERIOD		**3.003**		**3.147**	