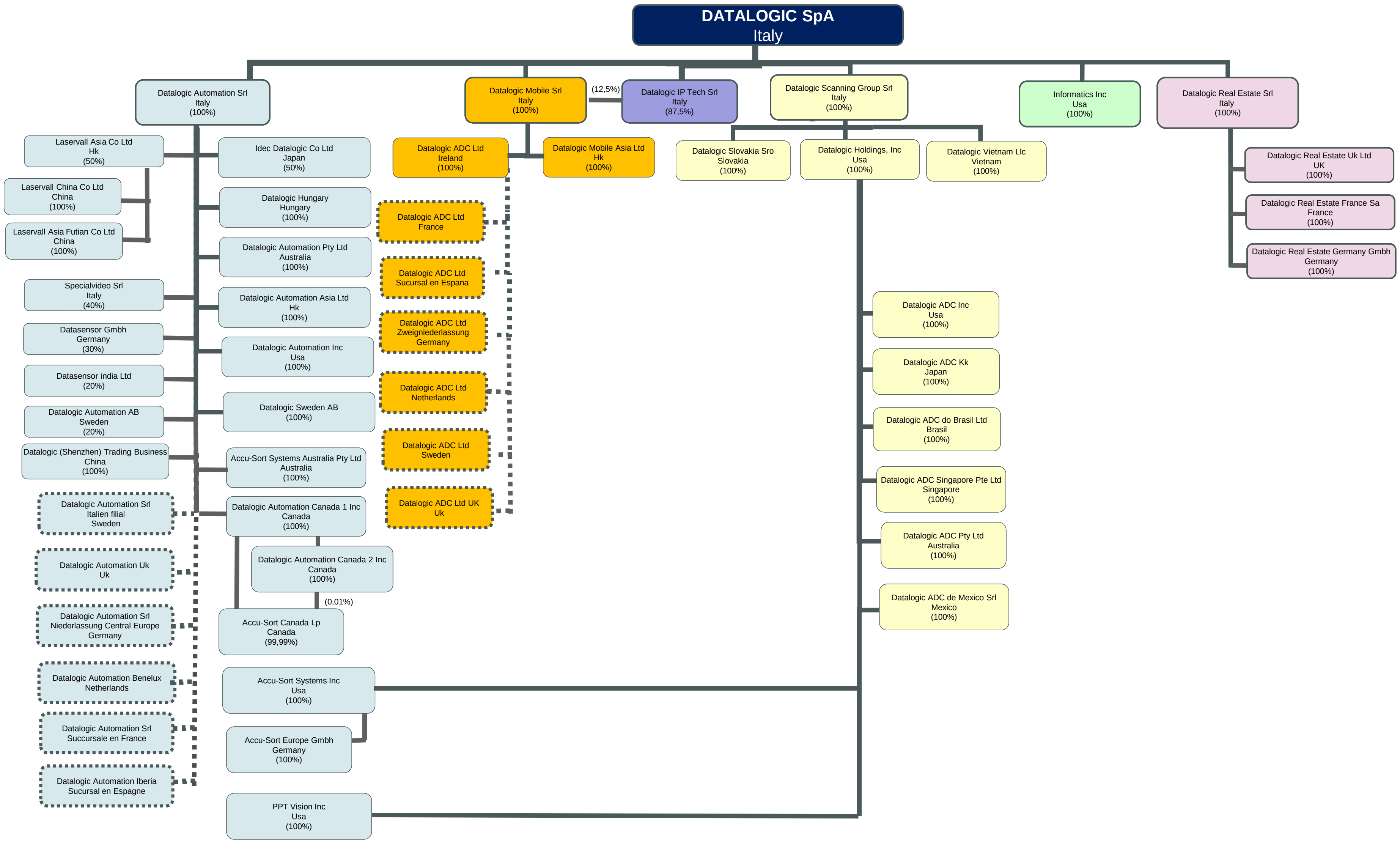
DATALOGIC

Consolidated Half-Year Financial Report

30 June 2012

DATALOGIC GROUP

Consolidated Half-Year Financial Report at 30 June2012



La società Datalogic Scanning Spa e le branch della società Mobile Srl non sono state inserite in quanto sono state poste in liquidazione

Legal entity

Branch

COMPOSITION OF CORPORATE BODIES

Board of Directors (1)

Volta Romano
Chairman (2)

Sacchetto Mauro
Chief Executive Officer (3)

Bonadiman Emanuela
Independent Director

Caruso Pier Paolo
Director

Cristofori Gianluca
Independent Director

Tamburi Giovanni
Director

Volta Filippo Maria
Director

Volta Valentina
Director

Statutory Auditors (4)

Romani Stefano
Chairman

Ravaccia Mario Stefano Luigi
Statutory Auditor

Saracino Massimo
Statutory Auditor

Biordi Stefano
Alternate Statutory Auditor

Passerini Patrizia
Alternate Statutory Auditor

Auditing company

Reconta Ernst & Young S.p.A.

(1) The Board of Directors will remain in office until the general meeting that approves the accounts for the financial year ending 31 December 2014.
(2) Legal representative with respect to third parties.
(3) Legal representative with respect to third parties.
(4) The Statutory Auditors in office until the approval of the accounts for the financial year ending 31 December 2012.

MANAGEMENT REPORT

REPORT ON OPERATIONS

To our Shareholders,

The report for the period ended 30 June 2012, which we submit to you for review, has been prepared in compliance with the instructions in the Borsa Italiana Regulations.

Specifically, consolidated financial statements apply the approach set forth by international accounting standards (IASs/IFRSs) adopted by the European Union.

COMMENTS ON OPERATING AND FINANCIAL RESULTS

The following table summarises the Datalogic Group's key operating and financial results at 30 June 2012 in comparison with the same period a year earlier (figures in €'000):

	30.06.2012	30.06.2011	Change	% change
Total revenue	**236,860**	**210,247**	***26,613***	***12.7%***
EBITDA (*)	**40,649**	**31,764**	***8,885***	***28.0%***
% of total revenue	*17.2%*	*15.1%*		
Group net profit/loss	**26,564**	**7,818**	***18,746***	***239.8%***
% of total revenue	11.2%	3.7%		
Net financial position (NFP) (**)	**(171,841)**	**(71,860)**	***(99,981)***	***139.1%***

(*) **EBITDA** is a performance indicator not defined under IFRS. However, the management uses it to monitor and assess the company's operating performance as it is not influenced by volatility due to the various valuation criteria used to determine taxable income, by the total amount and nature of the capital involved or by the related depreciation and amortisation policies. Datalogic defines it as ***Profit/loss for the period before depreciation and amortisation of tangible and intangible assets, non-recurring costs, financial income and expenses and income taxes***.

(**) For the criteria defining the **Net Financial Position** please see page 10.

As at 30 June 2012, the **Datalogic Group had revenues of €236,860 (€210,247 in the previous period),** of which €224,547 thousand derived from product sales and €12,313 from services.

Revenues grew by 12.7% compared with the same period of the previous year. At constant euro/dollar exchange rates, the increase would have been slightly less (7.7%).

Group EBITDA was €40,649 thousand, corresponding to 17.2% of total revenue, an increase of €8,885 thousand compared with the same period of the previous year (€31,764 thousand at 30 June 2011).

Group net profit at 30 June 2012 was €26,564 thousand, higher than the profit of €7,818 thousand registered in the same period of the previous year**.**

The Group results as at 30 June 2012 have been influenced by the acquisitions of PPT Vision Inc which took place on 20 December 2011 and Accu Sort Systems Inc. which was finalised on 20 January 2012; in particular, the contribution of these two companies to the Group's performance was as follows:

(in €'000)	30. 06.2012	30. 06.2012 Accu-Sort Systems Inc	30.06.2012 PPT Inc	30.06.2012 without Accu-Sort Systems Inc and PPT Vision Inc	
Total revenue	**236,860**	**18,621**	**2,201**	**216,038**	***100.0%***
Cost of sales	(123,719)	(12,638)	(1,118)	(109,963)	*-50.9%*
Gross profit	**113,141**	**5,983**	**1,083**	**106,075**	***49.1%***
Other revenue	6,109	0	0	6,109	*2.8%*
Research and development expenses	(15,893)	(2,103)	(287)	(13,503)	*-6.3%*
Distribution expenses	(43,509)	(2,401)	(838)	(40,270)	*-18.6%*
General & administrative expenses	(22,882)	(1,891)	(258)	(20,733)	*-9.6%*
Other operating costs	(1,337)	(19)		(1,318)	*-0.6%*
Total operating cost and other costs	**(83,621)**	**(6,414)**	**(1,383)**	**(75,824)**	***-35.1%***
Ordinary operating result before non-recurring costs and revenue and administrative costs arising from acquisitions (EBITANR)	**35,629**	**(431)**	**(300)**	**36,360**	***16.8%***
Non-recurring costs and revenues	(1,570)	(1,040)	0	(530)	*-0.2%*
Depreciation & amortisation due to acquisitions (*)	(2,731)	(856)	0	(1,875)	*-0.9%*
Operating result (EBIT)	**31,328**	**(2,327)**	**(300)**	**33,955**	***15.7%***
Net financial income (expenses)	(3,992)	(146)	0	(3,846)	*-1.8%*
Subsidiaries' earnings/(losses)	116			116	*0.1%*
Foreign exchange earnings/(losses)	4,544	44	(3)	4,503	*2.1%*
Pre-tax profit/(loss)	**31,996**	**(2,429)**	**(303)**	**34,728**	***16.1%***
Taxes	(5,432)	551	48	(6,031)	*-2.8%*
GROUP NET PROFIT/LOSS	**26,564**	**(1,878)**	**(255)**	**28,697**	***13.3%***
Amortisation and write-downs of intangible assets	(3,807)	(111)	(16)	(3,680)	*-1.7%*
Amortisation and write-downs of intangible assets	(1,213)	(15)	0	(1,198)	*-0.6%*
EBITDA	**40,649**	**(305)**	**(284)**	**41,238**	***19.1%***

The negative operating result for subsidiary Accu-Sort is mainly due to the slow-down in demand which is connected to the implementation of large orders. This slow-down has influenced sales revenues negatively in the first half of the year.

ANALYSIS OF RECLASSIFIED INCOME STATEMENT DATA

The following table shows the main income statement items for the Datalogic Group compared with the same period in the previous year:

(in €'000)	30.06.2012		30.06.2011		Change	% change
Total revenue	**236,860**	***100.0%***	**210,247**	***100.0%***	***26,613***	***12.7%***
Cost of sales	(123,719)	*-52.2%*	(111,432)	*-53.0%*	*(12,287)*	*11.0%*
Gross profit	**113,141**	***47.8%***	**98,815**	***47.0%***	***14,326***	***14.5%***
Other revenue	6,109	*2.6%*	1,780	*0.8%*	*4,329*	*243.2%*
Research and development expenses	(15,893)	*-6.7%*	(13,389)	*-6.4%*	*(2,504)*	*18.7%*
Distribution expenses	(43,509)	*-18.4%*	(39,372)	*-18.7%*	*(4,137)*	*10.5%*
General & administrative expenses	(22,882)	*-9.7%*	(20,441)	*-9.7%*	*(2,441)*	*11.9%*
Other operating costs	(1,337)	*-0.6%*	(879)	*-0.4%*	*(458)*	*52.1%*
Total operating cost and other costs	**(83,621)**	***-35.3%***	**(74,081)**	***-35.2%***	***(9,540)***	***12.9%***
Ordinary operating result before non-recurring costs and revenue and administrative costs arising from acquisitions (EBITANR)	**35,629**	***15.0%***	**26,514**	***12.6%***	***9,115***	***34.4%***
Non-recurring costs and revenues	(1,570)	*-0.7%*	(7,414)	*-3.5%*	*5,844*	*-78.8%*
Depreciation & amortisation due to acquisitions (*)	(2,731)	*-1.2%*	(2,176)	*-1.0%*	*(555)*	*25.5%*
Operating result (EBIT)	**31,328**	***13.2%***	**16,924**	***8.0%***	***14,404***	***85.1%***
Net financial income (expenses)	(3,992)	*-1.7%*	(2,905)	*-1.4%*	*(1,087)*	*37.4%*
Subsidiaries' earnings/(losses)	116	*0.0%*	219	*0.1%*	*(103)*	*-47.0%*
Foreign exchange earnings/(losses)	4,544	*1.9%*	(2,349)	*-1.1%*	*6,893*	*n.a.*
Pre-tax profit/(loss)	**31,996**	***13.5%***	**11,889**	***5.7%***	***20,107***	***169.1%***
Taxes	(5,432)	*-2.3%*	(4,071)	*-1.9%*	*(1,361)*	*33.4%*
GROUP NET PROFIT/LOSS	**26,564**	***11.2%***	**7,818**	***3.7%***	***18,746***	***239.8%***
Amortisation and write-downs of tangible assets	(3,807)	*-1.6%*	(3,661)	*-1.7%*	(146)	*4.0%*
Amortisation and write-downs of intangible assets	(1,213)	*-0.5%*	(1,589)	*-0.8%*	*376*	*-23.7%*
EBITDA	**40,649**	***17.2%***	**31,764**	***15.1%***	***8,885***	***28.0%***

(*) This item includes extraordinary costs for amortisation arising from acquisitions. To provide a better representation of the Group's ordinary profitability, we chose – in all tables in this section concerning information on operating performance – to show an operating result before the impact of non-recurring costs/income and of depreciation and amortisation due to acquisitions, which we have called EBITANR (Earnings before interests, tax, acquisitions and not recurring), **hereinafter referred to as "Ordinary operating result".** To permit comparability with the financial statements, we have in any case included a further intermediate profit margin ("Operating result") that includes non-recurring costs/income and depreciation and amortisation due to acquisitions and which matches figures reported in year-end financial statements.

The gross profit has increased compared to the same period last year (from 47.0% of sales to 47.8%). With the consolidation area remaining unchanged, the gross profit would have equalled 49.1% of revenues. This increase is mainly due to the optimisation of the logistics and manufacturing processes which took place during the course of the previous year.

The "Other Revenues" item increased by €4,329 thousand compared to the same period last year due to the sale during the first quarter of some assets such as patents, knowhow and other intangible assets pertaining to the RFID business.

Operating costs in absolute terms (€9,540 thousand) were higher than the previous period of 2011 but remain essentially unchanged in percentage terms; we note that the operating costs pertaining to the acquisition of PPT Inc (acquired on 20 December 2011) and the Accu-Sort Group (acquired on 20 January 2012) amount to €7,797 thousand.

At 30 June 2012, non-recurring costs/income (€1,570 thousand) broke down as follows:

ITEM	AMOUNT	TYPE OF COST
2) Cost of goods sold	539	early retirement incentives
Total	**539**	
4) R&D expenses	272	early retirement incentives
Total	**272**	
5) Distribution expenses	194	early retirement incentives
5) Distribution expenses	191	rents
5) Distribution expenses	105	wages and salaries
Total	**490**	
6) General and administrative expenses	269	early retirement incentives
Total	**269**	
TOTAL NON-RECURRING COSTS	**1,570**	

These costs refer to the reorganisation that is connected to the integration process of the two companies PPT and Accu-Sort acquired between the end of 2011 and the beginning of 2012.

At 30 June 2012, depreciation and amortisation due to acquisitions (totalling €2,731 thousand) broke down as follows:

- €1,121 thousand pertaining to Datalogic ADC Inc.,
- €856 thousand pertaining to Accu Sort System Inc,
- €309 thousand pertaining to Informatics,
- €224 thousand pertaining to Evolution Robotics Retail Inc.,
- €221 thousand pertaining to Datalogic Automation srl,

The "Ordinary operating result" (EBITANR) was €35,629 thousand (corresponding to 15% of revenues) and higher (by €9,115 thousand in absolute terms) than the figure recorded for the same period of the previous year (€26,514 thousand).

The next two tables compare the main operating results achieved in the second quarter of 2012 with the same period in 2011 and the first quarter of 2012.

	QII 2012		QII 2011		Change	% change
TOTAL REVENUE	121,477	*100.0%*	105,291	*100.0%*	16,186	*15.4%*
EBITDA	22,153	*18.2%*	16,868	*16.0%*	5,285	*31.3%*
EBITANR (*)	19,514	*16.1%*	14,301	*13.6%*	5,213	*36.5%*
EBIT	16,141	*13.3%*	5,818	*5.5%*	10,323	*177.4%*

	QII 2012		QI 2012		Change	% change
TOTAL REVENUE	121,477	*100.0%*	115,383	*100.0%*	6,094	*5.3%*
EBITDA	22,153	*18.2%*	18,496	*16.0%*	3,657	*19.8%*
EBITANR (*)	19,514	*16.1%*	16,115	*14.0%*	3,399	*21.1%*
EBIT	16,141	*13.3%*	15,187	*13.2%*	954	*6.3%*

(*) see definition on page 3

PERFORMANCE BY BUSINESS SEGMENT

COMMENTS

In 2011, an internal reorganization took place within the Group which focused on the two major markets "automatic acquisition of data" or "automatic data capture" (ADC), which involved the Datalogic Scanning and Datalogic Mobile divisions and the company Evolution Robotics Retail acquired in December 2010 and "Industrial Automation" (IA).
Operating segments are identified based on the internal statements used by senior management to allocate resources and evaluate results.

The Group does business in the following operating segments:

ADC – the ADC division is the global leader in high performance fixed scanners for retail and the major EMEA supplier of manual bar code readers as well as the leading player in the mobile computer market for warehouse management, automation of sales and field forces and the collection of data at stores. Includes the manual reader product lines (HHR), fixed readers, mobile computers (MC), self scan solutions and cashier technologies;
Industrial Automation – The Industrial Automation division, among the major manufacturers in the world of products and solutions for automatic identification, recognition and marketing in the industrial automation market, covers the increasing demand for tracking, inspection and recognition solutions in the manufacturing and logistics processes areas. Includes product lines related to: fixed barcode readers using imager and laser technology, the photoelectric sensors and equipment for industrial automation and security, remote cameras and software for artificial vision, barcode reader systems and technologies for the automation of logistics and postal companies, industrial laser markers.

Informatics – this company, which is based in the United States, markets and distributes products and solutions for automatic identification and caters to small and medium sized companies.

Corporate – includes the operations of the holding company, the real estate operations of the Group and Datalogic IP Tech which manages the group's industrial property and research activities.

Intersegment sales transactions are executed at arm's length conditions, based on the Group transfer pricing policies.

The **financial information relating to operating segments** at 30 June 2012 and 30 June 2011 are as follows (€/000):

	Datalogic ADC Sub Consolidated		Datalogic Automation Group Total		Informatics		Datalogic Corporate		Adjustments		Total Group	
	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012
External sales	145,886	148,328	48,599	70,072	15,766	18,477			(4)	(17)	210,247	236,860
Intersegment sales	52	300	174	7			7,422	10,359	(7,648)	(10,666)	0	0
Total sales	**145,938**	**148,628**	**48,773**	**70,079**	**15,766**	**18,477**	**7,422**	**10,359**	**(7,652)**	**(10,683)**	**210,247**	**236,860**
Ordinary operating income (EBITANR)	**19,569**	**22,674**	**5,810**	**7,889**	**1,768**	**2,250**	**550**	**2,873**	**(1,183)**	**(57)**	**26,514**	**35,629**
% of revenues	13.4%	15.3%	11.9%	11.3%	11.2%	12.2%	7.4%	27.7%	15.5%	0.5%	12.6%	15.0%
Operating result (EBIT)	**10,912**	**21,329**	**5,162**	**5,242**	**1,483**	**1,941**	**550**	**2,873**	**(1,183)**	**(57)**	**16,924**	**31,328**
% of revenues	7.5%	14.4%	10.6%	7.5%	9.4%	10.5%	7.4%	27.7%	15.5%	0.5%	8.0%	13.2%
Financial income/ (expenses)	**(1,961)**	**(1,735)**	**(731)**	**(1,385)**	**(36)**	**(46)**	**6,012**	**13,850**	**(8,319)**	**(10,016)**	**(5,035)**	**668**
Fiscal income/ (expenses)	**(2,455)**	**(3,409)**	**(1,635)**	**(1,978)**	**(510)**	**(658)**	**193**	**612**	**336**	**1**	**(4,071)**	**(5,432)**
Amortisation	**(4,399)**	**(4,323)**	**(2,048)**	**(2,323)**	**(422)**	**(457)**	**(697)**	**(648)**	**0**	**0**	**(7,566)**	**(7,751)**
EBITDA	**22,585**	**25,652**	**7,210**	**9,135**	**1,905**	**2,398**	**1,247**	**3,521**	**(1,183)**	**(57)**	**31,764**	**40,649**
% of revenues	15.5%	17.3%	14.8%	13.0%	12.1%	13.0%	16.8%	34.0%	15.5%	0.5%	15.1%	17.2%
R&D expenses	**(9,583)**	**(11,613)**	**(3,304)**	**(6,500)**	**(287)**	**(370)**	**(230)**	**(537)**	**15**	**3,127**	**(13,389)**	**(15,893)**
% of revenues	-6.6%	-7.8%	-6.8%	-9.3%	-1.8%	-2.0%	-3.1%	-5.2%	-0.2%	-29.3%	-6.4%	-6.7%

Reconciliation between **EBITDA**, **EBITANR** and **profit/(loss) before tax** is as follows:

	30/06/2012	30/06/2011
EBITDA	**40,649**	**31,764**
Amortisation and write-downs of tangible assets	(3,807)	(3,661)
Amortisation and write-downs of intangible assets	(1,213)	(1,589)
EBITANR	**35,629**	**26,514**
Non-recurring costs and revenues	(1,570)	(7,414)
Depreciation & amortisation due to acquisitions (*)	(2,731)	(2,176)
EBIT (gross earnings)	**31,328**	**16,924**
Financial income	10,467	7,793
Financial expenses	(9,915)	(13,047)
Profits from associated companies	116	116
Pre-tax profit/(loss)	**31,996**	**11,889**

The profit and loss information relating to operating sectors for the first half of 2012 compared to the figures as at 31 December 2011 is as follows (€/000):

	Datalogic ADC Sub Consolidated		Datalogic Automation Group Total		Informatics		Datalogic Corporate		Adjustments		Total Group	
	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012
Total assets	330,258	419,279	79,543	199,115	22,432	22,260	448,100	493,716	(312,755)	(486,887)	567,578	647,483
Non-current assets	141,898	145,101	20,956	112,609	14,434	14,484	26,599	27,089	484	476	204,371	299,759
Equity investments in associates			2,641	2,762							2,641	2,762
Total liabilities	208,831	281,389	63,477	123,232	6,625	5,932	268,157	303,368	(149,762)	(259,699)	397,328	454,222

ANALYSIS OF FINANCIAL AND CAPITAL DATA

At 30 June 2012, the net financial position was negative by €171,841 thousand, broken down as follows:

	30.06.2012	31.12.2011	30.06.2011
A. Cash and bank deposits	86,355	161,992	110,195
B. Other liquidities	458	430	726
b1. restricted cash deposit	*458*	*430*	*726*
C. Securities held for trading	8,754	8,192	10,014
c1. Short-term	*8,754*	*7,835*	*9,655*
c2. Long-term	*0*	*357*	*359*
D. Cash and equivalents (A) + (B) + (C)	**95,567**	**170,614**	**120,935**
E. Current financial receivables	0	0	0
F. Other current financial receivables	0	1,836	0
f1. hedging transactions	*0*	*1,836*	*0*
G. Bank overdrafts	93	1,355	135
H. Current portion of non-current debt	95,567	73,867	69,207
I. Other current financial payables	247	15	77
I1. hedging transactions	*247*	*15*	*77*
J. Current financial debt (G) + (H) +(I)	**95,907**	**75,237**	**69,419**
K. Current financial debt, net (J) - (D) - (E) - (F)	**340**	**(97,213)**	**(51,516)**
L. Non-current bank borrowing	170,513	155,605	122,495
N. Other non-current liabilities	988	1,045	881
n2. Hedging instruments	*988*	*1,045*	*881*
O. Non-current financial debt (L) + (M) + (N)	**171,501**	**156,650**	**123,376**
P. Net financial debt (K) + (O)	**171,841**	**59,437**	**71,860**

Net financial debt at 30 June 2012 was €171,841 thousand, a worsening by €112,404 thousand compared to 31 December 2011, (when it was negative by EUR 59,437 thousand).

Note that the following transactions were carried out in the period:
-acquisition of the Accu-Sort Group for €100,264 thousand;
the purchase of treasury shares of €1,561 thousand;
-cash outlays for early retirement incentives of €4,255 thousand, of which €715 thousand refer to the integration of PPT and Accu Sort;
-cash outlays for consulting relating to special projects allocated at cost in 2011 in the amount of €1,671 thousand and €330 thousand referring to costs incurred in 2012;
- cash inflow of €4,200 thousand from the sale of certain assets, such as patents, know how and other intangible assets relating to the RFID business;
- the sale of treasury shares against €3,775 thousand.

Investments were also made amounting to €6,062 thousand.

Net working capital at 30 June 2012 is equal to €46,364 thousand and has increased by €16,520 thousand compared to 31 December 2011 (€29,844 thousand); the net working capital of the Accu-Sort Group affected the overall increased by €4,824 thousand.

The reconciliation between the Parent Company's shareholders' equity and net profit and the corresponding consolidated amounts is as follows:

	30 June 2012		31 December 2011	
	Total equity	**Period results**	**Total equity**	**Period results**
Datalogic SpA shareholders' equity and profit	**195.146**	**11.800**	**190.289**	**8.488**
Difference between consolidated companies' net equity and their carrying value in Datalogic SpA's statement; effect of equity-based valuation	54,586	32,651	20,537	34,954
Reversal of dividends	0	(10,123)	0	(15,553)
Amortisation of intangible assets "business combination"	(5,827)		(5,827)	0
Effect of acquisition under common control	(31,733)		(31,733)	0
Elimination of capital gain on sale of business branch	(18,498)	(7,065)	(3,302)	
Effect of eliminating intercompany transactions	(6,292)	(1,621)	(4,671)	(1,551)
Reversal of write-downs and capital gains on equity investments	3,565		3,565	0
Sale of know-how	(7)		(7)	0
Goodwill impairment	(1,395)		(1,395)	(298)
Other	216	1,020	(795)	(149)
Deferred tax	3,500	(98)	3,589	24
Group portion of shareholders' equity	**193,261**	**26,564**	**170,250**	**25,915**

FINANCIAL INCOME AND EXPENSES

Financial income was positive by €552 thousand, compared to a negative result of €5,254 thousand last year; this result breaks down as follows:

	30.06.2012	**30.06.2011**	***Change***
Financial income/(expenses)	(3,518)	(2,039)	*(1,479)*
Forex losses	4,544	(2,349)	*6,893*
Bank expenses	(641)	(629)	*(12)*
Other	167	(237)	*404*
Total net financial expenses	**552**	**(5,254)**	***5,806***

Costs of €573 thousand from the adjustment to fair value of treasury credit certificates recognized under the item "Other securities" (note 5).

Profits generated by companies carried at equity were recognised in the amount of €116 thousand (€219 thousand at 30 June 2011).

OUTLOOK FOR CURRENT YEAR AND SUBSEQUENT EVENTS

Though the global economic situation is confirming the negative forecast regarding demand and tensions on the financial markets, in the first half of 2012 Datalogic increased its turnover compared to the previous year,

even without taking into consideration the benefit arising from the acquisitions made. Furthermore, margins increased at a consistent rate, both in terms of the operating result and insofar as the net profits.
The investments of prior years which aimed to optimize logistics and distribution processes, had and are expected to continue to have up a positive impact on the Group's margins. The structure of Datalogic's costs will allow it to maintain high profit levels even without increasing its turnover.
Therefore, in the months to come, Datalogic will continue to invest in order to strengthen its product portfolio and to further increase the efficiency of its industrial processes so as to ensure higher levels of economic and financial performance in its sector.

Furthermore, in the second half of 2012, Datalogic will continue to deploy the current operating model which has ensued from the acquisitions made in industrial automation and the implementation of the new ADC division.

SECONDARY LOCATIONS

The parent company has no secondary locations.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

ASSETS (Euro/000)	Notes	30.06.2012	31.12.2011
A) Non current assets (1+2+3+4+5+6+7)		**353.069**	**244.614**
1) Tangible assets		**51.054**	**49.991**
land	1	5.154	5.100
buildings	1	24.752	24.792
other assets	1	17.521	18.138
assets in progress and payments on account	1	3.627	1.961
2) Intangible assets		**248.705**	**154.380**
goodwill	2	186.204	112.152
development costs	2	0	24
other	2	57.966	39.503
assets in progress and payments on account	2	4.535	2.701
3) Equity investments in associates	3	**2.762**	**2.641**
4) Financial assets		**10.266**	**5.667**
equity investments	5	10.266	5.310
securities	5		357
5) Loans			**0**
6) Trade and other receivables	7	**1.485**	**1.416**
7) Receivables for deferred tax assets	13	**38.797**	**30.519**
B) Current assets (8+9+10+11+12+13+14)		**294.414**	**322.964**
8) Inventories		**64.649**	**59.630**
raw and ancillary materials and consumables	8	26.612	28.049
work in progress and semi-finished products	8	11.342	12.309
finished products and goods	8	26.695	19.272
9) Trade and other receivables	7	**126.385**	**85.097**
Trade receivables	7	**104.057**	**74.200**
within 12 months	7	101.962	72.814
of which to associates	7	2.095	1.375
of which to related parties	7		11
Other receivables – accrued income and prepaid expenses	7	**22.328**	**10.897**
of which to related parties		49	73
10) Tax receivables	9	**7.813**	**6.144**
of which to the parent company		2.845	2.940
11) Financial assets	5	**8.754**	**7.835**
securities		8.754	7.835
12) Loans		**0**	**0**
of which to associates			
13) Financial assets - Derivatives	6	**0**	**1.836**
14) Cash and cash equivalents	10	**86.813**	**162.422**
Total assets (A+B)		**647.483**	**567.578**

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

ASSETS (Euro/000)	Notes	30.06.2012	31.12.2011
A) Total shareholders' equity (1+2+3+4+5)	11	**193.261**	**170.250**
1) Share capital	11	**133.694**	**131.480**
2) Reserves	11	**(2.935)**	**(5.686)**
3) Profit (loss) brought forward	11	**35.938**	**18.541**
4) Group profit (loss) for the period/year	11	**26.564**	**25.915**
5) Minority interests	11		
B) Non-current assets (6+7+8+9+10+11+12)		**205.832**	**201.064**
6) Financial debt	12	**170.513**	**155.605**
7) Financial liabilities - Derivatives	6	**988**	**1.045**
8) Tax liabilities		**2.616**	**2.663**
9) Deferred tax liabilities	13	**18.428**	**16.940**
10) Post-employment benefits	14	**6.485**	**6.666**
11) Provisions for risks and charges	15	**3.721**	**15.366**
12) Other liabilities	16	**3.081**	**2.779**
C) Current liabilities(13+14+15+16+17)		**248.390**	**196.264**
13) Trade and other payables	16	**116.286**	**108.181**
Trade payables	16	**72.722**	**67.158**
of which within 12 months	16	72.460	65.957
of which to associates	16	47	12
of which to related parties	16	215	1.189
Other payables – accrued liabilities and deferred income	16	**43.564**	**41.023**
14) Tax liabilities		**15.586**	**8.475**
of which to the parent company		4.878	2.370
15) Provisions for risks and charges	15	**20.611**	**4.371**
16) Financial liabilities - Derivatives	6	**247**	**15**
17) Financial debt	12	**95.660**	**75.222**
Total liabilities (A+B+C)		**647.483**	**567.578**

CONSOLIDATED STATEMENT OF INCOME

(Euro /000)	Notes	30.06.2012	30:06:2011
1) Total revenues	17	**236.860**	**210.247**
Revenues from sale of products		224.547	200.985
Revenues for services		12.313	9.262
of which to related parties		*5.633*	*5.883*
2) Cost of goods sold	18	**124.258**	**116.221**
of which non-recurring	18	539	4.789
of which to related parties		*127*	*172*
Gross profit (1-2)		**112.602**	**94.026**
3) Other operating revenues	19	**6.109**	**1.780**
of which non-recurring	19		
4) R&D expenses	18	**16.165**	**13.769**
of which non-recurring	18	272	380
5) Distribution expenses	18	**43.999**	**41.327**
of which non-recurring	18	490	1.955
6) General and administrative expenses	18	**25.882**	**22.907**
of which non-recurring	18	269	290
of which amortisation pertaining to acquisitions	18	2.731	2.176
of which to related parties		*483*	*440*
7) Other operating expenses	18	**1.337**	**879**
of which non-recurring	18		
Total operating costs		87.383	78.882
Operating result		**31.328**	**16.924**
8) Financial income	20	**10.467**	**7.793**
9) Financial expenses	20	**9.915**	**13.047**
Net financial income (expenses) (8-9)		552	(5.254)
10) Profits from associates	3	**116**	**219**
Profit (loss) before taxes from the operating assets		**31.996**	**11.889**
Income tax	21	5.432	4.071
Profit/(loss) for the period		**26.564**	**7.818**
Basic earnings/(loss) per share (€)	22	0,4697	0,1441
Diluted earnings/(loss) per share (€)	22	0,4697	0,1441

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(Euro /000)	Notes	30.06.2012	30:06:2011
Net profit/(loss) for the period		**26.564**	**7.818**
Other components of the statement of comprehensive income:			
Profit/(loss) on cash flow hedges	11	(132)	421
Profit/(loss) due to translation of the accounts of foreign companies	11	3.315	(6.801)
Profit/(loss) on exchange rate adjustments for financial assets available for sale	11	(432)	
Total other profit/(loss) net of the tax effect		2.751	(6.380)
Total net profit/(loss) for the period		**29.315**	**1.438**
Attributable to:			
Parent company shareholders		29.315	1.438
Minorities		0	0

CONSOLIDATED STATEMENT OF CASH FLOW

(Euro /000)	30.06.2012	30.06.2011
Pre-tax profit	**31.996**	**11.889**
Depreciation and amortisation of tangible and intangible assets and write-downs	7.751	7.566
Change in employee benefits reserve	(181)	(117)
Provision to the write-down reserve	135	183
Net financial expenses/(income) including exchange rate differences	(552)	5.254
Adjustments to value of financial assets	(116)	(219)
Cash flow from operations before changes in working capital	**39.033**	**24.556**
Change in trade receivables (net of provisions) (*)	(18.326)	(4.899)
Change in final inventories (*)	(844)	(9.212)
Change in current assets (*)	(11.302)	(464)
Other medium-/long-term assets (*)	145	93
Change in trade payables (*)	1.642	7.823
Change in other current liabilities (*)	(500)	(412)
Other medium-/long-term liabilities	286	(74)
Change in provisions for risks and charges	3.735	9.246
Commercial foreign exchange gains/(losses)	923	71
Foreign exchange effect of working capital	810	(748)
Cash flow from operations after changes in working capital	**15.602**	**25.980**
Change in tax	(5.777)	(5.553)
Foreign exchange effect of tax	194	(302)
Interest paid and banking expenses	(3.992)	(2.905)
Cash flow generated from operations (A)	**6.027**	**17.220**
(Increase)/decrease in intangible assets excluding exchange rate effect (*)	(2.027)	(843)
(Increase)/decrease in tangible assets excluding exchange rate effect (*)	(4.035)	(3.150)
Change in unconsolidated equity interests	(4.961)	(150)
Acquisition of an equity investment	(100.264)	
Changes generated by investment activity (B)	**(111.287)**	**(4.143)**
Change in LT/ST financial receivables	1.246	(9.253)
Change in short-term and medium-/long-term financial debt	36.756	27.911
Financial foreign exchange gains/(losses)	3.621	(2.420)
Purchase/sale of treasury shares	2.214	(2.824)
Change in reserves and exchange rate effect of financial assets/liabilities, equity and tangible and intangible assets	(4.461)	4.933
Dividend payment	(8.518)	(8.129)
Cash flow generated (absorbed) by financial assets (C)	**30.858**	**10.218**
Net increase (decrease) in available cash (A+B+C)	**(74.402)**	**23.295**
Net cash and cash equivalents at start of period (Note 10)	**160.637**	**83.234**
Cash and cash equivalents at end of period (Note 10)	**86.235**	**106.529**

(*) For 2012, these items are net of the balances from the acquisition of Accu Sort System Inc. that were placed in the item "Acquisition of an equity investment."

CHANGES IN CONSOLIDATED SHAREHOLDERS' EQUITY

Description	Share capital and capital reserves				Other reserves					Retained earnings		
	Total share capital and capital reserves	Cash-flow hedge reserve	Translation reserve	Held-for-sale financial assets reserve	Total other reserves	Earnings carried forward	Capital grant reserve	Legal reserve	IFRS reserve	Total	Profit for the year	Total Group shareholders' equity
01.01.2011	**122.699**	**(1.102)**	**(8.229)**	**0**	**(9.331)**	**(4.050)**	**958**	**3.185**	**8.675**	**8.768**	**18.028**	**140.164**
Allocation of earnings	**0**				**0**	17.555		473		**18.028**	**(18.028)**	**0**
Dividends			0		**0**	(8.129)				**(8.129)**		**(8.129)**
Conversion reserve	**0**				**0**					**0**		**0**
Change in IAS reserve	**0**				**0**					**0**		**0**
Sale/purchase of treasury shares	**(2.824)**				**0**					**0**		**(2.824)**
Other changes					**0**				6	**6**		**6**
Result as at 30.06.2011	**0**				**0**					**0**	**7.818**	**7.818**
Total other components of the statement of comprehensive income		421	(6.801)	0	**(6.380)**							**(6.380)**
30.06.2011	**119.875**	**(681)**	**(15.030)**	**0**	**(15.711)**	**5.376**	**958**	**3.658**	**8.681**	**18.673**	**7.818**	**130.655**

Description	Share capital and capital reserves				Other reserves					Retained earnings		
	Total share capital and capital reserves	Cash-flow hedge reserve	Translation reserve	Held-for-sale financial assets reserve	Total other reserves	Earnings carried forward	Capital grant reserve	Legal reserve	IFRS reserve	Total	Profit for the year	Total Group shareholders' equity
01.01.2012	**131.480**	**(769)**	**(4.760)**	**(157)**	**(5.686)**	**5.244**	**958**	**3.658**	**8.681**	**18.541**	**25.915**	**170.250**
Allocation of earnings	**0**				**0**	25.491		424		**25.915**	**(25.915)**	**0**
Dividends			0		**0**	(8.518)				**(8.518)**		**(8.518)**
Conversion reserve	**0**				**0**					**0**		**0**
Change in IAS reserve	**0**				**0**					**0**		**0**
Sale/purchase of treasury shares	**2.214**				**0**					**0**		**2.214**
Other changes					**0**					**0**		**0**
Result as at 30.06.2012	**0**				**0**					**0**	**26.564**	**26.564**
Total other components of the statement of comprehensive income		(132)	3.315	(432)	**2.751**							**2.751**
30.06.2012	**133.694**	**(901)**	**(1.445)**	**(589)**	**(2.935)**	**22.217**	**958**	**4.082**	**8.681**	**35.938**	**26.564**	**193.261**

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

INTRODUCTION

The Datalogic Group produces and sells handheld readers, fixed scanners for the industrial market, mobile computers, fixed scanners for the retail market and sensors. The Group is also active in self scanning solutions and products for industrial marking.
Datalogic SpA Hereinafter, “Datalogic”, the “Parent Company” or the “Company”) is a joint-stock company listed on the STAR segment of Borsa Italiana, with its registered office in Italy. The address of the registered office is Via Candini, 2 - Lippo di Calderara (BO).
The Company is a subsidiary of Hydra S.p.A., which is also based in Bologna and is controlled by the Volta family.
These consolidated half-yearly financial statements to 30 June 2012 include the figures of the Parent Company and its subsidiaries (defined hereinafter as the “Group”) and its minority interests in associated companies.
These consolidated half yearly financial statements for the period ended 30 June 2012 were prepared by the Board of Directors on 30 July 2012.

PRESENTATION AND CONTENT OF THE CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements as at 30 June 2012 are presented in an abbreviated form (the “Half Year Report”) and have been prepared in compliance with IAS 34 “Interim Financial Statements” providing the abbreviated notes required by this international accounting standard supplemented to provide additional information as necessary. This half-year report must therefore be read together with the consolidated financial statements and the notes as at 31 December 2011 which have been prepared in accordance with the IFRS endorsed by the European Union.

Financial statements

The financial statements adopted are compliant with those required by IAS 1 and which were used in the consolidated financial statements for the year ended 31 December 2011, in particular:

- the consolidated statement of financial position was prepared by classifying the assets and liabilities according to the "current/non-current" criterion;
- the consolidated income statement has been prepared by classifying the operating costs by function, as this type of presentation is considered to be more appropriate for the Group’s specific business and is compliant with the internal reporting procedures;
- in addition to the profit for the period, the statement of comprehensive income presents the components reported directly under shareholders' equity for transactions other than those set up with shareholders;
- the consolidated cash flow statement was prepared by presenting the operations according to the indirect method,” as allowed by IAS 7.

Furthermore, as required by Consob resolution no. 15519 of 27 July 2006 in regard to the consolidated income statement, costs and revenues from non-recurring operations have been specifically identified and the relative effects on the major interim levels have been indicated separately. Non-recurring events and transactions are mainly identified according to the nature of the transactions. In particular, items which due to their nature do not occur on an ongoing basis during normal operations are included among non-recurring costs/revenues (these include, for example: income/expenses from business combinations and income/expenses from corporate reorganisation processes).

Accounting standards applied

The preparation of the interim financial statements requires the use of estimates and assumptions by the management. The estimates are applied to provisions for credit risks, inventory obsolescence, amortisation/depreciation and, beginning from the current period, to risks inherent in corporate reorganisations.

If in the future such estimates and assumptions, which are based on the best assessments made by the management, should differ from actual circumstances, they shall be amended as appropriate in the period in which these circumstances differ. For a more detailed description of the major assessment processes used by the Group, please refer to the section Use of Estimates in the consolidated financial statements as at 31 December 2011.

We note furthermore that certain valuation processes, in particular the more complex ones involving the determination of impairment of non-current assets, are generally fully carried out upon preparation of the annual financial statements when all the necessary information is available, except when there are indications of impairment that require immediate measurement.

The actuarial valuations required for the determination of employee benefit provisions are also usually calculated at the time the annual financial statements are compiled.

Income taxes are recognised on the basis of the best estimate of the average weighted tax rate expected for the entire year.

The accounting standards adopted for preparation of the abbreviated half year consolidated financial statements conform to those used for the preparation of the consolidated financial statements for the period ended 31 December 2011, except for the adoption on 1 January 2012 of the new standards, amendments to already applicable standards and interpretations listed below:

- **IAS 12. Deferred Tax: Recovery of Underlying Assets**

  The amendment to IAS 12 includes the rebuttable presumption that the book value of a real estate investment, measured using the fair value model provided in IAS 40, will be recovered through sale and, consequently, the relative deferred tax asset should be measured on a sale basis. The presumption is rebuttable if the real estate investment is depreciable and held for the purpose of receiving, over time, essentially all the benefits deriving from the real estate investment itself, rather than receiving these benefits by selling. In particular, IAS 12 requires that deferred tax on non-depreciable assets, measured using the revaluation model in IAS 16, should always reflect the tax effects of recovering the book value of the underlying asset on a sale basis.

  This effective date of this amendment is for annual periods beginning on or after 1 January 2012.

- **IFRS 7 -Disclosures – Transfers of Financial Assets**

The IASB has issued an amendment to IFRS 7 that improves disclosures pertaining to financial assets. This disclosure refers to transfers of financial assets (as these are defined by IAS 39). If the financial assets are not derecognised in their entirety, an entity must provide information to the users of the financial statements that will allow them to comprehend the relationship between the assets that were not derecognised and the liabilities associated with them. If the financial assets are derecognised in their entirety but the entity retains a continuing involvement. disclosure must be provided that will allow the users of the financial statements to assess the nature of the continuing involvement of the entity in the derecognised assets and the associated risks. The effective date of this amendment is for annual periods beginning on or after 1 July 2011; no information is required to be presented for purposes of comparison.

- **IFRS 1- Severe hyperinflation and removal of fixed dates**

When an entity's date of transition to IFRS is on, or after, the functional currency normalisation date, the entity may elect to measure all assets and liabilities, held before the functional currency normalisation date, at fair value on the date of transition to IFRS. This fair value may be used as the deemed cost of those assets and liabilities in the opening IFRS statement of financial position.

However, this exemption may only be applied to assets and liabilities that were subject to severe hyperinflation. The effective date of this amendment is for annual periods beginning on or after 1 July 2011; early adoption is allowed.

The Group has not yet adopted any standard, interpretation or improvement that has been issued but is not yet effective early.

CONSOLIDATION AREA

The consolidated half yearly financial statements include the statements of the Parent Company and of the companies in which the former directly or indirectly holds the majority of voting rights.

The companies consolidated on a line-by-line basis for the period ended 30 June 2012 are as follows:

Company	Registered office	Share capital		Total shareholders' equity (€'000)	Profit/loss for the period (€'000)	% Ownership
Datalogic SPA Holding	Bologna – Italy	Euro	30,392,175	195,146	11,800	
Datalogic Real Estate Srl	Bologna – Italy	Euro	20,000	2,483	(61)	100%
Datalogic Real Estate France Sa	Paris – France	Euro	2,227,500	3,608	49	100%
Datalogic Real Estate Germany gmbH	Erkenbrechtsweiler – Germany	Euro	1,025,000	1,904	(26)	100%
Datalogic Real Estate UK Ltd	Redbourn – England	GBP	3,500,000	4,545	29	100%
IP tech srl	Bologna – Italy	Euro	66,000	9,334	5,354	100%
Informatics Inc.	Plano Texas – USA	$USA	9,996,000	16,328	1,236	100%
Datalogic Automation Srl	Monte San Pietro (BO) – Italy	Euro	10,000,000	18,810	4,678	100%
Datalogic Sweden AB	Malmö – Sweden	KRS	200,000	50	(7)	100%
Datalogic Automation INC.	Hebron, KY – USA	$USA	463,812	2,926	(311)	100%
Datalogic Automation PTY LTD	Mount Waverley (Melbourne) – Australia	$AUD	2,300,000	(779)	23	100%
Datalogic Automation Asia Limited	Hong Kong – China	HKD	7,000,000	(250)	199	100%
Datalogic (Shenzhen) Trading Business China	Shenzhen - China	USD	140,000	(338)	(373)	100%
Datafoton kft	Fonyod – Hungary	HUF	3,000,000	253	25	100%
Accu-Sort Group USA	Telford	USD	100	51,554	(2,371)	100%
PPT Vision Inc	Minneapolis - Minnesota	USD	-	4,103	(255)	100%
Datalogic Mobile srl	Bologna – Italy	Euro	10,000	28,713	776	100%
Datalogic Mobile Asia	Hong Kong – China	HKD	100,000	53	(36)	100%
Datalogic Mobile PTY	Melbourne - Australia	$AUD	-	(653)	151	100%
Datalogic ADC Ltd Irlanda	Dublin - Ireland	Euro	100	8,515	3,900	100%
Datalogic Scanning Group Srl	Bologna – Italy	Euro	10,000,000	102,701	(516)	100%
Datalogic Slovakia sro	Tvrn – Slovakia	Euro	66,390	13,772	5,208	100%
Datalogic Holdings Inc.	Eugene, OR – USA	$USA	100	79,284	(1,263)	100%
Datalogic ADC Inc.	Eugene, OR – USA	$USA	11	69,390	(1,274)	100%
Datalogic ADC do Brasil	Sao Paulo, SP – Brazil	R$	159,525	(210)	(72)	100%
Datalogic ADC Mexico	Colonia Cuauhtemoc – Mexico	$USA	-	(1,434)	(137)	100%
Datalogic Scanning UK Ltd	Watford – England	GBP	191,510	(683)	578	100%
Datalogic Scanning Sarl	Paris – France	Euro	653,015	1,865	1,133	100%
Datalogic Scanning GMBH	Darmstadt – Germany	Euro	306,775	5,448	2,641	100%
Datalogic Scanning Eastern Europe Gmbh	Darmstadt – Germany	Euro	30,000	1,379	691	100%
Datalogic Scanning SpA	Milan – Italy	Euro	110,000	2,435	840	100%
Datalogic ADC PTY	Sydney – Australia	$AUD	2	718	(458)	100%
Datalogic ADC Japan	Tokyo – Japan	JPY	151,437,000	(347)	230	100%
Datalogic Vietnam LLC	Vietnam	VND	27,714,555,000	15,955	12,108	100%
Datalogic ADC Singapore	Singapore	SGD	100,000	123	16	100%

The following companies were consolidated at equity at 30 June 2012:

Company	Registered office		Share capital	Total shareholders' equity (€'000)	Profit/loss for the period (€'000)	% Ownership
Idec DatalogicCo. Ltd	Osaka – Japan	Yen	300,000,000	2,476	260	50%
Laservall Asia Co. Ltd	Hong Kong – China	HKD	460,000	2,876	(28)	50%

The following changes took place in the consolidation area in the first half of 2012:

on 20 January 2012, Datalogic acquired Accu-Sort System Inc (ASI) which has its registered offices in Telford (Pennsylvania) and its associated companies (Accu – Sort Canada LP, Accu – Sort Systems Australia Pty. Ltd. and the company which is directly controlled by ASI, Accu - Sort Europe GmbH); the companies that were acquired are involved in the manufacturing, integration and maintenance of automatic postal and airport identification systems and the transport and logistics sectors. Furthermore, the automatic reading of barcodes, using stationary bar code readers, is applied in manufacturing within the automobile, electronics and food sectors in order to track the assembly process. In particular, ASI operates mainly in the United States of America and Canada where it generates over 80% of its sales, while the remaining sales take place mainly in Europe, China and Australia.
The value of the company is equal to US$133 million of which US$88 arise from the company's own resources and the remaining US$45 million from bank loans.

BUSINESS COMBINATIONS

As indicated above, the Group acquired 100% of the share capital of the U.S. Company Accu - Sort System Inc and its associated companies through its subsidiaries Datalogic Scanning Holdings inc. and Datalogic Automation srl.

Financing the acquisition

The acquisition agreement was signed on 20 January 2012 and the value of the company is equal to US$133 million of which US$88 arise from the company's own resources and the remaining US$45 million from bank loans.

Accounting effects of the acquisition

Since the acquisition is a business combination, the Group has recognised it using the *purchase method*, pursuant to the revised IFRS 3.
The acquisition took place for a total consideration of US$133 million, with ancillary costs, although directly attributable to the combination, not considered as part of the acquisition cost but fully recognised in the income statement, pursuant to the *revised* IFRS 3.
The consideration was paid in full to the sellers on the acquisition date.

The Group has made a preliminary calculation of the allocation of the difference between the acquisition price and the preliminary fair value of the net assets acquired.

The following table shows preliminary fair value at 20 January 2012 of the assets and liabilities of the acquired company, preliminary goodwill deriving from the transaction and the net cash used for the acquisition:

	Amounts as per acquiree's accounts ($'000)	Adjustments	Recognised fair value (USD/000)	Recognised fair value (Euro/000)
Tangible and intangible assets	767	26,648	27,415	21,249
Other LT receivables	276		276	214
Inventories	5,387		5,387	4,175
Trade receivables	15,051		15,051	11,666
Other receivables	2,264		2,264	1,755
Cash & cash equivalents	3,647		3,647	2,827
Trade payables	(5,060)		(5,060)	(3,922)
Other payables	(5,802)		(5,802)	(4,497)
Net assets at acquisition date	**16,530**	**26,648**	**43,178**	**33,466**
% pertaining to Group	100%	100%	100%	100%
Group net assets	**16,530**	**26,648**	**43,178**	**33,466**
Acquisition cost			**133,007**	**103,090**
Goodwill at acquisition date			**89,829**	**69,624**
Net cash used in acquisition:				
Cash & cash equivalents of acquiree			3,647	2,827
Payment to seller			(133,007)	(103,090)
Net cash used in acquisition			**(129,360)**	**(100,264)**

Goodwill arising from the transaction is US$89,289 thousand, equal to €69,624 thousand at acquisition date €71,349 thousand at 30 June 2012), while net cash of €100,264 thousand was used for the combination.
The company was consolidated starting from 20 January 2012. Sales revenues for this period were €18,621 thousand, for a loss of €1,878 thousand.

SEGMENT INFORMATION

COMMENTS

In 2011, an internal reorganization took place within the Group which focused on the two major markets "automatic acquisition of data" or "automatic data capture" (ADC), which involved the Datalogic Scanning and Datalogic Mobile divisions and the company Evolution Robotics Retail acquired in December 2010 and "Industrial Automation" (IA).
Operating segments are identified based on the internal statements used by senior management to allocate resources and evaluate results.

The Group does business in the following operating segments:

ADC – the ADC division is the global leader in high performance fixed scanners for retail and the major EMEA supplier of manual bar code readers as well as the leading player in the mobile computer market for warehouse management, automation of sales and field forces and the collection of data at stores. Includes the manual reader product lines (HHR), fixed readers, mobile computers (MC), self scan solutions and cashier technologies;

Industrial Automation – The Industrial Automation division, among the major manufacturers in the world of products and solutions for automatic identification, recognition and marketing in the industrial automation market, covers the increasing demand for tracking, inspection and recognition solutions in the manufacturing and logistics processes areas. Includes product lines related to: fixed barcode readers using imager and laser technology, the photoelectric sensors and equipment for industrial automation and security, remote cameras and software for artificial vision, barcode reader systems and technologies for the automation of logistics and postal companies, industrial laser markers.

Informatics – this company, which is based in the United States, markets and distributes products and solutions for automatic identification and caters to small and medium sized companies.

Corporate – includes the operations of the holding company, the real estate operations of the Group and Datalogic IP Tech which manages the group's industrial property and research activities.

Intersegment sales transactions are executed at arm's length conditions, based on the Group transfer pricing policies.

The financial information relating to operating segments at 30 June 2012 and 30 June 2011 are as follows (€/000):

	Datalogic ADC Sub Consolidated		Datalogic Automation Group Total		Informatics		Datalogic Corporate		Adjustments		Total Group	
	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012
External sales	145,886	148,328	48,599	70,072	15,766	18,477			(4)	(17)	210,247	236,860
Intersegment sales	52	300	174	7			7,422	10,359	(7,648)	(10,666)	0	0
Total sales	**145,938**	**148,628**	**48,773**	**70,079**	**15,766**	**18,477**	**7,422**	**10,359**	**(7,652)**	**(10,683)**	**210,247**	**236,860**
Ordinary operating income (EBITANR)	**19,569**	**22,674**	**5,810**	**7,889**	**1,768**	**2,250**	**550**	**2,873**	**(1,183)**	**(57)**	**26,514**	**35,629**
% of revenues	13.4%	15.3%	11.9%	11.3%	11.2%	12.2%	7.4%	27.7%	15.5%	0.5%	12.6%	15.0%
Operating result (EBIT)	**10,912**	**21,329**	**5,162**	**5,242**	**1,483**	**1,941**	**550**	**2,873**	**(1,183)**	**(57)**	**16,924**	**31,328**
% of revenues	7.5%	14.4%	10.6%	7.5%	9.4%	10.5%	7.4%	27.7%	15.5%	0.5%	8.0%	13.2%
Financial income/ (expenses)	**(1,961)**	**(1,735)**	**(731)**	**(1,385)**	**(36)**	**(46)**	**6,012**	**13,850**	**(8,319)**	**(10,016)**	**(5,035)**	**668**
Fiscal income/ (expenses)	**(2,455)**	**(3,409)**	**(1,635)**	**(1,978)**	**(510)**	**(658)**	**193**	**612**	**336**	**1**	**(4,071)**	**(5,432)**
Amortisation and depreciation	**(4,399)**	**(4,323)**	**(2,048)**	**(2,323)**	**(422)**	**(457)**	**(697)**	**(648)**	**0**	**0**	**(7,566)**	**(7,751)**
EBITDA	**22,585**	**25,652**	**7,210**	**9,135**	**1,905**	**2,398**	**1,247**	**3,521**	**(1,183)**	**(57)**	**31,764**	**40,649**
% of revenues	15.5%	17.3%	14.8%	13.0%	12.1%	13.0%	16.8%	34.0%	15.5%	0.5%	15.1%	17.2%
R&D expenses	**(9,583)**	**(11,613)**	**(3,304)**	**(6,500)**	**(287)**	**(370)**	**(230)**	**(537)**	**15**	**3,127**	**(13,389)**	**(15,893)**
% of revenues	-6.6%	-7.8%	-6.8%	-9.3%	-1.8%	-2.0%	-3.1%	-5.2%	-0.2%	-29.3%	-6.4%	-6.7%

Reconciliation between **EBITDA**, **EBITANR** and profit/(loss) before tax is as follows:

	30/06/2012	30/06/2011
EBITDA	**40,649**	**31,764**
Amortisation and write-downs of tangible assets	(3,807)	(3,661)
Amortisation and write-downs of intangible assets	(1,213)	(1,589)
EBITANR	**35,629**	**26,514**
Non-recurring costs and revenues	(1,570)	(7,414)
Depreciation & amortisation due to acquisitions (*)	(2,731)	(2,176)
EBIT (gross earnings)	**31,328**	**16,924**
Financial income	10,467	7,793
Financial expenses	(9,915)	(13,047)
Profits from associated companies	116	219
Pre-tax profit/(loss)	**31,996**	**11,889**

(*) EBITDA is a performance indicator not defined under IFRS. However, the management uses it to monitor and assess the company's operating performance as it is not influenced by volatility due to the various valuation criteria used to determine taxable income, by the total amount and nature of the capital involved or by the related depreciation and amortisation policies. Datalogic defines it as ***Profit/loss for the period before depreciation and amortisation of tangible and intangible assets, non-recurring costs, financial income and expenses and income taxes***.

The **balance sheet information relating to operating sectors** at 30 June 2012 and 31 December 2011 is as follows (€/000):

	Datalogic ADC Sub Consolidated		Datalogic Automation Group Total		Informatics		Datalogic Corporate		Adjustments		Total Group	
	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012
Total assets	330,258	419,279	79,543	199,115	22,432	22,260	448,100	493,716	(312,755)	(486,887)	567,578	647,483
Non-current assets	141,898	145,101	20,956	112,609	14,434	14,484	26,599	27,089	484	476	204,371	299,759
Equity investments in associates			2,641	2,762							2,641	2,762
Total liabilities	208,831	281,389	63,477	123,232	6,625	5,932	268,157	303,368	(149,762)	(259,699)	397,328	454,222

INFORMATION ON THE STATEMENT OF FINANCIAL POSITION

Note 1. Tangible assets

Details of movements at 30 June 2012 and 31 December 2011 are as follows:

	30.06.2012	31.12.2011	Change
Land	5,154	5,100	54
Buildings	24,752	24,792	(40)
Other assets	17,521	18,138	(617)
Assets in progress and payments on account	3,627	1,961	1,666
Total	**51,054**	**49,991**	**1,063**

Details of movements at 30 June 2012 are as follows:

	Land	Buildings	Other assets	Assets in progress and payments on account	Total
Historical cost	5,100	27,672	93,437	1,961	128,170
Accumulated amortisation	0	(2,880)	(75,299)	0	(78,179)
Net initial value at 01.01.2012	**5,100**	**24,792**	**18,138**	**1,961**	**49,991**
Increases 30.06.2012					0
Investments		6	2,640	1,847	4,493
Acquisition of Accu-Sort Systems			3,891	1	3,892
Total	**0**	**6**	**6,531**	**1,848**	**8,385**
Decreases 30.06.2012					0
Disposals historical cost			(3,336)	(191)	(3,527)
Disposals accum. amortisation			3,032		3,032
amortisation and depreciation		(242)	(3,565)		(3,807)
Acquisition of Accu-Sort Systems			(3,500)		(3,500)
Total	**0**	**(242)**	**(7,369)**	**(191)**	**(7,802)**
Reclass. & other changes 30.06.2012					0
Incoming transfers		70	40	(75)	35
(Outgoing transfers)		(39)	41		2
Exch. Change in historical cost	54	189	544	85	872
Exch. Change in accum. amortisation		(24)	(404)		(428)
Total	**54**	**196**	**221**	**10**	**481**
Historical cost	5,154	27,898	97,257	3,627	133,936
Accumulated amortisation	0	(3,146)	(79,736)	0	(82,882)
Net closing value at 30.06.2012	**5,154**	**24,752**	**17,521**	**3,627**	**51,054**

The “Other assets” item at 30 June 2012 mainly includes the following categories: Plant and machinery (€5,394 thousand), Trade and industrial equipment (€4,680 thousand), Office furniture and machines (€4,831 thousand), General plant (€1,759 thousand), Motor vehicles (€233 thousand), and Maintenance on third-party assets (€378 thousand).

The balance of "Assets in progress and payments on account" mainly comprises down payments for equipment, instruments and moulds for normal production activities.

Note 2. Intangible assets

Details of movements at 30 June 2012 and 31 December 2011 are as follows:

	30.06.2012	31.12.2011	Change
Goodwill	186,204	112,152	74,052
Development costs	0	24	(24)
Other	57,966	39,503	18,463
Assets in progress and payments on account	4,535	2,701	1,834
Total	**248,705**	**154,380**	**94,325**

Details of movements at 30 June 2012 are as follows:

	Goodwill	Develop ment costs	Other	Assets in progress and payments on account	Total
Historical cost	112,152	6,905	91,805	2,701	213,563
Accumulated amortisation		(6,881)	(52,302)		(59,183)
Net initial value at 01.01.2012	**112,152**	**24**	**39,503**	**2,701**	**154,380**
Increases 30.06.2012					0
Investments			257	1,740	1,997
Acquisition of Accu-Sort Systems	71,349		22,216		93,565
Total	**71,349**	**0**	**22,473**	**1,740**	**95,562**
Decreases 30.06.2012					0
Disposals historical cost			(395)		(395)
Disposals accum. amortisation			314		314
amortisation and depreciation		(24)	(3,920)		(3,944)
Write-downs					0
Accumulated amortisation pertaining to the acquisition of Accu-Sort Systems	0		(951)		(951)
Total	**0**	**(24)**	**(4,952)**	**0**	**(4,976)**
Reclass. & other changes 30.06.2012					0
Incoming transfers			92	19	111
(Outgoing transfers)			4		4
Exch. Change in historical cost	2,703	(7)	1,550	75	4,321
Exch. Change in accum. amortisation		7	(704)		(697)
Total	**2,703**	**0**	**942**	**94**	**3,739**
Historical cost	186,204	6,898	115,529	4,535	313,166
Accumulated amortisation	0	(6,898)	(57,563)	0	(64,461)
Net closing value at 30.06.2012	**186,204**	**0**	**57,966**	**4,535**	**248,705**

Goodwill, totalling €186,204 thousand, consisted of the following items:

	30.06.2012	31.12.2011	Change
Former PSC Group – Acquisition executed on 30 November 2005	74,307	72,352	1,955
Informatics Inc. - Acquisition which took place on 28 February 2005	12,329	12,069	260
Laservall SpA - Acquisition executed on 27 August 2004	5,119	5,119	0
Idware srl – Incorporated in 1998	3,380	3,380	0
Infra – Goodwill recognised following the acquisition of Datasensor	1,682	1,682	0
Evolution Robotics Retail Inc. - Acquisition concluded on 1 July 2010	14,552	14,158	394
PPT Vision Inc - Acquisition executed on 20 December 2011	3,486	3,392	94
Accu-Sort Systems – acquisition concluded on 20 January 2012	71,349	0	71,349
Total	**186,204**	**112,152**	**74,052**

The change in "Goodwill" by comparison with 31 December 2011 is attributable to:

- the acquisition of Accu-Sort Systems Inc.; note that the calculation of this goodwill, in accordance with IFRS 3, may be revised within a year of the acquisition date;
- translation differences.

Goodwill has been allocated to the CGUs (cash generating units) corresponding to the individual companies and/or sub-groups to which they pertain.
As highlighted in the paragraph included in the section on accounting standards and policies used in the financial statements for the year ended 31 December 2011, to which reference should be made, in compliance with IFRS 3 goodwill has not been amortised since 1 January 2004 but is tested for impairment each year unless loss indicators suggest the need for more frequent impairment testing. The estimated recoverable value of each CGU, associated with each goodwill item measured, consists of its corresponding value in use.
Value in use is calculated by discounting the future cash flows generated by the CGU – during production and at the time of its retirement – to present value using a certain discount rate, based on the discounted cash flow method.
There were no write-downs as at 30 June 2012.

The "**Other**" item, which amounts to €57,966 thousand, consists primarily of intangible assets acquired through business combinations carried out by the Group, which are specifically identified and valued in the context of purchase accounting. Details are shown in the following table:

	30.06.2012	31.12.2011	USEFUL LIFE (YEARS)
Acquisition of the PSC Group (executed on 30 November 2006)	**23,819**	**24,254**	
PATENTS	21,693	21,889	20
TRADE MARK	1,080	1,201	10
CLIENT PORTFOLIO	1,046	1,164	10
Acquisition of Laservall SPA (executed on 27 August 2004)	**883**	**1,104**	
UNPATENTED TECHNOLOGY	0	0	7
COMMERCIAL STRUCTURE	883	1,104	10
Acquisition of Informatics Inc. (executed on 28 February 2005)	**1,694**	**1,957**	
COMMERCIAL STRUCTURE	1,694	1,957	10
Acquisition of Evolution Robotics Retail Inc. (concluded on 1 July 2010)	**4,451**	**4,601**	
PATENTS	742	767	10
TRADE SECRETS	3,709	3,834	10
Acquisition of Accu-Sort Inc. (concluded on 20 January 2012)	**20,284**		
PATENTS	11,841		10
TRADE SECRETS	8,443		10
Licence agreement	**3,260**	**3,592**	5
other	**3,575**	**3,995**	
TOTAL OTHER INTANGIBLE ASSETS	**57,966**	**39,503**	

The change compared to 31 December 2011 is attributable mainly to the acquisition of Accu-Sort, amortization for the period (€3,920 thousand) and conversion differences which are negative by €846 thousand.

The “Other” item mainly consists of software licences.

€1,740 thousand of the increase in the “Assets in progress and payment on account” is attributable to the capitalization of costs relating to the two projects with the features required by IAS 38 and the Group policies which are currently still underway.

Note 3. Equity investments in associates

Equity investments owned by the Group as at 30 June 2012 were as follows:

	31.12.2011	Increases	Decreases	Exch. difference	Share of profit	30.06.2012
Associates						
Idec Datalogic Co.Ltd	1,103			*5*	*130*	1,238
Laservall Asia Co. Ltd	1,452				*(14)*	1,438
Datalogic Automation AB	2					2
Datasensor UK	0					0
Special Video	29					29
Datasensor GMBH	45					45
DL PRIVATE India	10					10
Total associates	**2,641**	**0**	**0**	**5**	**116**	**2,762**
Total	**2,641**	**0**	**0**	**5**	**116**	**2,762**

The change in the "associated companies" item is due to the group result realized by the associates Idec Datalogic Co Ltd and Laservall Asia Co, in addition to the exchange rate adjustment.

Note 4. Financial instruments by category

The balance sheet items coming within the scope of "financial instruments" as defined by IAS/IFRSs are as follows:

30.06.2012	Loans and receivables	Derivatives	Held for trading	Availability for sale	Total
Non-current financial assets	**1,485**		**0**	**10,266**	**11,751**
Financial assets –Equity Investments (5)				10,266	10,266
Other receivables (7)	1,485				1,485
Current financial assets	**211,054**	**0**	**8,754**	**0**	**219,808**
Trade receivables from third parties (7)	101,962				101,962
Other receivables from third parties (7)	22,279				22,279
Financial Assets- securities(5)			8,754		8,754
Cash & cash equivalents (10)	86,813				86,813
Total	**212,539**	**0**	**8,754**	**10,266**	**231,559**

30.06.2012	Derivatives	Other financial liabilities	Total
Non-current financial liabilities	**988**	**173,594**	**174,582**
Financial payables (12)		170,513	170,513
Financial liabilities - derivative instruments (6)	988		988
Other payables (16)		3,081	3,081
Current financial liabilities	**247**	**211,684**	**211,931**
Trade payables to third parties (16)		72,460	72,460
Other payables (16)		43,564	43,564
Financial liabilities - derivative instruments (6)	247		247
Short-term financial payables (12)		95,660	95,660
Total	**1,235**	**385,278**	**386,513**

Fair-value – hierarchy

All the financial instruments measured at fair value are classified in the three categories defined below:
Level 1 market prices
Level 2 valuation techniques (based on observable market data),
Level 3 valuation techniques (not based on observable market data),

30.06.2012	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Financial assets -Equity Investments (5)	9,038	0	1,228	10,266
Financial assets - ST securities (5)	8,754	0		8,754
Total assets measured at fair value	**17,792**	**0**	**1,228**	**19,020**
Liabilities measured at fair value				
Financial liabilities - LT Derivative instruments (6)		988		988
Financial liabilities - ST derivative instruments (6)	0	247	0	247
Total liabilities measured at fair value	**0**	**1,235**	**0**	**1,235**

There are no transferrals among the hierarchical levels of fair-value compared to 31 December 2011 and in the comparison period. There have also been no changes in the allocation of the financial instruments that resulted in a differing classification for them.

The Group holds no instruments securing loans to mitigate the credit risk. The carrying value of the financial assets therefore represents the potential credit risk.

Note 5. Available-for-sale financial assets

AFS financial assets include the following items:

	30.06.2012	31.12.2011	Change
Securities	**8,754**	**8,192**	562
Long-term government bonds	-	357	(357)
Short term government bonds	8,754	7,835	919
Other equity investments	**10,266**	**5,310**	**4,956**
Total	**19,020**	**13,502**	**5,518**

The “Other securities” item consists mainly of treasury credit certificates owned by the Parent Company amounting to €8,397 thousand.

Following is the summary table pertaining to those securities:

Trading securities – Listed

Type of security	Nominal value	Purchase price	Acquisition value	Market price as at 30.06.2012	Market value as at 30.06.2012	Balance sheet value as at 30.06.2012
Government bonds	10,000,000	0.9607	9,607,000	0.8348	8,348,000	8,396,557

The difference between the market value as at 30 June 2012 and the carrying amount of €8,397 thousand is due to the interest rate payment that was due.

It is furthermore noted that the treasury credit certificates held in guarantee of sureties issues and amounting to €357 thousand, have been reclassified for the short term since they expire in November 2012.

At 30 June 2012, equity interests held by the Group in other companies were as follows:

	31.12.2011	Increases	Decreases	Adj. to fair value	30.06.2012
Unlisted shares	1,356	493	(621)		1,228
Listed shares	3,954	7,553	(2,036)	(433)	9,038
Total equity investments	**5,310**	**8,046**	**(2,657)**	**(433)**	**10,266**

The amount of the "unlisted shares" item is mainly represented by the Parent Company's investment in the Mandarin Fund, a private equity fund that mainly invests in Italian and Chinese small and medium-sized companies, whose primary investors and sponsors are Intesa San Paolo and two leading Chinese banks.
The amount of the "listed shares" item refers to a liquidity investment in equities.
We note that the parent company holds a minority interest in the Alien Technology Corporation which was written down completely as at 31 December 2010.

Note 6. Derivative financial instruments

	30.06.2012		31.12.2011	
	Assets	**Liabilities**	**Assets**	**Liabilities**
Financial instruments measured at fair value and recognised in the statement of comprehensive income				
Interest rate derivatives – LT cash flow hedges		988		1,045
Interest rate derivatives – ST cash flow hedges		247		15
Financial Instruments measured at fair value and recognized in the income statement				
Derivatives not designated as hedges				
Currency options			1,836	
Total	**0**	**1,235**	**1,836**	**1,060**

Interest rate derivatives

The Group has entered into interest rate derivative contracts to manage the risk stemming from changes in interest rates on bank borrowings, converting them from variable to fixed-rate via interest rate swaps having the same amortisation plan as the hedged underlying asset. As envisaged by IAS 39, the fair value of these contracts, totalling €1,235 thousand, is recognised in a specific equity reserve net of the tax effect, because they hedge future cash flows and meet all IAS 39 requirements for the application of hedge accounting.
At 30 June 2012, the notional capital of the interest rate swaps was €55,749 thousand (€50,800 thousand at 31 December 2011) and US$6,600 thousand (US$8,600 thousand at 31 December 2011).

Currency derivatives

At 30 June 2012 the Group had no active forward contracts for exchange rate risk.

Note 7. Trade and other receivables

Trade and other receivables

	30.06.2012	31.12.2011	Change
Third-party trade receivables	104,539	75,095	29,444
Less: doubtful debt provision	2,577	2,281	296
Net third-party trade receivables	**101,962**	**72,814**	**29,148**
Receivables from associates	**2,093**	**1,375**	**718**
Idec Datalogic CO Ltd	429	247	182
Laservall Asia	775	293	482
Datasensor GMBH	288	455	(167)
Special Video	3	2	1
DS India	62	57	5
Datalogic Automation AB	536	321	215
Receivables from the Parent Company	**2**	**11**	**(9)**
Hydra	2	11	(9)
Total trade receivables	**104,057**	**74,200**	**29,857**
Other receivables – current accrued income and prepaid expenses	22,328	10,897	11,431
Other receivables – non-current accrued income and prepaid expenses	1,485	1,416	69
Total other receivables - accrued income and prepayments	**23,813**	**12,313**	**11,500**
Less: non-current portion	1,485	1,416	69
Trade and other receivables - current portion	**126,385**	**85,097**	**41,288**

Trade receivables

The “trade receivables due within 12 months” as at 30 June 2012 amounting to €104,057 thousand have increased by 40% compared to the comparative figure as at 31 December 2011. Of these, €11,905 thousand are due to the inclusion into the consolidation area of the Accu-Sort Group; if the consolidation area had not changed this item would have increased by approximately 24% compared to December 2011.
Receivables from associates arise from commercial transactions carried out at arm’s length conditions.

Other receivables – accrued income and prepaid expenses

The detail of the item “Other receivables - accrued income and prepaid expenses” is as shown below:

	30.06.2012	31.12.2011	Change
Other current receivables	4,056	2,462	1,594
Other long-term receivables	1,485	1,416	69
VAT Tax Credit	15,768	6,017	9,751
Accruals and deferrals	2,504	2,418	86
Total	**23,813**	**12,313**	**11,500**

Note 8. Inventories

	30.06.2012	31.12.2011	Change
Raw and ancillary materials and consumables	26,612	28,049	(1,437)
Work in progress and semi-finished products	11,342	12,309	(967)
Finished products and goods	26,695	19,272	7,423
Total	**64,649**	**59,630**	**5,019**

Note 9. Tax receivables/tax payables

The item "Tax receivables" includes the amount receivable from Parent Company Hydra relating to the IRES (corporate tax) credit arising from participation in tax consolidation, of €2,845 thousand (€2,940 thousand at 31 December 2011).

The item "Tax payables" includes the amount payable to Parent Company Hydra relating to the IRES (corporate tax) payable arising from participation in tax consolidation, of €4,878 thousand (€2,370 thousand at 31 December 2011).

Note 10. Cash and cash equivalents

Cash and cash equivalents are broken down as follows for the purposes of the cash flow statement:

	30.06.2012	31.12.2011	Change
Cash and cash equivalents shown on financial statements	86,813	162,422	(75,609)
Restricted cash	(458)	(430)	(28)
Current account overdrafts	(93)	(1,355)	1,262
EU financing	(27)	0	(27)
Cash and cash equivalents for statement	**86,235**	**160,637**	**(74,402)**

According to the requirements of CONSOB Communication no. 15519 of 28 July 2006, the Group's financial position is reported in the following table:

	30.06.2012	31.12.2011	30.06.2011
A. Cash and bank deposits	86,355	161,992	110,195
B. Other liquidities	458	430	726
b1. restricted cash deposit	*458*	*430*	*726*
C. Securities held for trading	8,754	8,192	10,014
c1. Short-term	*8,754*	*7,835*	*9,655*
c2. Long-term	*0*	*357*	*359*
D. Cash and equivalents (A) + (B) + (C)	**95,567**	**170,614**	**120,935**
E. Current financial receivables	0	0	0
F. Other current financial receivables	0	1,836	0
f1. hedging transactions	*0*	*1,836*	*0*
G. Bank overdrafts	93	1,355	135
H. Current portion of non-current debt	95,567	73,867	69,207
I. Other current financial payables	247	15	77
I1. hedging transactions	*247*	*15*	*77*
J. Current financial debt (G) + (H) + (I)	**95,907**	**75,237**	**69,419**
K. Current financial debt, net (J) - (D) - (E) - (F)	**340**	**(97,213)**	**(51,516)**
L. Non-current bank borrowing	170,513	155,605	122,495
M. Other non-current financial receivables	0	0	
N. Other non-current liabilities	988	1,045	881
n2. hedging transactions	*988*	*1,045*	*881*
O. Non-current financial debt (L) + (M) + (N)	**171,501**	**156,650**	**123,376**
P. Net financial debt (K) + (O)	**171,841**	**59,437**	**71,860**

Net financial debt at 30 June 2012 was €171,841 thousand, a worsening by €112,404 thousand compared to 31 December 2011, (when it was negative by EUR 59,437 thousand).

Note that the following transactions were carried out in the period:
- -acquisition of the Accu-Sort Group for €100,264 thousand;
- the purchase of treasury shares of €1,561 thousand;
- cash outlays for early retirement incentives of €4,255 thousand, of which €715 thousand refer to the integration of PPT and Accu Sort;
- cash outlays for consulting relating to special projects allocated at cost in 2011 in the amount of €1,671 thousand and €330 thousand referring to costs incurred in 2012;
- cash inflow of €4,200 thousand from the sale of certain assets, such as patents, know how and other intangible assets relating to the RFID business;
- the sale of treasury shares of €3,775 thousand;

Investments were also made amounting to €6,062 thousand.

Net working capital at 30 June 2012 is equal to €46,364 thousand and has increased by €16,520 thousand compared to 31 December 2011 (€29,844 thousand); the net working capital of the Accu-Sort Group affected the overall increased by €4,824 thousand.

INFORMATION ON STATEMENT OF FINANCIAL POSITION – SHAREHOLDERS' EQUITY AND LIABILITIES

Note 11. Shareholders' equity

The detail of equity accounts is shown below, while changes in equity are reported in the specific statement:

	30.06.2012	31.12.2011
Share capital	30,392	30,392
Share premium reserve	98,582	96,335
Extraordinary share-cancellation reserve	2,813	2,813
Treasury shares held	(8,478)	(10,692)
Treasury share reserve	10,385	12,632
Share capital and capital reserves	**133,694**	**131,480**
Cash-flow hedge reserve	(901)	(769)
Translation reserve	(1,445)	(4,760)
Held-for-sale financial assets reserve	(589)	(157)
Other reserves	**(2,935)**	**(5,686)**
Retained earnings	**35,938**	**18,541**
Earnings carried forward	22,217	5,244
Capital grant reserve	958	958
Legal reserve	4,082	3,658
IFRS reserve	8,681	8,681
Net profit (loss) for the period	**26,564**	**25,915**
Total Group shareholders' equity	**193,261**	**170,250**

Share capital

Movements in share capital at 30 June 2012 are reported below (in Euro '000):

	Number of shares	Share capital	Extraordinary share-cancellation reserve	Share premium reserve	Treasury shares	Treasury share reserve	Total
01.01.2012	**56,166,493**	**30,392**	**2,813**	**96,335**	**(10,692)**	**12,632**	**131,480**
Purchase of treasury shares	(237,857)			(1,561)	(1,561)	1,561	(1,561)
Sale of treasury shares	687,000			3,808	3,808	(3,808)	3,808
Capital gains/(capital losses) from the sale of treasury shares					(25)		(25)
Costs for the purchase of treasury shares					(8)		(8)
30.06.2012	**56,615,636**	**30,392**	**2,813**	**98,582**	**(8,478)**	**10,385**	**133,694**

Ordinary shares

At 30 June 2012 the total number of ordinary shares was 58,446,491 of which 1,830,855 held as treasury shares so that therefore the outstanding shares on that date were equal to 56,615,636. The shares have a nominal unit value of €0.52 and have been entirely subscribed.

Treasury shares

The “Treasury shares” item, negative for €8,478 thousand, includes purchases and sales of treasury shares in the amount of €2,214 thousand, which have been recognised net of gains and charges realised following the sale of treasury shares (€1,907 thousand). In 2012 the Group purchased 237,857 treasury shares and sold 687,000, with a capital loss of €25 thousand.
For these purchases, in accordance with Article 2453 of the Italian Civil Code, capital reserves (through the treasury share reserve) in the amount of €10,385 thousand have been made unavailable.

Other reserves

Translation reserve

In compliance with IAS 21, translation differences arising from translation of the foreign currency financial statements of consolidated companies into the Group accounting currency are classified as a separate equity component.

Cash-flow hedge reserve

Following adoption of IAS 39, changes in the fair value of derivative contracts designated as effective hedging instruments are recognised in accounts directly with shareholders’ equity, in the cash-flow hedge reserve. These contracts have been concluded to hedge exposure to the risk of interest rate fluctuations on variable-rate loans (negative by €1,235 thousand) and amounts are shown net of the tax effect (€334 thousand).

Financial asset revaluation reserve

This reserve mainly includes the adjustment to fair value of the other equity investments.

Cumulative retained earnings

IAS reserve

This reserve was created upon first-time adoption of international accounting standards at 1 January 2004 (Consolidated Financial statements for the year ended 31 December 2003) pursuant to IFRS 1.

Retained earnings/losses

This item includes equity changes occurring in consolidated companies after acquisition date.

Dividends

On 24 April 2012, the Ordinary Shareholders' Meeting of Datalogic S.p.A. decided to distribute an ordinary dividend of €0.15 per share (€0.15 in 2011). The overall dividends of €8,518 began to be paid starting from 4 May 2012 and had been paid in full by 30 June.

The reconciliation between the Parent Company's shareholders' equity and net profit and the corresponding consolidated amounts is as shown below:

	30 June 2012		31 December 2011	
	Total equity	Period results	Total equity	Period results
Datalogic SpA shareholders' equity and profit	**195,146**	**11,800**	**190,289**	**8,488**
Difference between consolidated companies' net equity and their carrying value in Datalogic SpA's statement; effect of equity-based valuation	54,586	32,651	20,537	34,954
Reversal of dividends	0	(10,123)	0	(15,553)
Amortisation of intangible assets "business combination"	(5,827)		(5,827)	0
Effect of acquisition under common control	(31,733)		(31,733)	0
Elimination of capital gain on sale of business branch	(18,498)	(7,065)	(3,302)	
Effect of eliminating intercompany transactions	(6,292)	(1,621)	(4,671)	(1,551)
Reversal of write-downs and capital gains on equity investments	3,565		3,565	0
Sale of know-how	(7)		(7)	0
Goodwill impairment	(1,395)		(1,395)	(298)
other	216	1,020	(795)	(149)
Deferred tax	3,500	(98)	3,589	24
Group portion of shareholders' equity	**193,261**	**26,564**	**170,250**	**25,915**

Note 12. Short- and long-term borrowings and financial liabilities

The breakdown of this item is as detailed below:

	30.06.2012	31.12.2011	Change
Bank loans	265,731	229,472	36,259
Other financial payables	322		322
EU financing	27	0	27
Bank overdrafts (ordinary current accounts)	93	1,355	(1,262)
Total financial payables	**266,173**	**230,827**	**35,346**

Following is the breakdown of changes in "bank loans" at 30 June 2012:

	2012	2011
1 January	**229,472**	**177,424**
Foreign exchange differences	732	(2,896)
Increases	78,579	47,952
Repayments	(23,000)	(18,000)
Decreases for loan repayments	(20,052)	(13,309)
30 June	**265.731**	**191.171**

The **increases** are mainly relative to the use by the parent company of the following sources:

- stand by credit lines and Hot Money in the amount of €30,000 thousand
- a medium to long term loan of €25,000 thousand, concluded on 23 April 2012
- a medium to long term loan of €25,000 thousand, concluded on 29 June 2012.

The **decrease** of the repayment refers to the stand by lines of credit and the hot money in the amount of €23,000 thousand.

Bank loans have maturities until 2020 and approximate annual average interest rates of 3%. The fair value of the loans (current and non-current) coincides substantially with their book value.

Covenants

The companies have been asked to respect certain financial covenants for the following loans, on a semi-annual or annual basis, as summarised in the table below:

Company	Currency	Outstanding debt	Covenant			Frequency	Reference statements
Datalogic SpA	EUR	4,000,000	DFL	PN	DFL / PN	annual	Datalogic SpA
Datalogic SpA	EUR	10,000,000	PFN / PN	PFN /EBITDA		annual	Datalogic Group
Datalogic SpA	EUR	30,000,000	EBITDA/OFN	PFN /EBITDA		semi-annual	Datalogic Group
Datalogic SpA	USD	43,754,000	PFN / PN	PFN /EBITDA		semi-annual	Datalogic Group
Datalogic SpA	EUR	10,000,000	PFN / PN	PFN /EBITDA		annual	Datalogic Group
Datalogic SpA	EUR	55,000,000	EBITDA/OFN	PFN /EBITDA		semi-annual	Datalogic Group
Datalogic SpA	EUR	25,000,000	PFN / PN	PFN /EBITDA		semi-annual	Datalogic Group
Datalogic SpA	EUR	15,000,000	PFN / PN	PFN /EBITDA		semi-annual	Datalogic Group
Datalogic SpA	EUR	25,000,000	EBITDA/OFN	PFN /EBITDA		semi-annual	Datalogic Group
Datalogic Automation Srl	EUR	15,000,000	PFN / PN	PFN /EBITDA		semi-annual	Datalogic Group
Datalogic Automation Srl	EUR	1,500,000	DFL	PN	DFL / PN	annual	Datalogic SpA
Datalogic Automation Srl	EUR	1,500,000	DFL	PN	DFL / PN	annual	Datalogic SpA

Key:

PN = Shareholders' Equity

OFN = Net financial expenses

DFL = Financial gross payables

As at 30 June 2012 all covenants were respected.

:

Note 13. Deferred tax assets and liabilities

Deferred tax assets and liabilities stem both from positive items already recognised in the income statement and subject to deferred taxation under current tax regulations and temporary differences between consolidated balance-sheet assets and liabilities and their relevant taxable value.

The breakdown per company of deferred taxes (net balance between taxes payable and receivable) is shown below:

	30.06.2012	31.12.2011	Change
Datalogic Automation INC.	427	247	180
Datalogic Automation Srl (*)	1,882	1,966	(84)
Datalogic Mobile Asia	0	(2)	2
Datalogic Mobile INC.	0	374	(374)
Datalogic Mobile PTY	69	62	7
Datalogic Mobile Srl (*)	(581)	23	(604)
Datalogic RE	7	7	0
Datalogic RE France Sa	52	52	0
Datalogic RE Germany gmbh	(75)	(75)	0
Datalogic RE Uk ltd	110	104	6
Datalogic Scanning GMBH	(497)	(497)	0
Datalogic Scanning Group	205	25	180
Datalogic Holdings Inc.	5,937	4,152	1,785
Datalogic Scanning Iberia	0	(1)	1
Datalogic ADC Inc.	51	(2,184)	2,235
Datalogic ADC PTY	80	81	(1)
Datalogic Scanning SAS	112	114	(2)
Datalogic Slovakia sro	761	598	163
Datalogic Scanning SpA	112	112	0
Datalogic Scanning UK Ltd	14	14	0
Datalogic SpA	(1,733)	(936)	(797)
Evolution Robotics Retail Inc.	0	955	(955)
Informatics Inc.	(330)	(444)	115
Datalogic Automation China	162		162
Datalogic IP Tech Srl	11,649	7,981	3,668
PPT Vision Inc	70	0	70
Accu-Sort Group	649	0	649
Total net long-term deferred taxes	**19,133**	**12,728**	**6,406**
Deferred taxes recognized due to the consolidation entries	**1,236**	**851**	**385**
Total net long-term deferred taxes	**20,369**	**13,579**	**6,791**

(*) include the balances of the branches.

The decrease in the deferred taxes for Mobile INC and Evolution Robotics is due to the fact that these companies were incorporated (in January and May 2012 respectively) into ADC Inc.

Note 14. Post-employment benefits

The movements are the following:

	2012	2011
1 January	6,666	7,121
Amount allocated in the period	710	863
Uses	(594)	(503)
Social security receivables for the employee severance indemnity reserve	(297)	(477)
30 June	**6,485**	**7,004**

Note 15. Provisions for risks and charges

The breakdown of the "risks and charges" item was as follows:

	30.06.2012	31.12.2011	Change
Short-term provisions	20,611	4,371	16,240
Long-term provisions	3,721	15,366	(11,645)
Total	**24,332**	**19,737**	**4,595**

The change between long and short terms is due to the reclassification of the "Management incentive plan allocation" which will be paid by June 2013.

Below we show the detailed breakdown of and changes in this item.

	31.12.2011	Increases	(Uses) and (Issues)	Transfers	Forex differences	30.06.2012
Product warranty provision	5,765	1,231	(90)		48	6,954
Corporate restructuring fund	339	262	(230)	50	0	421
Provision for management incentive scheme	11,834	3,105	(283)	0	163	14,819
other	1,799	446	(143)		36	2,138
Total provisions for risks and charges	**19,737**	**5,044**	**(746)**	**50**	**247**	**24,332**

The "**product warranty provision**" covers the estimated cost of repairing products sold as up to 30 June 2012 and covered by periodical warranty; it amounts to €6,954 thousand (of which €3,385 thousand long-term) and is considered sufficient in relation to the specific risk it covers. €789 thousand of the increase is attributable to the inclusion of the Accu-Sort Group into the consolidation area.

The increase in the "**management incentive plan allocation**" is due to the provision for a long-term plan for directors and managers for the period 2010-2012.

The "**Other**" item mainly comprises:

- €1,779 thousand for a "stock rotation" provision for the ADC Group and Informatics;

- €9 thousand attributable to the Scanning Group and allocated for compliance with Directive 2002/95/EC on the restriction of the use of certain hazardous substances in electrical and electronic equipment, as enacted in Italian law by Legislative Decree 151 of 25.07.2005;
- €38 thousand which refers to the ongoing lawsuit regarding the ten year ILOR exemption, pursuant to Presidential Decree 218/78 (consolidated law on the interventions in Southern Italy) relating to the former Datasud for 2006;
- €263 thousand for agent termination indemnities.

Note 16. Trade and other payables

This table shows the details of trade and other payables:

	30.06.2012	31.12.2011	Change
Trade payables due within 12 months	72,460	65,957	6,503
Third-party trade payables	**72,460**	**65,957**	**6,503**
Payables to associates	**47**	**12**	**35**
Idec Datalogic CO Ltd	7	2	5
Laservall Asia	31	1	30
Special Video		5	(5)
Datasensor GMBH	2	2	0
Datalogic Automation AB	7	2	5
Payables to related parties	**215**	**1,189**	**(974)**
Total trade payables	**72,722**	**67,158**	**5,564**
Other payables – current accrued liabilities and deferred income	43,564	41,023	2,541
Other payables – non-current accrued liabilities and deferred income	3,081	2,779	302
Total other payables – accrued liabilities and deferred income	**46,645**	**43,802**	**2,843**
Less: non-current portion	3,081	2,779	302
Current portion	**116,286**	**108,181**	**8,105**

Other payables – accrued liabilities and deferred income

The detailed breakdown of this item is as follows:

	30.06.2012	31.12.2011	Change
Other current payables	20,374	26,732	(6,358)
Other long-term payables	3,081	2,779	302
VAT liabilities	7,164	2,165	4,999
Accruals and deferrals	16,026	12,126	3,900
Total	**46,645**	**43,802**	**2,843**

The breakdown of the “Other current payables” item is as follows:

	30.06.2012	31.12.2011	Change
Payables to pension and social security agencies	2,656	3,900	(1,244)
Payables to employees	15,597	19,761	(4,164)
Directors’ remuneration payable	1,148	2,508	(1,360)
Other payables	973	563	410
Total	**20,374**	**26,732**	**(6,358)**

Amounts payable to employees represent the amount due for salaries and vacations accrued by employees as at the reporting date; we note that this item includes:

- €1,458 thousand due to the inclusion in the consolidation area of Accu Sort System Inc;
- €707 thousand for early retirement incentives relative to the reorganisation that took place in 2012;
- €3,623 thousand for early retirement incentives allocated in 2011 which had not yet been paid (€7,205 thousand as at 31 December 2011).

INFORMATION ON THE STATEMENT OF INCOME

Note 17 - Revenues

	30.06.2012	30.06.2011	Change
Revenues from sale of products	224,547	200,985	23,562
Revenues for services	12,313	9,262	3,051
Total	**236,860**	**210,247**	**26,613**

Revenues earned from sales of goods and services decreased by 12.7% year on year (7.7% at constant exchange rates). The acquisitions of PPT Vision Inc (20 December 2011) and the Accu-Sort Group (20 January 2012) have contributed respectively to the sales revenues as at 30 June 2012 by €2,201 thousand and €18,621 thousand.

Below is the regional breakdown of revenues in percentage terms:

	30.06.2012	30.06.2011	Change
Revenue in Italy	9%	11%	-2%
Revenue – EU	39%	40%	-1%
Revenue – Rest of World	52%	49%	3%

Note 18 - Cost of goods sold and operating costs

Pursuant to the introduction of IAS principles, the following table reports non-recurring costs and amortisation arising from acquisitions as extraordinary items no longer listed separately but included in ordinary operations.

	30.06.2012	30.06.2011	Change
TOTAL COST OF GOODS SOLD (1)	**124,258**	**116,221**	**8,037**
of which non-recurring	*539*	*4,789*	*(4,250)*
TOTAL OPERATING COSTS (2)	**87,383**	**78,882**	**8,501**
Research and development expenses	16,165	13,769	2,396
of which non-recurring	*272*	*380*	*(108)*
Distribution expenses	43,999	41,327	2,672
of which non-recurring	*490*	*1,955*	*(1,465)*
General & administrative expenses	25,882	22,907	2,975
of which non-recurring	*269*	*290*	*(21)*
of which amortisation pertaining to acquisitions	*2,731*	*2,176*	*555*
Other operating costs	1,337	879	458
of which non-recurring			*0*
TOTAL (1+2)	**211,641**	**195,103**	**16,538**
of which non-recurring	**1,570**	**7,414**	**(5,844)**
of which amortisation pertaining to acquisitions	**2,731**	**2,176**	**555**

Below is the breakdown of non-recurring costs and revenue:

ITEM		AMOUNT	TYPE OF COST
2) Cost of goods sold		539	early retirement incentives
	Total	**539**	
4) R&D expenses		272	early retirement incentives
	Total	**272**	
5) Distribution expenses		194	early retirement incentives
5) Distribution expenses		191	rents
5) Distribution expenses		105	Wages and salaries
	Total	**490**	
6) General and administrative expenses		269	early retirement incentives
	Total	**269**	
	TOTAL NON-RECURRING COSTS	**1,570**	

In order to ensure better comprehension and measurability of the actual performance of operations we considered it opportune to include in this item the non-recurring costs related to the integration and restructuring of the two companies, PPT and Accu-Sort acquired between the end of 2011 and the beginning of 2012.

At 30 June 2012, depreciation and amortisation due to acquisitions (totalling €2,731 thousand) broke down as follows:

- €1,121 thousand pertaining to Datalogic ADC Inc.,
- €856 thousand pertaining to Accu Sort System Inc,
- €309 thousand pertaining to Informatics,
- €224 thousand pertaining to Evolution Robotics Retail Inc.,
- €221 thousand pertaining to Datalogic Automation srl.

Total cost of goods sold (1)

This item has increased by 6.9% (6.8% at constant exchange rates and net of non-recurring costs) compared to the same period in 2011, against an increase in revenues of 12.7%. Given the same consolidation area as June 2011 and constant exchange rates, this item would have been decreased by 5% compared to the same period in 2011.

Total operating costs (2)

The operating costs, net of the non-recurring items and the amortisation inherent in the acquisitions, increased by 12.9% from €74,081 thousand to €83,621 thousand. At constant exchange rates and net of extraordinary costs, the increase would have been €6,449 thousand (8.7%). Given the same consolidation area as June 2011 and constant exchange rates, this item would have been practically equal to the same period in 2011.

In particular:

- The "**Research and development expenses**" increased by €2,396 thousand compared to the same period last year (+€1,857 thousand at constant exchange rates equal to 13.9%); this increase is mainly attributable to the increase in payroll costs of €1,689 thousand (of these €1,779 thousand refer to Accu-Sort Systems Inc which was acquired in January 2012 and €265 which refer to PPT Vision Inc acquired in December 2011;

- net of non-recurring costs, the "**distribution expenses**" amount to €43,999 thousand and have increased by €2,672 thousand compared to 2011 (+ €2,350 at constant exchange rates) due to:
  – Increase in the payroll costs of €2,973 thousand, attributed mainly to the inclusion in the consolidation area of Accu-Sort Systems Inc (€1,775 thousand) and PPT Vision (€597 thousand);
  – Increase of costs for travel and accommodation (increase of E€460 thousand of which €324 thousand attributable to Accu - Sort System Inc and PPT Vision Inc);

- "**General and administrative expenses**" were €25,882 thousand. Net of extraordinary items and at constant exchange rates, this item increased by €1,826 thousand compared with the same period of the previous year (equal to 8.9%). There has been an increase in personnel costs attributable mainly to the consolidation of Accu-Sort System Inc. (€1,101 thousand) and to consulting.

The detailed breakdown of "Other operating costs" is as follows:

	30.06.2012	30.06.2011	Change
Capital losses on assets	81	28	53
Contingent liabilities	66	42	24
Provisions for doubtful accounts	135	183	(48)
Non-income taxes	612	380	232
Cost charge backs	378	246	132
other	65	0	65
Total	**1,337**	**879**	**458**

Breakdown of costs by type

The following table provides the details of total costs (cost of goods sold + operating costs) by type, for the main items:

	30.06.2012	30.06.2011	Change
Purchases	94,505	90,890	3,615
Inventory change	(3,919)	(10,783)	6,864
Payroll & employee benefits	66,211	63,754	2,457
Goods receipt & shipment	7,824	6,904	920
Amortisation, depreciation and write-downs	7,751	7,566	185
Technical, legal, and tax advisory services	6,746	4,592	2,154
Travel & accommodation	4,215	2,792	1,423
Building expenses	3,281	2,711	570
Marketing expenses	2,870	3,163	(293)
Directors' remuneration	2,672	3,928	(1,256)
Repairs	2,142	2,076	66
Vehicle expenses	2,101	2,036	65
Material collected from the warehouse	1,516	1,022	494
Consumables	1,135	590	545
Telephone expenses	1,088	832	256
Utilities	1,013	974	39
EDP expenses	902	876	26
Financial statement review expenses	740	684	56
Subcontracted work	733	3,840	(3,107)
Meetings expenses	655	317	338
Royalties	626	459	167
Entertainment expenses	533	527	6
Commissions	511	659	(148)
Quality certification expenses	440	246	194
Insurance	379	368	11
Stationery	310	204	106
Leasing and maintenance of plant and machinery	269	238	31
other	4,392	3,638	754
TOTAL (1+2)	**211,641**	**195,103**	**16,538**

The decrease in the "subcontracted work" item is mainly attributable to the passage of one of the group's strategic suppliers from a "project account" to a "full contract."

The increase in the "travel and accommodation" item of €1,423 thousand is due to the change in the consolidation area of €1,208 thousand.

The increase in the "technical, legal and tax advisory services" due mainly to the consulting for the reorganisation and integration of PPT and Accu-Sort and the change in the consolidation area.

The costs for receipt and shipment of goods increased by €920 thousand, of which approximately €250 thousand are attributable to the Accu-Sort Group.

The "Other" item mainly consists of several costs all of which are lower than €200 thousand.

The detailed breakdown of payroll and employee benefits costs is as follows:

	30.06.2012	30.06.2011	Change
Wages and salaries	48,689	43,004	5,685
Social security charges	9,759	8,866	893
Staff leaving indemnities	710	863	(153)
Retirement and similar benefits	1,023	427	596
Medium- to long-term managerial incentive plan	1,598	1,127	471
Other costs	4,432	9,467	(5,035)
of which leaving incentives	*1,673*	*7,295*	*(5,622)*
Total	**66,211**	**63,754**	**2,457**

The "wages and salaries" item of €48,689 thousand includes *sales commissions and incentives* of €5,450 thousand (€6,045 thousand as at 30 June 2011); we note furthermore that €7,949 thousand relate to the salaries and wages of the Accu-Sort Group and PPT Vision Inc, of which €1,177 are related to sales commissions and bonuses.

The "Other costs" item includes early retirement incentives of €1,673 thousand, of which:

- €1,274 thousand are classified under "non-recurring costs and revenues" as they are related to the corporate integration plan.
- €399 thousand are not classified under "non-recurring costs and revenues" as they refer to the normal managerial turnover.

Note 19 - Other operating revenues

The detailed breakdown of this item is as follows:

	30.06.2012	30.06.2011	Change
Miscellaneous income and revenue	350	485	(135)
rents	88	97	(9)
Capital gains on asset disposals	32	78	(46)
Incidental income and cost cancellation	3	149	(146)
Grants to research and development expenses	94	932	(838)
other	5,542	39	5,503
Total	**6,109**	**1,780**	**4,329**

The "other" item consists of the revenues realized from the sale of certain assets, such as patents, knowhow and other intangible assets relating to the RFID business.

Note 20. Net financial income (expenses)

	30.06.2012	30.06.2011	Change
Interest expenses on bank current accounts/loans	3,865	2,956	909
Foreign exchange losses	4,480	9,171	(4,691)
Bank expenses	641	629	12
other	929	291	638
Total financial expenses	*9,915*	*13,047*	*(3,132)*
Interest income on bank current accounts/loans	347	917	(570)
Foreign exchange gains	9,024	6,822	2,202
other	1,096	54	1,042
Total financial income	*10,467*	*7,793*	*2,674*
Net financial income (expenses)	**552**	**(5,254)**	**5,806**

Total financial expenses

The "foreign exchange losses" item of €4,480 thousand is mainly attributable to the ADC Group (€2,148 thousand) the Parent Company (€1,456 thousand) and the Automation Group (€920 thousand).

Total financial income

The "foreign exchange losses" item of €9,024 thousand is mainly attributable to the Parent Company (€5,347 thousand), the ADC Group (€2,841 thousand) and the Automation Group (€837 thousand).

The "other" item includes costs of €573 thousand from the adjustment to fair value of treasury credit certificates recognized under the item "Other securities" (note 5).

Note 21 - Taxes

	30.06.2012	30.06.2011	Change
Income tax	7,767	6,483	1,284
Substitute tax	2,047		2,047
Deferred tax	(4,382)	(2,412)	(1,970)
Total	**5,432**	**4,071**	**1,361**

The average tax rate comes to 16.98% (34.24% at 30 June 2011).

Note 22 – Earnings per share

Basic Earnings per share

Basic EPS at 30 June 2012 was calculated by dividing Group net profit of €26,564 thousand (Group net profit of €7,818 thousand at 30 June 2011) by the weighted average number of ordinary shares outstanding at 30 June 2012 equal to 56,556,575 shares (54,242,779 at 30 June 2011).

	30.06.2012	30.06.2011
Group profit/(loss) for period	26,564,000	7,818,000
Average number of shares	56,556,575	54,242,779
Basic earnings/(loss) per share	**0.4697**	**0.1441**

TRANSACTIONS WITH SUBSIDIARIES THAT ARE NOT FULLY CONSOLIDATED, ASSOCIATES AND RELATED PARTIES

For the definition of “related parties”, see both IAS 24, approved by EC Regulation 1725/2003, and the internal Regulation approved by the Board of Directors on 4 November 2010.
The parent company of the Datalogic Group is Hydra S.p.A.
Infragroup transactions are executed as part of the ordinary operations and at arm's length conditions. Furthermore, there are other relationships with related parties, chiefly with parties that control the parent company, or with individuals that carry out the coordination and management of Datalogic S.p.A.
Related-party transactions refer chiefly to commercial and securities transactions (instrumental and non-instrumental premises for the Group under lease or leased to the parent company) as well as to companies joining the scope of tax consolidation. None of these assumes particular economic or strategic importance for the Group since receivables, payables, revenues and cost to the related parties are not a significant proportion of the total amount of the financial statements.

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RELATED PARTIES	Idec Dl Co. Ltd	Hydra (parent company)	Hydra Immobiliare	Non consolidated Automation Group companies	Studio Associato Caruso	Cristofori + Partners	Tamburi Investment Partners SpA	Laservall Asia	TOTAL 30.06.12
	affiliate	parent company	company headed by Chairman of BoD	affiliates	company controlled by a company Body member	company controlled by a company Body member	company controlled by a company Body member	affiliate	
Equity investments	**1,238**	**-**	**-**	**86**	**-**		**-**	**1,438**	**2,762**
Automation Group	1,238			86				1,438	2,762
Trade receivables	**429**	**2**	**-**	**889**			**-**	**775**	**2,095**
Automation Group	429			889				775	2,093
Real Estate		2							2
Receivables pursuant to tax consolidation	**-**	**2,845**	**-**	**-**	**-**	**-**	**-**	**-**	**2,845**
Dl Scanning Group Srl		857							857
Dl Mobile Srl		531							531
Scanning SPA		165							165
Datalogic IP Tech Srl		26							26
Datalogic Real Estate Srl		16							16
Dl SpA		1,250							1,250
Liabilities pursuant to tax consolidation	**-**	**4,878**	**-**	**-**	**-**		**-**	**-**	**4,878**
Dl Automation Srl		3,226							3,226
Dl Scanning SpA		616							616
Dl Scanning Group Srl		1,036							1,036
Trade payables	**7**	**-**	**106**	**9**	**66**		**43**	**31**	**262**
Dl SpA					45		43		88
Automation Group	7		106	9	16			31	169
Dl Mobile Srl					5				5
Distribution / service expenses	**19**	**-**	**260**	**63**	**131**		**92**	**45**	**610**
Dl SpA			25		90		92		207
Automation Group	19		235	63	31			45	393
Dl Mobile Srl					10				10
Commercial revenues	**1,281**	**-**	**-**	**1,753**	**-**		**-**	**2,599**	**5,633**
Automation Group	1,281			1,753				2,599	5,633
Profits(losses) from associates	**130**	**-**	**-**	**-**	**-**		**-**	**(14)**	**130**
Automation Group	130							(14)	130

NUMBER OF EMPLOYEES

	30.06.2012	30.06.2011	Change
Corporate	71	55	16
Industrial Automation Group	820	602	218
ADC Group	1,483	1,425	58
Informatics	115	111	4
Total	**2,418**	**2,138**	**280**

The increase in the personnel of the Industrial Automation Group is related to the change in the consolidation area (+ 192 persons).

The Chairman of the Board of Directors
Signed Romano Volta

DATALOGIC

Attestazione del bilancio semestrale abbreviato ai sensi dell'art. 81-ter del Regolamento Consob n. 11971 del 14 maggio 1999 e successive modifiche e integrazioni

1. I sottoscritti, Mauro Sacchetto, in qualità di Amministratore Delegato e Marco Rondelli, in qualità di Dirigente Preposto alla redazione dei documenti contabili societari della Datalogic S.p.A. attestano, tenuto anche conto di quanto previsto dall'art. 154-bis, commi 3 e 4, del decreto legislativo 24 febbraio 1998, n. 58:

   - l'adeguatezza in relazione alle caratteristiche dell'impresa e
   - l'effettiva applicazione

   delle procedure amministrative e contabili per la formazione del bilancio semestrale abbreviato, nel corso del primo semestre 2012.

2. La valutazione dell'adeguatezza delle procedure amministrative e contabili per la formazione del bilancio semestrale abbreviato al 30 giugno 2012 è basata su di un procedimento definito da Datalogic S.p.A. in coerenza con il modello *Internal Control – Integrated Framework* emesso dal *Committee of Sponsoring Organizations of the Treadway Commission* che rappresenta un framework di riferimento generalmente accettato a livello internazionale.

3. Si attesta, inoltre, che:

3.1 il bilancio semestrale abbreviato:

a) è redatto in conformità ai principi contabili internazionali applicabili riconosciuti nella Comunità europea ai sensi del regolamento (CE) n. 1606/2002 del Parlamento europeo e del Consiglio, del 19 luglio 2002;

b) corrisponde alle risultanze dei libri e delle scritture contabili;

c) è idoneo a fornire una rappresentazione veritiera e corretta della situazione patrimoniale, economica e finanziaria dell'emittente e dell'insieme delle imprese incluse nel consolidamento.

3.2 La relazione intermedia sulla gestione comprende un'analisi attendibile dei riferimenti agli eventi importanti che si sono verificati nei primi sei mesi dell'esercizio e alla loro incidenza sul bilancio semestrale abbreviato, unitamente a una descrizione dei principali rischi e incertezze per i sei mesi restanti dell'esercizio. La relazione intermedia sulla gestione comprende, altresì, un'analisi attendibile delle informazioni sulle operazioni rilevanti con parti correlate.

Lippo di Calderara di Reno, 30 Luglio 2012

L'Amministratore Delegato
Mauro Sacchetto

Il Dirigente Preposto alla redazione dei documenti contabili societari
Marco Rondelli

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