

CAD IT: THE BOARD OF DIRECTORS APPROVES THE INTERIM MANAGEMENT REPORT AT 31ST MARCH 2009

In the first quarter of 2009, the CAD IT Group registered a Value of Production of Euro 13 million, compared to the Euro 14.8 million in the first quarter of 2008.

***EBITDA stands at Euro 1.5 million (Euro 2.9 million in the first quarter of 2008);
EBIT stands at Euro 0.7 million (Euro 2.1 million in the first quarter of 2008);
Group pre-tax profit stands at Euro 0.9 million (Euro 2.1 million in the first quarter of 2008).***

The Consolidated Net Financial Position is in credit by Euro 14.2 million showing a growth compared to the Euro 13.3 million registered at 31st December 2008.

The Board of Directors of CAD IT S.p.A. (www.cadit.it), leader in the Italian financial software market and quoted in the STAR segment of Borsa Italiana, today approved the Interim Management Report at 31st March 2009.

The main results in regard to the Consolidated Profit and Loss account at 31st March 2009 are as follows:

- **Value of Production** of Euro 13 million compared to Euro 14.8 million in the first quarter of 2008. The internal work capitalized under fixed assets went from Euro 0.6 million in the first quarter of 2008 to Euro 0.7 million in the first quarter of the current year;
- **Gross Operational Result (EBITDA)** of Euro 1.5 million, corresponding to 11.8% of the Value of Production, compared to the Euro 2.9 million in the first quarter of 2008 (19.5% of the Value of Production);
- **Operational Result (EBIT)** of Euro 0.7 million corresponding to 5.4% of the Value of Production, compared to Euro 2.1 million in the first quarter of 2008 (13.9% of the Value of Production);
- **Pre-tax and pre-third party share result** of Euro 0.9 million (7.3% of the Value of Production), compared to the Euro 2.3 million in the first quarter of 2008 (15.7% of the Value of Production);
- **Group pre-tax profit** of Euro 0.9 million (corresponding to 6.7% of the Value of Production), compared to Euro 2.1 million in the first quarter of 2007 (14.1% of the Value of Production).

The **Consolidated Net short-term Financial Position** at 31st March 2009 is **in credit** by Euro 14.2 million and is on the **increase** compared to the Euro 13.3 million at 31st December 2008. This increase is mainly due to cash flows generated by the Company's core business which stood at Euro 1.4 million in the first quarter of 2008.

* * *

The manager responsible for preparing the company's financial reports, Maria Rosa Mazzi, declares, pursuant to paragraph 2 of Article 154-bis of the Consolidated Law on Finance, that the accounting information contained in this press release corresponds to the document results, books and accounting records.

* * *

The CAD IT S.p.A. Board of Directors have positively assessed the subsistence of the necessary requirements for its independent directors as set down by the Corporate Governance Code of the Borsa Italiana S.p.A..

* * *

The CAD IT Group Chairman and Managing Director, Giuseppe Dal Cortivo, said, "the drop in Production Values is mainly due to Financial Institutions' slowing down their investments into new software procedures as a result of the current difficult economic situation. In this phase, our policy consists of maintaining a high level of investment in research and development. We are, in fact, convinced that our new products will lead to an expected greater demand, even on an International level, over the next few months of 2009."

Consolidated income statement

(in thousands of Euro)

	1° Quarter		1° Quarter		Variations	
	2009		2008			%
Income from sales and services	12,260	94.3%	14,163	95.7%	(1,903)	(13.4%)
Changes in ongoing orders	52	0.4%	6	0.0%	46	792.2%
Asset increases due to internal work	651	5.0%	601	4.1%	50	8.2%
Other revenue and receipts	41	0.3%	27	0.2%	14	53.9%
Production value	13,004	100.0%	14,796	100.0%	(1,793)	(12.1%)
Costs for raw	(231)	(1.8%)	(385)	(2.6%)	154	(39.9%)
Service costs	(2,427)	(18.7%)	(2,504)	(16.9%)	77	(3.1%)
Other operational costs	(188)	(1.4%)	(184)	(1.2%)	(4)	2.2%
Added value	10,157	78.1%	11,723	79.2%	(1,566)	(13.4%)
Labour costs	(8,017)	(61.6%)	(8,231)	(55.6%)	215	(2.6%)
Other administrative expenses	(611)	(4.7%)	(602)	(4.1%)	(9)	1.4%
Gross operational result (EBITDA)	1,529	11.8%	2,889	19.5%	(1,360)	(47.1%)
Allocation and Credit Depreciation			(3)	(0.0%)	3	(100.0%)
Amortizations:						
- Intangible fixed asset amortization	(637)	(4.9%)	(643)	(4.3%)	5	(0.9%)
- Tangible fixed asset amortization	(191)	(1.5%)	(192)	(1.3%)	1	(0.7%)
Operational result (EBIT)	701	5.4%	2,051	13.9%	(1,350)	(65.8%)
Financial receipts	74	0.6%	124	0.8%	(49)	(39.9%)
Financial charges	(14)	(0.1%)	(17)	(0.1%)	3	(16.4%)
Ordinary result	761	5.9%	2,158	14.6%	(1,397)	(64.7%)
Revaluations and depreciations	188	1.4%	161	1.1%	28	17.4%
Pre-tax result for the period	949	7.3%	2,318	15.7%	(1,369)	(59.0%)
<i>Attributable to:</i>						
Non- controlling interests	84	0.6%	234	1.6%	(151)	(64.4%)
Owners of the parent	866	6.7%	2,084	14.1%	(1,218)	(58.5%)

Consolidated Balance Sheet

(in thousands of Euro)

31/12/2008	ASSETS	31/03/2009
	A) Non-Current Assets	
19,620	Assets, equipment and machinery	19,509
15,789	Intangible assets	15,821
8,309	Goodwill	8,309
212	Holdings	400
655	Other financial assets available for sale	672
64	Other non-current credits	63
231	Credits due to deferred taxes	231
44,881	TOTAL NON-CURRENT ASSETS	45,005
	B) Current Assets	
435	Stock	423
352	Ongoing orders	405
24,623	Commercial credits and other credits	27,761
4,871	Tax credits	4,753
13,999	Cash on hand and other equivalent assets	15,118
44,281	TOTAL CURRENT ASSETS	48,458
89,163	TOTAL ASSETS	93,463

31/12/2008	LIABILITIES	31/03/2009
	A) Equity	
4,670	Company capital	4,670
35,346	Reserves	35,363
18,858	Accumulated profits/losses	19,724
58,874	TOTAL EQUITY OF THE GROUP	59,757
3,005	Third party Equity	3,089
61,879	TOTAL EQUITY	62,846
	B) Non-current liabilities	
206	Financing	200
3,497	Liabilities due to deferred taxes	3,497
6,276	TFR and quiescence reserves	6,299
25	Expense and risk reserves	35
10,004	TOTAL NON-CURRENT LIABILITIES	10,031
	C) Current liabilities	
4,130	Commercial debts	7,564
5,626	Tax debts	4,682
653	Short-term financing	954
6,870	Other debts	7,387
17,279	TOTAL CURRENT LIABILITIES	20,587
89,163	TOTAL LIABILITIES AND EQUITY	93,463

Consolidated Cash Flow Statement

(in thousands of Euro)

Cash Flow Statement of CAD IT Group	31/03/2009	31/03/2008
A) OPERATING ACTIVITIES		
Profit (loss) for the period	949	2,318
Amortisation, revaluation and depreciation:		
- Assets, equipment and machinery amortisation	191	192
- Intangible fixed asset amortization	637	643
- revaluation of holding and financial assets available for sale	(188)	(161)
- depreciation of holding and financial assets available for sale	0	0
Allocations (utilisation) of funds:	33	(17)
Financial performance:		
- Net financial receipts (charges)	(60)	(107)
- Profit / (losses) on exchanges	(1)	1
Working capital variations	(52)	3,040
Income taxes paid	0	0
Interest payment	(13)	(17)
(A) - Cash flows from (for) operating activities	1,497	5,893
B) INVESTING ACTIVITIES		
Investing activities		
- Assets, equipment and machinery purchases	(80)	(93)
- Intangible assets purchases/development	(669)	(712)
- increase in other fixed assets	(1)	(2)
Disinvestment activities		
- Assets, equipment and machinery transfers	1	0
- Decrease in other fixed assets	3	4
Cashed Interest	74	122
Cashed dividends	0	35
(B) - Cash flows from (for) investing activities	(672)	(646)
C) FINANCING ACTIVITIES		
Medium/long term debts repayment	(7)	(23)
Distribution of dividends	0	(180)
(C) - Cash flows from (for) financing activities	(7)	(203)
(A+B+C) - Total cash and other equivalent assets flows	818	5,043
Opening liquid funds and other equivalent assets	13,346	12,080
Closing liquid funds and other equivalent assets	14,164	17,124

THE CAD IT GROUP

CAD IT is at the head of a group that represents one of the most dynamic organisations in the Italian Information Technology sector.

The group aims its operations at the banking-insurance sector, the business world and public administration, and has been offering software solutions, maintenance, customizing, integration and other correlated services, from application management to outsourcing and consulting to training for over 30 years.

The CAD IT Group, with head offices in Verona, operates in Italy through its own branches and associated companies in Milan, Rome, Prato, Bologna, Padua, Mantua and Trento.

CAD IT is leader in the Italian software market for the banking sector with its main product, Financial Area, a programme which completely manages all functions connected to the negotiation, settlement and administration of security transactions, debentures, derivatives (in any currency) and adopted by the majority of Italian banking outlets.

In addition, the Group boasts a long-standing activity in the industrial sector and the capacity to offer solutions for e-business, credit and industrial companies in constant evolution.

Solutions for Public Administration is the most recent sector but one which capitalises the Group's traditional skills, such as its twenty-year experience in the development of systems for the computerisation of public bodies.

Contacts: **CAD IT S.p.A.**
Investor Relations Office
Paolo Dal Cortivo
Michele Zanella
Tel. +39 045 8211 236
investor@cadit.it
www.cadit.it