

## Unaudited Condensed Consolidated Statements of Cash Flows (In thousands of Euros, except share and per share amounts)

	Year Ended December 31,	
	2006	2005
<b>Cash flow from operating activities:</b>		
Net income before minority interest	€ 21,905	€ 14,737
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	9,986	10,625
Foreign exchange losses	(901)	849
Allowance for doubtful accounts	278	485
Deferred income taxes	(2,769)	(3,066)
Compensation related to the stock compensation plan	1,910	1,413
Gains on sales of investments	388	-
Change in operating assets and liabilities:		
Accounts receivable	(44,333)	(18,058)
Inventory	(8,149)	(1,136)
Unbilled revenues	(26,743)	(36,917)
Related parties receivable and other assets	(8,484)	23,796
Billing in excess of cost and estimated earnings on uncompleted contracts	8,248	3,951
Accounts payable, accrued and other liabilities, related parties payable	87,443	17,474
Due to temporary joint ventures	(2,060)	(11,515)
<b>Net cash provided by operating activities</b>	<b>€ 36,719</b>	<b>€ 2,638</b>
<b>Cash flows from investing activities:</b>		
Restricted cash - guaranteed deposit of long term investments and commercial transactions	(4,862)	4,845
Due from related parties	4,552	(5,018)
Purchase of property, plant & equipment	(2,313)	(3,894)
Acquisition of subsidiaries, net of cash	(43,208)	(4,957)
Acquisition (disposal) of investments	(153)	(1,553)
<b>Net cash (used in) investing activities</b>	<b>€ (45,984)</b>	<b>€ (10,577)</b>
<b>Cash flows from financing activities:</b>		
Proceeds from long-term debt	1,084	9,196
Repayment of long-term debt	(11,576)	(15,128)
Proceeds from short-term debt	16,095	7,157
Repayment of short-term debt	(5,758)	(1,947)
Due to related parties	(218)	3,099
<b>Net cash provided by (used in) financing activities</b>	<b>€ (373)</b>	<b>€ 2,377</b>
<b>Net decrease in cash and cash equivalents</b>	<b>€ (9,638)</b>	<b>€ (5,562)</b>
Net effect of foreign exchange in cash and cash equivalents	(1,145)	5,057
Cash and cash equivalents at the beginning of period, excluding joint ventures	67,796	69,582
Joint venture cash and cash equivalents at the beginning of period	12,219	10,933
<b>Cash and cash equivalents at the end of period</b>	<b>€ 69,232</b>	<b>€ 80,010</b>
<b>Supplemental disclosure of cash information:</b>		
<b>Cash paid for the period:</b>		
Income taxes	€ 2,507	€ 1,153
Interest	€ 8,275	€ 5,802