



ACCE
AUTOMOTIVE COMPONENTS EUROPE

2009 Interim Report



Board of Directors

Arkadiusz Podziewski
Class A Director, Chairman

Laurence Vine-Chatterton
Class A Director

Marek Adamiak
Class A Director

José Manuel Corrales
Class B Director

Raúl Serrano
Class B Director

Jerzy Szymczak
Independent Director

Paweł Szymański
Independent Director

Management Committee

José Manuel Corrales
Chief Executive Officer

Raúl Serrano
*Senior Officer,
Chief Financial Officer*

Carlos Caba
*Senior Officer,
Business Development Manager*

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General Information

ACE (the 'Company') is a public limited-liability company (société anonyme) incorporated under the laws of Luxembourg (full name Automotive Components Europe S.A., abbreviated form ACE S.A.) ACE is registered with the Luxembourg Registry of Commerce and Companies under number B 118130, and its registered office is at 82, route d'Arlon, L-1150 Luxembourg, Grand Duchy of Luxembourg, where it moved on 1 August 2007 from the former address at 6, rue Adolphe, L-1116 Luxembourg.

ACE, a holding company incorporated in Luxembourg, has three operating companies (the Group): the iron casting division of Fuchosa in Spain and Feramo (consisting of Feramo Metallum International and Feramo Trans) in the Czech Republic, and the aluminium casting division of EBCC in Poland.

ACE is a specialised supplier to the European automotive industry, with a leading position in brake system components, focusing on the manufacture of iron anchors (a safety component of disc brake systems, responsible for fixing the brake module to the chassis) and aluminium callipers (a component of the disc brake system that houses the brake pads and pistons; in the braking process it is responsible for supporting the hydraulic pressure).

During the IPO, which took place in May 2007, the Company increased its shareholding capital from 20,050,100 to 22,115,260 shares. Under the same prospectus three existing shareholders of ACE – Casting Brake, EB Holding and Halberg Holding – together sold 10,423,316 Company shares (less the shares bought with the over-allotment option (319,389) meant 10,103,927 shares sold). The first listing of ACE on the Warsaw Stock Exchange took place on 1 June 2007.

The Extraordinary General Meeting of Shareholders held on 17 June 2009 resolved to reduce the issued share capital of the Company by EUR 132,711.75 to bring it from EUR 3,317,289.00 to EUR 3,184,577.25 by cancellation of 884,745 shares at a par value of EUR 0.15 each, owned by the Company, following the completion of the buy-back programme as approved at the annual shareholders meeting of the Company held on 17 June 2008. Pursuant to the resolution the total number of



outstanding shares decreased to 21,230,515 shares.

Key Figures

in EUR thousands (except per share data)

	First half of 2009	First half of 2008	Change (%)	2008
Revenues from sales	36,281	50,520	-28.2%	94,395
Gross profit	6,659	12,265	-45.7%	18,245
Operating profit	927	5,061	-81.7%	4,758
Net profit	-2,171	6,479	-133.5%	330
Net profit per share (EUR)	-0.10	0.28	-136.5%	0.01
Cash flow from operations	2,279	4,936	-53.8%	9,697
Cash flow from investments	-373	-8,035	-95.4%	-12,289
Cash flow from financial activity	-4,613	3,518	-231.1%	2,489
Net cash flow	-2,707	419	-746.9%	-103
Current assets	31,015	43,367	-28.5%	34,150
Fixed assets	45,808	46,866	-2.3%	47,808
Total assets	76,823	90,233	-14.9%	81,958
Long-term liabilities	19,892	19,957	-0.3%	19,084
Short-term liabilities	24,071	27,968	-13.9%	28,101
Liabilities	43,963	47,925	-8.3%	47,185
Net debt	14,885	8,600	73.1%	11,804
Shareholder equity	32,860	42,308	-22.3%	34,773
Book value per share (EUR)	1.55	1.91	-19.1%	1.57
Employees	813	973	-16.4%	893

Interim Management Report

Sources of Sales Revenues

The main source of ACE Group's sales revenues is sales of nodular iron anchors and aluminium callipers for the automotive market, and grey iron parts for different purposes. The remaining, minority part of the Group's sales, comprises revenues from post-production scrap, tooling and prototype sales.

in EUR thousands

	First half of 2009	%	First half of 2008	%
Sales of products	35,051	96.6%	48,210	95.4%
Sales of goods and materials	1,230	3.4%	2,310	4.6%
Total sales revenues	36,281	100%	50,520	100%



in EUR thousands

	First half of 2009	%	First half of 2008	%
Sales of nodular iron castings	15,296	43.6%	25,401	52.7%
Sales of grey iron castings	5,845	16.7%	2,978	6.2%
Sales of aluminium castings	13,910	39.7%	19,831	41.1%
Total sales of products	35,051	100%	48,210	100%

in millions of units

	First half of 2009	First half of 2008
Iron anchors	8.7	13.9
Grey iron castings	0.9	0.5
Aluminium callipers	2.7	3.4
Total units sold	12.3	17.8

The geographical profile of sales directly reflects the location of major clients' factories producing complete braking systems.

	First half of 2009	First half of 2008
Czech Republic	32.6%	25.9%
Germany	23.4%	28.5%
France	11.3%	12.5%
Spain	7.3%	8.9%
Portugal	2.0%	4.8%
Other	23.3%	19.4%
Total	100%	100%

ACE Group supplies its products to Continental plants in Gifhorn and Rheinböllen (Germany), Palmela (Portugal), Ebbw Vale (Wales) and Zvolen (Slovakia), TRW Automotive plants in Jablonec (Czech Republic), Bouzonville (France), Koblenz (Germany) and Pontypool (Wales), and Bosch plants in Buelna (Spain), Bari (Italy), Angers (France) and Wrocław (Poland).

Since the acquisition of Feramo in May 2008 some other customers have joined the portfolio of ACE (shown under 'Grey iron castings' in the tables above). Currently this company has approximately 100 customers from the Czech Republic and abroad. The 10 largest customers generate about 70% of total sales revenue, and the customer profile is relative stable year-on-year. The main sectors Feramo supplies are engine parts, construction, automotive, and urban furniture.

The Company did not generally experience any important fluctuation of sales linked with changes in seasonal demand. In the reporting period, however, sales were affected by the sharp decrease of sales of new cars in Western European countries.

Nevertheless, during Easter, summer and Christmas periods the activity decreases due to holidays and maintenance shutdown of facilities.

Business Review & Consolidated Results

in EUR thousands

	First half of 2009	First half of 2008
Revenues from sales	36,281	50,520
Cost of goods sold	-29,622	-38,255
Gross profit	6,659	12,265
<i>GP margin</i>	18.4%	24.3%
G&A expenses	-5,732	-7,204
Operating profit	927	5,061
<i>OP margin</i>	2.6%	10.0%
Depreciation & amortisation	-2,900	-2,383
EBITDA	3,827	7,444
<i>EBITDA margin</i>	10.5%	14.7%
Negative goodwill	0	1,506
Financial income	249	1,628
Financial costs	-3,448	-542
Profit before tax	-2,271	7,653
Tax	100	-1,174
Net profit	-2,171	6,479
<i>NP margin</i>	-6.0%	12.8%



Comparison of the first half of 2009 with the first half of 2008

Sales evolution



The performance of ACE depends on trends in the automotive industry as well as the behaviour of major brake system producers. Due to the current market positions of both brake system production plants, ACE Group is limiting its operations to Europe, where it has a strong position and a competitive advantage. However, the Company does not exclude expansion to new geographical markets should favourable acquisition opportunities arise. The conditions of the European automotive market are a major factor influencing performance of the Company's shares because of close-knit relationships in the supply chain structure.

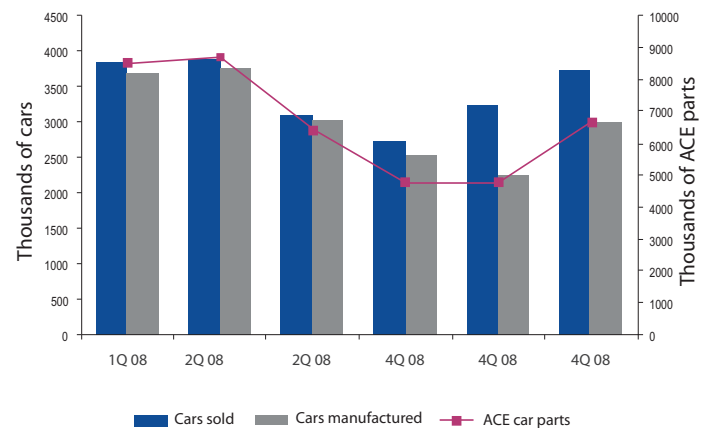
According to JD Power, sales of new cars in Western Europe in the first half of 2009 were 9.8% lower than in the first half of 2008. However, it should be noted that the first half of last year was still before the downturn, which became clearly visible in the second half of 2008. In terms of cars manufactured, the reduction was much sharper, accounting for a 30% decrease following the trend of reduction of inventories in the supply chain. In addition, the profile of cars sold shifted temporarily from higher-end to lower-end models, a segment where many vehicles have rear drum brakes and thus do not use ACE components, which are made for disc brakes.

ACE sales in the context of the current market situation

In accordance with this market trend, ACE turnover was 28% lower in 1H2009 than in 1H2008. Applying comparable consolidation, however (excluding non-automotive sales contributed by Feramo, acquired in May 2008), turnover was 36% lower, which is in line with the reduction of production in the market and the lower profile of cars sold.

The following chart illustrates performance of automotive parts in ACE Group compared with automotive market sales and production in the western European Union.

ACE Group components vs automotive market



On one hand, the chart shows the difference between sales and production starting in the last quarter of 2008, reaching its maximum level in the first quarter of 2009, and declining in the last quarter. On the other hand it is also very visible that since then ACE's sales of car parts are much more following this trend of production than sales.

Gross profit

In this context of sales, the decline of activity is the main driver when comparing year-on-year results. There was lower turnover, but a level of production even below turnover in order to reduce inventories and improve working capital.

In addition, the higher contribution of the grey iron business as well as a lower percentage of machining reduced the profile of sales and thus the gross margin in the period, compared to 2008.

Otherwise, savings in maintenance, and especially in labour costs, as a result of the action plan implemented throughout all operating companies since the last quarter of the previous year, had a very positive effect on the gross profit margin.

Compared with the first half of 2008, the gross margin was EUR 5.6 million less (-46%).

Other operating expenses and resulting EBITDA

EBITDA was positive, at EUR 3.8 million, but down EUR 3.6 million compared with the first half of 2008 (-48%). The reduction of EUR 2 million in the negative difference of EBITDA versus gross margin is the result of overall better management of general and administration expenses.

Indeed, the reduction of sales and distribution expenses linked with the lower volume of sales together with the impact of the action plan on some G&A expenses (despite 4 more months of consolidation of the new acquisition), reduced these expenses in a very significant manner.

Including also the savings already reflected in gross profit, the savings derived from the action plan accounted for much more than EUR 2 million, compared with the first half of 2008.

In addition, foreign exchange rates had a very positive impact on the Company's margins. The total impact of FX in EBITDA was about EUR 1.2 million.

In the second quarter of 2009, EBITDA was positive, at EUR 3 million, with a margin of 15% on sales, a percentage which is above that for the same quarter of 2008 and at the same level as the first half of 2008.

Depreciation and operating profit

Depreciation increased in the period by EUR 0.5 million due to longer consolidation of the Czech company and some increases of depreciation coming from new investments made in 2008.

Even though much lower than last year, operating profit for the period was positive, at about EUR 0.9 million, and shows a very positive trend compared with previous and more comparable quarters. Only in the second quarter of 2009 was this value positive, at EUR 1.544 million (8% on sales).

Financial items

Driven by the weakening Polish zloty during the period, valuation and cash losses of hedging instruments in EBCC produced a negative financial result of EUR 2.6 million, clearly affecting the financial result of the period of EUR -3.2 million. After this negative result and partial cancellation of currency exchange contracts, the fair value of these instruments in the balance sheet is EUR 2.4 million. Strengthening of the Polish zloty in the second quarter produced a positive fair valuation of hedging contracts of around EUR 0.5 million.

The impact of this fair valuation was fully recognised in the first two months of the year, whereas after partial cancellation of hedging contracts and lower volatility of the Polish zloty, the Company did not experience any significant fluctuation in its results. In the following months and with the new scenario after this cancellation, we can expect a more hedged structure where financial losses would be recovered at the operating level.

Pre-tax profit, taxes and net profit

The profit before tax is a reflection of the decline at the operating level as well as losses from the valuation of hedging instruments and negative goodwill existing in 2008 after acquisition of the Czech operating company, falling by EUR 9.925 million compared with the first half of 2008 to reach EUR -2.271 million. As a consequence, taxes show a positive result of EUR 100,000, changed by EUR 1.274 million compared to the same period last year.

As a result of the above, the net profit was EUR -2.171 million. However, as with the financial margins, the second quarter of 2009 shows a changing trend compared with the previous quarters and is again positive, at EUR 1.877 million (9% on sales).

Financial structure

As a consequence of higher operating profit attributable to operations, operating cash flow increased in the period by EUR 2.3 million. Despite the fact that an important part of the Company's improvement plan also involves working capital, and in this period most of the reduction was focused on inventories (significantly reduced by around EUR 4 million), the increase of turnover in the last months of 1H2009 compared with the last months of 1H2008 also produced an increase of working capital.

Otherwise, the significant reduction of capital expenditures in the period contributed to improvement of the investment cash flow, but the cancellation costs for the hedging contracts of EUR 3.2 million (lessened by EUR 2 million of a new loan granted by the bank) and the repayment of ordinary debt increased the financial outflows by EUR 4.6 million. These items place the final cash position of the Company at EUR 7.4 million, an improvement of EUR 1.6 million compared with the end of the first quarter. Thanks to this improvement, net debt was also reduced by EUR 2.9 million compared to the previous quarter.

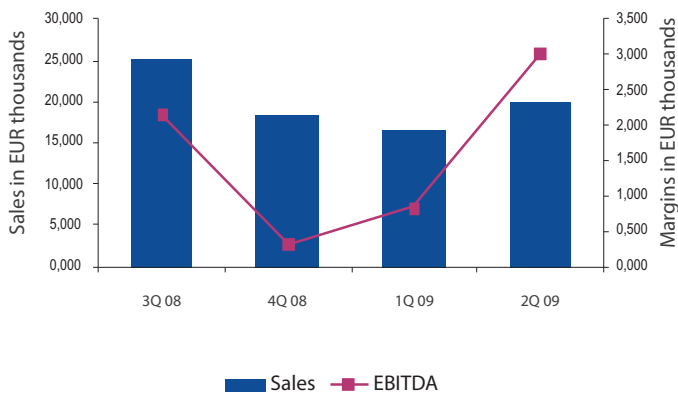


Financial performance by periods

Quarterly

As stated above, the second quarter of 2009 represents a clear turning point in the evolution of recent quarters since the beginning of the downturn. The following table depicts this evolution in the Group.

Sales & EBITDA quarterly evolution



EUR Thousand	3Q 08	4Q 08	1Q 09	2Q 09
Sales	25,332	18,543	16,376	19,904
Gross margin	4,345	1,635	2,159	4,500
EBITDA	2,148	335	825	3,002
EBIT	908	-1,212	-617	1,544
Net profit	6	-6,155	-4,049	1,877



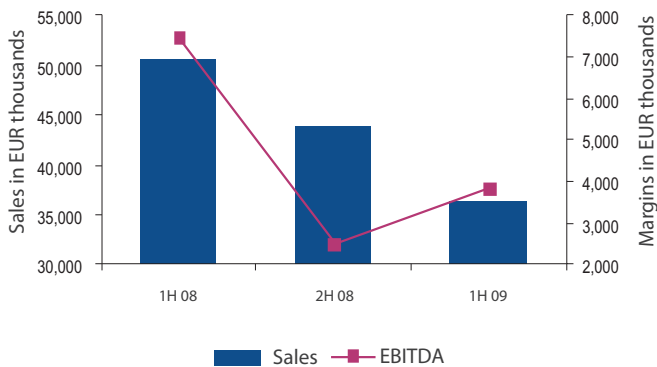
There is clear improvement in sales, driven by the market performance in the second quarter of 2009, but the actions taken by management in this period to match costs with volumes are also visible. These measures are especially focused on headcount, but maintenance and G&A expenses have been clearly reduced as well.

At the operating level there is also a significant effect of exchange rates, as well as other external factors which to some extent contribute to compensating for volumes, such as lower volatility of energy and raw materials, especially in 2009 versus 2008.

Semi-annually

The same situation is visible in semi-annual performance, even though in this scenario the sales are not improving yet.

Sales & EBITDA semi-annual evolution



Significant Commercial Events

There are two new projects in the pipeline: iron machining and front calliper production. Both of them are in progress and their SOP is expected in 2009.



In addition, under current market conditions we can expect the following projects to stimulate sales in 2009:

- Some new projects for aluminium callipers (due to current market conditions some projects might be delayed), including the front calliper project to start in 2009.
- TMC (tandem master cylinders) production, with high potential for volume increase in future.

- Iron anchors, mostly replacing current volume.

- Important contracts under discussion for the iron segment to use spare capacity and generate additional sales of products, intended not only for the automotive sector.

Research & Development

The Group has prioritised research and development activities across its businesses.

The iron casting division has a well-executed and highly organised product development system, fully suited to the requirements of its clients in the automotive industry. Compared to other brake casting manufacturers, Fuchosa has leading-edge capabilities in product development. Human resources and equipment are designed to maintain the lead in anchor development. Product development capabilities are focused on just one product family (anchors) and cooperation with the principal players in the disc brakes industry. This allows it to be a client- and product-oriented company providing its clients with customised engineering. This advantageous position of the Spanish plant will definitively bring future benefits for Feramo in terms of knowledge transfer and development of new products.

A few years ago the aluminium casting division started to invest in its own R&D capacity. Now, through application of specialised simulation and CAD software, the R&D department is capable of designing and developing new products and technology processes. This capacity has been proven in recent projects.

ACE is involved in some important and innovative projects focused on improvements in process, design and products. Some on those projects are developed in collaboration with customers, technical universities and technological centres.

Despite the economic crisis ACE is continuing to devote significant resources to R&D activities because of their importance to the future of the Group.

in EUR thousands

	First half of 2009	First half of 2008	2008
R&D investments	391	517	4,256
R&D costs	917	1,098	2,676
Total R&D expenditures	1,307	1,615	6,934

Strategy

Strengthening the leading position on the European brake supply market

Since specialising in the casting of brake components, the operating plants have been constantly focused on increasing their respective market shares, maintaining the high quality of components manufactured, and providing reliable logistics and service for customers. Over the next three to five years, the Spanish plant will focus on maintaining its strong market position in iron castings, while the plant in Poland, currently the number two aluminium calliper provider, will strive to gain additional market share in the aluminium castings market by capturing additional volumes for production of callipers, due to its high degree of innovation and competitiveness. Planned development of new capacities at Feramo will position the Czech plant among important suppliers of automotive castings in future.

Broadening the technological and product range

The Group has already expanded the current product portfolio, especially through introduction of new aluminium products in Poland and the acquisition of Feramo. In 2008 ACE successfully started production of TMC, which should generate a considerable portion of revenues in future. There are several new capacity projects in the pipeline scheduled for 2009, including aluminium front calliper and iron machining. Thanks to the Czech plant, ACE has also broadened its product portfolio of iron castings for other industries, including electro-mechanical, construction and industrial equipment.

Increasing presence in Europe

The location of the Polish plant is very favourable because of the lower labour costs and the proximity to clients based in Central & Eastern Europe. Feramo is also located in the heart of the automotive industry, a very short distance from current customers and potential new customers. This advantage will be utilised in future after expansion of Feramo's production capacity.

The increased CEE exposure enables optimisation of the ACE Group's cost position and further business growth through expansion of the current offer and meeting clients' expectations for more flexible deliveries. With hi-tech know-how and experience in deliveries to the automotive industry, top product quality and customer service are guaranteed.

Exploring and implementing synergies within the ACE Group

Integration of automotive plants as well as the newly acquired Feramo within the ACE Group will result in synergies in the very near future. Combined engineering will be of particular importance in the development of new products in both iron and aluminium. The Polish and Czech plants benefit from the experience of the plant in Spain and are further developing their general management systems.

Outlook

In terms of 2009 projections, in December 2008 JD Power predicted a decline of 16.5% in sales of cars in Western Europe for 2009 compared to 2008, but this forecast did not reflect possible support for the sector announced by a number of European governments. Since then their forecasts have become steadily less pessimistic, as government premiums for scrapped cars are becoming effective in stimulation of new car sales in Germany, France and other European countries. In June JD Power's forecast called for a general decline of new car sales at a level of only 1.7% for 2009 as a whole.

At the time of preparation of this report, the vision for the next quarter shows a general maintenance of volumes at the same level as in the second quarter of 2009.

Important question marks affecting ACE's market:

1. To what extent and for how long will fleet renewal schemes issued by different European governments support the demand for cars in the following months? According to IHS Global Insight, the main effect of these scrapping programmes could be to accelerate future demand for cars that would otherwise develop throughout the next 3–4 years. Most of these programmes are addressed to owners of cars that are more than 10 years old, replacing cars that are to be scrapped, which does not take place in 'ordinary' demand for cars.
2. How will this new demand change the profile of cars sold for the future? Provided that current scrapping programmes should have a dynamic effect on the market, once 'ordinary' demand for cars returns, the previous profile of cars sold before the downturn should also return.
3. Given the fact that production of cars is the driver of ACE sales, to what extent should automotive market inventories still fall production below sales or even exceed them in the coming months? Not that this situation is unsustainable for the future, but the most recent trend shows a turning point in the imbalance between production and sales that in the following months could then have a more parallel evolution.

However, in the current environment it is very difficult to rely on market forecasts, and work now is focused on maintaining and improving the successful implementation of actions to significantly reduce costs and adjust as much as possible to reduced volume levels.

The main outcome and extent of this action plan are discussed in connection with the financial results above, but in the following months some of these actions could be eliminated, thus reducing the impact of the plan, as an increasing volume of orders from customers is confirmed.

The capex programme for 2009 is limited to necessary maintenance and productivity improvement costs, and though

no investments in new capacity are expected for 2009, it may be necessary to anticipate some future investments in order to meet demand, especially in the aluminium business.

On the other hand, although ACE is focusing its efforts at the moment on possibilities of using free capacity for other projects, the medium- and long-term strategy calls for introduction of new products and customers to grow the business even when the automotive sector is not performing as it did in previous years. It is clear to ACE that the current financial structure allows the Group to face this situation in better standing, and that companies which manage to deal better with the new environment will be stronger after the slowdown.

Though the dividend policy of ACE remains unchanged from the policy stated in the prospectus, in the near future the Group does not envisage company outflows for this item, in order to preserve current resources for business needs and market opportunities.

Stock Market Information

Basic Information

Fiscal Year:	1 January through 31 December
ISIN Code:	LU0299378421
Par Value:	EUR0.15 per share
Market of Quotations	Warsaw Stock Exchange

Share Price Evolution

% change as of the end of 1H2009

	Compared to the end of 2008	Compared to the end of 1H2008
ACE S.A	93.18%	-54.61%
WIG Index	11.72%	-26.07%
SWIG80 Index	36.00%	-17.86%

Stock Market Data

	First half of 2009	2008
Market capitalisation as of the end of the period (millions)	PLN 72.2 EUR 16.2	PLN 38.9 EUR 9.3
Share price (PLN)		
- Highest	3.88	12.23
- Lowest	1.10	1.66
- Average	2.17	7.51
- At the end of the period	3.40	1.76
Shareholder equity per share (EUR)	1.55	1.57

Per Share Data

	First half of 2009	First half of 2008	2008
Earnings per share (EUR)	-0.10	0.28	0.01
Cash flow per share (EUR)	-0.13	0.02	-0.01
Dividend per share (EUR)	-	-	-

Ownership Structure

As of the end of December 2008 the Company's share capital comprised 22,115,260 shares and the same number of corresponding votes. On 17 June 2009 the Extraordinary Shareholders Meeting approved cancellation of 884,745 buy-back shares. As of 30 June 2009 the Company's share capital comprised 21,230,515 shares. The corresponding number of voting rights was 21,230,515.

	As of 30 June 2009 (% of share capital)	As of 31 December 2008 (% of share capital)*
EB Holding (Luxembourg)	6,535,593 (30.78%)	6,535,593 (29.55%)
Casting Brake (Spain)	2,980,607 (14.04%)	2,980,607 (13.48%)
PZU Złota Jesień OFE	1,795,531 (8.46%)	Below 5%
ING Nationale Nederlanden Polska OFE	1,150,000 (5.42%)	1,169,602 (5.29%)

(*) – stakes calculated for the number of shares before cancellation (22,115,260 shares)

On 9 February 2009, the Company received an official notification from Templeton Asset Management Ltd, on behalf of managed funds, that due to market transactions which took place on 6 February 2009 the total number of the Company's shares/votes held by the funds fell below 5% of the total number of outstanding shares/votes. Before those transactions, funds managed by Templeton Asset Management Ltd held 1,363,442 shares/votes of Automotive Components Europe S.A.

On 3 April 2009, the Company received an official notification from AIG Towarzystwo Funduszy Inwestycyjnych S.A., on behalf of managed open funds, that due to market transactions which took place on 31 March 2009 the total number of the Company's shares/votes held by the funds fell below 5% of the total number of outstanding shares/votes, to 1,046,228 shares/votes (4.73% of the share capital). Before those transactions the funds managed by AIG Towarzystwo Funduszy Inwestycyjnych S.A. held 1,132,756 shares/votes (5.12% of the share capital) of Automotive Components Europe S.A.

On 24 April 2009 the Company received an official notification from PKO Towarzystwo Funduszy Inwestycyjnych S.A., on behalf of managed open funds, that due to market transactions which took place on 22 April 2009 the total number of the Company's shares/votes owned by the funds fell below 5% of the total number of outstanding shares/votes, to 916,951 shares/votes (4.15% of the share capital). Before those transactions the funds managed by PKO Towarzystwo Funduszy Inwestycyjnych S.A. held 1,316,951 shares/votes (5.95% of the share capital) of Automotive Components Europe S.A.



On 8 May 2009 the Company received an official notification from Powszechne Towarzystwo Emerytalne PZU S.A., on behalf of Otwarty Fundusz Emerytalny PZU Złota Jesień that due to market transactions which took place on 4 May and 5 May 2009 the total number of the Company's shares/votes owned by the fund rose above 5% of the total number of outstanding shares/votes, to 1,319,844 shares/votes (5.97% of the share capital and votes). Before those transactions the fund managed by Powszechne Towarzystwo Emerytalne PZU S.A. held 1,078,837 shares/votes (4.88% of the share capital and votes) of Automotive Components Europe S.A.

On 27 July 2009 the Company received an official notification from Powszechne Towarzystwo Emerytalne PZU S.A., on behalf of Otwarty Fundusz Emerytalny PZU Złota Jesień that due to cancellation of buy-back shares resolved by the Extraordinary Shareholders Meeting on 17 June 2009, the total number of the Company's shares/votes owned by the Fund rose above 10% of

the total number of outstanding shares/votes. As of the date of the notification the fund owned 2,221,971 shares/votes (10.47% of the share capital and votes) in its portfolio. Before the cancellation the fund managed by Powszechne Towarzystwo Emerytalne PZU S.A. held 2,205,073 shares/votes (9.97% of the share capital and votes) of Automotive Components Europe S.A.

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Additional Information

Changes in shareholder equity

The Extraordinary General Meeting of Shareholders held on 17 June 2009 resolved to reduce the issued share capital of the Company by EUR 132,711.75, from EUR 3,317,289.00 to EUR 3,184,577.25, by cancellation of 884,745 shares at a par value of EUR 0.15 each, owned by the Company, following the completion of the buy-back programme as approved at the annual shareholders meeting of the Company held on 17 June 2008. Pursuant to the resolution, the total number of outstanding shares decreased to 21,230,515.

The Extraordinary General Meeting of Shareholders resolved to amend Article 5 of the Articles of Association of the Company as follows:

„The subscribed capital of the Company is set at EUR 3,184,577.25 (three million one hundred eighty-four thousand five hundred seventy-seven Euro and twenty-five cents) represented by 21,230,515 (twenty-one million two hundred thirty thousand five hundred fifteen) shares having a par value of EUR 0.15 (Euro fifteen cents) each.“

All the above changes were published in the Registre de Commerce et des Sociétés in Luxembourg in July 2009.

Changes in the Company's managing or supervisory persons in the first half of 2009

On 25 March 2009 the Board of Directors acknowledged the resignation of Andrzej Bartos as Class A Director and Chairman of the Board of the Company to be effective as of 8 April 2009, upon his formal notification to the Company. The Board approved Laurence Vine-Chatterton as Class A Director of the Company to fill the vacancy caused by the resignation of Mr. Bartos. The General Shareholders Meeting held on 17 June 2009 approved the decision of the Board of Directors.

The Board, in accordance with Article 8.1 of the Articles of Association of the Company and Article 4 of the Regulations of the

Board, appointed Arkadiusz Podziewski, Class A Director, as Chairman of the Board to be effective from 8 April 2009.

Own Shares

As of 30 June 2009 Board of Directors and Management Committee members do not hold directly any shares of ACE or its subsidiaries or any rights thereto, although some of them hold stakes in the Company indirectly.

Significant Events after 1H2009

There were no significant events following the end of the first half of 2009.



**CONDENSED INTERIM CONSOLIDATED
FINANCIAL STATEMENTS AS OF
30 JUNE 2009**

Applied exchange rates

As ACE is incorporated in Luxembourg, its statutory reporting currency is Euro. However, the Polish plant uses Polish zloty and Feramo uses Czech korona for both statutory and internal reporting. For the consolidation within ACE, the financial monthly statements of this division were converted into Euro as its functional currency.

The following table shows certain information regarding the exchange rate between zloty and Euro for the respective periods of analysis. This information is based on the official exchange rates quoted by the National Bank of Poland on its website www.nbp.gov.pl. Investors should also note that the average rates are simple arithmetic averages for each given period.

PLN per EUR 1	Average	High	Low	Period end
H1 2008	3.4924	3.6577	3.3592	3.3542
H1 2009	4.4742	4.8999	3.9170	4.4696

The following table shows certain information regarding the exchange rate between korona and Euro for the respective periods of analysis. This information is based on the official exchange rates quoted by the Czech National Bank on its website www.cnb.cz. Investors should also note that the average rates are simple arithmetic averages for each given period.

CZK per EUR 1	Average	High	Low	Period end
H1 2008	25.1941	26.3600	23.8950	23.8950
H1 2009	27.1419	29.4700	25.8900	25.8900

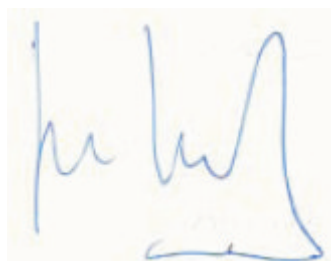
Directors' Statement

To the best of the Management's knowledge the condensed interim consolidated financial statements and the comparable information have been prepared in compliance with IFRS adopted by the EU, and the directors' report on the operations of the Group truly reflects the development, achievements and situation of the Company, including a description of the key risk factors and threats.

Luxembourg, 7 August 2009

José Manuel Corrales

Raúl Serrano




Automotive Components Europe S.A.

and subsidiary companies

82 Route d'Arlon

L-1150 LUXEMBOURG

RCB number: B 118130

Condensed Interim Consolidated Financial Statements

for the six months ended 30 June 2009

AUTOMOTIVE COMPONENTS EUROPE S.A. AND SUBSIDIARY COMPANIES

Notes to the condensed interim consolidated financial statements
for the period ended 30 June 2009

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Automotive Components Europe S.A. and subsidiary companies

Consolidated Interim Balance Sheet
for the six months period ended 30 June 2009
(expressed in thousand of Euros)

<u>Assets</u>	<u>Notes</u>	<u>June 2009</u>	<u>December 2008</u>	<u>June 2008</u>	<u>Equity and Liabilities</u>	<u>Notes</u>	<u>June 2009</u>	<u>December 2008</u>	<u>June 2008</u>
Non-current assets					Capital and reserves				
Intangible assets		190	278	237	Share capital		3 185	3 317	3 317
Property, plant and equipment		44 259	46 248	46 319	Share premium		6 931	6 931	6 859
Investment in associates		20	20	20	Retained earnings		25 108	24 646	25 195
Derivative financial instruments	4.i	-	-	290	Exchange differences		(193)	(451)	458
Deferred income tax assets		1 338	1 261	-	Net profit for the period/year		<u>(2 171)</u>	<u>330</u>	<u>6 479</u>
Trade and other receivables		<u>1</u>	<u>1</u>	<u>-</u>	Total equity	4.g	32 860	34 773	42 308
Total non-current assets		45 808	47 808	46 866					
Current assets					Non-current liabilities				
Inventories		6 808	10 799	9 764	Borrowings	4.h	14 639	12 952	16 034
Trade and other receivables	4.e	16 828	13 075	21 720	Deferred income		230	376	367
Derivative financial instruments	4.i	-	-	1 240	Deferred income tax liabilities		3 493	3 389	3 084
Deferred income tax assets		-	-	31	Derivative financial instruments	4.i	1 446	2 266	-
Cash and cash equivalents	4.f	<u>7 379</u>	<u>10 276</u>	<u>10 612</u>	Provisions for other liabilities and charges		<u>84</u>	<u>101</u>	<u>472</u>
Total current assets		31 015	34 150	43 367	Total non-current liabilities		19 892	19 084	19 957
					Current liabilities				
					Trade and other payables		13 738	15 651	22 633
					Borrowings	4.h	7 625	9 128	3 178
					Derivative financial instruments	4.i	1 144	2 032	-
					Other current liabilities		523	407	736
					Provisions for other liabilities and charge		<u>1 041</u>	<u>884</u>	<u>1 421</u>
					Total current liabilities		<u>24 071</u>	<u>28 101</u>	<u>27 968</u>
Total assets		<u><u>76 823</u></u>	<u><u>81 958</u></u>	<u><u>90 233</u></u>	Total equity and liabilities		<u><u>76 823</u></u>	<u><u>81 958</u></u>	<u><u>90 233</u></u>

The accompanying selected explanatory notes are an integral part of the condensed interim consolidated financial statements of Automotive Components Europe S.A. for the period ended 30 June 2009, in conjunction with which they should be read.

Automotive Components Europe S.A. and subsidiary companies

Consolidated Interim Income Statements
for the six months period ended 30 June 2009
(expressed in thousand of Euros)

	Notes	First-half 2009	First-half 2008	Full-year 2008
Revenues	4.a	36 281	50 520	94 395
Cost of sales		<u>(29 622)</u>	<u>(38 255)</u>	<u>(76 150)</u>
Gross profit		6 659	12 265	18 245
Selling and distribution costs	4.b	(861)	(1 526)	(2 502)
General and administration expenses	4.c	(5 186)	(5 611)	(11 522)
Other operating income		509	411	1 253
Other operating expenses		<u>(194)</u>	<u>(478)</u>	<u>(716)</u>
Operating profit		927	5 061	4 758
Negative goodwill		-	1 506	1 433
Financial income		249	1 628	930
Financial expenses		<u>(3 447)</u>	<u>(542)</u>	<u>(6 962)</u>
Financial result	4.d	<u>(3 198)</u>	<u>1 086</u>	<u>(6 032)</u>
Profit before income tax		(2 271)	7 653	159
Income tax expense		<u>100</u>	<u>(1 174)</u>	<u>171</u>
Net profit for the period		<u><u>(2 171)</u></u>	<u><u>6 479</u></u>	<u><u>330</u></u>
Attributable to:				
Equity holders of the company		<u>(2 171)</u>	<u>6 479</u>	<u>330</u>
Earnings per share for profit attributable to equity holders of the Company during the year (expressed in € per share)				
- basic		-0.10	0.29	0.01
- diluted		<u>-0.10</u>	<u>0.28</u>	<u>0.01</u>

The accompanying selected explanatory notes are an integral part of the condensed interim consolidated financial statements of Automotive Components Europe S.A. for the period ended 30 June 2009, in conjunction with which they should be read.

Automotive Components Europe S.A. and subsidiary companies

Consolidated Interim Statement of Changes in Stockholder' Equity
for the six months period ended 30 June 2009
(expressed in thousand of Euros)

Notes	Attributable to equity holders of the company							Net equity
	Share capital	Share premium	Legal reserve	Treasury shares	Retained earnings	Exchange differences	Profit for the period	
Balance at 1 January 2008	3 317	9 292	-	-	16 501	-	8 694	37 804
Allocation of previous year profit	-	-	-	-	8 694	-	(8 694)	-
Profit for the year	-	-	-	-	-	-	6 479	6 479
Total recognised income and expenses for the period	-	-	-	-	-	-	6 479	6 479
Exchange differences	-	-	-	-	-	458	-	458
Partial reimbursement of share premium	-	(2 433)	-	-	-	-	-	(2 433)
Balance at 30 June 2008	3 317	6 859	-	-	25 195	458	6 479	42 308
Balance at 1 July 2008	3 317	6 859	-	-	25 195	458	6 479	42 308
Profit for the period	-	-	-	-	-	-	(6 149)	(6 149)
Total recognised income and expenses for the period	-	-	-	-	-	-	(6 149)	(6 149)
Exchange differences	-	-	-	-	-	(909)	-	(909)
Other variation	-	72	-	-	-	-	-	72
Purchase own shares	-	-	-	(549)	-	-	-	(549)
Balance at 31 December 2008	3 317	6 931	-	(549)	25 195	(451)	330	34 773
Balance at 1 January 2009	3 317	6 931	-	(549)	25 195	(451)	330	34 773
Allocation of previous year profit	-	-	307	-	23	-	(330)	-
Profit for the period	-	-	-	-	-	-	(2 171)	(2 171)
Total recognised income and expenses for the period	-	-	-	-	-	-	(2 171)	(2 171)
Exchange differences	-	-	-	-	-	258	-	258
Reduction of share capital by cancellation of treasury shares	(132)	-	-	549	(417)	-	-	-
Balance at 30 June 2009	3 185	6 931	307	-	24 801	(193)	(2 171)	32 860

The accompanying selected explanatory notes are an integral part of the condensed interim consolidated financial statements of Automotive Components Europe S.A. for the period ended 30 June 2009, in conjunction with which they should be read.

Automotive Components Europe S.A. and subsidiary companies

Consolidated Interim Cash Flow Statement
for the six months period ended 30 June 2009
(expressed in thousand of Euros)

	Notes	June 2009	June 2008	December 2008
Cash flows from ordinary activities				
Profit before tax		(2 271)	7 653	159
Adjusted for:				
Amortisation and depreciation		2 900	2 383	5 171
Negative goodwill		-	(1 506)	(1 433)
Net Financial result		4 901	231	1 109
Gains on sale of property, plant and equipment		(68)	-	-
Gains and losses on changes in fair values of derivative financial instruments		(1 710)	(905)	4 923
Others		(115)	(18)	(44)
Operating profit before changes in working capital		3 637	7 838	9 885
(Increase)/decrease in receivables and other current assets		(3 748)	(2 297)	5 416
(Increase)/decrease in inventories		3 993	(262)	(1 440)
Increase/(decrease) in trade and other payables		(1 603)	421	(3 248)
Cash from operating activities		2 279	5 700	10 613
Income taxes paid		-	(764)	(916)
Net cash from ordinary activities		2 279	4 936	9 697
Cash flows from investing activities				
Acquisition of property, plant and equipment		(496)	(1 904)	(5 827)
Acquisition of other intangible assets		-	-	(111)
Proceeds from sale of non current assets		123	-	-
Acquisition of subsidiary, net of cash acquired		-	(6 131)	(6 351)
Net cash from investing activities		(373)	(8 035)	(12 289)
Cash flows from financing activities				
Proceeds from issues of equity shares		-	-	-
Payment for share issue cost		-	-	-
Treasury shares acquisition		-	-	(549)
Repayments of borrowings	4.h	(2 200)	(1 604)	(3 135)
Proceeds from borrowings		2 484	5 567	9 762
Partial reimbursement of share premium		-	-	(2 433)
Net of financial result paid and received	4.d	(4 897)	(445)	(1 156)
Net cash from financing activities		(4 613)	3 518	2 489
Net increase/(decrease) in cash and cash equivalents		(2 707)	419	(103)
Cash and cash equivalents at beginning of the period		10 098	10 434	10 434
Effects of exchange rate changes on the balance sheet		(12)	(241)	(55)
Cash and cash equivalents at the end of the period		7 379	10 612	10 276

The accompanying selected explanatory notes are an integral part of the condensed interim consolidated financial statements of Automotive Components Europe S.A. for the period ended 30 June 2009, in conjunction with which they should be read.

AUTOMOTIVE COMPONENTS EUROPE S.A. AND SUBSIDIARY COMPANIES

Notes to the condensed interim consolidated financial statements
for the period ended 30 June 2009

The condensed interim consolidated financial statements of the ACE S.A. for the six months ended 30 June 2009 include the accounts of ACE and its subsidiaries.

ACE is a specialized supplier to the European automotive industry having a leading position in brake systems components, and focusing on the manufacture of iron anchors (a safety component of a Disc Brake system, responsible for fixing the brake module to the chassis) and aluminium callipers (a component of a Disc Brake system that houses the brake pads and pistons; in the braking process it is responsible for supporting the hydraulic pressure).

ACE is a limited liability company, incorporated under the law of the Grand Duchy of Luxembourg on 21 July 2006, listed on the Warsaw Stock Exchange, whose head office is located at 82, route d' Arlon L-1150, Luxembourg City (Luxembourg).

ACE's condensed interim consolidated financial statements were authorized for issue by the Directors' Statements on 7 August 2009.

(1) Summary of significant accounting policies

The condensed interim consolidated financial statements of the ACE Group have been prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union, including International Accounting Standards (IASs) and related Interpretations issued by the International Financial Reporting Interpretations Committee (IFRIC).

In particular, the condensed interim consolidated financial statements for the six months ended 30 June 2009 have been prepared in accordance with IAS 34 related to interim financial reporting. As permitted by IAS 34, this condensed set of financial statements includes only selected explanatory notes. These notes may be read in conjunction with the consolidated financial statements for the year ended 31 December 2008. The accounting principles used to prepare the condensed interim consolidated financial statements for the six months ended 30 June 2009 are identical to those used to prepare the 2008 consolidated financial statements, except for the application of the new mandatory standards, amendments and interpretation. None of the new standards, amendments and interpretations whose application is mandatory as of 1 January 2009 had any material impact on the condensed interim consolidated financial statements for the six months ended 30 June 2009.

Preparation of the financial statements requires ACE to make estimates and assumptions which could have an impact on the reported amounts of assets, liabilities, income and expenses. The estimates and underlying assumptions were made on the basis of past experience and other factors considered being reasonable in the circumstances.

Accordingly, they serve as the basis for the judgments made in determining the carrying amounts of assets and liabilities which could not be determined directly from other sources. The definitive amounts that will be stated in ACE's future financial statements may be different from the amounts currently estimated. These estimates and assumptions are reviewed on a continuous basis.

(2) Changes in scope of consolidation

Changes in scope of consolidation in first-half 2009 and full year 2008

On 12 May 2008 ACE acquired 100% of Feramo Metallum International s.r.o. and Feramo Trans s.r.o. located in Brno (Czech Republic). The principal activity of the first company is the manufacturing and sale of a board range of grey iron foundry products. On the other hand, Feramo Trans is mainly focused on the transportation of Feramo Metallum products. Total cost of the business combination amounted to Euro 6,963 thousand. The revenue and net profit of Feramo for the period ended 12 May 2008 amount to approximately Euro 6.5 million and Euro 268 thousand, respectively.

(3) Seasonal fluctuation in business levels

ACE Group does not usually experience any important fluctuation linked with changes in seasonal demand.

Nevertheless, in Easter, Summer and Christmas the activity decreases due to holiday period and maintenance stop of facilities.

(4) Notes to the condensed interim consolidated income statements and balance sheet

(a) Revenues

The distribution of consolidated net revenues for six months ended 30 June 2009 by business segments is as follows:

	Thousand of Euros From 1 January to June 2009 <hr/> (6 months)	Thousand of Euros From 1 January to June 2008 <hr/> (6 months)	Thousand of Euros From 1 January to December 2008 <hr/> (12 months)
Products			
Iron castings	21,141	28,379	55,591
Aluminium castings	13,910	19,831	33,459
Others	1,230	2,310	5,345
	<hr/> <hr/> 36,281	<hr/> <hr/> 50,520	<hr/> <hr/> 94,395

(b) Selling and distribution costs

Details of distribution costs are as follows:

	Thousand of Euros	Thousand of Euros	Thousand of Euros
	From 1 January to June 2009	From 1 January to June 2008	From 1 January to December 2008
	(6 months)	(6 months)	(12 months)
Transportation costs	377	1,029	1,738
Packaging expenses	65	250	170
Salaries and wages Sales	361	185	471
Other distribution costs	58	62	123
	<u>861</u>	<u>1,526</u>	<u>2,502</u>

(c) General and administrative expenses

Details of administrative expenses are as follows:

	Thousand of Euros	Thousand of Euros	Thousand of Euros
	From 1 January to June 2009	From 1 January to June 2008	From 1 January to December 2008
	(6 months)	(6 months)	(12 months)
Wages and salaries	2,901	2,750	5,475
External services	1,422	1,609	3,057
Depreciation and amortisation on non operating fixed assets	331	384	843
Renting	146	181	344
Other administrative expenses	386	687	1,803
	<u>5,186</u>	<u>5,611</u>	<u>11,522</u>

The Group headcount at 30 June 2009, is as follows:

	Headcounts	Headcounts	Headcounts
	As of 30 June 2009	As of 30 June 2008	As of 31 December 2008
Managers	31	31	33
Administrative employees	123	136	122
Workers	659	806	738
	<u>813</u>	<u>973</u>	<u>893</u>

The reduction in headcount is the consequence of the actions taken by the Company management in order to fit labour costs with the decrease in the production level driven by the reduction in sales, as a consequence of the current financial crisis.

(d) Net financial result

Details are as follows:

	<u>Thousand of Euros</u> <u>From 1 January to</u> <u>June 2009</u> <u>(6 months)</u>	<u>Thousand of Euros</u> <u>From 1 January to</u> <u>June 2008</u> <u>(6 months)</u>	<u>Thousand of Euros</u> <u>From 1 January to</u> <u>December 2008</u> <u>(12 months)</u>
Interest income:			
- Interest on deposits	85	342	677
	<u>85</u>	<u>342</u>	<u>677</u>
Interest expense from third parties:			
- Bank borrowings	(503)	(429)	(1,035)
- Other interest expenses and charges	(42)	(86)	(104)
	<u>(545)</u>	<u>(515)</u>	<u>(1,139)</u>
Net foreign exchange transaction gains/(losses):	(868)	408	(647)
Net profit from derivative financial instruments:			
- Forward foreign exchange contracts	(1,715)	794	(4,645)
- Interest rate swaps	(154)	57	(278)
	<u>(1,869)</u>	<u>851</u>	<u>(4,923)</u>
	<u>(3,198)</u>	<u>1,086</u>	<u>(6,032)</u>

On 19 February 2009 the Group company EBCC Sp. z o.o. signed an agreement with BRE Bank S.A. as regards cancelation of outstanding derivative financial instruments. The agreement assumes full cancelation in 2009 and partial cancelation in 2010 of 4 outstanding hedging contracts with BRE for total amount of 15.3Mio PLN, at a level 4.669 zloty per euro (approximately Euro 3.2 million) and it represents the closing of around half of Group financial exposure to polish zloty at same exchange rate. The purposes of this agreement is to reduce exposure of EBCC to volatility of zloty/euro exchange rate and risk of further weakening zloty. Approximately half of the total amount cancelled was already recorded in the consolidated income statement for the year 2008.

(e) Trade and other receivables

In order to further diversify its financial resources, during 2009, the Group has entered into two factoring agreements with banks for the sale of receivables, by transferring all of the risks and rewards relating to the sold receivables. The total limit for the factoring program amounts to Euro 200 thousand and CZK 26.7 million (approximately Euro 1,032 thousand).

The receivables sold without recourse have been derecognized and they amounted to Euro 46 thousands and CZK 3,280 thousand (approximately Euro 127 thousand) as of 30 June 2009.

(f) Cash and cash equivalents

	Thousand of Euros June 2009	Thousand of Euros December 2008	Thousand of Euros June 2008
Cash at bank and in hand	255	1,254	81
Short-term bank deposits	7,124	9,022	10,531
Cash and cash equivalents	<u>7,379</u>	<u>10,276</u>	<u>10,612</u>

As of 25 June 2009, Fuchosa obtained a waiver of covenants of the syndicated loan agreement for full year 2009. The pledge of funds agreed with banks amounts to Euro 1,074 thousand corresponding to the instalment for February 2010.

As a consequence of the negative valuation of derivative financial instruments, the Group company EBCC granted a cash guarantee for a total amount of Euro 514 thousand to Bre Bank S.A.. As mentioned in note 4.d, the Group company has partially cancelled outstanding derivative financial instruments, so that the bank has released the total amount in favour of EBCC.

(g) EquityTreasury shares

Extraordinary General Meeting of Shareholders held on June 17, 2009 resolved to reduce the issued share capital of the Group by an amount of Euro 132 thousand as to bring it from its present amount of Euro 3,317 thousand to Euro 3,185 thousand by cancellation of 884,745 shares with a nominal value of Euro 0.15 owned by the Company following the completion of the buy back programme as approved at the annual shareholders meeting of the Company held on June 17, 2008. Due to the resolution the total amount of outstanding shares decreased to 21,230,515 shares.

Thereupon, the General Meeting resolved to amend article 5.1 of the articles of association of the Group.

(h) Borrowings

Details are as follows:

	Thousand of Euros June 2009	Thousand of Euros December 2008	Thousand of Euros June 2008
Non-current			
Bank borrowings	13,982	12,952	16,034
Debentures and other loans	657	-	-
	<u>14,639</u>	<u>12,952</u>	<u>16,034</u>
Current			
Bank borrowings	4,901	4,889	3,155
Debentures and other loans	57	-	9
Bank overdrafts	2,667	4,239	14
	<u>7,625</u>	<u>9,128</u>	<u>3,178</u>
Total borrowings	<u>22,264</u>	<u>22,080</u>	<u>19,212</u>

In addition to those bank borrowings included in December 2008, on 19 February 2009 the Group company EBCC signed a loan agreement with Bre Bank S.A. in an amount of Euro 2 million. The purpose of this new agreement is the partial cancellation of the outstanding derivatives instruments (see note 4.d). This loan bears an interest rate of 1M Euribor + 3.40 %, with maturity date December 2013. Additionally, the interest rates of the overdraft and investment loan has been updated to the current market parameters and bear an interest rate of LIBOR + 2.5% and 1M Euribor + 3.40%, respectively. Finally, the maturity date of the existing investment loan facility has been extended by nearly 2 years up to mid 2013.

On 7 March 2009, Feramo Metallum renewed two of the bank debt which were maturing at that day. The overdraft facility of CZK 13,000 thousand (approximately Euro 502 thousand) was renewed as a revolving loan facility for the same amount, bearing an interest of 1M PRIBOR + 2.65% and a maturity date on 5 March 2010. The short term revolving loan facility of CZK 20,000 thousand (approximately Euro 773 thousand) was renewed as a loan facility for the same amount, bearing an interest of 1M PRIBOR + 2.85%, with monthly instalments starting on 20 October 2009 and maturity date on 20 April 2012. These loan agreements are subject to compliance with certain obligation relating to financial ratios which should be reported quarterly, and they keep the same pledge than the former agreement.

(i) Derivative financial instruments

Details are as follows:

	Thousand of Euros June 2009	Thousand of Euros December 2008	Thousand of Euros June 2008
<i>Non - Current financial assets</i>			
Interest rate swap	-	-	290
<i>Current financial assets</i>			
Currency option	-	-	1,240
<i>Non - Current financial liabilities</i>			
Interest rate swap	199	45	-
Currency option	1,247	2,221	-
	1,446	2,266	-
<i>Current financial liabilities</i>			
Currency option	1,144	2,032	-

The Group uses interest rate swaps to manage its exposure to interest rate movements on its bank borrowings by swapping a proportion of those borrowings from floating rates to fixed rates. Contracts with nominal values of Euro 12 million have fixed interest payments at an average rate of 3.51 per cent for periods up until 2013.

The Group also uses currency options in order to manage its exposure to the exchange rate risk between the Polish Zloty, the Czech koruna and the Euro due to PLN and CZK denominated expenses whereas most of sales are denominated in EUR. Due to the weakening of the Polish zloty against Euro, the fair value of the currency option for Polish Zloty amounts to a liability of Euro 2,378 thousand. As mentioned in note 4.d., the Group company EBCC partially cancelled outstanding derivative financial instruments for a total amount of approximately Euro 3.2 million.

(j) Information by business segment

(i) First-half 2009

	Iron casting June 2009	Aluminium casting June 2009	Others/Unallocated June 2009	Consolidated June 2009
Revenues from third parties	21,141	13,910	1,230	36,281
Total revenues	21,141	13,910	1,230	36,281
Profit for the segment	(20)	1,178	-	1,158
Other unallocated (expense) income			(231)	(231)
Operating profit				927
Net financing cost				(3,198)
Income tax	(19)	119	-	100
Profit for the year				(2,171)
Segment assets	45,416	29,521	-	74,937
Unallocated assets			1,886	1,886
Total assets				76,823
Segment liabilities	26,469	16,931	-	43,400
Unallocated liabilities			563	563
Total liabilities				43,963

	Iron casting June 2009	Aluminium casting June 2009	Others/Unallocated June 2009	Consolidated June 2009
Other information:				
Amortisation and depreciation	1,196	1,704	-	2,900
Interest revenue	56	3	26	85
Interest expense	(354)	(190)	(1)	(545)
Expenses that do not require cash payments	-	-	-	-
Additions for the year of property, plant & equipment & intangible assets	201	295	-	496
<hr/>				
	Western Europe June 2009	Eastern Europe June 2009	Others June 2009	Consolidated June 2009
Revenues to third parties	21,446	14,743	91	36,281
Assets by segment	34,659	42,164	-	76,823
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Other information:				
Additions for the year of property, plant & equipment & intangible assets	89	407	-	496

(ii) First-half 2008

	Iron casting June 2008	Aluminium casting June 2008	Others/Unallocated June 2008	Consolidated June 2008
Revenues from third parties	28,379	19,831	2,310	50,520
Total revenues	28,379	19,831	2,310	50,520
Profit for the segment	2,699	2,714		5,413
Other unallocated (expense) income			(352)	(352)
Operating profit				5,061
Negative goodwill				1,506
Net financing cost				1,086
Income tax	(601)	(573)	-	(1,174)
Profit for the year				6,479
Segment assets	58,111	31,777	-	89,888
Unallocated assets			345	345
Total assets				90,233
Segment liabilities	33,592	10,763	-	44,355
Unallocated liabilities			3,570	3,570
Total liabilities				47,925

	Iron casting June 2008	Aluminium casting June 2008	Others/Unallocated June 2008	Consolidated June 2008
Other information:				
Amortisation and depreciation	912	1,470	1	2,383
Interest revenue	209	129	4	342
Interest expense	(455)	(60)	-	(515)
Expenses that do not require cash payments	102	133	-	235
Additions for the year of property, plant & equipment & intangible assets	486	1,418	-	1,904
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	Western Europe June 2008	Eastern Europe June 2008	Others June 2008	Consolidated June 2008
Revenues to third parties	33,764	16,756	-	50,520
Assets by segment	44,471	45,756	6	90,233
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Other information:				
Additions for the year of property, plant & equipment & intangible assets	486	1,418	-	1,904

(iii) Full year 2008

	Iron casting December 2008	Aluminium casting December 2008	Others/Unallocated December 2008	Consolidated December 2008
Revenues from third parties	55,591	33,459	5,345	94,395
Total revenues	55,591	33,459	5,345	94,395
Profit for the segment	2,609	2,624		5,233
Other unallocated (expense) income			(475)	(475)
Operating profit				4,758
Negative goodwill				1,433
Net financing cost				(6,032)
Income tax	130	41	-	171
Profit for the year				330
Segment assets	47,083	34,798	-	81,881
Unallocated assets			77	77
Total assets				81,958
Segment liabilities	28,071	18,577	-	46,648
Unallocated liabilities			537	537
Total liabilities				47,185

	Iron casting December 2008	Aluminium casting December 2008	Others/Unallocated December 2008	Consolidated December 2008
Other information:				
Amortisation and depreciation	2,052	3,118	1	5,171
Interest revenue	360	246	71	677
Interest expense	(882)	(249)	(8)	(1,139)
Additions for the year of property, plant & equipment & intangible assets	763	5,171	4	5,938
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	Western Europe December 2008	Eastern Europe December 2008	Others December 2008	Consolidated December 2008
Revenues to third parties	56,147	37,756	492	94,395
Assets by segment	33,522	48,436	-	81,958
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Other information:				
Additions for the year of property, plant & equipment & intangible assets	707	5,231	-	5,938

(k) Events after the balance sheet date

No significant post-balance sheet events have occurred since 30 June 2009.