CONSOLIDATED QUARTERLY REPORT

at 30 September 2009

EUROTECH

Date of issue: 28 August 2009
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www.eurotech.com

EUROTECH SpA
Registered offices: Via Fratelli Solari 3/A, Amaro (Udine), Italy
Paid-in share capital: EUR 8,878,946 fully paid in
Tax code and Udine Companies Register no. 01791330309

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Corporate information

Board of Directors	
Chairman	Roberto Siagri
Vice Chairman	Giampietro Tecchiolli
Director	Filippo Bagnato [1 2]
Director	Giovanni Soccodato [1 2]
Director	Maurizio Tucci [1 2]
Director	Sandro Barazza [1 2 3]
Director	Chiara Mio [1 4 5]
Director	Alberto Felice De Toni [1 4 5 6]
Director	Cesare Pizzul [1 4 5]

The Board of Directors currently holding office was appointed by shareholders at the Annual General Meeting on 5 May 2008 and supplemented by shareholders at the Annual General Meeting on 27 April 2009. It will remain in office until shareholder approval of the Annual Financial Report for the financial year ending on 31 December 2010.

Board of Statutory Auditors	
President	Claudio Siciliotti
Statutory auditor	Michela Cignolini [2]
Statutory auditor	Giuseppe Pingaro [2]
Substitute statutory auditor	Marco Rubatto
Substitute statutory auditor	Lorenzo Spinnato [2]

The Board of Statutory Auditors currently holding office was appointed by shareholders at the Annual General Meeting on 5 May 2008 and supplemented by shareholders at the Annual General Meeting on 27 April 2009. It will remain in office until shareholder approval of the Annual Financial Report for the financial year ending on 31 December 2010.

Indipendent Auditor	
	Reconta Ernst & Young

The independent auditor was appointed for the three-year period 2005-2007 by shareholders at the Annual General Meeting on 21 July 2005. This term was extended by shareholders for the period 2008-2013 at the Annual General Meeting on 7 May 2007.

Corporate name and registered offices of the parent company	
	Eurotech S.p.A. Via Fratelli Solari, 3/A 33020 Amaro (UD), Italy Udine Companies Register no. 01791330309

[1] Non-executive directors.
[2] Appointed by shareholders at the Annual General Meeting on 27 April 2009.
[3] Corporate Financial Reporting Manager as from 29 May 2008.
[4] Member of the Remuneration Committee and of the Internal Control Committee.
[5] Independent directors pursuant to the Corporate Governance Code issued by the Italian Corporate Governance Committee for Listed Companies.
[6] Lead Independent Director.

Performance highlights

Income statement

3rd Q 2009	%	3rd Q 2008	%	OPERATING RESULTS €'000		9 months 2009	%	9 months 2008	%
18,617	100.0%	20,690	100.0%	SALES REVENUES		57,531	100.0%	62,805	100.0%
9,453	50.8%	11,381	55.0%	GROSS PROFIT	(*)	30,438	52.9%	34,683	55.2%
20	0.1%	1,666	8.1%	EBITDA	(**)	(1,059)	-1.8%	3,347	5.3%
(1,822)	-9.8%	164	0.8%	EBIT	(***)	(6,910)	-12.0%	(2,494)	-4.0%
(2,363)	-12.7%	(829)	-4.0%	PROFIT (LOSS) BEFORE TAXES		(7,819)	-13.6%	(4,970)	-7.9%
(2,548)	-13.7%	(1,240)	-6.0%	GROUP NET PROFIT (LOSS) FOR THE PERIOD		(8,726)	-15.2%	(6,309)	-10.0%

Income statement net of the accounting effects arising from price allocation

3rd Q 2009 adjusted	%	3rd Q 2008 adjusted	%	OPERATING RESULTS €'000		9 months 2009 adjusted	%	9 months 2008 adjusted	%
18,617	100.0%	20,690	100.0%	SALES REVENUES		57,531	100.0%	62,805	100.0%
9,453	50.8%	11,380	55.0%	GROSS PROFIT	(*)	30,438	52.9%	34,917	55.6%
20	0.1%	1,665	8.0%	EBITDA	(**)	(1,059)	-1.8%	3,581	5.7%
(1,081)	-5.8%	1,051	5.1%	EBIT	(***)	(4,599)	-8.0%	1,008	1.6%
(1,308)	-7.0%	1,880	9.1%	PROFIT (LOSS) BEFORE TAXES		(5,516)	-9.6%	588	0.9%
(1,831)	-9.8%	490	2.4%	GROUP NET PROFIT (LOSS) FOR THE PERIOD		(7,468)	-13.0%	(2,992)	-4.8%

For the details of the price allocation's effects, please refer to explanatory notes on page 11.

(*) Gross profit = difference between revenues from sale of products and services and consumption of raw materials.
(**) Earnings before Interest, Taxes, Depreciation and Amortisation (EBITDA).
(***) Earnings before Interest and Taxes (EBIT).

Balance sheet figures

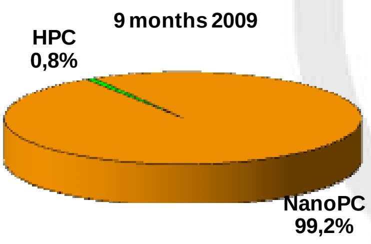
€'000	at September 30, 2009	at December 31, 2008	at September 30, 2008
NET NON-CURRENT ASSETS	119,656	125,690	124,363
NET WORKING CAPITAL	22,739	27,430	27,173
SHAREHOLDERS' EQUITY	123,819	137,473	124,006
NET FINANCIAL POSITION	3,554	(572)	9,066

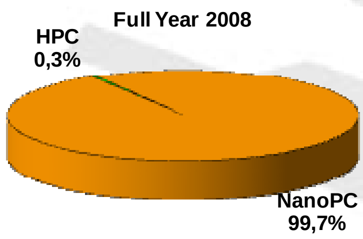
Employee headcount

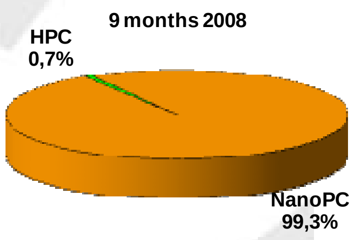
	at September 30, 2009	at December 31, 2008	at September 30, 2008
NUMBER OF EMPLOYEES	538	586	594

Revenues by business segment

(€'000)	NanoPC				High Performance Computer				Total			
	9 months 2009	9 months 2008	% YoY Change	FY 2008	9 months 2009	9 months 2008	% YoY Change	FY 2008	9 months 2009	9 months 2008	% YoY Change	FY 2008
Sales revenues	57,065	62,348	-8.5%	91,413	466	457	2.0%	318	57,531	62,805	-8.4%	91,731







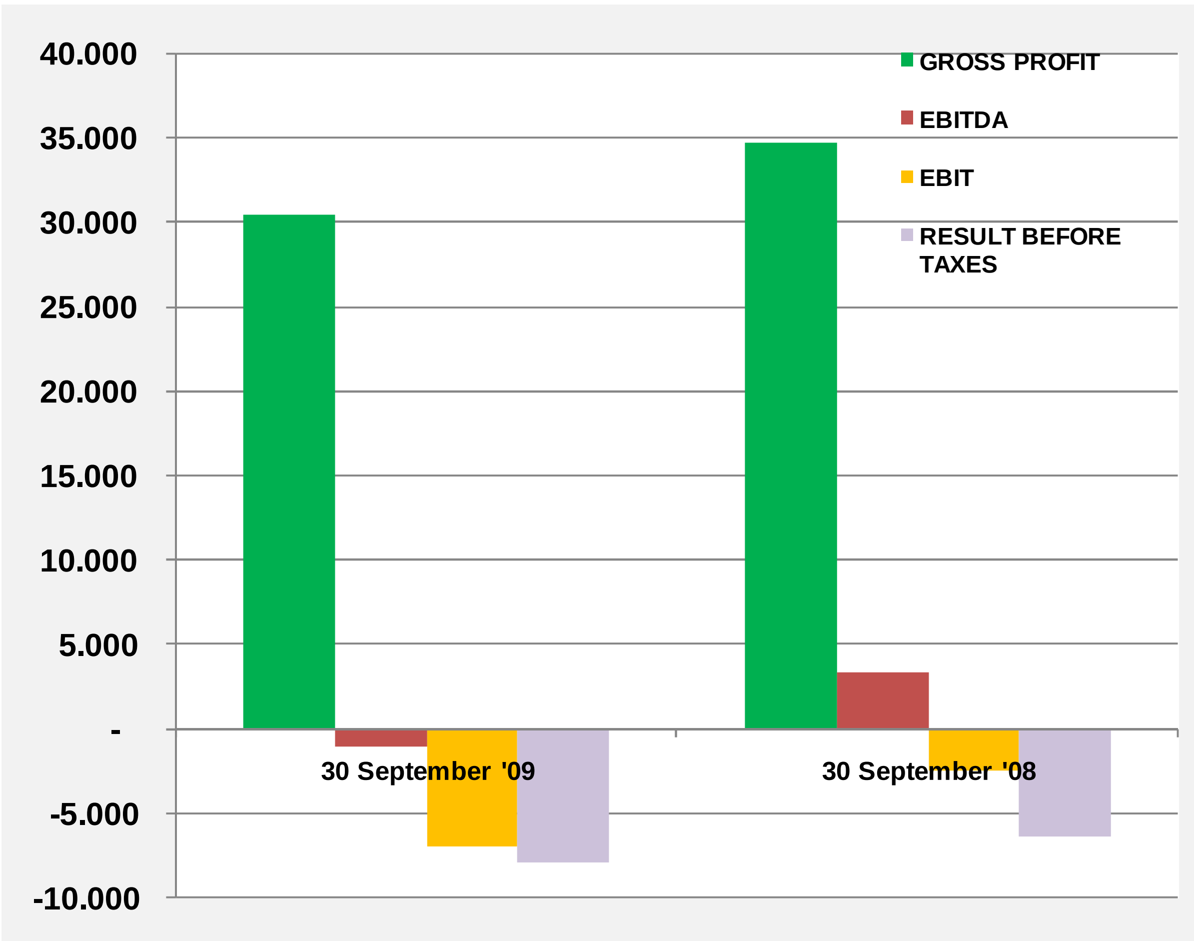
The business segments covered by the Group are "nanoPCs" and "HPCs" (high performance computers). The nanoPC segment comprises miniaturised electronic modules and systems for the transport, aerospace, defence, security, industrial and medical sectors, while the HPC segment consists of computers featuring high performance computing capability currently targeting universities, research institutes and computing centres. Volume of the HPC segment is affected by the cyclicality typical of our clients operating in this segment.

Revenues of the nanoPC segment by geographical segment

Within the nanoPC segment and also because of its present significance, the Group identifies some key operating indicators by geographical area. The areas defined as being Europe, North America and Asia based on location of Group companies.

(€' 000)	NordAmerica			Europe			Asia			Correction, reversal and elimination			Total		
	9M 2009	9M 2009	% YoY Change	9M 2009	9M 2009	% YoY Change	9M 2009	9M 2009	% YoY Change	9M 2009	9M 2009	% YoY Change	9M 2009	9M 2009	% YoY Change
Third party Sales	29,983	25,762		12,310	15,351		14,772	21,235		0	0		57,065	62,348	
Infra-sector Sales	1,320	987		2,049	2,635		1,200	777		(4,569)	(4,399)		0	0	
Total Sales revenues	31,303	26,749	17.0%	14,359	17,986	-20.2%	15,972	22,012	-27.4%	(4,569)	(4,399)	3.9%	57,065	62,348	-8.5%

Operating profit performance



Information for shareholders

The ordinary shares of Eurotech SpA, the parent company of the Eurotech Group, have been listed in the STAR segment of the Milan Bourse since 30 November 2005.

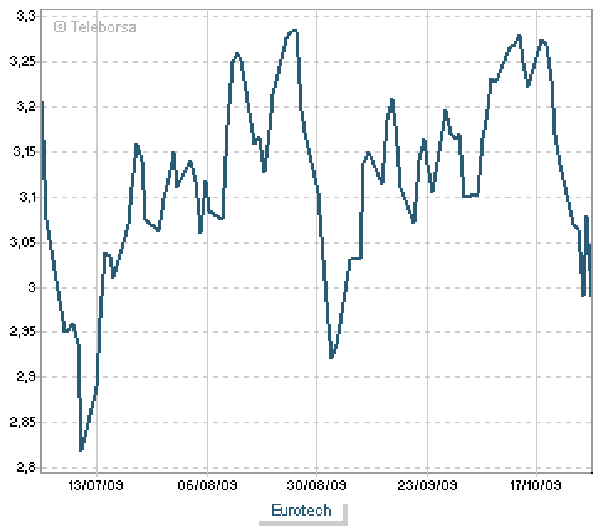
Share capital of Eurotech S.p.A. as at 30 September 2009

Share capital	Euro 8,878,946.00
Number of ordinary shares (without per-share par value)	35,515,784
Number of savings shares	-
Number of Eurotech SpA treasury shares	420.140
Stock market capitalisation (based on average share price in September 2009)	Euro 111 million
Stock market capitalisation (based on official reference price on 30 September 2009)	Euro 112 million

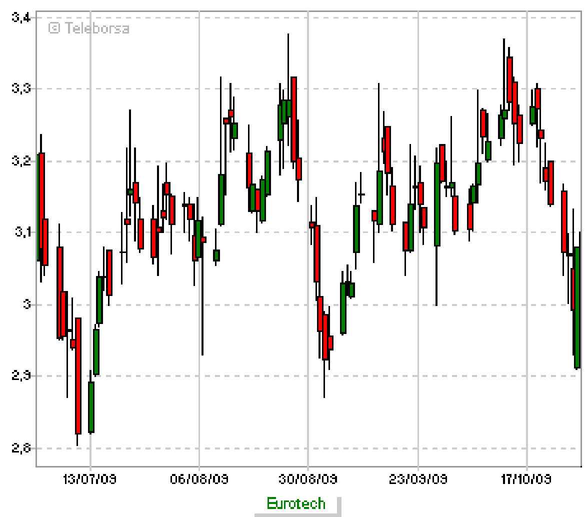
Performance of Eurotech S.p.A. shares

Absolute performance of EUROTECH SpA shares
01.07.2009 – 30.09.2009

The line graph shows the share's performance based on daily reference prices



The candle chart shows the share's daily maximum and minimum prices



The Eurotech Group

Eurotech is a global company, with its home base in Italy and operating locations in Europe, North America, and Asia. It is a group with a strong international vocation. Its dominant language is English and about 90% of its sales are generated outside Italy.
The technological paradigm followed by Eurotech is “pervasive computing” or “ubiquitous computing”. The concept of pervasive computing combines three key factors: (1) miniaturisation of “intelligent” devices, i.e. capable of processing information; (2) their spread in the real world – inside buildings and equipment, on board vehicles, worn by people, and disseminated in the environment; and (3) their possibility of connecting up with each other in a network and of communicating.

Within this overall vision, Eurotech works on research, development, engineering, and marketing of special-purpose miniaturised computers (nanoPCs) and of high-performance supercomputers (HPCs). NanoPCs and HPCs are the two major classes of devices that, by connecting to and co-operating with each other, form that pervasive computing infrastructure commonly known as the “pervasive GRID” or “pervasive cloud”.

In the nanoPC segment, the Group’s proposition is differentiated according to the various products’ position in the value stock. In this respect, the nanoPC is typically a miniature computer that can present itself in the form of:
- An embedded electronic board to be installed inside industrial machinery
- An application-ready system or platform to be located on board vehicles such as trains, planes, and buses
- A ready-to-use device for utilisation in a huge variety of application settings, often as support for the provision of value-added services.

All these nanoPCs have wireline or wireless communication channels to ensure their interconnection. And it is indeed this combination of computing and communication capabilities that enables Eurotech’s nanoPCs to become key elements of the pervasive scenario that the company intends to create.

The Group’s nanoPC offering is used in many types of applications, both conventional and emerging. The areas where Eurotech is most present are the transport, defence, security, aerospace, industrial, and medical sectors. The feature common to many of our customers in all these sectors is they are seeking not only a supplier but also a centre of technological competence – and they often see in Eurotech a partner for innovating their products and their way of doing business. They want to reduce their time-to-market and focus on their core businesses. They often need solutions for harsh operating conditions and for mission-critical applications, or supplies assured for long periods.
In the HPC segment, Eurotech uses designs and creates supercomputers with huge computing capacity via mass connection of miniaturised computers. These supercomputers – typically targeting advanced research centres, computing centres, and universities – are turning out to be indispensable for exploration in the scientific field and in advanced sectors such as nanotechnology, biotechnology, and subatomic physics.

Right from the time of its foundation in 1992, Eurotech has focused its business model on four guiding principles, which, like four pillars, have underpinned its growth and development and continue to do so, i.e.
- Excellence within market standards
- A fabless production model, i.e. featuring prevalent outsourcing of production volume
- Evolution of the business model towards the finished product ready for use, i.e. closer to the application scenario of the purchaser or end-customer)
- Strong interaction with the academic and basic-research worlds.

Summary of performance in third quarter of 2009 and business outlook

Introduction

The interim management statement and financial statements of the Eurotech Group at 30 September 2009, which have not been independently audited, together with the statements for comparative periods have been drawn up according to the IASs/IFRSs issued by the International Accounting Board and endorsed by the European Union.

The Group's results at 30 September 2009 and comparable periods have been prepared according to the IASs/IFRSs in force on the date of preparation and the statements have been prepared according to Annex 3D of the Italian Issuers' Regulation no. 11971 of 14 May 1999, as amended and supplemented.

Reporting policies

The consolidated financial statements have been drafted on the basis of the financial statements at 30 September 2009, prepared by the consolidated companies and adjusted, where necessary, to align them with the Group's IFRS-compliant accounting and classification policies.
The accounting policies and consolidation methods used for preparation of the interim management statement are consistent with those used in the Consolidated Annual Financial Report at 31 December 2008, to which we expressly invite readers to refer. Taxes have been calculated based on the best possible estimates. The policy adopted for euro conversion of accounting balances expressed in other currencies establishes that balance sheet entries be converted to EUR at period-end exchange rates, while income statement entries have been converted at the average rates of the period. The differences arising from conversion of balance sheet and income statement items are recorded in an equity reserve.

Unless otherwise specified, the financial statements, tables and explanatory notes are expressed in thousands of euro (€'000).

In accordance with CONSOB (Italian securities & exchange commission) requirements, income statement figures are shown for the quarter concerned and are compared with data for the same period in the previous financial year (FY). Restated balance sheet figures, which refer to the end date of the quarter, are compared with the end date of the previous FY. The format of the financial statements is the same as that of the statements presented in the Half-Yearly Financial Report and in the Annual Financial Report.

This document presents some alternative performance indicators to permit better evaluation of the Group's economic and financial performance . Alternative performance indicators are as follows:
- Gross profit = the difference between revenues from sales of goods and services and use of materials;
- EBITDA = earnings before amortisation & depreciation and impairment of non-current assets, finance income and expense and income taxes for the period;
- EBIT = earnings before finance income and expense and income taxes for the period.

Operating performance in the period

In the first nine months of 2009 (9M09), Group revenues decreased by -8.4%, i.e. € 5.27 million (mn), going down from € 62.81 mn in the first nine months of 2008 (9M08) to € 57.53 mn. As already highlighted in the half-yearly report, this decrease was mainly due to the global economic situation, which, besides having caused a decrease in order intake between the end of 2008 and beginning of 2009, has continued to cause effects during 2009.

The impact of the global macroeconomic situation continues to affect above all the areas of Japan and Europe, where the most significant sales decreases have occurred.
The process of integration and consolidation of acquisitions made in the last few years is yielding the expected results and we are seeing the positive effects that had been forecast on the Group's overall level of efficiency.

Before commenting in detail on income statement figures, we point out that some of them reflect the effects of recognition in accounts of purchase price allocation (PPA) [A] relating to the business combinations concerning the Arcom Group and Applied Data Systems Inc. (now merged into Eurotech Inc.), and the Advanet Group.

Below we summarise interim results as actually reported and as calculated without considering the effects of PPA:

- EBIT instead of € -6.91 mn would amount to € -4.60 mn
- The pre-tax loss instead of € -7.82 mn would have been € -5.52 mn
- The net loss attributable to equity holders of the parent company instead of € -8.73 mn would amount to € -7.47 mn.

Gross profit margin remained in line with management's expectations at the beginning of the year and was 52.9%, down vs. the 55.2% margin achieved in 9M08 – and notwithstanding the lower contribution made by the high-margin Japanese group due to lower sales. Generally speaking, the firmness of gross profit margin demonstrates the soundness of the business model applied by the Group, increasingly based on the sale of high-value products, and the ongoing attention paid to the curbing of COGS implemented via integration and harmonisation among Group affiliates of processes for managing purchased materials.

In 9M09, outright operating costs – before adjustments – increased slightly due to adverse forex effects, rising from € 33.2 mn in 9M08 (with a 52.9% incidence on sales revenue) to € 33.9 mn in 9M09 (58.9% on revenues).
This performance affected Group EBITDA.
During 2009 the Group has implemented a policy of (a) curbing of fixed costs, (b) rationalisation of existing resources and (c) continuation of identification and implementation of synergies between the various affiliates. The flexibility of some units made it possible to contain the impact of prevalently fixed costs in these nine months, in which – due to the causes outlined above – the level of revenues was lower than that sustainable by the Group's current organisation, which is properly scaled to support future growth. By virtue of the Group's historical business trend, which features a significant last quarter of the year, fixed costs are typically better absorbed at year-end.

In 9M09 EBITDA decreased from a result of € 3.35 mn in 9M08 to a loss of € -1.06 mn in 9M09. This performance was primarily due to lower gross-profit contribution following the decrease in sales, as well as to provisioning to cover the risk

[A] More specifically, the effects of recognition in accounts of PPA relating to the business combinations concerning the Arcom Group, Applied Data Systems Inc, and the Advanet Group are as follows:

- Consumption of raw materials: € 234 thousand only in 9M08 arising from charging to the income statement of part of the higher inventory value identified at the time of acquisition;
- Depreciation, amortisation and impairment: € 2,311 thousand (€ 3,268 thousand in 9M08), equal to the higher amortisation charged to the higher value attributed to intangible assets (customer relationships, trademarks and order book);
- Finance expense and income: € 259 thousand of finance expense for interest expense (€ 578 thousand in 9M08) and € 267 thousand of finance income coming from different valuation exchange rates (€ 1,478 thousand of finance expense relating to different valuation exchange rates in 9M08), relating to recognition of the liability for purchase of a further 25% stake in Advanet Inc. after quantification of a put option;
- Lower income taxes: € 945 thousand (€2,104 thousand in 9M08) arising from the tax effect on the adjustments made;
- Lower net result attributable to minority interests: € 100 thousand (€ 137 thousand in 9M08), stemming from the effect of PPA attributed to minority interests.

of insolvency on some trade receivables. Because of these factors, EBITDA margin on sales declined from 5.3% in 9M08 to -1.8% in 9M09.

EBIT decreased to € -6.91 mn in 9M09 vs. € -2.49 mn in 9M08. EBIT margin on revenues was affected by the lower sales and was -12.0% vs. -4.0% in 9M08. This performance reflected the effects of depreciation & amortisation charged to the income statement in 9M09, as well as the trend in EBITDA mentioned previously. The depreciation & amortisation arose both from operating assets that in fact became subject to depreciation during 2009 and from the non-monetary effects of PPA relating to the acquisitions of Eurotech Inc. (ex-Applied Data Systems Inc. and ex-Arcom Control Systems Inc.) and of the Advanet Group. The effect on EBIT of the higher value attributed as a result of PPA was € 2,311 thousand in 9M09 vs. € 3,268 thousand in 9M08.

The finance result was affected by the trend in net financial position, as well as by foreign exchange differences caused by the trend in foreign currencies. Besides careful deployment of cash, this result also reflected reduction of interest rates on bank borrowings. We also point out that 9M09 was affected by € 259 thousand of interest expense from discounting to present value of the foreign currency liability, already booked in December 2007, for valuation of the option on 25% of Advanet Inc.'s capital – exercisable in the early months of 2010 – and by € 267 thousand of positive foreign exchange difference on this financial liability due to the effect of current depreciation of the Japanese yen vs. the Euro, which occurred at the end of September. For greater detail, readers should refer to the comments made in Note L.

There was a pre-tax loss in 9M09 of € -7.819 mn (vs. a loss of € -4.97 mn in 1H08). This performance was driven by the factors described above. PPA effects on the pre-tax result amounted to € 5,558 thousand in 9M09 and to € 2,303 thousand in 9M08.

In terms of the after-tax result attributable to equity holders of the parent company, the loss increased from € -6,309 thousand in 9M08 to € -8,726 thousand in 9M09. Besides reflecting the trend of the pre-tax result, this mainly arose from the effect of the tax burden of the Group's various companies and, to a lesser extent, to the portion of result attributable to minority interest. Total PPA effects on the Group's bottom-line result in 9M09 amounted to € 1,258 thousand (€ 3,317 thousand in 9M08).

The third quarter (3Q09) featured a -10% reduction in Group sales, mainly because of top-line shrinkage in the Japanese and European areas. 3Q09 showed sales of € 18.62 mn, accounting for 32.4% of 9M09 sales, whereas 3Q08 sales amounted to € 20.69 mn, i.e. 32.9% of 9M08 sales.

Once again in 3Q09, the different sales mix led to a different gross profit margin. While GPM in 3Q09 was 50.8% on sales, in 3Q08 it was 55.0% on sales,.
Intermediate operating profit results were affected by the trend in operating costs, down vs. 3Q08, and in depreciation & amortisation applied in the quarter. 3Q09 EBITDA was positive by € 20 thousand, with a 0.1% margin on the quarter's sales, where 3Q08 EBITDA totalled € 1,666 thousand with an 8.1% margin on the quarter's sales.
In 3Q09 EBIT amounted to € -1,822 thousand with a -9.8% margin on sales as opposed to a positive result in 3Q08 of € 164 thousand (margin on sales = 0.8%). The adverse effects on EBIT of PPA amounted to € 887 thousand in 3Q08 and € 741 thousand in 3Q09.
These trends reflected the intermediate profit results discussed above.

Financial statements and explanatory notes

The trend in operating performance can be seen in the restated consolidated income statement and is shown below, in both absolute amounts and percentage terms:

Consolidated income statement

CONSOLIDATED INCOME STATEMENT (€ '000)	Note	3rd Qtr 2009	%	3rd Qtr 2008	%	9 months 2009 (a)	%	9 months 2008 (b)	%	change (b-a)	
										amount	%
Sales revenue	C	18,617	100.0%	20,690	100.0%	57,531	100.0%	62,805	100.0%	(5,274)	-8.4%
Cost of material	D	(9,164)	-49.2%	(9,309)	-45.0%	(27,093)	-47.1%	(28,122)	-44.8%	1,029	-3.7%
Gross profit		**9,453**	**50.8%**	**11,381**	**55.0%**	**30,438**	**52.9%**	**34,683**	**55.2%**	**(4,245)**	**-12.2%**
Services costs	E	(3,372)	-18.1%	(2,834)	-13.7%	(11,623)	-20.2%	(10,916)	-17.4%	(707)	-6.5%
Lease & hire costs		(516)	-2.8%	(497)	-2.4%	(1,579)	-2.7%	(1,543)	-2.5%	(36)	-2.3%
Payroll costs	F	(6,046)	-32.5%	(6,400)	-30.9%	(19,559)	-34.0%	(19,799)	-31.5%	240	-1.2%
Other provisions and costs	G	(85)	-0.5%	(475)	-2.3%	(1,122)	-2.0%	(898)	-1.4%	(224)	-24.9%
Other revenues	H	586	3.1%	491	2.4%	2,386	4.1%	1,820	2.9%	566	31.1%
EBITDA		**20**	**0.1%**	**1,666**	**8.1%**	**(1,059)**	**-1.8%**	**3,347**	**5.3%**	**(4,406)**	**131.6%**
Depreciation & Amortization	I	(1,788)	-9.6%	(1,502)	-7.3%	(5,440)	-9.5%	(5,611)	-8.9%	171	-3.0%
Asset impairment	I	(54)	-0.3%	0	0.0%	(411)	-0.7%	(230)	-0.4%	(181)	-78.7%
EBIT		**(1,822)**	**-9.8%**	**164**	**0.8%**	**(6,910)**	**-12.0%**	**(2,494)**	**-4.0%**	**(4,416)**	**-177.1%**
Share of associates' profit at equity		0	0.0%	(37)	-0.2%	(23)	0.0%	(97)	-0.2%	74	-76.3%
Finance expense	L	(634)	-3.4%	(2,325)	-11.2%	(2,591)	-4.5%	(4,806)	-7.7%	2,215	-46.1%
Finance income	L	93	0.5%	1,369	6.6%	1,705	3.0%	2,427	3.9%	(722)	-29.7%
Profit before tax		**(2,363)**	**-12.7%**	**(829)**	**-4.0%**	**(7,819)**	**-13.6%**	**(4,970)**	**-7.9%**	**(2,849)**	**-57.3%**
Income tax	M	(228)	-1.2%	(315)	-1.5%	(920)	-1.6%	(1,134)	-1.8%	214	-18.9%
Net profit before minority interest		**(2,591)**	**-13.9%**	**(1,144)**	**-5.5%**	**(8,739)**	**-15.2%**	**(6,104)**	**-9.7%**	**(2,635)**	**-43.2%**
Minority interest	Q	**(43)**	**-0.2%**	**96**	**0.5%**	**(13)**	**0.0%**	**205**	**0.3%**	**(218)**	**106.3%**
Group net profit (loss)	**Q**	**(2,548)**	**-13.7%**	**(1,240)**	**-6.0%**	**(8,726)**	**-15.2%**	**(6,309)**	**-10.0%**	**(2,417)**	**-38.3%**
Base earnings per share						**(0.249)**		**(0.178)**			
Diluted earnings per share						**(0.249)**		**(0.178)**			

STATEMENT OF COMPREHENSIVE INCOME (€ '000)	Note	3rd Qtr 2009	3rd Qtr 2008	9 months 2009	9 months 2008
Net profit (loss) before minority inerest (A)		**(2,591)**	**(1,144)**	**(8,739)**	**(6,104)**
Net profit (loss) from Cash Flow Hedge		(89)	(188)	(253)	137
Tax effect		0	0	0	0
		(89)	*(188)*	*(253)*	*137*
Foreign balance sheets conversion difference		*1,189*	*8,672*	*(3,710)*	*5,692*
Minority purchase		*0*	*0*	*0*	*(181)*
Exchange differences on equity investments in foreign companies		(658)	1,730	(952)	530
Tax effect		0	0	0	0
		(658)	*1,730*	*(952)*	*530*
After tax comprehensive profit (loss) (B)		*442*	*10,214*	*(4,915)*	*6,178*
Comprehensive net result (A+B)		**(2,149)**	**9,070**	**(13,654)**	**74**
Comprehensive minority interest		**58**	**354**	**(134)**	**403**
Comprehensive Group net profit (loss) for period		**(2,207)**	**8,716**	**(13,520)**	**(329)**

See explanatory notes starting on page 20.

Consolidated balance sheet

(€'000)	Notes	at September 30, 2009	at December 31, 2008	at September 30, 2008
ASSETS				
Intangible assets		108,177	114,399	114,794
Property, Plant and equipment		7,040	7,885	6,287
Investments in affiliates companies		1,097	875	838
Investments in other companies		240	249	281
Deferred tax assets		1,958	1,533	1,498
Medium/long term borrowing allowed to affiliates companies		404	0	0
Other non-current assets		740	749	665
Total non-current assets	N	**119,656**	**125,690**	**124,363**
Inventories		19,553	19,783	22,073
Contracts in progress		953	383	383
Trade receivables		14,734	22,063	17,162
Income tax receivables		2,721	4,124	4,770
Other current assets		2,423	2,792	3,011
Other current financial assets		0	719	0
Cash & cash equivalents		32,285	38,684	42,410
Total current assets		**72,669**	**88,548**	**90,027**
Total assets		**192,325**	**214,238**	**214,390**

(€'000)		at September 30, 2009	at December 31, 2008	at September 30, 2008
LIABILITIES AND EQUITY				
Share capital		8,879	8,879	8,879
Reserves		111,660	125,180	112,259
Group shareholders' equity	Q	**120,539**	**134,059**	**121,138**
Equity attributable to minority interest	Q	**3,280**	**3,414**	**2,868**
Total shareholders' equity	Q	**123,819**	**137,473**	**124,006**
Medium-/long-term borrowing		22,797	24,654	26,745
Employee benefit obligations		1,565	1,742	2,085
Deferred tax liabilities		11,394	12,556	15,611
Other non-current liabilities		1,659	1,921	768
Business combination liabilities		0	8,049	17,886
Total non-current liabilities		**37,415**	**48,922**	**63,095**
Trade payables		12,113	15,207	11,597
Short-term borrowing		5,101	5,782	7,063
Derivative instruments		347	346	0
Income tax liabilities		675	1,461	2,740
Other current liabilities		4,857	5,047	5,889
Business combination liabilities		7,998	0	0
Total current liabilities		**31,091**	**27,843**	**27,289**
Total liabilities		**68,506**	**76,765**	**90,384**
Total liabilities and equity		**192,325**	**214,238**	**214,390**

Net financial debt

As per the CESR recommendation of 10 February 2005, the following table shows the Group's net financial debt as at 30 September 2009, detailing it by due date and comparing it with status as at 30 September 2008 and 31 December 2008:

(€'000)		at September 30, 2009	at December 31, 2008	at September 30, 2008
Cash & cash equivalents	A	(32,285)	(38,684)	(42,410)
Cash equivalent	**B=A**	**(32,285)**	**(38,684)**	**(42,410)**
Other current financial assets	C	0	(719)	0
Derivative instruments	D	347	346	(218)
Short-term borrowing	E	5,101	5,782	7,063
Business aggregation liabilities	F	7,998	0	0
Short-term financial position	**G=C+D+E+F**	**13,446**	**5,409**	**6,845**
Short-term net financial position	**H=B+G**	**(18,839)**	**(33,275)**	**(35,565)**
Medium/long term borrowing allowed to affiliates companies	I	(404)	0	0
Business aggregation liabilities	J	0	8,049	17,886
Medium/long term borrowing	K	22,797	24,654	26,745
Medium-/long-term net financial position	**L=I+J+K**	**22,393**	**32,703**	**44,631**
NET FINANCIAL POSITION	**M=H+L**	**3,554**	**(572)**	**9,066**

Net working capital

The Group's net working capital at 30 September 2009, compared with status as at 30 September 2008 and as at 31 December 2008, is shown below:

(€'000)	Notes	at September 30, 2009 (b)	at December 31, 2008 (a)	at September 30, 2008	Changes (b-a)
Inventories		19,553	19,783	22,073	(230)
Contracts in progress		953	383	383	570
Trade receivables		14,734	22,063	17,162	(7,329)
Income tax receivables		2,721	4,124	4,770	(1,403)
Other current assets		2,423	2,792	3,011	(369)
Current assets		*40,384*	*49,145*	*47,399*	*(8,761)*
Trade payables		(12,113)	(15,207)	(11,597)	3,094
Income tax liabilities		(675)	(1,461)	(2,740)	786
Other current liabilities		(4,857)	(5,047)	(5,889)	190
Current liabilities		*(17,645)*	*(21,715)*	*(20,226)*	*4,070*
Net working capital	O	**22,739**	**27,430**	**27,173**	**(4,691)**

A – Eurotech Group business

The Eurotech Group operates in the segments of miniaturised computers (NanoPCs) and computers featuring high-performance computing capability (High Performance Computers - HPCs).

The NanoPC segment comprises miniaturised electronic modules and systems for special purposes, currently targeting the industrial, transport, defence and medical macro sectors. Our NanoPC operations are conducted by Eurotech SpA., I.P.S.Sistemi Programmabili Srl, and SAEE Srl (operating mainly in Italy), Parvus Corp. and Eurotech Inc. (operating mainly in the USA), Eurotech Ltd. (operating mainly in the United Kingdom), Eurotech France S.A.S. (operating mainly in France), the Advanet Group (operating mainly in Japan), and Eurotech Finland Oy (based in Finland and operating mainly in Northern Europe and China). Our NanoPC products are marketed under the trademarks Eurotech, Arcom, Parvus, IPS, ADS and Advanet.

The HPC segment consists of computers featuring high performance computing capability targeting universities, research institutes and computing centres.

Since 30 November 2005, Eurotech has been listed on the STAR segment of the market managed and organised by Borsa Italiana SpA.

B – Consolidation area

The companies included in the scope of consolidation as at 30 September 2009 and consolidated on a 100% line-by-line basis are as follows:

Company name	Registered offices	% Ownership
Parent company		
Eurotech SpA	Via Fratelli Solari 3/A – Amaro (UD)	
Subsidiaries consolidated line by line		
Parvus Corp.	Salt Lake City (USA)	100.00%
Eurotech France Sas	Venissieux Cedex (France)	100.00%
Eurotech Finland Oy	Helsinki (Finland)	100.00%
I.P.S. Sistemi Programmabili Srl	Caronno Varesino (VA)	100.00%
Eurotech Inc.	Columbia (USA)	100.00%
Eurotech Ltd.	Cambridge (UK)	100.00%
E-Tech UK Ltd.	Cambridge (UK)	100.00%
E-Tech USA Inc.	Columbia (USA)	100.00%
SAEE Srl	Amaro (UD)	100.00%
EthLab Srl	Pergine (TN)	99.99%
Chengdu Vantron Technology Limited	Chengdu (China)	65.00%
Advanet Inc.	Okayama (Japan)	65.00% (1)
Spirit 21 Inc.	Okayama (Japan)	65.00% (1)

(1) As a result of valuation of a put option on the remaining 25% of share capital, the consolidation percentage is 90%.

In addition, the following associate companies are accounted for at equity:

Equity-accounted associates		
Delos Srl	Milan	40.00%
eVS embedded Vision Systems Srl	Verona (UD)	32.00%
Emilab Srl	Amaro (UD)	24.82%
U.T.R.I. Srl	Trieste	21.31%

Other minor companies measured at cost		
Kairos Autonomi	Salt Lake City (USA)	19.00%

Compared with 30 June 2009, there was no change as at 30 September 2009 in the equity interests owned in subsidiary and associate companies.

After 30 September 2009 – i.e. on 21 October 2009 – the company ETH Devices S.r.o. was set up. The company, based in Bratislava (Slovakia), will perform development activities for a new family of low products product some new products for which a license has been acquired, and marketing of Group products in Eastern Europe.

The following table provides information on the exchange rates used to translate foreign companies' financial statements into the Eurotech Group's presentation currency (the Euro). The rates correspond to those released by the Italian Foreign Exchange Bureau (Ufficio Italiano Cambi).

Currency	Average 9Months 2009	As of September 30, 2009	Average at 2008	As of December 31, 2008	Average 9Months 2008	As of September 30, 2008
British pound sterling (GBP)	0.88621	0.90930	0.79628	0.95250	0.78202	0.79030
Japanese Yen	129.53487	131.07000	152.45406	126.14000	161.03641	150.47000
Renmimbi	9.33619	9.99580	10.22361	9.49560	10.62631	9.79540
USA Dollar	1.36648	1.46430	1.47076	1.39170	1.52169	1.43030

C - Revenues

In 9M09 revenues achieved by the Group amounted to € 57,531 thousand (vs. € 62,805 thousand in 9M08), with a reduction of € 5,274 thousand, i.e. -8.4% YoY. As already discussed, this decrease was mainly due to the decrease of sales in the Asian and Japanese markets, in particular, and in the European market.

For operating purposes the Group is organised in business lines, also known as business segments, in which the nanoPC and HPC (High Performance Computer) segments are the most important. In view of the current predominance of the NanoPC segment it has been decided to provide disclosure on it on a geographical basis, in terms of the location of the Group's companies and based on the same criteria for monitoring activities as is currently used by top management.
Besides the HPC segment, the Group's geographical areas in the NanoPC segment are defined according to the localisation of Group assets and operations. The areas identified within the Group are Europe, North America and Asia.

Segment revenues

Revenue performance and changes, for each business segment identified, were as shown below:

3° Q 2009	%	3° Q 2008	%	SALES BY BUSINESS SEGMENT	9 months 2009	%	FY 2008	%	9 months 2008	%
18,613	100.0%	20,443	98.8%	NanoPC	57,065	99.2%	91,413	99.7%	62,348	99.3%
4	0.0%	247	1.2%	High Perf. Computer	466	0.8%	318	0.3%	457	0.7%
18,617	**100.0%**	**20,690**	**100.0%**	**TOTALE SALES AND SERVICE REVENUE**	**57,531**	**100.0%**	**91,731**	**100.0%**	**62,805**	**100.0%**

Revenues of the NanoPC business segment, which amounted to Euro 62,348 thousand in 9M08 and Euro 57,065 thousand in 9M09, decreased by -8.5%.
Performance of the HPC segment is a result of the cyclicality typical of our current customers in this sector. It also features a small number of large orders for customers generally forming part of the scientific and research worlds.

Revenues of NanoPC segment by business geographical area

As specifically regards the NanoPC segment, revenues by geographical area can be further detailed as follows:

(€' 000)	NordAmerica			Europe			Asia			Correction, reversal and elimination			Total		
	9M 2009	9M 2009	% YoY Change	9M 2009	9M 2009	% YoY Change	9M 2009	9M 2009	% YoY Change	9M 2009	9M 2009	% YoY Change	9M 2009	9M 2009	% YoY Change
Third party Sales	29,983	25,762		12,310	15,351		14,772	21,235		0	0		57,065	62,348	
Infra-sector Sales	1,320	987		2,049	2,635		1,200	777		(4,569)	(4,399)		0	0	
Total Sales revenues	31,303	26,749	17.0%	14,359	17,986	-20.2%	15,972	22,012	-27.4%	(4,569)	(4,399)	3.9%	57,065	62,348	-8.5%

The North American business area's revenues totalled € 31.3 mn in 9M09 and € 26.7 mn in 9M08, with a +17.0% YoY increase. As well as to the foreign exchange difference, this growth was also ascribable to the contribution of the so-called anti-cyclical sectors, i.e. the medical and defence sectors.
Conversely, the European business area featured a -20.2% decrease, going down from € 18.0 mn in 9M08 to € 14.4 mn in 9M09. In this area, it was above all the companies focusing on industrial applications that continue to feel the effects of the current contingent economic situation.
The Asian business area also featured a decrease, declining by -27.4% from € 22.0 mn to € 16.0 mn due to the crisis that has hit the industry of machines for semiconductors in Japan in particular. This decrease was in line with the trend in this segment and appears substantially consistent with the subsidiary's budget forecasts for the current year.

Revenues by customer geographical area

Here we show the geographical breakdown of revenues based on customer location.

3° Q 2009	%	3° Q 2008	%	BREAKDOWN BY GEOGRAPHIC AREA	9 months 2009	%	9 months 2008	%	var. %	FY 2008	%
1,158	6.2%	1,844	8.9%	Italy	3,857	6.7%	5,620	8.9%	-31.4%	8,424	9.2%
2,507	13.5%	2,583	12.5%	European Union without Italy	8,599	14.9%	8,700	13.9%	-1.2%	13,229	14.4%
9,013	48.4%	8,366	40.4%	United States	28,105	48.9%	23,372	37.2%	20.3%	36,137	39.4%
4,324	23.2%	6,074	29.4%	Japan	14,100	24.5%	20,623	32.8%	-31.6%	28,517	31.1%
1,615	8.7%	1,823	8.8%	Rest of the World	2,870	5.0%	4,490	7.1%	-36.1%	5,424	5.9%
18,617	**100.0%**	**20,690**	**100.0%**	**TOTALE SALES AND SERVICE REVENUE**	**57,531**	**100.0%**	**62,805**	**100.0%**	**-8.4%**	**91,731**	**100.0%**

US revenues in 9M09 increased by 20.3%, i.e. by € 4.73 mn. This increase demonstrates the firmness of the American geographical area, in particular in the anti-cyclical medical and defence sectors, also as a result of the increase in the customer base and of the exchange-rate trend. Conversely, sales in Japan and in Italy decreased.
The sales decrease in Japan was attributable to the present economic crisis in that area, particularly in the semiconductor sector. Sales in Japan in 9M09 were down by € 6.52 mn, with a -31.1% YoY decrease.
As far as Italy is concerned, the downturn was ascribable to the stagnation of specific outlet markets in the area, such as, for example, the public-transport sector.

D – Costs for raw & auxiliary materials and consumables used

Costs for raw & auxiliary materials and consumables used are strictly related to sales. They consequently decreased in the period considered, going down from € 28,122 thousand in 9M08 to € 27,093 thousand in 9M09. In the period in question there was in fact a decrease of € 1,029 i.e. 3.7%. This decrease was less than proportional to that of sales mainly because of the lower contribution made by companies with margins higher than the Group average.

As a percentage of revenues, these costs decreased from 44.8% in 9M08 to 47.1% in 9M09.

E – Service costs

Service costs in outright terms increased from € 10,916 thousand in 9M08 to € 11,623 thousand in 9M09, i.e. by +6.5% YoY. As a percentage of sales, these costs increased from 17.4% in 9M08 to 20.2% in 9M09. As amounts expressed in local currencies in some cases featured sometimes significant reduction, the increase in absolute value must be primarily attributed to the effect of conversion into Euros of foreign companies' figures.

F – Payroll costs

In 9M09 payroll costs featured reduction due to the policy of cost curbing and rationalisation applied by the various Group entities. The reduction in such costs would be even greater with elimination of the effect of the exchange rates applied in the period, bearing in mind appreciation of currencies such as the USD and JPY.
As highlighted in the table below, the number of Group employees decreased at the end of the periods considered, decreasing from 594 in 9M08 to 538 in 2009, with a decrease of 48 heads vs. 31 December 2008. The decrease in employee headcount was due to demanning also stemming from synergies between the various Group companies.

Group employee headcount was as shown in the table below:

Employees	9 months 2009	FY2008	9 months 2008
Manager (*)	18	21	25
Clerical workers	447	469	506
Line workers	73	96	63
TOTAL	**538**	**586**	**594**

(*) two of them in Italy are "Dirigenti".

G – Other provisions and costs

As at 30 September 2009 this item included provision of € 716 thousand for doubtful accounts (vs. € 269 thousand in 9M08) and refers to provisions made to cover any non-collectability of trade receivables.
Other provisions and costs as a percentage on revenue were 2.0%, increasing slightly vs. 9M08.

H – Other revenues

Other revenues showed an increase of 31.1%. The item in fact increased from € 1,820 thousand in 9M08 to € 2,386 thousand in 9M09. Other revenues consisted of € 1,841 thousand relating to capitalisation of development costs for new solutions featuring highly integrated standard modules and systems (with an increase of € 443 thousand vs. 9M08); operating grants of € 193 thousand (vs. € 209 thousand in 9M08); and miscellaneous income of € 352 thousand (with an increase of € 139 thousand vs. 9M08).

I – Depreciation & amortisation and impairment

Depreciation & amortisation and impairment increased from a total of € 5,841 thousand in 9M08 to € 5,851 thousand in 9M09. More specifically, depreciation & amortisation decreased by € 171 thousand. This decrease was mainly due to reduction of amortisation of the higher values stemming from purchase price allocation (PPA) following write-down of trademarks at the end of FY2008. This reduction exceeded the increase in depreciation & amortisation arising from capitalised development costs and investments made in the period.
Amortisation of € 2,311 thousand relating to PPA wholly referred to customer relationships.
Impairment of assets by € 411 thousand in 9M09 was entirely due to impairment of capitalised development costs, i.e. for projects relating to special products that did not achieve the market acceptance originally forecast.

L – Finance expense and income

The decrease in finance expense, which went down from € 4,806 thousand in 9M08 to € 2,591 thousand in 9M09, was due to (a) foreign exchange differences relating to the trend of the USD, GBP and JPY (the latter following the foreign exchange difference relating to the foreign currency financial liability stemming from quantification of the put option on 25% of Advanet) and (b) reduction of interest rates on Group debt. The absolute value and percentage on revenues of the main finance expense items were as follows:

- Foreign exchange losses: € 1,313 thousand, 2.3% on revenues, in 9M09 vs. € 2,247 thousand, 3.6% on revenues, in 9M08;
- Various interest expenses: € 920 thousand, 1.6% on revenues, in 9M09 vs. € 1,905 thousand, 3.0% on revenues, in 9M08.

Finance income decreased by € 722 thousand, going down from € 2,427 thousand in 9M08 to € 1,705 thousand in 9M09. This decrease was primarily attributable to different remuneration of cash resources.

3° Q 2009	3° Q 2008	(€'000)	9 months 2009	change %	9 months 2008
320	72	Exchange-rate losses	1,313	70.7%	769
0	1,478	Exchange-rate losses from PUT option	0	-100.0%	1,478
216	178	Interest expenses	920	-51.7%	1,905
85	578	Interest expenses due to the discounting	259	-55.2%	578
1	0	Expenses on derivatives	61	n/a	0
12	19	Other finance expenses	38	-50.0%	76
634	**2,325**	**Financial charges**	**2,591**	**-46.1%**	**4,806**

3° Q 2009	3° Q 2008	(€'000)	9 months 2009	change %	9 months 2008
190	1,198	Exchange-rate gains	945	-29.3%	1,337
(229)	(135)	Exchange-rate gains from PUT option	267	n/a	0
128	306	Interest income	485	-55.3%	1,085
4	0	Other finance income	8	60.0%	5
93	**1,369**	**Financial incomes**	**1,705**	**-29.7%**	**2,427**
(541)	**(956)**	**Net financial income**	**(886)**	**-62.8%**	**(2,379)**

M – Income taxes

Income taxes as up to 30 September 2009 totalled € 920 thousand (of which € 1,961 thousand for current taxes and € 1,041 thousand for net deferred tax assets) as opposed to a total tax charge of € 1,134 thousand at 30 September 2008 (of which € 2,532 thousand for current taxes and € 1,398 thousand for net deferred tax assets), with a decrease of € 214 thousand.

N – Non-current assets

The decrease in non-current assets between 31 December 2008 and 30 September 2009 totalled € 6,034 thousand and was chiefly due to the decrease in intangible assets. The latter was in turn mainly due to the forex effect – in particular on goodwill, trademarks, and customer relations posted at the time of purchase price allocation – and the effect of depreciation & amortisation and impairment posted in 9M09.

The item “Investments in associates and other companies” increased by € 222 thousand. Besides impairment of € 23 thousand applied to some investments, this also reflected an increase of € 245 thousand by virtue of payment of 40% of the capital of Union Arrow Technologies Inc., a company active in the design and sale of contactless testing equipment for the sector of flat panel displays, OLED display panels, and solar cells

O – Net working capital

Net working capital went down from € 27,430 thousand as at 31 December 2008 to € 22,739 thousand as at 30 September 2009, with a significant decrease of € 4,691 thousand.
The decrease of € 8,761 thousand in current assets was mainly due to the decrease of trade receivables (by € 7,329 thousand) and of tax receivables (by € 1,403 thousand).
The decrease of € 4,070 thousand in current liabilities was instead due to the decrease of trade payables (by € 3,094 thousand) and of of tax liabilities (by € 786 thousand).

P – Net financial position

The Group's net financial position as at 30 September 2009 featured net debt of € 3,554 thousand as opposed to a net financial position as at 31 December 2008 featuring net cash of € 572 thousand.
The change was primarily due to use of cash resources to finance the Group's operations and thus preserve an organisation already in a state of readiness to support further top-line growth.
Medium-/long-term financial liabilities include principal on bank loans and finance leases falling due beyond 12 months.
Short-term financial liabilities mainly consist of current account overdrafts, the current portion of mortgage loans, and payables to other lenders falling due by 30.09.2010.

We point out that the calculation of net financial position also includes € 7,998 thousand as at 30 September 2009 (2008 = € 8,049 thousand) of future outlays, split as follows:

- A financial liability at fair value of € 7.0 mn (vs. a similar amount at 31 December 2008) for the put option on 25% of Advanet Inc. shares exercisable in the early months of 2010. We further point out that recognition of this financial liability has not involved any actual cash outlay and that the financial liability is not definitive but is the best estimate at the time of writing.
- A remaining debt of € 1 mn (vs. € 1 mn at 31 December 2008) vis-à-vis the shareholders of Eurotech Inc. (formerly Applied Data Systems Inc.) for the part of the price restricted by an escrow account, payable in 2010.

Net of the Advanet option, the net financial position would be positive by € 4,444 thousand.

Q – Changes in equity

(€'000)	Share capital	Legal reserve	Share premium reserve	Conversion reserve	Other reserves	Cash flow hedge reserve	Exchange differences reserv	Treasury shares	Profit (loss) for period	Group shareholders' equity	Minority interest capital & reserves	Profit (loss) of third parties	Equity attributable to Minority interest	Total shareholders' equity
Balance as at December 31, 2008	**8,879**	**39**	**136,400**	**12,562**	**(7,852)**	**(347)**	**(1,574)**	**(1,340)**	**(12,708)**	**134,059**	**3,184**	**230**	**3,414**	**137,473**
2008 Result allocation	-	-	-	-	(12,708)	-	-	-	12,708	-	230	(230)	-	-
Profit (loss) as at June 30, 2009	-	-	-	-	-	-	-	-	(8,726)	(8,726)	-	(13)	(13)	(8,739)
Comprehensive other profit (loss)														
- Hedge transactions	-	-	-	-	-	(253)	-	-	-	(253)	-	-	-	(253)
- Foreign balance sheets conversion difference	-	-	-	(3,589)	-	-	-	-	-	(3,589)	(121)	-	(121)	(3,710)
- Exchange differences on equity investments in foreign companies	-	-	-	-	-	-	(952)	-	-	(952)	-	-	-	(952)
Comprehensive result	-	-	-	*(3,589)*	-	*(253)*	*(952)*	-	*(8,726)*	*(13,520)*	*(121)*	*(13)*	*(134)*	*(13,654)*
Balance as at September 30, 2009	**8,879**	**39**	**136,400**	**8,973**	**(20,560)**	**(600)**	**(2,526)**	**(1,340)**	**(8,726)**	**120,539**	**3,293**	**(13)**	**3,280**	**123,819**

(€'000)	Share capital	Legal reserve	Share premium reserve	Conversion reserve	Other reserves	Cash flow hedge reserve	Exchange differences reserv	Treasury shares	Profit (loss) for period	Group shareholders' equity	Minority interest capital & reserves	Profit (loss) of third parties	Equity attributable to Minority interest	Total shareholders' equity
Balance as at December 31, 2007	**8,879**	**39**	**136,400**	**(3,978)**	**(12,365)**	**81**	**(2,622)**	**(44)**	**(4,922)**	**121,468**	**2,549**	**(85)**	**2,464**	**123,932**
2007 Result allocation	-	-	-	-	(4,922)	-	-	-	4,922	-	(85)	85	-	-
Profit (loss) as at June 30, 2008	-	-	-	-	-	-	-	-	(6,309)	(6,309)	-	205	205	(6,104)
Comprehensive other profit (loss)														
- Hedge transactions	-	-	-	-	-	137	-	-	-	137	-	-	-	137
- Foreign balance sheets conversion difference	-	-	-	5,442	-	-	-	-	-	5,442	250	-	250	5,692
- Exchange differences on equity investments in foreign companies	-	-	-	-	-	-	530	-	-	530	-	-	-	530
Minority purchase	-	-	-	-	(129)	-	-	-	-	(129)	(52)	-	(52)	(181)
Comprehensive result	-	-	-	*5,442*	*(129)*	*137*	*530*	-	*(6,309)*	*(329)*	*198*	*205*	*403*	*74*
Balance as at September 30, 2008	**8,879**	**39**	**136,400**	**1,464**	**(17,416)**	**218**	**(2,092)**	**(44)**	**(6,309)**	**121,139**	**2,662**	**205**	**2,867**	**124,006**

R – Significant events in the quarter

The main events in the quarter were announced by means of the press releases listed below (the full text of which can be consulted on the Group's institutional website www.eurotech.com at the page http://www.eurotech.com/en/press+room/news):

– 02/07/2009 Eurotech announces two new Panel PC and Box Computer models
– 22/07/2009 Parvus mission computer selected for Niitek vehicle-mounted mine detection systems
– 28/07/2009 Eurotech: 1.2m€ order for a supercomputer based on the Aurora architecture
– 07/08/2009 Advanet Inc. invests in contactless testing for displays and solar cells
– 11/08/2009 Successful first flight for Parvus mission computers onboard Aurora flight sciences' Excalibur UAV
– 28/08/2009 Board approval today of consolidated half-yearly financial report at 30 June 2009
– 01/09/2009 Advanet received an Award from Japan Atomic Energy Agency and KEK
– 03/09/2009 Everyware™ Software Framework Brings Middleware to Low-Power Embedded Platforms
– 15/09/2009 Eurotech Announces Contract with DynaVox Mayer-Johnson for the DynaVox Xpress™, the World's First Comprehensive Mobile Augmentative Communication Device
– 22/09/2009 Eurotech announces 3.2 Million USD order for Embedded Computing Platform to improve building energy efficiency
– 28/09/2009 Orders totalling 2.8 million dollars from medical-device customer

Other than those discussed in previous paragraphs, no other particularly significant events occurred in the quarter.

S – Events after the reporting period

For events occurring after 30 September, reference should be made to the press releases listed below (the full text of which can be consulted on the Group's institutional website www.eurotech.com at the page http://www.eurotech.com/en/press+room/news):

– 01/10/2009 Received $1.8 million order from Cadec Global for fleet management embedded technology.
– 07/10/2009 Eurotech awarded $2.5m contract from medical device customer for FDA-approved design
– 13/10/2009 Boeing Contracts with Parvus to Supply Display Systems for P-8A Poseidon
– 09/11/2009 Parvus receives $3.2M follow-on order for L-3 ROVER Chassis / Power Supplies
– 12/11/2009 Eurotech wins contract with GE Healthcare for Medical Device Accessory

T – Other information

We also specify that:

- Group intercompany transactions take place at market prices and are eliminated during the consolidation process;
- Group companies' related-party transactions form part of the normal course of business and are settled at arm's length conditions;
- Despite the authorisation given by shareholders at the Annual General Meeting, in 3Q09 Eurotech SpA did not buy or sell treasury shares on the market. As at 31 December 2008, it held 420,140 treasury shares for a total carrying value of € 1,348 thousand. From 31 December 2008 to 30 September 2009 the number of shares held in the portfolio remained unchanged;
- With reference to Article 150, paragraph 1, of Italian Legislative Decree no. 58 of 24 February 1998, no transactions in potential conflict of interest with Group companies were executed by members of the Board of Directors.

Amaro, 13 November 2009

On Behalf of the Board of Directors

Roberto Siagri
Chairman

Declaration of the Financial Reporting Manager

Amaro, 13 November 2009

DECLARATION OF THE FINANCIAL REPORTING MANAGER AS PER ART. 154-BIS, PARAGRAPH 2 - PART IV, TITLE III, CHAPTER II, SECTION V-BIS OF ITALIAN LEGISLATIVE DECREE 58 OF 24 FEBRUARY 1998: (CONSOLIDATED FINANCE ACT)

The undersigned Sandro Barazza, the manager responsible for preparation of the financial reporting documents of the Eurotech Group, herewith declares, as regards the Interim Management Statement at 30 September 2009, approved by the Company's Board of Directors on 13 November 2009, that it matches documentary evidence, corporate books, and accounting records.

Sandro Barazza
Financial Reporting Manager

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