

Bulgari S.p.A. and Subsidiaries

Consolidated statement of income for the periods ending June 30th 2004

and June 30th 2003, and the year ending 31th December 2003 (Amounts in Thousands of Euro)

	30/06/2004	30/06/2003	30/12/2003
A. Value of production			
Revenues from sales and services	352,774	330,122	759,267
Changes in inventory of work in progress, semi-finished and finished	34,770	39,390	(4,171)
Increases in capitalized production costs	50	24	2,886
Other income and revenues	4,549	4,048	13,066
Total value of production (A)	392,143	373,584	771,048
Total costs of production (B)	349,843	338,485	654,155
Value of production - costs of production (A-B)	42,300	35,099	116,893
C. Financial income and expenses			
Financial income and (expenses)	(2,859)	(4,560)	(9,495)
Gain (loss) on foreign exchange	9	(298)	1,033
Total financial income and (expenses)	(2,850)	(4,858)	(8,462)
D. Adjustements to financial assets			
Write up of investments			
Write up (write down) on securities included in current assets not invest.	-	131	822
Write downs of investments	716	-	402
Write down on treasury share	-	-	-
Total adjustement to financial assets	(716)	131	420
E. Total extraordinary income and (expenses)	(946)	(1,940)	462
Net income for the period before tax and before minority interests	37,788	28,432	109,313
Income taxes	3,630	3,724	16,840
Minority interests	(482)	324	(332)
Net income for the period	33,676	25,032	92,141