

Press Release Finmeccanica

Rome, 24 February 2016 – Today the Government of the Republic of Panama and Finmeccanica reached a settlement that puts an end to disputes relating to contracts allocated in 2010 to the company Selex ES and to Telespazio, as part of the intergovernmental agreement dated 30th June 2010 between the Republic of Panama and Italy. Together with another contract allocated to the company AgustaWestland, the contracts are designed to provide the Central American country with an integrated coastal surveillance system to counter illegal trade.

The settlement reached by the Republic of Panama and Finmeccanica involves an extension to the original contract allocated to Telespazio for a digital mapping system for Panama, as well as the consensual termination of the contract allocated to Selex ES for a radar surveillance system, in relation to which the Republic of Panama will have the right to purchase helicopters or other equipment from Finmeccanica.

The decision of the Republic of Panama Government is not related to the quality of the radar systems supplied by Selex ES, but stems from a separate reassessment of the overall surveillance system for the country's coastal area.

Moreover, under the settlement, Finmeccanica will provide an AgustaWestland helicopter ambulance, free of charge, to the Republic of Panama. The Government of the Republic of Panama undertakes to: withdraw the disputes from the Supreme Court of Panama; request their termination, and re-launch business relationships with Finmeccanica in a spirit of renewed trust.

Note:

Following the process of the reorganisation of the **Finmeccanica** Group's companies, it should be noted that from January 1st 2016: the "Helicopter Division" has absorbed the activities of AgustaWestland; the "Aircraft Division" has absorbed part of the activities of Alenia Aermacchi; the "Aero-structures Division" has absorbed part of the activities of Alenia Aermacchi; the "Airborne & Space Systems Division" has absorbed part of the activities of Selex ES; the "Land & Naval Defence Electronics Division" has absorbed part of the activities of Selex ES; the "Security & Information Systems Division" has absorbed part of the activities of Selex ES; the "Defence Systems Division" has absorbed the activities of OTO Melara and WASS.

Finmeccanica is among the top ten global players in Aerospace, Defence and Security and Italy's main industrial company. As a single entity from January 2016, organised into business Divisions (Helicopters; Aircraft; Aero-structures; Airborne & Space Systems; Land & Naval Defence Electronics; Defence Systems; Security & Information Systems), Finmeccanica operates in the most competitive international markets by leveraging its areas of technology and product leadership. Listed on the Milan Stock Exchange (FNC IM; SIFI.MI), at 31 December 2014, Finmeccanica recorded restated consolidated revenues of 12.8 billion Euros and has a significant industrial presence in Italy, the UK and the U.S.