

Press Release Finmeccanica

Rome, 24 February 2016 – Finmeccanica is fully satisfied with the settlement reached with the Government of the Republic of Panama, to close the disputes on contracts dating back to 2010. The settlement approved by the Government of Panama has a number of strategic and commercial advantages for Finmeccanica.

Finmeccanica's CEO and General Manager Mauro Moretti said: "This settlement not only provides a positive resolution to the disputes with the Government of Panama, as we had hoped, but it also allows us to effectively meet the safety requirements of the country, whilst boosting initiatives to promote Finmeccanica's products and services in a region of strategic value to our company."

Based on the settlement – which, as previously communicated, does not question the quality of the radar systems provided by Selex ES – the Government of Panama independently reassessed the surveillance system for the country's coastal area, thereby increasing the range of operations of Telespazio's business. The latter had already been chosen to supply a digital mapping system to Panama.

In addition, Panama will be able to purchase helicopters or other equipment from Finmeccanica, thereby continuing, and further strengthening the working relationship with the company. Finmeccanica will also provide an AgustaWestland helicopter ambulance to the country.

The agreement puts a definitive end to a dispute that has lasted more than five years.

As a result of the Government's decision to withdraw the disputes from the Supreme Court and reach a settlement, the working relationship between the Republic of Panama and Finmeccanica has been restored.

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.