



Finanziaria di Partecipazioni SpA

Turin, June 27, 2003

**PRESS RELEASE**

**Board of Directors' Meeting on June 27, 2003**

The Board of Directors of IFIL, which met today in Turin under the chairmanship of Gianluigi Gabetti, examined the relaunch plan approved by the meeting of the Fiat Board of Directors held yesterday, June 26, agreeing with the objectives of the plan.

The Board took note of the capital increase voted by the Fiat Board of Directors and decided to subscribe to its share of the increase.

To this end, the IFIL Board of Directors, by authorization conferred by the Shareholders' Meeting of last May 14, voted to increase the capital stock of the company by a maximum par value of € 386,321,490 through the issue of a maximum 386,321,490 ordinary shares of par value of € 1 each, with normal dividend rights, that will be offered on a preemptive basis to shareholders at a ratio of 57 new ordinary shares for every 100 IFIL ordinary or savings shares held.

The issue price was set at € 1.30 per share. The total maximum proceeds will be approx. € 502.2 million.

The majority shareholder, IFI, has agreed to subscribe to its share of the increase.

Seven leading Italian and international financial institutions (Banca IMI, Citigroup, IntesaBci, Mediobanca, Merrill Lynch, Rasfin and UBM) have committed to guarantee the positive outcome of the capital increase through an underwriting syndicate in which other national and international financial institutions could take part and in which Mediobanca and Banca IMI will fulfil a secretarial role. The capital increase will be launched in July.

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