



**Consolidated Half-Year
Financial Report
at 30th June 2009**

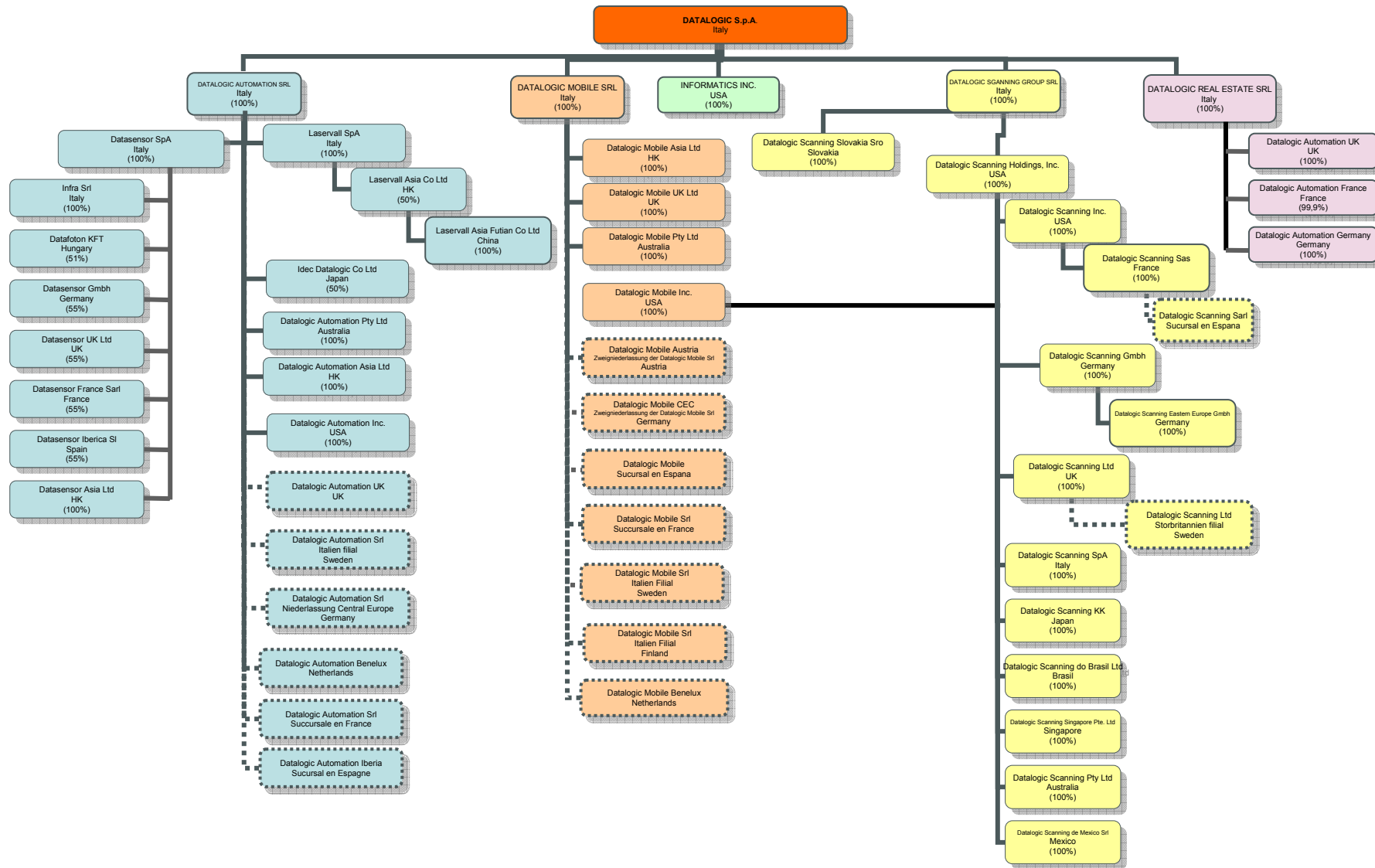
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DATALOGIC GROUP

Consolidated Half-Year Financial Report at June 30, 2009

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———— Legal entity

..... Branch

COMPOSITION OF CORPORATE GOVERNANCE BODIES

Board of Directors (1)

Volta Romano
Chairman (2)

Sacchetto Mauro
CEO (3)

Caruso Pier Paolo
Director

Cristofori Gianluca
Director

Di Stefano Luigi
Director

Floriani Lodovico
Director

Manaresi Angelo
Director

O'Brien John
Director

Piol Elserino
Director

Tamburi Giovanni
Director

Volta Gabriele
Director

Volta Valentina
Director

Board of Statutory Auditors (4)

Romani Stefano
President

Ravaccia Mario Stefano Luigi
Standing auditor

Saracino Massimo
Standing auditor

Biordi Stefano
Alternate auditor

Passerini Patrizia
Alternate auditor

Independent auditing firm

PricewaterhouseCoopers SpA

(1) The Board of Directors will remain in office until the shareholders' meeting that approves financial statements for the year ending on December 31st 2011

(2) Powers of legal representation of the company vis-à-vis third parties

(3) Powers of legal representation of the company vis-à-vis third parties

(4) The Board of Statutory Auditors will remain in office until the shareholders' meeting that approves financial statements for the year ending on December 31st 2009

INTERIM MANAGEMENT REPORT

REPORT ON OPERATIONS

To our Shareholders,

The report for the period ending 30 June 2009, which we herewith submit to you for review, has been prepared in compliance with the instructions accompanying the Regulations issued by Borsa Italiana S.p.A.

Specifically, consolidated financial statements apply the approach set forth by international accounting standards (IASs/IFRSs) adopted by the European Union.

OPERATING AND FINANCIAL RESULTS

The following table summarizes the Datalogic Group's key operating and financial highlights at 30 June 2009, comparing them with the comparable period a year earlier:

Datalogic Group	30/06/2009	30/06/2008	Change	% change
(€'000)				
Total revenue	149,112	193,558	(44,446)	-23.0%
EBITDA	3,804	25,361	(21,557)	-85.0%
% of total revenue	2.6%	13.1%		
Group net profit/loss	(14,538)	11,818	(26,356)	n.a.
% of total revenue	-9.7%	6.1%		
Net financial position (NFP) (**)	(120,292)	(75,943)	(44,349)	58.4%

(*) **EBITDA** is a performance indicator not defined under IFRS. However, Datalogic's management uses it to monitor and assess the company's operating performance as it is not influenced by the volatility due to the various valuation criteria used to determine taxable income, by the total amount and nature of the capital involved or by the related depreciation and amortization policies. Datalogic defines it as **Profit/loss for the period before depreciation and amortization of tangible and intangible assets, non-recurring costs, financial income and expenses and income taxes.**

(**) For the criteria defining the net financial position please see Page 9.

At 30 June 2009, the **Datalogic Group reported revenue of € 149,112 thousand (vs. € 193,558 thousand in H1 2008)**, detailed as follows:

€ 141,882 thousand in revenue from the sale of products;

€ 7,230 thousand in revenue from services.

In the first half of 2008, the results did not include Datasensor, acquired in October 2008; in H1 2009, revenues were down 23% from the same period a year earlier (decrease of 28.40% net of the company Datasensor). At constant Euro/Dollar exchange rates, the decrease would have been slightly smaller at 27%.

Group EBITDA was € 3,804 thousand, with a margin on total revenue of 2.6%. The year-on-year decrease was € 21,557 thousand (from € 25,361 thousand at 30 June 2008).

Group net loss at 30 June 2009 was € 14,538 thousand, worse compared with net profit of € 11,818 thousand in H1 2008.

This negative result is largely attributed to the decrease in demand reported in H1 2009 and a result of the serious world economic crisis.

Against the decrease in sales, the company has set in place an energetic cost reduction plan that will make it possible to increase Group profits even if sales will be similar to the amount reported in the first six months of the year.

The effects of this plan can be seen in the second quarter since, despite the modest increase in sales (+4%), operating profitability in the second quarter has increased significantly (EBITDA increased from a negative € 515 thousand to a positive € 4,319 thousand).

Below is a detail of the figures in the second half, compared with the first three months of the year:

	Q2 2009		Q1 2009		Change	% change
TOTAL REVENUE	76,018	100.0%	73,094	100.0%	2,924	4.0%
EBITDA	4,319	5.7%	(515)	-0.7%	4,834	n.a
EBITANR	629	0.8%	(4,086)	-5.6%	4,715	n.a
OPERATING RESULT (EBIT)	(8,346)	-11.0%	(5,144)	-7%	(3,202)	n.a

To cover the costs of the restructuring plan, the Group reported € 7,948 thousand to the income statement at 30 June 2009, of which € 5,808 thousand refers to the restructuring fund and the remainder to early retirement incentives already paid/agreed.

ANALYSIS OF RECLASSIFIED INCOME STATEMENT DATA

The following table shows the main income statement items for the Datalogic Group compared with the same period in the previous year:

(€'000)	30/06/2009		30/06/2008		Change	% change
Total revenue	149,112	100.0%	193,558	100.0%	(44,446)	-23.0%
Cost of sales	(87,608)	-58.8%	(106,808)	-55.2%	19,200	-18.0%
Gross profit	61,504	41.2%	86,750	44.8%	(25,246)	-29.1%
Other revenue	1,187	0.8%	2,800	1.4%	(1,613)	-57.6%
Research and development expenses	(13,631)	-9.1%	(12,304)	-6.4%	(1,327)	10.8%
Distribution expenses	(35,037)	-23.5%	(38,923)	-20.1%	3,886	-10.0%
General & administrative expenses	(15,429)	-10.3%	(17,975)	-9.3%	2,546	-14.2%
Other operating costs	(2,051)	-1.4%	(691)	-0.4%	(1,360)	196.8%
Total operating cost and other costs	(66,148)	-44.4%	(69,893)	-36.1%	3,745	-5.4%
Ordinary operating result before non-recurring costs and revenue and depr. and amort. arising from acquisitions (EBITANR)	(3,457)	-2.3%	19,657	10.2%	(23,114)	n.a.
Non-recurring costs and revenue	(7,948)	-5.3%	0	0.0%	(7,948)	n.a.
Depreciation & amortization due to acquisitions (*)	(2,085)	-1.4%	(1,898)	-1.0%	(187)	9.9%
Operating result (EBIT)	(13,490)	-9.0%	17,759	9.2%	(31,249)	n.a.
Net financial income (expenses)	(3,303)	-2.2%	(2,500)	-1.3%	(803)	32.1%
Subsidiaries' earnings/(losses)	(151)	-0.1%	57	0.0%	(208)	n.a.
Foreign exchange earnings/(losses)	(51)	0.0%	237	0.1%	(288)	n.a.
Pre-tax profit/(loss)	(16,995)	-11.4%	15,553	8.0%	(32,548)	n.a.
Taxes	2,457	1.6%	(3,735)	-1.9%	6,192	n.a.
GROUP NET PROFIT/LOSS	(14,538)	-9.7%	11,818	6.1%	(26,356)	n.a.
Depreciation and write-downs of Property, plant and equipment	(4,645)	-3.1%	(3,632)	-1.9%	(1,013)	27.9%
Amortization and write-downs of Intangible assets	(2,616)	-1.8%	(2,072)	-1.1%	(544)	26.3%
EBITDA	3,804	2.6%	25,361	13.1%	(21,557)	-85.0%

(*) This item includes extraordinary costs for amortization arising from acquisitions of the companies Laservall, Informatics, Datalogic Scanning Inc, and Datalogic Mobile Inc. In order to assure better representation of the Group's ordinary profitability, we have preferred – in all tables in this section concerning information on operating performance – to show an operating result before the impact of non-recurring costs/income and of depreciation and amortization due to acquisitions, which we have called EBITANR (Earnings before interests, taxes, acquisition and not recurring") **also denoted as "Ordinary Operating result"**. To permit comparability with detailed official accounting statements, we have in any case included a further intermediate profit margin (called "Operating result") that includes non-recurring costs/income and depreciation and amortization due to acquisitions and matches figures reported in year-end financial statements.

Following the introduction of IASs, non-recurrent or extraordinary costs are no longer shown separately in financial statements below the operating line but are included in ordinary operating figures.

For the first half of 2009, non-recurring costs/income (€ 7,948 thousand) were made up as follows:

ITEM	AMOUNT	DESCRIPTION
	(€'000)	
2) Cost of goods sold	(782)	early retirement incentives
Total	(782)	
4) R&D expenses	(92)	early retirement incentives
Total	(92)	
5) Distribution expenses	(678)	early retirement incentives
5) Distribution expenses	(22)	wages and salaries
5) Distribution expenses	(9)	grants
Total	(709)	
6) General & administrative expenses	(329)	early retirement incentives
6) General & administrative expenses	(137)	wages and salaries
6) General & administrative expenses	(42)	grants
6) General & administrative expenses	(39)	consulting services
6) General & administrative expenses	(10)	Staff severance indemnity
Total	(557)	
7) "Other operating expenses" (*)	(5,808)	restructuring fund allocation
Total	(5,808)	
TOTAL NON-RECURRING COSTS	(7,948)	

(*) Costs relating to the "restructuring provision", while chiefly attributed to payroll and employee benefit costs, were booked to the item "Other operating expenses" since it was not possible to reliably define the detail per operating area.

Depreciation & amortization arising from acquisitions (equal to € 2,085 thousand) are made up of:

€ 648 thousand pertaining to Laservall;
 € 300 thousand pertaining to Informatics;
 € 939 thousand pertaining to Datalogic Scanning Inc;
 € 198 thousand pertaining to Mobile Inc.

The "Ordinary operating result" (EBITANR) was negative for € 3,457 thousand, corresponding to - 2.3% of revenues, and lower (by € 23,114 thousand in absolute terms) from the YOY figure (a positive € 19,657 thousand).

The table below shows the comparison between the main economic results earned in the first quarter 2009 and in the same period in 2008.

	Q2 2009		Q2 2008		Change	% change
TOTAL REVENUE	76,018	100.0%	97,541	100.0%	(21,523)	-22.1%
EBITDA	4,319	5.7%	13,780	14.1%	(9,461)	n.a
EBITANR	629	0.8%	10,983	11.3%	(10,354)	n.a
OPERATING RESULT (EBIT)	(8,346)	-11.0%	10,047	10.3%	(18,393)	n.a

PERFORMANCE BY BUSINESS SEGMENT

Operating segments are identified based on the internal statements used by senior management in order to allocate resources and evaluate results.

Below is an illustration of the operating segments in which the Group does business:

Mobile – includes the Mobile Computers (MC) product lines and the self-scanning solutions: the latter were included as part of Business Development until 2009 and therefore, the 2008 figure has been reclassified in order to compare it with 2009.

Automation – includes the product lines related to: fixed scanners for the industrial market (USS), industrial marking products, radio frequency scanners (RFID) and photoelectrical sensors and devices.

Scanning – includes the product lines related to: HHR (hand-held readers) and fixed scanners for the retail market.

Informatics – includes distribution of products for automatic identification.

Others – includes the corporate and real-estate activities of the Group.

Intersegment sales transactions are executed at arm's length conditions, based on the Group transfer pricing policies.

The economic information relating to the operating segments for the first half of 2009 and the first half of 2008 are as follows (Euro/000):

	Mobile		Automation		Scanning		Informatics		Others		Adj.		Total Group	
	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009
External sales	49,665	30,804	35,533	32,335	92,598	71,422	15,762	14,551					193,558	149,112
Intersegment sales	61	86	495	133	134	89			10,150	6,574	(10,840)	(6,882)	0	0
Total revenue	49,726	30,890	36,028	32,468	92,732	71,511	15,762	14,551	10,150	6,574	(10,840)	(6,882)	193,558	149,112
(EBITANR)	5,272	(1,846)	1,038	(4,678)	7,237	(135)	1,824	1,428	4,016	1,769	270	5	19,657	(3,457)
% of revenue	10.6%	-6.0%	2.9%	-14.4%	7.8%	-0.2%	11.6%	9.8%	39.6%	26.9%	-2.5%	-0.1%	10.2%	-2.3%
(EBIT)	5,099	(3,083)	390	(11,122)	6,421	(1,972)	1,563	1,128	4,016	1,554	270	5	17,759	(13,490)
% of revenue	10.3%	-10.0%	1.1%	-34.3%	6.9%	-2.8%	9.9%	7.8%	39.6%	23.6%	-2.5%	-0.1%	9.2%	-9.0%
EBITDA	6,605	(490)	2,397	(2,009)	9,571	2,195	1,944	1,565	4,569	2,538	275	5	25,361	3,804
% of revenue	13.3%	-1.6%	6.7%	-6.2%	10.3%	3.1%	12.3%	10.8%	45.0%	38.6%	-2.5%	-0.1%	13.1%	2.6%
R&D expenses	(2,611)	(3,241)	(3,546)	(4,191)	(5,885)	(5,692)	0	(258)	(285)	(262)	23	13	(12,304)	(13,631)
% of revenue	-5.3%	-10.5%	-9.8%	-12.9%	-6.3%	-8.0%	0.0%	-1.8%	-2.8%	-4.0%	-0.2%	-0.2%	-6.4%	-9.1%

The balance sheet information relating to the operating segments in the first half of 2009 are compared with the data at 31 December 2008 and are as follows (Euro/000):

	Mobile		Automation		Scanning		Informatics		Others		Adj.		Total group	
	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009
Total assets	57,168	51,844	96,086	83,174	228,878	209,397	23,782	20,219	283,503	285,716	(267,916)	(246,624)	421,501	403,726

Reconciliation between **EBITDA**, **EBITANR** and **Profit/(loss) before taxes** is as follows:

	30/06/2008	30/06/2009
EBITDA	25,361	3,804
Depreciation and write-downs of Property, plant and equipment	(3,632)	(4,645)
Amortization and write-downs of Intangible assets	(2,072)	(2,616)
EBITANR	19,657	(3,457)
Non-recurring costs and revenue	0	(7,948)
Depreciation & amortization due to acquisitions (*)	(1,898)	(2,085)
EBIT (gross earnings)	17,759	(13,490)
Finance income	7,671	4,116
Finance charges	(9,934)	(7,470)
Subsidiaries' earnings/(losses)	57	(151)
Pre-tax profit/(loss)	15,553	(16,995)

ANALYSIS OF FINANCIAL AND CAPITAL DATA

At 30 June 2009, the net financial position was a negative € 120,292 thousand, made up as follows:

Datalogic Group	30/06/2008	31/12/2008	30/06/2009
(Euro/000)			
A. Cash and bank deposits	36,110	51,729	62,204
B. Other liquidities	379	379	430
b1. restricted cash deposit	379	379	430
C. Securities held for trading	368	367	366
c1. Short-term		6	7
c2. Long-term	368	361	359
D. Cash equivalents (A) + (B) + (C)	36,857	52,475	63,000
E. Current financial receivables	163	0	198
F. Other current financial receivables	0	0	0
f1. Hedging transactions	0	0	0
G. Bank overdrafts	1,820	162	364
H. Current portion of non-current debt	22,483	61,451	39,024
I. Other current financial liabilities	0	3,437	136
I1. Financial liabilities vs BoD member	0	3,401	0
I2. Hedging transactions		36	136
J. Current financial debt (G) + (H) + (I)	24,303	65,050	39,524
K. Current financial debt, net (J) - (D) - (E) - (F)	(12,717)	12,575	(23,674)
L. Non-current bank borrowing	85,267	92,458	141,419
M. Other non-current financial receivables	621	204	183
m1. Hedging instruments	621		
N. Other non-current liabilities	4,014	2,115	2,730
n1. Financial liabilities vs BoD member	3,387	0	
n2. Hedging instruments	627	2,115	2,730
O. Non-current financial debt (L) + (M) + (N)	88,660	94,369	143,966
P. Net financial debt (K) + (O)	75,943	106,944	120,292

Net financial debt at 30 June 2009 was negative for € 120,292 thousand, showing a deterioration of € 13,348 thousand compared with 31 December 2008 (when it was negative € 106,944 thousand), largely owing to non-recurring items, the detail of which is shown below:

- disbursement of the long-term (2004 to 2008 period) and annual managerial incentive plan benefits and severance bonus for the outgoing Chief Executive Officer for a total of € 9,400 thousand;
- purchase of treasury stock for € 816 thousand;
- cash outlays relating to early retirement incentives already paid for € 636 thousand;
- payment of a legal dispute for € 826 thousand.

A dividend of € 1,933 thousand was paid in May.

Furthermore, investments of € 4,316 thousand were made, comprised principally of refurbishment work on the building in Bologna.

Net working capital at 30 June 2009 was € 58,555 thousand, and decreased by € 1,116 thousand from 31 December 2008 (€ 59,671 thousand).

The reconciliation between the parent company's net equity and profit and the corresponding consolidated amounts is as shown below:

	30 June 2009		31 December 2008	
	Total equity	Period results	Total equity	Period results
<i>Datalogic SpA net equity and profit</i>	158,706	14,618	147,392	3,355
Differences between consolidated companies' net equity and their carrying value in the parent company's statement and effect of the equity-based valuation	(4,604)	(5,590)	24,027	39,782
Reversal of dividends	0	(22,155)	0	(26,659)
Amortization of intangible assets "business combination"	(6,475)	(648)	(5,827)	(1,295)
Effect of acquisition under common control	(31,733)	0	(31,733)	0
Elimination of capital gain on sale of business branch	(3,302)	0	(3,302)	(1,119)
Effect of eliminating intercompany transactions	(2,403)	(235)	(2,168)	237
Reversal of write-downs and capital gains on equity investments	4,179	(896)	5,075	2,326
Transfer of know how	(607)	714	(1,321)	1,428
Impairment goodwill	(650)	(149)	(501)	(298)
Others	(294)	(58)	(236)	93
Taxes	4,273	(139)	4,412	(6)
Group portion of shareholders' equity	117,090	(14,538)	135,818	17,844

FINANCE INCOME AND EXPENSES

The account shows finance expense for € 3,354 thousand and is broken down as follows:

(€'000)	30/06/2009	30/06/2008	Change
Financial income/expenses	(2,812)	(2,278)	(534)
Forex losses	(51)	237	(288)
Bank expenses	(256)	(218)	(38)
Other	(235)	(4)	(231)
Total net financial expenses	(3,354)	(2,263)	(1,091)

The item "Other" included chiefly the write-down of the shareholding in Alien Technology Corp. for € 200 thousand.

Losses by the companies carried at equity were recognized in the amount of € 151 thousand (net profit of € 57 thousand at 30 June 2008).

OUTLOOK FOR CURRENT YEAR AND SUBSEQUENT EVENTS

FY 2009 will be an extremely difficult year. The most optimistic forecasts foresee the global economy beginning to recover only in the second half of the year.

The cost-cutting measures being implemented by the Group will lead to a reduction of the breakeven point during the year; these actions will make it possible to be profitable, even if the recession lasts longer than expected.

SECONDARY LOCATIONS

The parent company has no secondary locations.

DATALOGIC SPA
CONSOLIDATED BALANCE SHEET AND FINANCIAL POSITION

	Note	30-06-09 Euro/000	31-12-08 Euro/000
ASSETS			
A) NON-CURRENT ASSETS (1+2+3+4+5+6+7)		209.620	217.029
1) Property, plant and equipment		52.428	52.594
land	1	5.027	4.929
buildings	1	22.087	20.325
other tangible assets	1	24.140	26.401
assets in progress and payments on account	1	1.174	939
2) Intangible non-current assets		132.532	138.690
goodwill	2	88.607	89.679
development costs	2	721	1.164
other	2	42.946	46.796
assets in progress and payments on account	2	258	1.051
3) Equity investments in subsidiaries and associates	3	1.743	1.947
4) Available-for-sale financial assets (non-current)		1.460	1.736
equity investments	5	1.101	1.375
loans to subsidiaries	5	0	0
securities	5	359	361
5) Loans		183	204
of which, to subsidiaries		183	204
6) Trade and other receivables	7	1.827	2.438
7) Deferred tax credits	13	19.447	19.420
B) CURRENT ASSETS (8+9+10+11+12+13+14)		194.106	204.472
8) Inventories	8	47.353	52.138
9) Trade and other receivables	7	75.303	91.851
trade receivables	7	63.915	78.046
within 12 months	7	62.373	76.231
after 12 months	7		
of which, to associates	7	1.521	1.798
of which, to the parent company	7	21	3
of which, to related parties	7		
other receivables - accrued income and prepayments	7	11.388	13.805
of which, to associates			11
receivables from the parent company			
10) Tax receivables	9	8.611	8.369
of which, to the parent company		2.453	581
11) Available-for-sale financial assets (current)	5	7	6
Securities		7	6
12) Loans		198	
of which, to subsidiaries		30	
13) Financial assets - derivative instruments	6		
14) Cash & cash equivalents	10	62.634	52.108
TOTAL ASSETS (A+B)		403.726	421.501

DATALOGIC SPA
CONSOLIDATED BALANCE SHEET AND FINANCIAL POSITION

LIABILITIES & SHAREHOLDERS' EQUITY	Note	30-06-09 Euro/000	31-12-08 Euro/000
A) TOTAL SHAREHOLDERS' EQUITY (1+2+3+4+5)	11	117.090	135.818
1) Share capital	11	125.749	126.567
2) Reserves	11	-15.121	-13.696
3) Retained earnings/(losses carried forward)	11	21.000	5.103
4) Group's interest in profit (loss) for the period/year	11	-14.538	17.844
5) Minority interests		0	0
B) NON-CURRENT LIABILITIES (6+7+8+9+10+11+12)		174.400	127.946
6) Financial payables	12	141.419	92.458
7) Financial liabilities - Derivative instruments (*)	6	2.730	2.115
8) Tax payables		0	71
9) Deferred tax liabilities	13	17.771	18.479
10) Employee severance indemnity and retirement provision	14	8.222	8.392
11) Provisions for risks and charges	15	3.323	5.518
12) Other non-current liabilities	16	935	913
C) CURRENT LIABILITIES (13+14+15+16+17)		112.236	157.737
13) Trade and other payables	16	59.288	74.657
trade payables	16	35.219	47.800
within 12 months	16	34.965	47.539
after 12 months	16		
payables to associates	16	20	47
payables to subsidiaries	16		67
amounts payable to related parties	16	234	147
other payables – accrued liabilities and deferred income	16	24.069	26.857
14) Tax liabilities		4.433	8.243
of which, to the parent company		907	2.145
15) Provisions	15	8.991	9.787
16) Financial liabilities - Derivative instruments	6	136	36
17) Short-term financial payables	12	39.388	65.014
of which, to related parties			3.401
TOTAL LIABILITIES (A+B+C)		403.726	421.501

(*) this item at 31 December 2008 was classified under point 16 in current liabilities

DATALOGIC SPA
CONSOLIDATED INCOME STATEMENT

	Note	30-06-09 Euro/000	30-06-08 Euro/000
1) TOTAL REVENUES	17	149.112	193.558
Revenue from sale of products		141.882	186.704
Revenue for services		7.230	6.854
2) Cost of goods sold	18	88.390	106.808
of which non-recurring	18	782	0
GROSS PROFIT (1-2)		60.722	86.750
3) Other operating revenues	19	1.187	2.800
of which non-recurring	19	0	0
4) R&D expenses	18	13.723	12.304
of which non-recurring	18	92	0
5) Distribution expenses	18	35.746	38.923
of which non-recurring	18	709	0
6) General & administrative expenses	18	18.071	19.873
of which non-recurring	18	557	
of which amortization pertaining to acquisitions	18	2.085	1.898
7) Other operating expenses	18	7.859	691
of which non-recurring	18	5.808	
Total operating costs (4+5+6+7)		75.399	71.791
OPERATING RESULT		-13.490	17.759
8) Finance income	20	4.116	7.671
9) Finance expense	20	7.470	9.934
Net finance income (expense) (8-9)	20	-3.354	-2.263
10) Share of associate companies' profits	3	-151	57
PRE-TAX PROFIT/(LOSS)		-16.995	15.553
Taxes	21	-2.457	3.735
NET PROFIT/(LOSS) FOR PERIOD		-14.538	11.818
Basic earnings/loss per share (Euro)	22	-0,2630	0,2028
Diluted earnings/loss per share (Euro)	22	-0,2630	0,2028

DATALOGIC SPA
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	30-06-09 Euro/000	30-06-08 Euro/000
NET PROFIT/(LOSS) OF THE PERIOD		-14.538	11.818
Other components of the statement of comprehensive income:			
Profit (loss) on hedge instruments of financial flows (cash flow hedges)	11	-532	509
Profit (loss) arising from conversion of the financial statements of the foreign companies	11	-799	-5.584
Profit (loss) on exchange rates on available-for-sale financial assets	11	-94	
Total others profit/(losses) net of the tax effect		-1.425	-5.075
COMPREHENSIVE NET PROFIT/(LOSS) OF THE PERIOD		-15.963	6.743
Attributable to:			
Shareholders of the parent company		-15.963	6.743
Minority shares		0	0

DATALOGIC SPA
CONSOLIDATED CASH FLOW STATEMENT

	30-06-09 Euro/000	30-06-08 Euro/000
Profit before tax	-16.995	15.553
Depreciation / amortization of tangible and intangible assets and write-downs	9.346	7.602
Change in the employee benefits fund	-170	-309
Allowance for doubtful accounts	897	138
Finance expense (income) including forex differences	3.354	2.263
Adjustments to the value of financial assets	151	-57
Cash flow of operating activities before change in working capital	-3.417	25.190
Change in trade receivables (net of provisions)	13.234	-2.561
Change in inventories	4.785	-809
Change in other current assets	2.417	-1.130
Other medium-/long-term assets	611	-36
Change in trade payables	-12.581	-5.408
Change of other current liabilities	-2.788	-4.171
Other medium-/long-term liabilities	22	-54
Amortisation and changes in provisions for risks and charges	-2.991	2.594
Exchange differences on transactions	319	343
Forex effect on working capital	405	-621
	16	13.337
Change in taxes	-2.401	-6.343
Forex effect on taxes	-122	30
Interest paid and bank charges	-3.303	-2.500
Cash flow generated by operations (A)	-5.810	4.524
(Increase)/decrease in intangible assets without forex effects	109	-526
(Increase)/decrease in property, plant and equipment without forex effects	-4.425	-3.712
Change in non-consolidated equity investments	329	-227
Change in liabilities for exercise put option (Note 2)	-216	
Changes generated by investment activities (B)	-4.203	-4.465
Change LT/ST financial receivables	-229	-716
Change of Short- and medium/long term financial payables	23.848	-6.264
Exchange differences on financial assets	-370	-106
Purchase of treasury shares	-816	-12.209
Changes in reserves and forex effect on tangible and intangible assets	-214	2.920
Dividend payment	-1.933	-4.063
Cash flow generated (absorbed) by financial assets (C)	20.286	-20.438
Net increase (decrease) of cash & cash equivalents (a+b+c)	10.273	-20.379
Net cash & cash equivalents (Note 10)	51.567	54.669
Net cash & cash equivalents (Note 10)	61.840	34.290

DATALOGIC S.p.A.
STATEMENT OF CHANGES IN NET EQUITY

Description	Share capital	Other reserves				Net profit for previous years						Net profit for period	Group net equity
		Cash flow hedge reserve	Translation reserve	Financial liabilities reserve	Total Other reserves	Retained earnings	Capital grant reserve	Legal reserve	Treasury share reserve	IFRS reserve	Total		
01.01.2008	140.347	-515	-18.721	-	-19.236	13.300	958	1.870	9.440	8.720	34.288	18.083	173.482
Profit allocation	-				-	17.691		392			18.083	-18.083	-
Dividends						-4.063					-4.063		-4.063
Translation reserve	-		-5.584		-5.584						-		-5.584
Increase in IFRS reserve	-				-					-26	-26		-26
Sale/purchase of treasury shares	-12.209				-	-			-		-		-12.209
Cash flow hedge adjustment	-	509			509						-		509
Capital reduction by means of treasury shares cancellation	-2.813				-						-		-2.813
Treasury shares cancellation	12.253					-			-9.440		-9.440		2.813
Other changes	-				-	-41					-41		-41
Net profit as at 30.06.08	-				-						-	11.818	11.818
30.06.2008	137.578	-6	-24.305	-	-24.311	26.887	958	2.262	-	8.694	38.801	11.818	163.886

Description	Share capital	Other reserves				Net profit for previous years						Net profit for period	Group net equity
		Cash flow hedge reserve	Translation reserve	Financial liabilities reserve	Total Other reserves	Retained earnings	Capital grant reserve	Legal reserve	Treasury share reserve	IFRS reserve	Total		
31.12.2008	126.567	-1.434	-12.262	-	-13.696	-6.837	958	2.262	-	8.720	5.103	17.844	135.818
Profit allocation	-				-	17.676		168			17.844	-17.844	-
Dividends			-		-	-1.933					-1.933		-1.933
Translation reserve	-		-799		-799						-		-799
Increase in IFRS reserve	-				-					-14	-14		-14
Sale/purchase of treasury shares	-818				-	-			-		-		-818
Cash flow hedge adjustment	-	-532		-94	-626						-		-626
Cash Flow hedge reserve transferred to P&L					-						-		-
Net profit at 30.06.09	-				-						-	-14.538	-14.538
30.06.2009	125.749	-1.966	-13.061	-94	-15.121	8.906	958	2.430	-	8.706	21.000	-14.538	117.090

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

GENERAL INFORMATION

Datalogic S.p.A. (hereinafter "Datalogic", the "parent company" or the "company") is a company under Italian law. The Consolidated Half-Year Financial Report at 30 June 2009 comprise the figures of Datalogic SpA and its subsidiaries (hereinafter identified as "the Group") and the relevant share of associate company profits.

The Group deals with the production and marketing of handheld readers, fixed scanners for the industrial market, mobile computers, fixed scanners for the retail market, and sensors. The company also deals with radiofrequency readers (RFID), self-scanning solutions and products for industrial marking and for the distribution of products for automatic identification.

The parent company is a "società per azioni" (joint-stock company) listed on the Star segment of Borsa Italiana, and has its registered office in Italy. The address of the registered office is Via Candini, 2 - Lippo di Calderara (BO).

The parent company is a subsidiary of Hydra SpA, also based in Bologna, which in turn is controlled by the Volta family.

This Consolidated Half-Year Financial Report was prepared by the Board of Directors on 5 August 2009.

FORM AND CONTENTS

General standards

The consolidated quarterly financial statements at 30 June 2009 has been prepared in an abridged form in compliance with IAS 34 "Interim Financial Reporting", providing the summary notes set forth by the international accounting principles, integrated where possible to provide a higher level of disclosure where necessary. As such, this Half-Year Financial Report should be considered together with the consolidated financial statements and related notes presented at 31 December 2008 and prepared in accordance with International Financial Reporting Standards (IFRSs).

Preparation criteria

The accounting standards and principles are consistent with those used to prepare the Annual Report at 31 December 2008. Reference is made to that report for more details, with the exception of the following standards and interpretations in force from 1 January 2009 and approved by the European Union. However, application of these new standards and interpretations did not have a material impact on the Group's accounts:

- IFRS 8 – Operating Segments: Requires the company to base segment reporting on elements that management uses to take its own operating decisions (internal reporting for performance analysis).
- Revision of IAS 1 "Presentation of Financial Statements": The standard, reviewed in 2007, introduces some new titles for the financial statement schedules, and has introduced the obligation to present the components that determine gain/(loss) for the period and the costs and revenue reported directly under shareholders' equity for transactions other than those set up with shareholders in a single schedule (called statement of

comprehensive income) or in two separate schedules (separate income statement and statement of comprehensive income). The transactions made with shareholders, along with the results of the statement of comprehensive income schedule, are presented in the statement of changes of shareholders' equity. With reference to the statement of comprehensive income, the Group has opted to submit two separate schedules.

The following accounting principles and interpretations have been in effect since 1 January 2009 and are approved by the European Union but, currently, have had no impact for the Group:

- Amendments to IAS 23 – Borrowing Costs;
- Amendments to IFRS 2 – Share-based Payments: vesting conditions and cancellations;
- IFRIC 13 – Customer Loyalty Programmes;
- IAS 32 - Financial instruments: Presentation;
- IFRIC 15 – Agreements for the Construction of Real Estate;
- IFRIC 16 – Hedges of a Net Investment in a Foreign Operation;
- IAS 39 - Financial instruments: Recognition and Measurement.
- Improvements to the IFRSs (2008)

GROUP STRUCTURE

The Consolidated Half-Year Financial Report includes the statements of the direct parent company and of the companies in which the former directly or indirectly holds the majority of voting rights.

The companies consolidated on a 100% line-by-line basis at 30 June 2009 were the following:

Company name	Registered office	Share capital		Total equity (€'000)	Profit/loss for the period (€'000)	% ownership
Datalogic SpA holding	Bologna - Italy	Euro	30,392,175	158,706	14,618	
Datalogic Real Estate srl	Bologna - Italy	Euro	20,000	2,568	1	100%
Datalogic Automation France	Paris – France	Euro	2,227,500	3,468	52	100%
Datalogic Automation Germany	Erkenbrechtsweiler - Germany	Euro	1,025,000	2,145	(3)	100%
Datalogic Automation UK Limited	Redbourn - England	GBP	4,107,000	4,289	10	100%
Informatics	Plano Texas - U.S.A.	US\$	9,996,000	11,518	705	100%
Datalogic Automation Srl,	Bologna - Italy	Euro	10,077,000	32,121	(2,423)	100%
Datalogic Automation Iberia	Madrid – Spain	Euro	61,000	497	-	100%
Datalogic Automation AB	Malmö - Sweden	KRS	200,000	210	74	100%
Datalogic Automation INC	Hebron, KY - USA	US\$	463,812	2,249	(776)	100%
Datalogic Automation PTY LTD	Mount Waverley (Melbourne) - Australia	\$AUD	2,300,000	(455)	(124)	100%
Datalogic Automation BV	Nieuwegein - Netherlands	Euro	18,160	1	(1)	100%
Laservall Spa	Donnas (AO) - Italy	Euro	900,000	6,104	(1,342)	100%
Datalogic Asia Limited	Hong Kong - China	HKD	10,000	(994)	222	100%
Datasensor Spa	Monte San Pietro (BO) - Italy	Euro	9,000,000	12,928	(341)	100%
Infra srl	Vicenza - Italy	Euro	20,660	1,196	(266)	100%
Datafoton kft	Fonyod - Hungary	Huf	3,000,000	(31)	(45)	100%
Datalogic Mobile Srl	Bologna - Italy	Euro	10,000,000	17,572	(621)	100%
Datalogic Mobile Asia	Hong Kong - China	HKD	100,000	(99)	(107)	100%
Datalogic Mobile UK	Redbourn - England	GBP	15,000	(42)	(135)	100%
Datalogic Mobile INC	Eugene OR-U.S.A.	US\$	1	4,530	(468)	100%
Datalogic Mobile PTY	Mount Waverley (Melbourne) - Australia	\$AUS		(523)	(49)	100%
Datalogic Scanning Group srl	Bologna (Italy)	Euro	10,000,000	101,943	7,101	100%
Datalogic Scanning Slovakia	Tvrn-Slovakia	SKK	2,000,000	1,811	2,180	100%
Datalogic Scanning Holdings Inc.	Eugene, OR - U.S.A.	US\$	100	75,001	(806)	100%
Datalogic Scanning Inc.	Eugene, OR - U.S.A.	US\$	10	35,968	(3,447)	100%
Datalogic Scanning do Brasil	Sao Paulo, SP - Brazil	R\$	159,525	10	(32)	100%
Datalogic Scanning Mexico	Colonia Cuauhtemoc - Mexico	US\$	-	(451)	(92)	100%
Datalogic Scanning UK Ltd	Watford - England	GBP	191,510	(1,086)	(257)	100%
Datalogic Scanning Sarl	Paris - France	Euro	653,015	768	370	100%
Datalogic Scanning GMBH	Darmstadt - Germany	Euro	306,775	2,386	119	100%
Datalogic Scanning Eastern Europe GmbH	Darmstadt - Germany	Euro	30,000	156	-	100%
Datalogic Scanning SpA	Milan - Italy	Euro	110,000	1,244	125	100%
Datalogic Scanning PTY	Sydney - Australia	\$AUD	2	700	191	100%
Datalogic Scanning Japan	Tokyo-Japan	JPY	151,437,000	(435)	(463)	100%
Datalogic Scanning Vietnam LLC	Vietnam	VND	16,977,320,880	368	(372)	100%
Datalogic Scanning Singapore	Singapore	SGD	100,000	77	8	100%

The companies consolidated according to the net equity method at 30 June 2009 are the following:

Company name	Registered office	Share capital		Total equity (€'000)	Profit/loss for the period (€'000)	% ownership
Idec Datalogic Co. Ltd	Osaka – Japan	Yen	300,000,000	1,428	-70	50%
Laservall Asia Co. Ltd	Hong Kong – China	HKD	460,000	1,630	-232	50%

Note that at 30 June 2009:

- liquidation of DL Automation Handels has ended;
- Datalogic Scanning Vietnam LLC was formed in February 2009 and will enter operation in the second half of 2009;
- the Group sold its shareholding in DLAB Holding;
- Datasensor France, Datasensor Iberia SA, and Datasensor Asia were submitted to liquidation procedures.

SEGMENT REPORTING

Operating segments are identified based on the internal statements used by the highest decision-making level in order to allocate resources and evaluate results.

Below is an illustration of the operating segments in which the Group does business:

Mobile – includes the Mobile Computers (MC) product lines and the self-scanning solutions, the latter were included as part of Business Development until 2009 and therefore, the 2008 figures have been reclassified in order to compare them with 2009;

Automation – includes the product lines related to: fixed scanners for the industrial market (USS), industrial marking products, radio frequency scanners (RFID), and photoelectrical sensors and devices.

Scanning – includes the product lines related to: HHR (hand-held readers) and fixed scanners for the retail market.

Informatics – includes the distribution of automatic identification products.

Others – includes the corporate and real-estate activities of the Group.

Intersegment sales transactions are executed at arm's length conditions, based on the Group transfer pricing policies.

The economic information relating to the operating segments in the first half of 2009 and for the first half of 2008 are as follows (Euro/000):

	Mobile		Automation		Scanning		Informatics		Others		Adj.		Total Group	
	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009
External sales	49,665	30,804	35,533	32,335	92,598	71,422	15,762	14,551					193,558	149,112
Intersegment sales	61	86	495	133	134	89			10,150	6,574	(10,840)	(6,882)	0	0
Total revenue	49,726	30,890	36,028	32,468	92,732	71,511	15,762	14,551	10,150	6,574	(10,840)	(6,882)	193,558	149,112
(EBITANR)	5,272	(1,846)	1,038	(4,678)	7,237	(135)	1,824	1,428	4,016	1,769	270	5	19,657	(3,457)
% of revenue	10.6%	-6.0%	2.9%	-14.4%	7.8%	-0.2%	11.6%	9.8%	39.6%	26.9%	-2.5%	-0.1%	10.2%	-2.3%
(EBIT)	5,099	(3,083)	390	(11,122)	6,421	(1,972)	1,563	1,128	4,016	1,554	270	5	17,759	(13,490)
% of revenue	10.3%	-10.0%	1.1%	-34.3%	6.9%	-2.8%	9.9%	7.8%	39.6%	23.6%	-2.5%	-0.1%	9.2%	-9.0%
EBITDA	6,605	(490)	2,397	(2,009)	9,571	2,195	1,944	1,565	4,569	2,538	275	5	25,361	3,804
% of revenue	13.3%	-1.6%	6.7%	-6.2%	10.3%	3.1%	12.3%	10.8%	45.0%	38.6%	-2.5%	-0.1%	13.1%	2.6%
R&D expenses	(2,611)	(3,241)	(3,546)	(4,191)	(5,885)	(5,692)	0	(258)	(285)	(262)	23	13	(12,304)	(13,631)
% of revenue	-5.3%	-10.5%	-9.8%	-12.9%	-6.3%	-8.0%	0.0%	-1.8%	-2.8%	-4.0%	-0.2%	-0.2%	-6.4%	-9.1%

The balance sheet information relating to the operating segments in the first half of 2009 are compared with the data at 31 December 2008 and are as follows (Euro/000):

	Mobile		Automation		Scanning		Informatics		Other		Adj.		Total group	
	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009
Total assets	57,168	51,844	96,086	83,174	228,878	209,397	23,782	20,219	283,503	285,716	(267,916)	(246,624)	421,501	403,726

Reconciliation between **EBITDA**, **EBITANR** and **Profit/(loss) before taxes** is as follows:

	30/06/2008	30/06/2009
EBITDA	25,361	3,804
Depreciation and write-downs of Property, plant and equipment	(3,632)	(4,645)
Amortization and write-downs of Intangible assets	(2,072)	(2,616)
EBITANR	19,657	(3,457)
Non-recurring costs and revenue	0	(7,948)
Depreciation & amortization due to acquisitions (*)	(1,898)	(2,085)
EBIT (gross earnings)	17,759	(13,490)
Financial income	7,671	4,116
Financial charges	(9,934)	(7,470)
Subsidiaries' earnings/(losses)	57	(151)
Pre-tax profit/(loss)	15,553	(16,995)

BALANCE SHEET INFORMATION

Note 1. Property, plant & equipment

	30/06/2009	31/12/2008	Change
Land	5,027	4,929	98
Buildings	22,087	20,325	1,762
Other assets	24,140	26,401	-2,261
Assets in progress and payments on account	1,174	939	235
Total	52,428	52,594	-166

Details of movements as at 30 June 2008 and 30 June 2009 are as follows:

	Land	Buildings	Other assets	Assets in progress and payments on account	Total
Historical cost	6,482	24,194	63,832	1,495	96,003
Accumulated depreciation		(5,589)	(41,170)		(46,759)
Net initial value at 01/01/08	6,482	18,605	22,662	1495	49,244
<i>Increases 30/06/08</i>					
Investments		66	2,026	1,679	3,771
<i>total</i>	<i>-</i>	<i>66</i>	<i>2,026</i>	<i>1,679</i>	<i>3,771</i>
<i>Decreases 30/06/08</i>					
Disposals		0	(39)	(5)	(44)
Depreciation		(156)	(3,476)		(3,632)
<i>total</i>	<i>-</i>	<i>(156)</i>	<i>(3,515)</i>	<i>(5)</i>	<i>(3,676)</i>
<i>Reclass. & other changes 30/06/08</i>					
incoming transfers		426			426
Forex differences historical cost	(123)	(224)	(304)	(126)	(777)
Forex differences accum. depreciation		20	(510)	(98)	(588)
Write-downs			366		366
<i>total</i>	<i>(123)</i>	<i>222</i>	<i>(448)</i>	<i>(224)</i>	<i>(573)</i>
Historical cost	6,359	24,462	65,515	3,043	99,379
Accumulated depreciation	0	(5,725)	(44,790)	(98)	(50,613)
Net closing value at 30/06/08	6,359	18,737	20,725	2,945	48,766

	Land	Buildings	Other assets	Assets in progress and payments on account	Total
Historical cost	4,929	26,248	88,681	939	120,797
Accumulated depreciation		(5,923)	(62,280)		(68,203)
Net initial value at 01/01/09	4,929	20,325	26,401	939	52,594
<i>Increases 30/06/09</i>					
Investments		1,303	2,529	253	4,085
Net closing value	-	1,303	2,529	253	4,085
<i>Decreases 30/06/09</i>					
Disposals		0	(353)		(353)
Depreciation for period		(225)	(4,420)		(4,645)
Net closing value	-	(225)	(4,773)	-	(4,998)
<i>Reclass. & other changes 30/06/09</i>					
Incoming transfers	60	630	3		693
(Outgoing transfers)					0
Forex differences historical cost	38	8	(114)	(18)	(86)
Forex differences accum. depreciation		46	94		140
total	98	684	(17)	(18)	747
Historical cost	5,027	28,189	90,746	1174	125,136
Accumulated depreciation	0	(6,102)	(66,606)	-	(72,708)
Net closing value at 30/06/09	5,027	22,087	24,140	1,174	52,428

“Other assets” at 30 June 2009 include mainly the following categories: Plant and machinery (€ 9,718 thousand), Trade and industrial equipment (€ 5,949 thousand), Office furniture and machines (€ 5,265 thousand), General plant (€ 1,753 thousand), Motor vehicles (€ 293 thousand), and Maintenance on third-party assets (€ 989 thousand). Compared with 31 December 2008, the increase in this item is mainly attributable to the category “Plant and machinery” for € 687 thousand, “Industrial and commercial equipment” for € 744 thousand and “Office furniture and electronic equipment” for € 733 thousand.

The balance of “Assets under construction and down payments” mainly refers to down payments for equipment, instruments and moulds relating to normal production activities.

Note 2. Intangible fixed assets

	30/06/2009	31/12/2008	Change
Goodwill	88,607	89,679	-1,072
Development costs	721	1,164	-443
Other	42,946	46,796	-3,850
Assets in progress and payments on account	258	1,051	-793
Total	132,532	138,690	-6,158

Details of movements at 30 June 2008 and 30 June 2009 are as follows:

	Goodwill	Development costs	Other	Assets in progress and payments on account	Total
Historical cost	92,154	6,853	73,134	16	172,157
Accumulated amortization	(7,341)	(4,830)	(22,716)		(34,887)
Net initial value at 01/01/08	84,813	2,023	50,418	16	137,270
<i>Increases 30/06/09</i>					
Investments			430	54	484
Total	-	-	430	54	484
<i>Decreases 30/06/08</i>					
Disposals					
Amortization for period		(451)	(3,417)		(3,868)
Write-downs	(102)				(102)
Total	(102)	(451)	(3,417)	-	(3,970)
<i>Reclass. & other changes 30/06/08</i>					
Forex differences historical cost	(4,638)	(14)	(2,743)		(7,395)
Forex differences accum. amort.		11	513		524
Total	(4,638)	(3)	(2,230)		(6,871)
Historical cost	87,516	6,839	70,821	70	165,246
Accumulated amortization	(7,443)	(5,270)	(25,620)	-	(38,333)
Net closing value at 30/06/08	80,073	1,569	45,201	70	126,913

	Goodwill	Development costs	Other	Assets in progress and payments on account	Total
Historical cost	97,020	6,903	77,034	1051	182,008
Accumulated amortization	(7,341)	(5,739)	(30,238)		(43,318)
Net initial value at 01/01/09	89,679	1,164	46,796	1,051	138,690
<i>Increases 30/06/09</i>					
Investments	216		242	279	737
Total	216	-	242	279	737
<i>Decreases 30/06/09</i>					
Amortization		(444)	(3,669)		(4,113)
Write-downs	(149)			(439)	(588)
Total	(149)	(444)	(3,669)	(439)	(4,701)
<i>Reclass. & other changes 30/06/09</i>					
(Outgoing transfers)				(630)	(630)
Forex differences historical cost	(1,139)	(3)	(688)	(3)	(1,833)
Forex differences accum. amort.	0	4	265		269
Net closing value	(1,139)	1	(423)	(633)	(2,194)
Historical cost	96,097	6,900	76,588	697	180,282
Accumulated amortization	(7,490)	(6,179)	(33,642)	(439)	(47,750)
Net closing value at 30/06/09	88,607	721	42,946	258	132,532

The breakdown of “**Goodwill**” of € 88,607 thousand is as shown below:

	30/06/2009	31/12/2008	Change
Former PSC Group – Acquisition occurred on 30 November 2005	66,398	67,404	(1,006)
Informatics Inc. - Acquisition occurred on 28 February 2005	11,284	11,201	83
Laservall SPA - Acquisition occurred on 27 August 2004	5,119	5,119	-
Idware srl – Incorporated in 1998	3,380	3,380	-
Infra – Goodwill recognised following the acquisition of Datasensor	1,682	1,682	-
Gruppo Minec - Acquisition occurred on 15 July 2007	744	893	(149)
TOTAL GOODWILL	88,607	89,679	(1,072)

The principal changes in goodwill from 31 December 2008 are the following:

- Negative translation difference of € 1,139 thousand;
- Increase of € 216 thousand generated following exercise of the put option (on 19 March 2009) on 10% of Informatics by Director John O’ Brien.

Goodwill has been allocated to the cash generating units corresponding to the individual companies and/or subgroups to which the goodwill pertains. Specifically, for the purposes of impairment, goodwill relating to acquisition of PSC was allocated to two different cash generating units: Datalogic Scanning Inc. for about USD 78.5 million and Datalogic Mobile Inc. for about USD 12.5 million.

As shown in the relevant section included in the valuation criteria of the financial statements at 31 December 2008, which should be used for reference, goodwill has not been subjected to amortization since 1 January 2004 in accordance with IFRS 3. Instead, it is subjected to an annual impairment test unless substantial impairment indicators require more frequent testing. At 30 June 2009, the company performed this test for the most problematic CGU (Laservall and Minec), while for the others, despite the difficult economic context, the impairment test was not performed since the cost reductions, decided and implemented or in the process of implementation, do not compromise the long-term profitability of the CGU.

The recoverable value of each CGU, associated with each Goodwill item measured, consists of its corresponding value in use.

Value in use is calculated by discounting the future cash flows generated by the CGU – during production and at the time of its retirement – to present value using a certain discount rate, based on the DCF (discounted cash flow) method.

As at 30 June 2009, there was no need to make write-downs, except for *Goodwill* of the Gruppo Minec, written down for € 149 thousand.

“**Development costs**”, which amount to € 721 thousand, consist of specific development projects capitalized when they meet IAS 38 requirements and in compliance with Group policies, which call for capitalization only of projects relating to development of products featuring significant innovation.

“Others”, which amounts to € 42,946 thousand, mainly consists of intangible assets acquired as part of the business combination transactions completed by the Group in 2004 and 2005 and specifically identified and valued in purchase accounting of the deals. The details are shown in the following table:

	30/06/2009	31/12/2008	USEFUL LIFE (YEARS)
Acquisition of PSC Group (occurred on 30 November 2006)	27,219	28,730	
PATENTS	23,617	24,712	20
SERVICE AGREEMENT	84	171	4
TRADEMARK	1,787	1,954	10
CUSTOMER PORTFOLIO	1,731	1,893	10
Acquisition of Laservall SPA (occurred on 27 August 2004)	3,914	4,560	
UNPATENTED TECHNOLOGIES	1,705	2,131	7
COMMERCIAL STRUCTURE	2,209	2,429	10
Acquisition of Informatics Inc. (occurred on 28 February 2005)	3,207	3,545	
COMMERCIAL STRUCTURE	3,207	3,545	10
License agreement	3,377	4,059	5
Other	5,229	5,902	
TOTAL OTHER INTANGIBLE ASSETS	42,946	46,796	

The item “Other” mainly consists of software licenses (with an average useful life of 5 to 7 years). The change vs. 31 December 2008 was due to amortization relating to the period.

The decrease in the item “Fixed assets in progress and payments on account” for € 439 thousand is attributed to the Datalogic Group abandoning a previously capitalized project.

Note 3. Equity investments in associates

Equity investments owned by the Group at 30 June 2009 were as follows:

	31/12/2008	Increases	Forex differences	Share of profit /loss	30/06/09
Subsidiary companies					
Datasensor Francia	49				49
Datasensor Iberia	37				37
Datasensor Asia	2				2
Total subsidiaries	88	0	0	0	88
Associate companies					
Idec Datalogic Co.Ltd	802		(53)	(35)	714
Laservall Asia Co. Ltd	931			(116)	815
Datasensor UK	42				42
Special Video	29				29
Datasensor GmbH	45				45
DL PRIVATE India	10				10
Total associates	1,859	0	(53)	(151)	1,655
TOTAL	1,947	0	(53)	(151)	1,743

Note 4. Financial instruments by category

The balance sheet items at 30 June 2009 coming within the scope of “financial instruments” as defined by IFRS are as follows:

	Loans and receivables	Derivatives used for hedging transactions	Available for sale	Total
Non-current financial assets	1,827	-	1,460	3,287
Available-for-sale financial assets / third parties (5)	-		1,460	1,460
Other receivables - accrued income and prepayments (7)	1,827			1,827
Current financial assets	136,395	-	7	136,402
Trade receivables from third parties (7)	62,373			62,373
Other receivables - accrued income and prepayments (7)	11,388			11,388
Available-for-sale financial assets (5)	-		7	7
Financial assets - Derivative instruments (6)	-			-
Cash & cash equivalents (10)	62,634			62,634
TOTAL	138,222	-	1,467	139,689

	Derivatives used for hedging transactions	Other financial liabilities	Total
Non-current financial liabilities	2,730	142,354	145,084
Financial payables (12)		141,419	141,419
Financial liabilities - Derivative instruments (6)	2,730		2,730
Other payables (16)		935	935
Current financial liabilities	136	98,422	98,558
Trade payables to third parties (16)		34,965	34,965
Other payables (16)		24,069	24,069
Financial liabilities - Derivative instruments (6)	136		136
Short-term financial payables (12)		39,388	39,388
TOTAL	2,866	240,776	243,642

Note 5. Available-for-sale (AFS) financial assets

AFS financial assets include the following items:

	30/06/2009	31/12/2008	Change
Securities	366	367	- 1
Government bonds	359	361	- 2
Other securities	7	6	1
Equity investments in other companies	1,101	1,375	- 274
Total	1,467	1,742	- 275

As at 30 June 2009, the Group held the following equity interests in other companies:

	31/12/2008	Increases	Forex differences	Write- downs	30/06/2009
Nomisma S.p.A. - Italy	7				7
Conai	0				0
Caaf Ind. Emilia Romagna - Italy	4				4
Crit srl	51				51
Consorzio T3 Lab	8				8
Mandarin Capital Management SA	504	20			524
Alien technology	801		(94)	(200)	507
Total other equity investments	1,375	20	(94)	(200)	1,101

The amount of equity investments consists mainly of the parent company's investment in Alien Technology Corporation, a US company active in RFID (radio-frequency identification devices). This shareholding was written down for € 200 thousand; the write-down was reported in the income statement with financial charges, since this impairment was considered permanent and also of a significant amount compared with the value of the shareholding.

The increase for the period is due to a subscription by the fund Mandarin Capital Management SA.

Note 6. Financial derivatives

	30/06/2009		31/12/2008	
Interest rate derivatives - € '000	Assets	Liabilities	Assets	Liabilities
Interest rate swaps - (on loans in Euro)	-	1,478		737
Interest rate swaps - (on loans in USD)	-	1,252		1,378
Total	-	2,730	-	2,115
Currency derivatives - € '000	Assets	Liabilities	Assets	Liabilities
Forward contracts - (hedging forex changes in Euro)		22		
Forward contracts - (hedging forex changes in USD)		114		36
Total	-	136	-	36
TOTAL	-	2,866	-	2,151

Interest rate derivatives

The Group has entered into interest rate derivative contracts to manage the risk stemming from changes in interest rates on bank borrowings, converting them from variable to fixed rate via interest rate swaps having the same amortization plan as the hedged underlying asset. As envisaged by IAS 39, the fair value of these contracts, totalling € 2,730 thousand, is recognized in a specific equity reserve net of the tax effect because they hedge future cash flows and meet all IAS 39 requirements for the application of hedge accounting.

At 30 June 2009, the notional capital of the interest rate swaps was € 59,979 thousand (€ 27,091 thousand at 31 December 2008) and USD 47,013 thousand (USD 31,850 thousand at 31 December 2008).

Currency derivatives

Existing forward contracts hedge foreign exchange risks on the U.S. dollar for an aggregate notional amount of USD 4,350 thousand (USD 4,650 thousand at 31 December 2008) and on the Euro for a notional amount of € 3,250 thousand (zero at 31 December 2008), and have the same amount and maturity as the underlying hedged amount.

Hedged positions are comprised of:

- certain cash flows originating from invoices and loans; the changes in the fair value of both the hedging instrument and the hedged instrument are stated with income according to the fair value hedge method (costs of € 30 thousand);
- highly probable cash flows arising from purchase orders and budgets; so that the requirements for application of hedge accounting are met, the change in the hedging instrument's fair value is stated with equity for the effective part of the hedge (negative € 100 thousand) while the ineffective part (negative € 4 thousand) is stated in the income statement.

Note 7. Trade and other receivables**Trade and other receivables**

	30/06/2009	31/12/2008	Change
Trade receivables from third parties	64,809	77,937	(13,128)
Less: allowance for doubtful accounts	2,436	1,706	730
Trade receivables from third parties, net	62,373	76,231	(13,858)
Receivables from affiliates	1,521	1,798	(277)
Idec Datalogic Co.Ltd	378	365	13
Laservall Asia	597	833	(236)
Datasensor UK	172	162	10
Datasensor Gmbh	305	380	(75)
Special Video	10	1	9
Datasensor Private India	59	57	2
Receivables from the parent company	21	14	7
Hydra	21	14	7
Receivables from subsidiaries	-	3	(3)
Datasensor Iberia	0	3	(3)
Total trade receivables	63,915	78,046	(14,131)
Total other receivables - accrued income and prepayments	13,215	16,243	(3,028)
TOTAL	77,130	94,289	(17,159)
Less: Non-current portion	1,827	2,438	(611)
Trade and other receivables - current portion	75,303	91,851	(16,548)

Trade receivables

“Trade receivables falling due within 12 months” at 30 June 2009 are equal to € 63,915 thousand, down by 18% versus the comparable figure at 31 December 2008. This reduction is mainly due to the contraction in sales during H1 2009.

Receivables from affiliates arise from commercial transactions executed at arm's length conditions.

Other receivables – accrued income and prepaid expenses

The detail of the item “Other receivables - accrued income and prepaid expenses” is as shown below:

	30/06/2009	31/12/2008	Change
Other current receivables	3,853	3,791	62
Other non-current receivables	1,827	2,438	(611)
VAT Tax Credit	5,256	7,490	(2,234)
Accrued income and prepaid expenses	2,279	2,524	(245)
Total	13,215	16,243	(3,028)

The item "Non-current receivables" is formed by the receivable, arising last year, for a license contract signed with an important competitor that is collected quarterly.

The decrease in the "VAT Tax Credit" is mainly due to the set-off recognised by various Group companies.

Note 8. Inventories

	30/06/2009	31/12/2008	Change
Raw and ancillary materials and consumables	25,518	26,547	(1,029)
Work in progress and semi-finished products	6,174	6,891	(717)
Finished products and goods	15,661	18,700	(3,039)
Total	47,353	52,138	(4,785)

Inventories are shown net of obsolescence provision that, as at 30 June 2009, amounted to € 8,982 thousand (€ 8,756 thousand as at 31 December 2008).

Changes in such provision are shown below:

€ '000	2009	2008
1 January	8,756	7,045
Exchange-rate change	(31)	(261)
Allocations	1,141	2,189
Release for disposal and other uses	(884)	(1,276)
30 June	8,982	7,697

Note 9. Tax receivables

This item includes the amount receivable from the ultimate parent company Hydra relating to the IRES (corporate tax) credit arising from participation in tax consolidation. At 30 June 2009, this receivable amounted to €2,453 million (€581 thousand at 31 December 2008).

Note 10. Cash and cash equivalents

Cash and cash equivalents are broken down as follows for the purposes of the cash flow statement:

	30/06/2009	31/12/2008	Change
Cash and cash equivalents shown on financial statements	62,634	52,108	10,526
Time cash deposit	(430)	(379)	(51)
Current accounts	(364)	(162)	(202)
Cash and cash equivalents for reporting	61,840	51,567	10,273

According to requirements set forth in Consob Communication no. 15519 of 28 July 2006, the Group's financial position is illustrated in the table that follows:

	31/12/2008	30/06/2009
(Euro/000)		
A. Cash and bank deposits	51,729	62,204
B. Other liquidities	379	430
b1. Restricted cash deposit	379	430
C. Securities held for trading	367	366
c1. Short-term	6	7
c2. Long-term	361	359
D. Cash equivalents (A) + (B) + (C)	52,475	63,000
E. Current financial receivables	0	198
F. Other current financial receivables	0	0
f1. Hedging transactions	0	0
G. Bank overdrafts	162	364
H. Current portion of non-current debt	61,451	39,024
I. Other current financial liabilities	3,437	136
I1. Financial liabilities vs BoD member	3,401	0
I2. Hedging transactions	36	136
J. Current financial debt (G) + (H) + (I)	65,050	39,524
K. Current financial debt, net (J) - (D) - (E) - (F)	12,575	(23,674)
L. Non-current bank borrowing	92,458	141,419
M. Other non-current financial receivables	204	183
N. Other non-current liabilities	2,115	2,730
n1. Financial liabilities vs BoD member	0	
n2. Hedging instruments	2,115	2,730
O. Non-current financial debt (L) + (M) + (N)	94,369	143,966
P. Net financial debt (K) + (O)	106,944	120,292

Net financial debt at 30 June 2009 was negative for € 120,292 thousand, a deterioration of € 13,348 thousand compared with 31 December 2008 (when it was a negative € 106,944 thousand), largely owing to non-recurring items, the detail of which is shown below:

- disbursement of the long-term (2004-2008 period) and annual managerial incentive plan benefits and severance bonus for the outgoing Chief Executive Officer for a total of € 9,400 thousand;
- purchase of treasury stock for € 816 thousand;
- early retirement incentives of € 636 thousand;
- payment of a legal dispute for € 826 thousand.

A dividend of € 1,933 thousand was paid in May.

Furthermore, investments of € 4,316 thousand were made, comprised principally of refurbishing work on the building at Bologna.

BALANCE SHEET INFORMATION – EQUITY AND LIABILITIES

Note 11. Shareholders' equity

The detail of equity accounts is shown below, while changes in equity are reported in the specific statement:

	30/06/2009	31/12/2008
Share capital	30,392	30,392
Share premium reserve	90,142	90,958
Extraordinary share-cancellation reserve	2,813	2,813
Treasury shares held	(16,423)	(15,605)
Treasury share reserve	18,825	18,009
Share capital	125,749	126,567
Cash-flow hedge reserve	(1,966)	(1,434)
Translation reserve	(13,061)	(12,262)
Held-for-sale financial assets reserve	(94)	0
Other reserves	(15,121)	(13,696)
Retained earnings	21,000	5,103
Earnings carried forward	8,906	(6,837)
Capital grant reserve	958	958
Legal reserve	2,430	2,262
IFRS transition reserve	8,706	8,720
Net profit (loss) for the period	(14,538)	17,844
Total Group shareholders' equity	117,090	135,818

Share capital

The changes in share capital at 30 June 2009 are illustrated as follows (amounts in thousands of Euro):

	Number of shares	Share capital	Extraordinary share-cancellation reserve	Share premium reserve	Treasury shares	Treasury share reserve	Total
01/01/2009	55,382,114	30,392	2,813	90,958	(15,605)	18,009	126,567
Purchase of treasury shares	(203,425)			(816)	(816)	816	(816)
Costs for the purchase of treasury shares					(2)		(2)
30/06/2009	55,178,689	30,392	2,813	90,142	(16,423)	18,825	125,749

Ordinary shares

At 30 June 2009, the total number of ordinary shares was 58,446,491, of which 3,267,802 are held as treasury shares. Therefore, the total value of shares in circulation at that date amounted to 55,178,689. The shares have a par value of € 0.52 and have been fully subscribed.

Own shares

The “treasury shares” account, negative by € 16,423 thousand, includes purchases of treasury shares in the amount of € 18,825 thousand, which have been recognized net of gains and charges realized following the sale of treasury shares and related tax effects (+ € 2,402 thousand). In H1 2009, the Group acquired 203,425 Treasury shares.

In accordance with the requirements of Article 2453 of the Italian Civil Code, equity reserves (via the treasury share reserve) amounting to € 18,825 thousand were made unavailable to execute these purchases.

Other reserves

Translation reserve

In compliance with IAS 21, translation differences arising from translation of the foreign currency financial statements of consolidated companies into the Group accounting currency are classified as a separate equity component.

Cash-flow hedge reserve

Following adoption of IAS 39, changes in the fair value of derivative contracts designated as effective hedging instruments are recognized in accounts directly with shareholders' equity, in the cash-flow hedge reserve. These contracts have been executed to hedge exposure to the risk of fluctuation of interest rates on floating rate loans (negative for € 2,730 thousand) and to hedge currency exposure (negative for € 100 thousand). Amounts are reported net of the tax effect (€ 864 thousand).

Financial asset revaluation reserve

This reserve includes the adjustment to the period-end exchange rate of the shareholding in Alien Technology Corp., classified with available-for-sale financial assets.

Cumulative retained earnings

IFRS transition reserve

This reserve was created upon first-time adoption of international accounting standards as at 1 January 2004 (consolidated year-end accounts as at 31 December 2003) as per IFRS 1.

Previous years' earnings/(losses)

This item includes equity changes occurring in consolidated companies after acquisition date.

Dividends

On 21 April 2009 the Annual General Meeting of Datalogic S.p.A. approved distribution of the ordinary dividend of € 0.035 per share (€ 0.07 in 2008). The total dividend of € 1,933 thousand will be paid out as from 7 May 2009.

The reconciliation between the direct parent company's equity and net profit and the corresponding consolidated amounts is as shown below:

	30 June 2009		31 December 2008	
	Total net equity	Period results	Total net equity	Period results
<i>Datalogic SpA net equity and profit</i>	158,706	14,618	147,392	3,355
Differences between consolidated companies' net equity and their carrying value in the parent company's statement and effect of the equity-based valuation	(4,604)	(5,590)	24,027	39,782
Reversal of dividends	0	(22,155)	0	(26,659)
Amortization of intangible assets "business combination"	(6,475)	(648)	(5,827)	(1,295)
Effect of acquisition under common control	(31,733)	0	(31,733)	0
Elimination of capital gain on sale of business branch	(3,302)	0	(3,302)	(1,119)
Effect of eliminating intercompany transactions	(2,403)	(235)	(2,168)	237
Reversal of write-downs and capital gains on equity investments	4,179	(896)	5,075	2,326
Transfer of Know How	(607)	714	(1,321)	1,428
Impairment goodwill	(650)	(149)	(501)	(298)
Other	(294)	(58)	(236)	93
Taxes	4,273	(139)	4,412	(6)
Group portion of shareholders' equity	117,090	(14,538)	135,818	17,844

Note 12. Short- and long-term borrowings and financial liabilities

The breakdown of this item is as detailed below:

	30/06/2009	31/12/2008	Change
Bank loans	180,443	153,909	26,534
Bank overdrafts (ordinary current accounts)	364	162	202
Financial liabilities	0	3,401	(3,401)
of which with related parties	0	3,401	(3,401)
Total financial payables	180,807	157,472	19,934

The fair value of current and non-current loans is substantially equivalent to the carrying value.

Bank loans

Following is the breakdown of changes in “bank loans” at 30 June 2009:

	2009	2008
1 January	153,909	113,851
Forex differences	(699)	(3,418)
Increases for new mortgages	67,420	19,908
Repayment	(32,071)	(17,231)
Decreases for loan payments	(8,116)	(5,360)
30 June	180,443	107,750

The **increases** vs. 31 December 2008 are as detailed below:

Datalogic Automation Srl: a medium-/long-term loan of € 30,000 thousand was incurred on 29 January 2009;

Datalogic Real Estate: a stand-by loan of € 2,850 thousand was incurred;

Datalogic Spa, incurred:

- a medium-/long-term loan of € 10,000 thousand on 26 February 2009;
- a medium-/long-term loan of € 15,000 thousand on 17 April 2009;
- a medium-/long-term loan of € 10,000 thousand on 27 May 2009;

Scanning Inc: incurred a revolving credit loan for € 2,630 thousand.

The decrease for repayment is due to:

- repayment of certain short-term loans (€ 25,000 thousand) by Datalogic SpA that were substituted by medium-/long-term loans;
- repayment by Scanning Inc of the revolving credit loan of € 1,049 thousand;
- early repayment of the principal of the medium- and long-term loan for € 5,600 thousand, incurred by Datalogic Scanning Holdings.
- partial repayment of the standby line of credit by Datalogic RE (€ 350 thousand).

Bank loans have maturities until 2020 and approximate annual average interest rates of 2.1%.

The fair value of the loans (current and non-current) coincides substantially with their book value.

Guarantees given by banks in the group's favor total € 1,690 thousand. The parent company also issued suretyships for € 82,015 thousand (the change from 31 December 2008 stemmed solely from the exchange rate effect) and letters of patronage for € 20,707 thousand against loans by the subsidiaries.

With regard to the loan for USD 70 million (today outstanding for USD 49.4 million) incurred by Datalogic Scanning Holdings Inc, the company has been asked to comply – on a 6-monthly basis – with a number of financial covenants in the form of economic and financial parameters and consisting of:

- DCR - debt cover ratio, an indicator of debt, calculated as the ratio of EBITDA to net debt;
- ICR – interest cover ratio, an indicator of the effect of costs on interest payable, calculated by the ratio between EBITDA and interest expense;

- DSCR - debt service cover ratio, which is calculated as the ratio of cash flow to total financial debt (total interest charges and total repaid principal amounts);
- Capex - capital expenditure investment value.

Failure to comply with these covenants would enable the bank to revoke the loan or renegotiate conditions.

As of 30 June, the first indicator mentioned (DCR) was slightly higher than the amount indicated in the contract. Negotiations are already underway with banks to redefine the contractual agreements and the Group does not feel there is any risk of revocation of the loan. In any case, the company has sufficient liquidity to repay the outstanding value of the loan (€ 35 million).

As regards the other seven loans, the companies have been asked to respect, on an annual basis, some financial covenants summarized in the attached table:

Company	Currency	Outstanding debt	Covenant			On which financial statements
Datalogic Spa	€	12,000,000	DFL	PN	DFL / PN	Datalogic SpA
Datalogic Spa	€	10,000,000	DFL	PN	DFL / PN	Datalogic Spa
Datalogic Spa	€	15,000,000	PFN / PN	PFN /EBITDA		Datalogic Group
Datalogic Spa	\$	10,000,000	PFN / PN	PFN /EBITDA		Datalogic Group
Datalogic Automation Srl	€	4,500,000	DFL	PN	DFL / PN	Datalogic Spa
Datalogic Automation Srl	€	30,000,000	PFN / PN	PFN /EBITDA		Datalogic Group
Laservall Spa	€	4,500,000	DFL	PN	DFL / PN	Datalogic Spa

Key:

PN = Shareholders' Equity

PFN = Net financial position

DFL = Financial gross payables

Financial liabilities

The account "financial liabilities", created for the put option on minority interest owned in Informatics by a Director of the parent company, was closed following exercise of that option (on 19 March 2009) on 10% of Informatics by Director John O' Brien.

Note 13. Deferred income tax

Deferred tax assets and liabilities stem both from (a) positive items already recognized in the income statement and subject to deferred taxation under current tax regulations and (b) temporary differences between consolidated balance-sheet assets and liabilities and their relevant taxable value.

Below we show the main items forming deferred tax assets and deferred tax liabilities and changes occurring in them during H1 2009:

Deferred tax assets	Losses	Forex adjust.	Asset write-downs	Allocations	Other	Consolidation adjustments	Total
At 1 January 2009	5,890	145	1,530	10,278	301	1,276	19,420
Provisioned in (released from) income statement	2,694	(178)	(631)	(1,616)	(115)	(167)	(13)
Provisioned in (released from) shareholders' equity	-			15	29	137	181
Forex differences	(206)	1	2	(45)	(6)		(254)
Others	0		11	12	90		113
At 30 June 2009	8,378	(32)	912	8,644	299	1,246	19,447

Deferred tax liabilities	Deprec. & Amort.	Reserve for provision losses	Operations deriving from acquisitions	Provisions	IFRS Reserves	Other	Consolidation adjustments	Total
At 1 January 2009	3,315	8	12,162	1,026	315	665	988	18,479
Provisioned in (released from) income statement	80		(540)	(150)		66	(105)	(649)
Forex differences	(2)		(152)	(11)		1		(164)
Other movements	-			(32)		137		105
At 30 June 2009	3,393	8	11,470	833	315	869	883	17,771

Note 14. Post-employment benefits

	2009	2008
1 January	8,392	6,565
Amount provisioned in period	967	807
Uses	(514)	(618)
Social security receivables for the employee severance indemnity reserve	(623)	(498)
30 June	8,222	6,256

Note 15. Provisions for risks and charges

The breakdown of the "risks and charges" item was as follows:

	30/06/2009	31/12/2008	Change
Short-term provisions	8,991	9,787	(796)
Long-term provisions	3,323	5,518	(2,195)
Total provisions for risks and charges	12,314	15,305	(2,991)

Below we show the detailed breakdown of and changes in this item.

	31/12/2008	Increases	(Uses) and (Issues)	Forex differences	30/06/2009
Product warranty provision	4,914	98	(652)	(15)	4,345
Restructuring provision	99	5,808	(87)	-	5,820
Provision for management incentive plan	7,429	13	(7,288)	22	176
Other	2,863	109	(989)	(10)	1,973
Total provisions for risks and charges	15,305	6,028	(9,016)	(3)	12,314

The "**Product warranty provision**" is constituted against an estimate of costs to incur for services on products sold until 30 June 2009 and covered by periodic warranty; it totals € 4,345 thousand (of which € 2,260 thousand long term) and is deemed sufficient to meet the specific risk concerned.

The item "**Restructuring provision allocation**" involves a restructuring plan started by the Group, which aims to realign, on a permanent basis, company operating costs to new market scenarios.

The decrease of the "**Provision for management incentive plan**" is due chiefly to payment of the portion of the plan falling due at 31 December 2008.

The "**Other**" item consists mainly of:

- € 1,071 thousand (of which € 90 thousand long-term) for a stock rotation provision for the Scanning Group, Mobile Inc and Informatics;
- € 231 thousand attributable to the Scanning Group and provisioned for compliance with directive 2002/95/EC, i.e. the "Directive on restrictions of use of some hazardous substances in electric and electronic equipment", enacted in Italian law by Leg. Decree no. 151 of 25/7/2005;
- € 350 thousand referring to a dispute in place regard the ten-year ILOR exemption, set forth by D.P.R. 218/78 (Unified law on actions in Southern Italy), in relation to the former Datasud, for the year 2006. The decrease of this provision, equal to € 752 thousand, is due to payment of the amount provisioned at 31 December 2008, against a certification relating to the former Datasud for the FY1999/2000;
- € 204 thousand for agent termination indemnities;
- € 117 thousand provisioned against compensation to be paid to a supplier in the eventuality of non-performance of a contractual clause.

Note 16. Trade and other payables

This table shows the details of trade and other payables:

	30/06/2009	31/12/2008	Change
Trade payables due within 12 months	34,965	47,539	(12,574)
Trade payables third-party	34,965	47,539	(12,574)
Payables to associates	20	47	(27)
<i>Idec Datalogic Co.Ltd</i>		35	(35)
<i>Special video</i>	20	12	8
Payables to subsidiaries	-	67	(67)
<i>Datasensor Francia</i>		44	(44)
<i>Datasensor Iberia</i>		19	(19)
<i>Datasensor Asia</i>		4	(4)
Payables to affiliates	234	147	87
Total trade payables	35,219	47,800	(12,581)
Other payables – accrued liabilities and deferred income	25,004	27,770	(2,766)
TOTAL	60,223	75,570	(15,347)
Less: Non-current portion	935	913	22
Current portion	59,288	74,657	(15,369)

Other payables – accrued liabilities and deferred income

The detailed breakdown of this item is as follows:

	30/06/2009	31/12/2008	Change
Other current payables	13,351	16,373	(3,022)
Other non-current payables	935	913	22
VAT payables	2,273	2,535	(262)
Accruals and deferrals	8,445	7,949	496
Total	25,004	27,770	(2,766)

The detailed breakdown of other payables is as follows:

	30/06/2009	31/12/2008	Change
Payables to pension and social security agencies	2,151	3,091	(940)
Payables to employees	9,882	9,271	611
Directors' remuneration payable	5	2,546	(2,541)
Other payables	1,313	1,465	(152)
Total	13,351	16,373	(3,022)

Amounts payable to employees represent the amount due for salaries and vacations accrued by employees as at balance sheet date.

The decrease in "Directors' remuneration payable" is mainly attributable to payment of the severance bonus to the outgoing Chief Executive Officer.

INFORMATION ON THE INCOME STATEMENT

Note 17. Revenue

	30/06/2009	30/06/2008	Change
Revenue from sale of products	141,882	186,704	(44,822)
Revenue for services	7,230	6,854	376
Total revenue	149,112	193,558	(44,446)

Revenue earned from sales and services decreased by 23% year on year (-27% at constant exchange rates).

The acquisition of Datasensor contributed € 10,534 thousand to sales revenue at 30 June 2009.

Below is the geographical breakdown of revenue in percentage terms:

	30/06/2009	30/06/2008	Change
Revenue - Italy	13%	11%	2%
Revenue – EU	40%	45%	-5%
Revenue – rest of world	47%	44%	3%

Note 18. Cost of goods sold and operating costs

The following schedule highlights non-recurring costs and amortization arising from acquisitions as, pursuant to introduction of IAS principles, the extraordinary components are no longer listed separately but are included in ordinary operations.

	30/06/2009	30/06/2008	Change
TOTAL COST OF GOODS SOLD (1)	88,390	106,808	(18,418)
<i>of which non-recurring</i>	782	-	782
TOTAL OPERATING COSTS (2)	75,399	71,791	3,608
R&D expenses	13,723	12,304	1,419
<i>of which non-recurring</i>	92	-	92
Distribution expenses	35,746	38,923	(3,177)
<i>of which non-recurring</i>	709	-	709
General & administrative expenses	18,071	19,873	(1,802)
<i>of which non-recurring</i>	557	-	557
<i>of which amortization pertaining to acquisitions</i>	2,085	1,898	187
Other operating costs	7,859	691	7,168
<i>of which non-recurring</i>	5,808	-	5,808
TOTAL (1+2)	163,789	178,599	(14,810)
of which non-recurring	7,948	-	7,948
of which amortization pertaining to acquisitions	2,085	1,898	187

Below is the breakdown of non-recurring costs and revenue

ITEM	AMOUNT	DESCRIPTION
2) Cost of goods sold	(782)	early retirement incentives
Total	(782)	
4) R&D expenses	(92)	early retirement incentives
Total	(92)	
5) Distribution expenses	(678)	early retirement incentives
5) Distribution expenses	(22)	wages and salaries
5) Distribution expenses	(9)	grants
Total	(709)	
6) General & administrative expenses	(329)	early retirement incentives
6) General & administrative expenses	(137)	wages and salaries
6) General & administrative expenses	(42)	grants
6) General & administrative expenses	(39)	consulting services
6) General & administrative expenses	(10)	employee severance indemnity
Total	(557)	
7) Other operating expenses	(5,808)	restructuring provision allocation
Total	(5,808)	
TOTAL NON-RECURRING COSTS	(7,948)	

Non-recurring costs are related to the restructuring plan initiated in June 2009.

Costs relating to the "restructuring provision", while chiefly attributed to personnel costs, were booked to the item "Other operating expenses" since it was not possible to reliably define the detail per operating area.

Depreciation & amortization due to acquisitions (equal to € 2,085 thousand), included in the item "General & administrative expenses", are comprised as follows:

1. € 648 thousand pertaining to Laservall,
2. € 300 thousand pertaining to Informatics,
3. € 939 thousand pertaining to Datalogic Scanning Inc,
4. € 198 thousand pertaining to Datalogic Mobile Inc.

The following table illustrates the contribution made by Datasensor in H1 2009, net of intercompany items.

	30/06/2009
TOTAL COST OF GOODS SOLD (1)	7,226
TOTAL OPERATING COSTS (2)	4,297
R&D expenses	1,031
Distribution expenses	1,418
General & administrative expenses	1,758
Other operating costs	90
TOTAL (1+2)	11,523

Total cost of goods sold (1)

This item decreased by 17% from the same period of 2008 (net of Datasensor, the decrease would have been 24%).

Total operating costs (2)

Operating costs, net of non-recurring items and amortization and depreciation of acquisitions, fell slightly from € 69,893 thousand to € 66,148 thousand (€ 61,851 thousand net of Datasensor). More specifically,

- “Research and development expenses” increased by € 1,327 thousand from the previous year (€ 296 thousand without the contribution of Datasensor);
- “Distribution expenses” totalled € 35,746 thousand (€ 35,037 thousand net of Datasensor) and had decreased from the previous year. At constant exchange rates, it would have been lower for € 5,492 thousand vs. 30 June 2008; this decrease is due primarily to the decrease in payroll and employee benefits;
- “General & administrative expenses” amounted to € 18,071 thousand (€ 15,429 thousand, net of non-recurring costs). This item, net of extraordinary items and at a constant exchange rate, decreased by about € 3,086 thousand year-on-year due to the reduction in payroll and employee benefits (principally long-term incentives, bonuses and early retirement incentives which were not classified as non-recurrent costs in 2008), directors’ remuneration and the expenses for legal, tax and administrative advisory services.

The detailed breakdown of "Other operating costs" is as follows:

	30/06/2009	30/06/2008	Change
Capital losses on assets	28	13	15
Contingent liabilities	472	171	301
Allowance for doubtful accounts	897	119	778
Restructuring provision allocation	5,808	-	5,808
Non-income taxes	441	362	79
Costs charge backs	92	24	68
Other	121	2	119
TOTAL OTHER OPERATING COSTS	7,859	691	7,168

"Contingent liabilities" increased compared to the same month a year earlier due to issue of the Research and Development tax credit in 2007, which was not used by some Group companies.

The provision to the allowance for doubtful accounts, equal to € 897 thousand, is up compared with the same period of 2008 and refers chiefly to past due amounts by several foreign customers.

The item "Restructuring provision allocation" of € 5,808 thousand involves the restructuring plan started up by the Group, which aims to permanently realign company operating costs to new market scenarios.

Breakdown of costs by type

The following table provides the details of total costs (cost of goods sold + operating costs) by type, for the main items:

	30/06/2009	30/06/2008	Change
Purchases	55,710	79,968	(24,258)
Payroll & employee benefits	53,695	52,390	1,305
Amortization, depreciation and write-downs	9,346	7,602	1,744
Restructuring provision allocation	5,808	0	5,808
Inventory change	4,780	(2,897)	7,677
Goods receiving & shipment	4,495	6,269	(1,774)
Technical, legal, and tax advisory services	2,917	3,523	(606)
Building expenses	2,733	2,183	550
Marketing expenses	2,660	3,207	(547)
Subcontracted work	2,282	3,977	(1,695)
Travel & accommodation	2,009	2,850	(841)
Repairs	1,744	2,147	(403)
Vehicle expenses	1,740	1,651	89
Telephone expenses	1,136	1,160	(24)
Utilities	892	747	145
Directors' remuneration	868	2,441	(1,573)
Meeting	244	495	(251)
Other costs	10,730	10,886	(156)
Total (1 + 2)	163,789	178,599	(14,810)

The costs for subcontracted work, € 2,282 thousand, decreased since they were included in certain production activities that had previously been outsourced.

Marketing expenses totalled € 2,660 thousand. The main items are as follows: € 1,683 thousand for advertising and sponsorship expenses, € 444 thousand for a share of the marketing expenses incurred by

commercial partners and € 533 thousand for exhibition expenses. The YOY decrease reflects the shared costs of marketing expenses borne by commercial partners.

Expenses for directors' remuneration decreased since this account included € 1,474 thousand at 30 June 2008 for the long-term incentive plan that had not been set forth in H1 2009.

Costs for technical, legal and tax advisory services decreased since at 30 June 2008 this item included € 529 thousand for a patent lawsuit that was settled in 2008.

Goods receiving and shipment costs totalled € 4,495 thousand and were down from the same period of 2008.

The detailed breakdown of payroll and employee benefits costs is as follows:

	30/06/2009	30/06/2008	Change
Wages and salaries	39,972	39,050	922
Social security charges	8,877	7,865	1,012
Staff leaving indemnities	973	807	166
Retirement and similar benefits	335	382	(47)
Medium to long-term managerial incentive plan	(262)	1,481	(1,743)
Other costs	3,800	2,805	995
Of which early retirement incentives	1,918	705	1,213
Total	53,695	52,390	1,305

"Wages and salaries" for € 39,972 thousand (including € 2,832 thousand for Datasensor) include sales commissions and incentives for € 2,287 thousand (€ 4,635 thousand at 30 June 2008). At constant exchange rates and net of Datasensor Spa, the decrease versus June 2008 would have been € 1,597 thousand.

The decrease in "Other costs" is attributable to early retirement incentives.

Note 19. Other operating revenue

The detailed breakdown of this item is as follows:

	30/06/2009	30/06/2008	Change
Miscellaneous income and revenue	674	475	199
Rental income	123	140	(17)
Capital gains on asset disposals	49	8	41
Incidental income and cost cancellation	81	156	(75)
Grants to Research and development expenses	170	1,893	(1,723)
Other	90	128	(38)
TOTAL OTHER REVENUE	1,187	2,800	(1,613)

The account "Grants to Research and development expenses," totalling € 170 thousand, is for grants made to the Automation Group.

20. Net financial income

	30/06/2009	30/06/2008	Change
Interest expenses on bank current accounts/loans	3,343	3,051	292
Foreign exchange losses	3,585	6,647	(3,062)
Bank expenses	256	218	38
Write-down of equity investments	200		200
Other	86	18	68
TOTAL FINANCIAL EXPENSES	7,470	9,934	(2,464)
Interest income on bank current accounts/loans	531	773	(242)
Foreign exchange gains	3,534	6,884	(3,350)
Income from investment disposal	13	-	13
Other	38	14	24
TOTAL FINANCIAL INCOME	4,116	7,671	(3,555)
NET FINANCIAL INCOME (EXPENSES)	(3,354)	(2,263)	(1,091)

Total financial expenses

The item "Foreign-exchange losses" amounted to € 3,585 thousand and refers mainly to the Scanning Group (€ 1,906 thousand), the parent company (€ 627 thousand), the Automation Group (€ 374 thousand) and the Mobile Group (€ 550 thousand).

This item includes € 162 thousand arising from exchange rate risk hedge transactions.

Total financial income

The item "Foreign-exchange gains" amounts to € 3,534 thousand and is attributed mainly to the Scanning Group (€ 1,649 thousand), the parent company (€ 349 thousand), the Automation Group (€ 505 thousand) and the Mobile Group (€ 1,022 thousand).

This item includes € 134 thousand arising from exchange rate risk hedge transactions.

Note 21. Taxes

Income taxes were measured based on the best estimate of the average weighted tax rate expected for the entire year.

The average tax rate comes to 14.46% (24.01% at 30 June 2008).

	30/06/2009	30/06/2008
Income tax	(1,821)	6,058
Deferred income tax	(636)	(2,323)
	(2,457)	3,735

The decrease in the average tax rate is due chiefly to issue of credit for withholdings by the Scanning Group (€ 736 thousand) and not reporting prepaid taxes on tax losses (losses of € 1,272 thousand).

Note 22. Earnings/loss per share

Basic earnings/(loss) per share

The basic earnings/(loss) per share at 30 June 2009 are calculated based on a net group loss of € 14,538 thousand (€ 11,818 thousand being the net profit at 30 June 2008) divided by the weighted average number of ordinary shares at 30 June 2009, equal to 55,280,821 (58,275,667 at 30 June 2008).

	30/06/2009	30/06/2008
Group profit/(loss) for period	(14,538,000)	11,818,000
Average number of shares	55,280,821	58,275,667
Basic earnings/loss per share	(0.2630)	0.2028

TRANSACTIONS WITH SUBSIDIARIES NOT CONSOLIDATED LINE-BY-LINE, WITH ASSOCIATES, AND WITH RELATED PARTIES

For the definition of "Related Parties", see both IAS 24, approved by European Commission Regulation No. 1725/2003, and the internal policy approved by the board of directors on 11 November 2005.

The parent company of the Datalogic Group is Hydra S.p.A.

Intragroup transactions are executed as part of the ordinary management and at arm's length conditions. Furthermore, there are other relationships with related parties, chiefly with the parties that control the parent company, or to people that exert coordination and management of Datalogic S.p.A.

Related-party transactions refer chiefly to commercial and securities transactions (instrumental spaces for the Group under lease or leased to the parent company) as well as to companies joining the scope of tax consolidation. None of these assumes particular economic or strategic importance for the Group since receivables, payables, revenue and cost to the related parties are not a significant proportion of the total amount of the financial statements.

Below is the detail of the main income statement and balance sheet relationships with related parties (Euro/000):

RELATED PARTIES	Idec DI Co. Ltd.	Hydra (parent company)	Non-consolidated Datasensor companies	MSP Imm	Nebulaxis Inc.	Studio Associato Caruso	Tamburi Investment Partners SpA	Laservall Asia	TOTAL 30/06/09
	associate	parent company	associate	subsidiary of the Hydra S.p.A. Group	controlled by a company director	controlled by a company director.	controlled by a company director.	associate	
Trade receivables	378	21	546	0	0	0	0	597	1,542
DI Spa		4							4
DI Automation Srl	378								378
Laservall								597	597
Real Estate		17							17
Datasensor			546						546
Receivables pursuant to tax consolidation	0	2,453	0	0	0	0	0	0	2,453
DI Spa		383							383
Real Estate		150							150
DI Automation Srl		1,522							1,522
DI Scanning Group Srl		23							23
Datasensor		376							376
Financial receivables	0	0	30	0	0	0	0	183	213
Laservall								183	183
Datasensor			30						30
Liabilities pursuant to tax consolidation	-	907	0	0	0	0	0	0	907
DI Mobile Srl		178							178
DI Scanning Group Srl		729							729
Trade payables	-	0	20	122	0	102	10	0	254
DI Spa						73	10		83
DI Scanning Group Srl						5			5
DI Mobile Srl						11			11
Datasensor			20	122					142
Laservall						13			13
Distribution/service expenses	32	6	42	220	21	107	10	76	514
DI Spa		6		9	21	73	10		119
Real Estate									0
DI Automation Srl									0
DI Scanning Group Srl	32					10			42
DI Mobile Srl						11			11
Laservall						13		76	89
Datasensor			42	211					253
Commercial revenue	1,077	34	833	0	0	0	0	792	2,736
DI Spa		6							6
DI Automation Srl	1,077								1,077
Real Estate		28							28
Datasensor			833						833
Laservall								792	792

NUMBER OF EMPLOYEES

	30/06/2009	30/06/2008	Change
Automation Group	677	465	212
Mobile Group (*)	369	416	(47)
DL S.p.A.	47	55	(8)
Scanning Group	794	882	(88)
Informatics	102	112	(10)
DL Real Estate	8	0	8
TOTAL	1,997	1,930	67

(*) including personnel in the "Shopevolution" business line.

The increase in the number of employees at the Automation Group is mainly attributable to inclusion in the scope of consolidation of the Datasensor Group which, at 30 June 2009 had 261 staff members, including 86 employees (of whom 69 directly involved in production) of the Hungarian company Datafoton Kft.

OUTLOOK FOR CURRENT YEAR AND SUBSEQUENT EVENTS

The year 2009 will be extremely difficult. The most optimistic forecasts foresee the global economy beginning to recover only in the second half of the year.

The cost-cutting measures being implemented by the Group will lead to a reduction of the breakeven point during the year. These actions will make it possible to be profitable, even if the recession ends up lasting longer than expected.

Chairman of the Board of Directors
Mr. Romano Volta

**Attestazione del bilancio semestrale abbreviato ai sensi dell'art. 81-ter del Regolamento
Consob n. 11971 del 14 maggio 1999 e successive modifiche e integrazioni**

1. I sottoscritti Dott. Mauro Sacchetto, Amministratore Delegato e Dott. Marco Rondelli, Dirigente Preposto alla redazione dei documenti contabili societari della Datalogic S.p.A. attestano, tenuto anche conto di quanto previsto dall'art. 154-bis, commi 3 e 4, del decreto legislativo 24 febbraio 1998, n. 58:

- l'adeguatezza in relazione alle caratteristiche dell'impresa e
- l'effettiva applicazione,

delle procedure amministrative e contabili per la formazione del bilancio semestrale abbreviato, nel corso del periodo gennaio - giugno 2009.

2. Si attesta, inoltre, che:

2.1 il bilancio semestrale abbreviato:

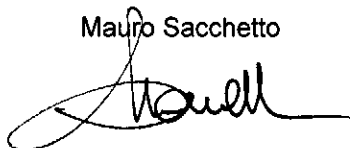
- a) è redatto in conformità ai Principi Contabili Internazionali applicabili riconosciuti nella Comunità Europea ai sensi del regolamento (CE) n. 1606/2002 del Parlamento Europeo e del Consiglio, del 19 luglio 2002;
- b) corrisponde alle risultanze dei libri e delle scritture contabili;
- c) è idoneo a fornire una rappresentazione veritiera e corretta della situazione patrimoniale, economica e finanziaria dell'emittente e dell'insieme delle imprese incluse nel consolidamento;

2.2 la relazione intermedia sulla gestione comprende un'analisi attendibile dei riferimenti agli eventi importanti che si sono verificati nei primi sei mesi dell'esercizio e alla loro incidenza sul bilancio semestrale abbreviato, unitamente a una descrizione dei principali rischi e incertezze per i sei mesi restanti dell'esercizio. La relazione intermedia sulla gestione comprende, altresì, un'analisi attendibile delle informazioni sulle operazioni rilevanti con parti correlate.

Lippo di Calderara di Reno (BO), 5 agosto 2009

L'Amministratore Delegato

Mauro Sacchetto



Il Dirigente Preposto alla redazione dei documenti contabili

Marco Rondelli



Datalogic S.p.A.

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