

MITTEL S.p.A.
Milan Offices - Piazza A. Diaz 7
Share Capital EUR 87.907.017 fully paid-in
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www.mittel.it

PRESS RELEASE

MITTEL S.p.A's Board of Directors approved:

- (i) The Directors' Report on operations, the separate financial statements and the consolidated financial statements for the year ended on December 31, 2017 (15 months) and**
- (ii) The free assignment of no. 1 share in portfolio every no. 13 shares held as extraordinary dividends**

- *The Group's net result is positive and amounts to EUR 16.9 million on December 31, 2017 (15 months) due mainly to the process of disposal of non-core assets of the Group and specifically to the minority interest held in Livanova Ptc, completely divested during the period.*
- *The consolidation of the majority shareholdings acquired during the year, although only for the period included between the acquisition date and the closing date of the financial year, allows the Group to generate revenues on December 31 for a total of EUR 72.5 million (EUR 9.7 million in the 12 months ended on September 30, 2016).*
- *The consolidated net financial position is negative for EUR 101.1 million (negative for EUR 54.5 million as of September 30, 2016 and negative for EUR 102.2 million as of September 30, 2017). In terms of overall liquidity, however, the additional cash pertaining to Mittel present as of December 31, 2017 in vehicles consolidated at equity which have sold their shares in Livanova Ptc. (equal to approximately EUR 60 million), must be added*
- *The Group's solidity has been confirmed in light of a consolidated net equity of EUR 223.9 million.*
- *During the same session, the Board resolved to propose to the Shareholders' Meeting, which will be called for on April 26, 2018, the free allocation to the shareholders of no. 1 own share in portfolio every no. 13 shares held by each shareholder other than Mittel, by way of extraordinary dividend.*

Milan, March 21, 2018 - The Board of Directors of Mittel S.p.A., meeting today under the chairmanship of Mr. Rosario Bifulco, has examined and approved the Directors' Report on operations, the separate financial statements and the consolidated financial statements for the year ended on December 31, 2017 (15 months).

In consideration of the change in the closing date of the financial year from September 30 to December 31 of each year, as resolved by the Extraordinary Shareholders' Meeting on November 18, 2016, the financial year as of December 31, 2017 had a duration of 15 months (October 1, 2016 - December 31, 2017). Therefore, the economic balances as of December 31, 2017, referring to a financial year with a duration of more than one year, are not fully comparable with those of the previous year. It should be noted, however, that, also with the aim of facilitating the comparison with the data of the previous year ended on September 30, 2016 (with a duration of 12 months), the Company prepared on a voluntary basis, pursuant to art. 82-ter of the Issuers' Regulations, an

Interim Report on Operations as of September 30, 2017, relating to a 12 month period (available on the Company's website in the section / investor-relations / financial statements-and-reports /).

Lastly, it should be noted that the (consolidated and separate) financial statements are modified with respect to the previous financial year, exclusively with reference to the order of exposure and the composition of some of the intermediate margins presented, for a more effective representation of the results achieved (similar restatement of the balances of the previous year). This change was deemed opportune in order to represent the Group's strongest industrial vocation due to the implementation process of the 2016-2019 Strategic Plan which, during 2016 and 2017, underwent a decisive acceleration. In line with the defined strategic lines, a number of significant divestments were made (Livanova Plc, Castello Sgr S.p.A., ISA S.p.A. and other listed securities) and the development phase was launched, which led to the creation of three major majority acquisitions in industrial companies (Gruppo Zaffiro S.r.l., Ceramica Cielo S.p.A. and Industria Metallurgica Carmagnolese S.p.A.).

Highlights of the operating performance

In March 2016, Mittel, following the appointment of the new Chief Executive Officer Rosario Bifulco in November 2015, presented a new strategic plan whose objective is to turn the company into a dynamic and efficient entity, focused on majority investments in Italian small and medium enterprises, by supporting their growth processes with a view to long-term investment.

In the last few months, Mittel has therefore carried out a major transformation of its assets through the acquisition of the majority of 3 target companies, namely (i) Gruppo Zaffiro S.r.l. (Nursing homes - November 2016), (ii) Ceramica Cielo S.p.A. (Designer ceramic sanitary-ware - June 2017) and (iii) IMC - Industria Metallurgica Carmagnolese S.r.l. (Automotive components - September 2017), by re-investing the resources generated by the process of liquidation of the non-strategic assets disposed of during the year (Livanova Plc, Castello SGR S.p.A., ISA S.p.A. and Credit Access Asia). The effect of the economic consolidation of these entities is still partial as of December, 2017, based on the acquisitions made during the year. Starting from the 2016/2017 financial year, therefore, a new strategic identity for Mittel has emerged, namely that of an investment holding company, and the margins of profitability of the consolidated financial statements benefit from the consolidation of the majority shareholdings acquired.

Lastly, in order to best redefine its sources of medium/long-term financing, the debt of the holding Mittel was restructured through the issuing of a six-year (2017-2023) bond totaling EUR 129,5 million, relating to the partial extinguishment of the bond expiring in 2019 for EUR 55,5 million. This process, concluded in November 2017, not only allowed the lengthening of the average life of the debt by around 4 years, but made it possible to raise significant additional medium/long-term financial resources for the Group investment plan. To date, therefore, the Company has significant financial resources for new transactions, consistent with the objectives defined in the Strategic Plan.

Main consolidated income statement figures

(Thousands of Euro)	31.12.2017 (15 mesi)	30.09.2016 (12 mesi)
Revenue and other income	72.484	9.718
Variations in inventories	(10.821)	(2.790)
Net revenue	61.663	6.927
Purchases, provision of services, sundry costs	(42.796)	(16.880)
Personnel costs	(24.491)	(6.627)
Operating costs	(67.287)	(23.508)
Operating margin (EBITDA)	(5.624)	(16.580)
Amortization/depreciation, allocations and adjustments to non-current assets	(3.302)	(686)

Inventory value adjustments	(8.007)	(7.240)
Share of the result of investments	42.295	25.242
Operating result (EBIT)	25.362	736
Profit from financial management	(10.315)	(2.331)
Result and evaluation of financial assets and receivables	(2.641)	(14.808)
Profit (loss) from trading of financial assets	354	61
Profit (loss) before taxes	12.760	(16.342)
Taxes	2.407	4.739
Net profit (loss) for the period	15.167	(11.603)
Income (loss) pertaining to non-controlling interests	(1.684)	(7.098)
Income (loss) pertaining to the Group	16.851	(4.506)

With regard to the most significant items, we highlight:

- **Net revenues:** they include revenue and other income statement items and present a balance of EUR 72.5 million as of December 31, 2017 (EUR 9.7 million as of September 30, 2016). This balance is the combined result of the following factors:
 - (i) Revenue recognition of EUR 70.6 million (EUR 8.0 million as of September 30, 2017); the main contributing factors are:
 - The RSA (Gruppo Zaffiro and subsidiaries) sector for EUR 29.4 million (14 months);
 - The Real Estate sector for EUR 16.2 million (EUR 5.9 million as of September 30, 2016);
 - The Automotive sector (IMC S.p.A. and Balder S.r.l.) for EUR 11.0 million (3 months);
 - The Design sector (Ceramica Cielo S.p.A.) for EUR 10.5 million (6 months);
 - The Advisory sector for EUR 3.2 million (EUR 1.2 million as of September 30, 2016);
 - (ii) Recognition of other income for EUR 1.9 million (EUR 1.7 million in the comparison period).
- **Increases (decreases) in inventories:** the negative contribution recorded in the current year, equal to EUR 10.8 million (EUR 2.8 million as of September 30, 2016), is explained by the net effect of:
 - (i) The reduction due to the unloading of the cost of sales of property inventories for EUR 14.1 million (EUR 5.3 million as of September 30, 2016);
 - (ii) The increase in property inventories for costs capitalized during the period by EUR 0.7 million (EUR 2.5 million as of September 30, 2016);
 - (iii) The net increase in inventories of the Automotive sector for EUR 1.7 million;
 - (iv) The increase in the inventories of the Design sector for EUR 0.9 million.
- **Costs for purchases, provision of services, sundry costs:** the item, totaling EUR 42.8 million (EUR 16.9 million as of September 30, 2016), is strongly influenced by the operating costs of the companies subject to the first consolidation and includes purchase costs of EUR 13.6 million (EUR 2.3 million in the comparison period), service costs of EUR 24.6 million (EUR 9.6 million as of September 30, 2016) and sundry costs of EUR 4.6 million (EUR 4.9 million as of September 30, 2016). The main contributors to the overall item are:
 - (i) The RSA sector for EUR 13.0 million;
 - (ii) The Automotive sector for EUR 9.2 million;
 - (iii) Mittel S.p.A. for EUR 7.5 million (EUR 7.0 million in the comparison period, which however had a shorter duration, equal to 12 months);
 - (iv) The Design sector for EUR 6.7 million;
 - (v) The Real Estate sector for EUR 3.5 million (EUR 4.2 million in the comparison period, 12 months).

- **Personnel costs:** the item shows a balance of EUR 24.5 million (EUR 6.6 million as of September 30, 2016), including EUR 13.9 million from the RSA sector, EUR 3.9 million relating to the Mittel S.p.A. (in line with those of the comparison period, but decreasing, taking into account the different duration of the two financial years), EUR 2.7 million attributable to the Advisory sector and EUR 1.7 million related to the Automotive sector.
- **Depreciation, provisions and adjustments to non-current assets:** the item, not significant as of September 30, 2016 (when it had a total balance of EUR 0.7 million), had a total balance of EUR 3.3 million as of December 31, 2017, explained by:
 - (i) The depreciation of tangible and intangible assets for EUR 2.6 million, mainly due to the amortization of intangible and tangible assets relating to newly acquired companies; in particular, the Automotive sector contributed to the item for EUR 1.1 million, the RSA sector for EUR 0.8 million, and the Design sector for EUR 0.4 million;
 - (ii) The net provisions for risks and charges of EUR 0.7 million, attributable EUR 0.2 million to the Real Estate sector, EUR 0.1 million to Mittel, EUR 0.1 million to the Advisory sector, EUR 0.1 million to the Design sector, EUR 0.1 million to the Automotive sector, and the remainder to other companies of the Group.
- **Inventory value adjustments:** the item, which presents a balance of EUR 8.0 million (EUR 7.2 million as of September 30, 2016) is almost entirely explained by the value adjustments recorded at the end of the year when assessing the real estate assets held.
- **Share of the result of investments:** the item, positive for EUR 42.3 million (positive for EUR 25.2 million in the comparison period), is explained almost entirely by the result deriving from the consolidation in equity of Tower 6 bis S.r.l. and Bios S.p.A., which in the period sold the entire residual portion of Livanova shares in full, with the subsequent recognition in the income statement of the related profit from sale (already recognized in the balance sheet in previous years, as a result of the fair value adjustment of the shares held by investees, as a contra-item to the appropriate valuation reserve previously booked to equity, eliminated in the period as a result of the recognition of profit from transfer to this income statement item).
- **Profit from financial management:** it presents a net negative balance of EUR 10.3 million (negative by 2.3 million in the comparison period); the item is mainly attributable to the negative contribution of the Mittel S.p.A. (EUR 10.7 million), which presents a financial income of EUR 4.5 million (primarily attributable to the interest accrued on the financial receivables held) and financial expenses of EUR 15.1 million (of which EUR 4.5 million relating to non-recurring costs connected to the overall transaction performed between July and October 2017, which entailed the recognition of the redemption costs of the portion of the 2013-2019 bond, subject to early repayment and exchange, which occurred at a value higher than the carrying amount, and costs from the initial recognition of the 2017-2023 bond loan); the Mittel S.p.A.'s negative net contribution (equal to EUR 10.7 million), that of the RSA sector (EUR 0.9 million) and that of the Automotive sector (EUR 0.4 million), is mainly offset by the contribution, positive for EUR 1.7 million, of the subsidiary Ghea S.R.L., attributable to the interest income accrued in the period on the receivable owed to Bios S.p.A.
- **Result and evaluation of financial assets and receivables:** the item contributes negatively to the consolidated income statement by EUR 2.6 million (negative contribution of EUR 14.8 million as of September 30, 2016) and is influenced by the net effect of:
 - (i) Net income from investments of EUR 9.9 million (EUR 8.7 million in the comparison period), mainly explained by the sale of listed securities made by Mittel S.p.A. in the period, which led to the recognition of EUR 4.3 million total profits (EUR 3.0 million attributable to UBI Banca and EUR 1.3 million to Intesa Sanpaolo), and by the sale of minority interests in Castello SGR (profit of EUR 3.2 million), in ISA (profit of EUR 0.7 million) and in Credit Access (profit of EUR 0.6 million).
 - (ii) Value adjustments of financial assets and receivables, amounting to EUR 12.5 million (EUR 23.5 million in the comparison period) due to the effect of: (i) the adjustment to fair value of mutual real estate funds and investment vehicles held by the Group, which entailed a total value adjustment of EUR 2.7 million (EUR 2.5 million on the comparison period); (ii) impairment losses on loans recognized

on the basis of the update of their valuation at the end of the year, equal to EUR 9.9 million (EUR 21 million in the comparison period).

Main consolidated financial and equity figures

(Thousands of Euro)	31.12.2017	30.09.2016
Intangible assets	68.862	41
Property, plant and equipment	43.915	3.764
Investments	55.939	88.133
Non-current financial assets	107.054	137.958
Provisions for risks, employee severance indemnity and employee benefits	(7.069)	(3.185)
Other non-current assets (liabilities)	495	(163)
Tax assets (liabilities)	(1.974)	2.590
Net working capital (*)	81.046	98.100
Net invested capital	348.268	327.238
Equity pertaining to the Group	(223.915)	(252.971)
Non-controlling interests	(23.218)	(19.782)
Total equity	(247.134)	(272.754)
Net financial position	(101.134)	(54.485)

(*) Comprised of the sum of Inventories, sundry receivables (payables) and other current assets (liabilities)

Intangible assets amount to EUR 68.9 million (insignificant item in the comparison period). The item includes, for EUR 40.4 million, the goodwill recognized at the time of acquisition (in November 2016) of Gruppo Zaffiro S.r.l., a company in charge of the homonymous group active in the nursing homes sector, for an amount of EUR 1.1 million allocated to the brand upon completion of the PPA activity within 12 months of the acquisition. As of June 20, 2017, goodwill was also recognized, amounting to EUR 9.0 million and currently not allocated to other corporate assets, relating to the acquisition (on June 22, 2017) of 80% of Ceramica Cielo S.p.A., a company active in the production and marketing of designer ceramic sanitary-ware and accessories intended for the luxury sector in Italy and abroad. Lastly, as of September 30, 2017, as a result of the acquisition, through a vehicle in which Mittel S.p.A. holds a 75% stake, of 100% of IMC (which includes 100% of a further company active in the same sector, Balder S.r.l.), the consolidated financial statements item was supplemented by a total amount of EUR 35.5 million, amount reduced to EUR 19.3 million as of December 31, 2017 as a result of the partial allocation to tangible assets held by IMC (which resulted in the allocation of related deferred taxes).

Tangible fixed assets amount to EUR 43.9 million (EUR 3.8 million as of September 30, 2016) and are significantly affected by the entry into the consolidation perimeter of the Automotive sector, which contributes to the item for EUR 23.9 million (including partial allocation to the IMC press fleet of the goodwill recognized at the time of acquisition), of the RSA sector, which contributes to the item for EUR 10.0 million (of which EUR 8.1 million related to the RSA of Rivignano acquired in April 2017), of Ceramica Cielo, which contributes EUR 5.5 million.

Investments measured using the equity method totaled EUR 55.9 million (EUR 88.1 million as of September 30, 2016). As of December 31, 2017 the item is composed almost entirely of investments held by the Mittel S.p.A., in Bios S.p.A. (EUR 50.0 million) and in Mittel Generale Investimenti S.r.l. (EUR 5.4 million) and decreased with respect to the comparison period, due to the distributions made by Tower 6 bis S.r.l., which involved the substantial elimination of said investment.

Non-current financial assets amount to EUR 107.1 million and refer: i) for EUR 81.8 million (EUR 100.2 million in the comparison period) to non-current financial receivables, mainly relating to the credit positions held by Mittel S.p.A. (EUR 59.7 million), in addition to the receivable (attributable to the equity rights of class B shares held) due to Ghea S.r.l. from Bios S.p.A. (EUR 20.6 million); ii) for EUR 25.3 million (EUR 37.6 million in the comparison period) relating to financial assets available for sale, represented mainly by real estate UCI units held by the Mittel S.p.A. and by shares in investment vehicles held by Mittel S.p.A. and by Earchimede S.p.A.

Provisions for risks, employee severance indemnity and employee benefits amount to EUR 7.1 million (EUR 3.2 million as of September 30, 2016). In particular, as of December 31, 2017, this item is composed, for EUR 4.8 million, of Provisions for personnel (EUR 1.4 million in the comparison period) and, for EUR 2.3 million, of Provisions for risks and charges (EUR 1.8 million in the comparison period). Zaffiro Group (for EUR 1.7 million), Ceramica Cielo S.p.A. (for EUR 1.3 million), Mittel S.p.A. (for EUR 0.8 million) and the Automotive sector (EUR 0.6 million) mainly contributed to the Provisions of personnel item.

The item **other non-current assets (liabilities)** totals EUR 0.5 million (a negative EUR 0.2 million in the comparison period). The item is composed of other receivables and other assets of EUR 0.6 million (EUR 0.3 million as of September 30, 2016), and other payables and liabilities of EUR 0.1 million (EUR 0.5 million in the comparison period).

The item **net tax assets (liabilities)** is negative for EUR 2.0 million (positive for EUR 2.6 million as of September 30, 2016) and consists of the sum of current tax assets of EUR 9.5 million (EUR 10.8 million as of September 30, 2016) and deferred tax assets of EUR 0.4 million (EUR 1.3 million in the comparison period), offset by deferred tax liabilities of EUR 10.2 million (EUR 9.5 million in the comparison period) and current tax liabilities for EUR 1.6 million (insignificant item in the comparison period).

Net working capital amounts to EUR 81.0 million (EUR 98.1 million as of September 30, 2016). The item is composed of: (i) the value of inventories of EUR 90.7 million (EUR 78.3 million attributable to property inventories, for EUR 4.6 million relating to Ceramica Cielo S.p.A. and for EUR 7.7 million pertaining to the Automotive sector), down compared to the EUR 98.1 million as of September 30, 2016 (which included exclusively property inventories, which were the object of the sale and write-downs described above); (ii) sundry receivables and other current assets for EUR 23.0 million, a net increase compared to the EUR 8.5 million in the comparison period, mainly thanks to the contributions of the Automotive sector (EUR 8.8 million), of Ceramica Cielo S.p.A. (EUR 7.1 million) and of the RSA sector (EUR 2.1 million); (iii) sundry payables and other current liabilities of EUR 32.6 million (EUR 10.0 million in the comparison period), to which the Automotive sector, Ceramica Cielo S.p.A. and the RSA sector contributed, respectively, for EUR 10.8 million, EUR 5.6 million and 4.0 million, while Mittel S.p.A. contributed EUR 10.1 million to the item, of which EUR 6.7 million relating to the liability recorded, pending the definitive ruling, as a contra-item of the collection received regarding an active tax dispute.

Net invested capital consequently amounts to EUR 348.3 million (EUR 327.2 as of September 30, 2016), financed by equity for EUR 247.1 million (EUR 272.8 million in the comparison period) and by the net financial position for EUR 101.1 million (EUR 54.5 million as of September 30, 2016).

Equity pertaining to the Group amounts to EUR 223.9 million (EUR 253.0 million as of September 30, 2016), while equity pertaining to minority interests amounts to EUR 23.2 million (EUR 19.8 million as of September 30, 2016).

In respect of the trend in consolidated equity and income items described, the negative **net financial position** amounted to EUR 101.1 million, as detailed, (EUR 54,5 million as of September 30, 2016). The detailed breakdown of each item is reported below.

Statement relating to the consolidated net financial position

(Thousands of Euro)	31.12.2017	30.09.2016
Cash	74	15
Other cash equivalents	155.397	84.974

Securities held for trading (*)	-	6.909
Current liquidity	155.471	91.898
Current financial receivables	396	32.951
Bank loans and borrowings	(63.089)	(77.872)
Bond issue	(176.096)	(99.183)
Other financial payables	(17.817)	(2.280)
Financial debt	(257.002)	(179.335)
Net financial position	(101.134)	(54.486)

(*) Available-for-sale assets posted under current assets and financial assets held for trading were reclassified to this item.

Main significant events of the year

Implementation of the measures defined in the 2016-2019 Strategic Plan

On 28 October 2016, through the integration of their respective Debt Advisory businesses, the Mittel Group and Ethica Corporate Finance S.p.A. established the newco Ethica & Mittel Debt Advisory S.r.l., 51% indirectly owned by Mittel S.p.A. and 49% by Ethica Corporate Finance S.p.A. Ethica & Mittel Debt Advisory S.r.l. is the first Italian integrated platform for all debt advisory services. In fact, the new company will support medium and large companies and private equity funds in structuring projects, organisation projects and bank, alternative, subsidised and structured funding projects, as well as the remodelling of existing bank borrowings.

On 9 November 2016, Mittel S.p.A. purchased 75% of the Zaffiro Group, a major player in the Italian healthcare industry. This transaction formed part of a much broader Mittel S.p.A. project in this sector, in which the Zaffiro Group investment is consistent with and complementary to other opportunities being studied. Zaffiro represents a solid base on which, in agreement with Gabriele Ritossa, a combination process with other local healthcare operators can be created, with the aim over the next few years of becoming a reference point for the sector.

On 11 April 2017, Gruppo Zaffiro S.r.l., via a vehicle established on an ad-hoc basis, acquired a new initiative in the nursing home for the elderly sector and, more specifically, in Rivignano in the province of Udine.

On 19 April 2017, in fulfilment of the preliminary contract signed in December 2016 between Mittel S.p.A. and Maire Investments S.p.A., the transfer of the entire investment held by Mittel S.p.A. in Castello SGR S.p.A. was completed, equal to 21,81%. The operation involved the collection of EUR 6,7 million.

On 22 June 2017, Mittel S.p.A. acquired, with a total investment of around EUR 15,0 million, a share of 80% in the company Ceramica Cielo S.p.A., operating in the production and sale of designer ceramic sanitary-ware and accessories intended for the luxury sector in Italy and abroad.

On 27 September 2017, Mittel - through a company in which it holds a 75% stake, Mittel Automotive S.r.l. - completed the acquisition of the entire share capital of IMC – Industria Metallurgica Carmagnolese S.r.l. from Roblafin S.r.l.. The remaining 25% of Mittel Automotive S.r.l. was purchased by said Roblafin S.r.l.. The value of the acquisition of IMC, equal to EUR 48,5 million, was financed, for an amount of EUR 28,0 million, by the use of bank debt. IMC, founded in 1962 in Carmagnola (TO), is the Tier 1 supplier of the leading European manufacturers in the automotive sector.

Lastly, as regards the progress status of the disposal of the non-core assets of the Mittel Group and as announced to the market on 27 September 2017, note should be taken of the completion, in September 2017, of the process of market sale, with several transactions completed between June and September 2017, of the investment held indirectly in Livanova Plc, via the investees Bios S.p.A. (50%) and Tower 6 Bis S.a.r.l. in liquidation (49%), held by Mittel S.p.A. in partnership with Equinox T.w.o. S.c.a..

Issue of Mittel 2017-2023 bonds / Early partial voluntary redemption of 2013-2019 bond /OPAS (public purchase and exchange offer)

On 15 May 2017, Mittel S.p.A. announced the issuing of a 6-year bond, for a maximum of EUR 175 million, of which EUR 123,5 million new funding (OPSO - Public subscription offer). The overall transaction announced also made provision for:

- (i) the exercising of the early partial voluntary redemption of 50% of the nominal value of all of the 2013-2019 bonds (equal to roughly a nominal EUR 100 million) and, following the early partial voluntary redemption,
- (ii) the promotion of a full voluntary public exchange offer on the outstanding 2013-2019 bonds, issued by Mittel, listed on the MOT (Screen-based Bond Market), organised and managed by Borsa Italiana S.p.A., with consideration represented by additional bonds issued by the Issuer.

The OPSO was carried out between 21 July and 24 July 2017 and concluded with the issuing of 138.000.000 bonds for a total nominal value of EUR 123.510.000 on 27 July 2017. The bonds were issued at 100% of the nominal value and the fixed annual gross definitive nominal rate was set at 3,75%.

On 27 July 2017, Mittel S.p.A. informed the market, according to the provisions of art. 6.2 of the Bond Regulation, of the exercising of the early voluntary redemption of 50% of the nominal value of the 2013-2019 bonds (maximum amount allowed by the regulation). The early partial voluntary redemption took place on 18 August 2017 and the associated price of reimbursement for each 2013-2019 bond was EUR 0,8874, equal to 102% of the nominal value reimbursed (EUR 0,87), for a total amount of EUR 50.634.294.

In October 2017, a public purchase and exchange offer (OPAS) was carried out regarding the remaining 50% of the nominal value of the 2013-2019 bond in place following the early redemption performed in July and with consideration represented by (i) one 2017-2023 bond and (ii) a monetary consideration for each 2013-2019 bond tendered, with an implicit premium of around 3,5% of the nominal value of the 2013-2019 bonds.

The offer was concluded on 8 November 2017, with the subscription to the OPAS of 6.709.182 2013-2019 bonds for a total nominal value of EUR 5.904.080,16, equal to 11,76% of the 2013-2019 bonds involved in the OPAS. The residual 50.349.973 2013-2019 bonds not tendered (with nominal value of EUR 44,3 million) continue to be listed on the MOT, similar to the 144.709.182 2017-2023 bonds issued (with nominal value of EUR 129,5 million).

Governance

On 18 November 2016 the Mittel S.p.A. Shareholders' Meeting was held on single call, unanimously resolving to change the closing date of the company year from 30 September to 31 December each year with effect from the year in progress as at the date of the Meeting, which will consequently last from 1 October 2016 to 31 December 2017. In accordance with law, the approved amendments do not offer any right of withdrawal.

On 27 January 2017, the resolutions of the ordinary Shareholders' Meeting of Mittel S.p.A. included, amongst others:

- to approve the Directors' Report on Operations and the Financial Statements for the year ended 30 September 2016 and the proposal for the coverage of the loss for the year of EUR 30.770.032 from available reserves;
- to establish the number of members of the Board of Directors at 7;
- to call upon the following to form the Board of Directors, which shall remain in office for three financial years, i.e. until the date of the Shareholders' Meeting called to approve the financial statements for the year ending 31 December 2019: Rosario Bifulco, Marco Giovanni Colacicco, Michele Iori, Anna Cremascoli, Anna Maria Tarantola, Anna Gervasoni (nominated by the shareholder Seconda Navigazione S.r.l.); Giovanni Raimondi (nominated by the shareholder Istituto Atesino di Sviluppo - ISA S.p.A.).

The Shareholders' Meeting also resolved in favour of the first section of the Report on Remuneration, prepared in accordance with art. 123-ter, Italian Legislative Decree no. 58 of 24 February 1998.

The Board of Directors of Mittel S.p.A., which met at the end of the above Shareholders' Meeting, appointed Rosario Bifulco as Chairman and Chief Executive Officer and Marco Giovanni Colacicco and Michele Iori as Deputy Chairmen. The same Board meeting also appointed the members of the Board's internal committees.

On 11 April 2017, Mittel S.p.A.'s Board of Directors, having acknowledged the resignation from the post of Director of Anna Maria Tarantola, on 7 April and effective immediately, subsequently resolved the appointment via co-optation of Valentina Dragoni as Independent Director, who will remain in office until the first Shareholders' Meeting in which the confirmation of her appointment will be proposed. As a result of the resignation of Anna Maria Tarantola from the role of Lead Independent Director, as well as the Chairman of the Remuneration and Appointments Committee and the Chairman of the Related Party Committee, the Board of Directors also appointed Anna Gervasoni as Lead Independent Director and modified the composition of the aforementioned internal Committees by appointing (i) the Chairman of the Remuneration and Appointments Committee Anna Cremascoli - already a member of the aforementioned Committee - and new member Valentina Dragoni and (ii) Chairman of the Related Party Committee, Valentina Dragoni.

On 26 June 2017, Mittel S.p.A. received the resignation, effective immediately, of Director Anna Gervasoni, due to changed professional commitments, which will not allow her to continue her activities at Mittel with the necessary dedication. Anna Gervasoni, appointed by the Shareholders' Meeting of 27 January 2017, put forward as a candidate from the majority list filed by Seconda Navigazione S.r.l., relinquished all other appointments assigned to her based on her role as Independent Director. Mittel S.p.A.'s Board of Directors, which met on 6 July, having acknowledged the resignation tendered on 26 June, subsequently resolved the appointment via co-optation of Patrizia Galvagni as Independent Director, who will remain in office until the first Shareholders' Meeting in which the confirmation of her appointment will be proposed. As a result of the resignation of Anna Gervasoni from the office of member of the Control and Risks Committee and member of the Related Party Committee, the Board of Directors also appointed Patrizia Galvagni as her replacement, while the position of Lead Independent Director, up to now held by Anna Gervasoni, was assigned to Anna Cremascoli.

Others

On 30 November 2016, following Liberata S.r.l.'s request to postpone the maturity date and reduce the interest rate on the outstanding Vendor Loan, due on 30 November 2016, the Board of Directors of Mittel S.p.A. extended the final deadline to 31 December 2018 and reduced the spread from 5% to 4,75%.

Mittel S.p.A.'s interest in carrying out the transaction was assessed in the light of the contingent situation of Mittel Generale Investimenti S.r.l., the only asset in the Liberata S.r.l. portfolio, following its cancellation from the general and special lists of Financial Intermediaries pursuant to articles 106 and 107 of Italian Legislative Decree 385/1993, arranged by the Bank of Italy in acceptance of the related application submitted by Mittel Generale Investimenti S.r.l., based on strategic assessments performed by its administrative body on receiving confirmation that there were no real prospects for relaunching its business activities. Cancellation from the list led to the winding-up of the core business previously carried out by Mittel Generale Investimenti, which is now limited to managing the assets that make up its loan portfolio.

Mittel S.p.A. consequently decided it was in its interest to allow rescheduling of the Vendor Loan repayment, also with a view to maximising the valuation of the total investment held in Liberata S.r.l., which includes 27% of Liberata share capital.

In relation to the additional request from Liberata S.r.l. to reduce the interest rate applied to date, in view of the non-deferral of the Vendor Loan to the bank loan, the interest rate spread on which constituted a form of consideration, Mittel S.p.A. reduced the spread applied by 25 bps. As a result of the agreed transaction, Mittel Generale Investimenti S.r.l. has an adequate time horizon to identify the most suitable action, of an ordinary or extraordinary nature, to maximise its assets.

The transaction qualifies as a related party transaction in accordance with the Procedures as the counterparty is an associate of Mittel S.p.A. in which Mittel has a 27% interest. In addition (i) the ownership structure of Liberata S.r.l. includes other related parties or in any event significant shareholders, such as Fondazione Cassa di Risparmio di Trento e Rovereto, which has a 10,9% interest in the share capital, and Istituto Atesino di Sviluppo S.p.A. with 8,8%, and (ii) a key manager of Mittel S.p.A. is a member of the company's administrative body and holds the office of Chief Executive Officer.

The transaction was therefore agreed as subordinated to obtaining the binding opinion of the Related Party Transactions Committee, since this is a transaction of greater importance pursuant to art. 3.1, paragraph a) of the Related Party Procedures which, amongst other things, required the Company's preparation of an information document, in accordance with art. 5 of the Consob Regulation adopted by resolution no. 17221 of 12 March 2010, as amended by resolution no. 17389 of 23 June 2010, published on 6 December 2016.

Then in May 2017, as part of the investee streamlining process, the Shareholders' Meetings of Liberata S.r.l. and Mittel Generale Investimenti S.r.l. resolved to approve their merger plan.

On 8 May 2017, with the strategic objective of assuming full control of the assets of the Real Estate sector, Mittel Investimenti Immobiliari S.r.l. acquired from the company Residenza Altaguardia 11 S.r.l. a 40% stake in Santarosa S.r.l. (in which the Mittel Group previously held a stake of 60%), for a total price of EUR 890 thousand). The company's sole asset is a property contract in Milan (Piazzale Santorre di Santarosa). Following this acquisition, Residenza Altaguardia 11 S.r.l. - also through subjects appointed by the latter - signed three preliminary agreements for the purchase of property units held by Santarosa S.r.l. for a value of EUR 963 thousand. The operation qualified as a related party transaction pursuant to the Related Party Procedure of Mittel S.p.A. and took place following the obtainment of the favourable opinion (not binding given relating to a transaction of minor importance) of the Related Party Committee of Mittel S.p.A.

Main significant events occurred after December 31, 2017

On March 5, 2018, Gruppo Zaffiro S.r.l., via a vehicle established on an hoc basis, acquires a new initiative in the nursing home for the elderly sector in Sanremo. The total investment amounted to approximately EUR 1.2 million and the structure, which is already operating, currently has about 80 beds. The operation, together with the acquisition of the RSA in Rivignano completed in 2017 (120 beds) and the operations currently in the works, is part of the Group's growth project in the sector, which envisages using Gruppo Zaffiro as a solid platform on which to build a process of aggregation of other local realties operating in the nursing home sector, with the aim of becoming, over the next few years, a reference point in the sector.

Predictable evolution of the activity during the year

Given the significant changes that took place during the year, Mittel is now ready to intensify the investment process by dedicating its efforts on two levels. Firstly, the company aims to consolidate and grow segments in which it is already present. In fact, acquisitions in the field of residences for the elderly, designer ceramic sanitary-ware and automotive components, are platforms on which to graft both internal and external growth. Secondly, Mittel continues its search for new investment opportunities with the aim of creating long term value, through the acquisition of companies characterized by Italian entrepreneurial excellence, to be combined with the Group's financial and strategic contribution.

Finally, the recovery of additional financial resources will continue over the next few months, focusing on the residual non-strategic asset portfolio to date referring to the real estate sector held through the subsidiary Mittel Investimenti Immobiliari, as well as on the recovery process of financial receivables and other non-core assets currently held, which still today account for a significant portion of the Group's consolidated assets.

Economic and financial summary of Mittel S.p.A.

Mittel S.p.A. closed the financial statements as of December 31, 2017 (15 months) with a net loss of EUR 4.6 million opposed to a net loss of EUR 30.8 million as of September 30, 2016 (12 months).

Shareholders' equity amounted to EUR 167.3 million and was in contrast with the EUR 174.0 million for the financial year ended on September 30, 2016, with a decrease of EUR 6.7 million.

The net financial position was positive for EUR 7.2 million compared to the negative value of EUR 17.0 million as of September 30, 2016.

Main income statement figures of Mittel S.p.A.

(Thousands of Euro)	31.12.2017 7 (15 mesi)	30.09.2016 6 (12 mesi)
Revenues and other income	1.954	1.236

Costs for purchases, provision of services, sundry costs	-7.465	-7.000
Personnel costs	-3.946	-3.868
Operating net cost	-9.457	-9.632
Dividend	43.230	43.732
Profit (loss) from investments and financial assets	7.626	7.782
Operating margin (EBITDA)	41.398	41.882
Amortization/depreciation, allocations and adjustments to non-current assets	-412	-395
Operating result (EBIT)	40.986	41.487
Result of financial management	-6.701	-804
Value adjustments on investments and financial assets	-41.644	-72.117
Profit (loss) from trading of financial assets	354	61
Profit (loss) before taxes	-7.004	-31.373
Taxes	2.412	603
Net Results	-4.592	-30.770

- **Revenues and other income:** EUR 2.0 million, compared to the EUR 1.2 million as of September 30, 2016.
- **Costs for purchases, provision of services, sundry costs:** EUR 7.5 million compared to the EUR 7.0 million recorded as of September 30, 2016, down by taking into consideration the different duration of the two financial years; the reclassified item included: (i) costs for services of EUR 5.2 million (EUR 5.3 million as of September 30, 2016) and (ii) sundry costs of EUR 2.3 million (EUR 1.7 million as of September 30, 2016).
- **Personnel costs:** EUR 3.9 million, for the 15-month period, substantially in line with that of the comparison period (which lasted 12 months).
- **Dividends:** EUR 43.2 million (EUR 43.7 million as of September 30, 2016), including EUR 27.8 million relating to the distributions made by Tower 6 bis S.a.r.l. during the year, related to the full sale of the stake previously held in Livanova, and EUR 15.3 million attributable to the distribution of reserves during the year by the subsidiary company Earchimede S.p.A.
- **Profit (loss) from investments and financial assets:** EUR 7.6 million (EUR 7.8 million as of September 30, 2016), mainly explained by the gains obtained with the sale of the investment in Castello SGR S.p.A., equal to EUR 1.4 million), and by profits from the sale of UBI Banca shares (EUR 3.0 million), Intesa Sanpaolo (EUR 1.3 million), ISA (EUR 0.7 million) and Credit Access (EUR 0.6 million).
- **Result of financial management:** negative for EUR 6.7 million as of December 31, 2017 (negative for EUR 0.8 million in the comparison period). The item is attributable to the net effect of financial income of EUR 8.5 million (EUR 8.1 million in the previous year), mainly referable to interest income accrued on financial receivables, and financial charges of EUR 15.2 million (EUR 8.9 million in the comparison period). The increase in financial charges is mainly due to non-recurring costs of EUR 4.5 million related to the restructuring of financing sources made by the Company between the months of July and October 2017, which is described in the section on Group performance.
- **Value adjustments on investments and financial assets:** they amount to a total of EUR 41.6 million (EUR 72.1 million as of September 30, 2016) and refer to:

- (i) Value adjustments to investments of EUR 31.2 million (EUR. 68.9 million in the comparison period), of which EUR 16.5 million recorded on the subsidiary Earchimede S.p.A. (to be read in conjunction with the aforementioned distribution of reserves carried out in the year by the investee company), EUR 9.5 million on the subsidiary Mittel Investimenti Immobiliari S.r.l. (largely attributable the the losses in value recorded on property inventories held mainly through real estate vehicles owned by the investee company, the Group's real estate sub-holding company), EUR 4.3 million on Tower 6 bis (to be read together with the significant distributions carried out during the year), and EUR 1.0 million on Mittel Advisory Debt and Grant S.p.A.;
- (ii) Value adjustments to financial assets and receivables of EUR 10.4 million, compared to EUR 3.3 million in the previous year. The item is explained for EUR 1.7 million from the write-down of financial assets available for sale and for EUR 8.7 million to value adjustments on some financial receivables held, for the alignment of the assessment with the recovery forecasts and the expected collection times at the balance sheet date.

Main financial and equity figures of Mittel S.p.A.

(Thousands of Euro)	31.12.2017	30.09.2016
Intangible assets	30	40
Property, plant and equipment	3.428	3.653
Investments	63.280	72.862
Non-current financial assets	93.473	107.024
Provisions for risks, employee severance indemnity and employee benefits	(1.709)	(1.735)
Other non-current assets (liabilities)	160	160
Tax assets (liabilities)	7.640	8.911
Net working capital (*)	(6.217)	85
Net invested capital	160.085	191.002
Equity pertaining to the Group	(167.321)	(174.005)
Non-controlling interests	7.236	(16.997)

(*) Comprised of the sum of Inventories, sundry receivables (payables) and other current assets (liabilities)

Tangible and intangible assets amount to EUR 3.5 million (EUR 3.7 million in the previous year) and are mainly explained by the building in which the company has its registered office, which amounts to EUR 3.2 million.

Equity investments amounts to EUR 63.3 million and were in contrast with the EUR 72.9 million for the financial year ended on September 30, 2016. The reduction in the item is explained by the net effect of:

- (i) Increases for a total of EUR 27.0 million, explained for the EUR 26.1 million by the equity share of the total contributions to the company vehicles used during the year for the three acquisitions made by the Group (EUR 13.5 million relating to Gruppo Zaffiro S.r.l., EUR 11.6 million to IMC S.p.A., and EUR 1.0 million to Mittel Design S.r.l., a vehicle to which 80% of Ceramica Cielo S.p.A. is responsible);
- (ii) Reduction of EUR 5.3 million due to the sale of the stake previously held in Castello SGR as well as value adjustments for a total of EUR 31.2 million (EUR 16.5 million for Earchimede S.p.A., EUR 9.5 million for Mittel Investimenti Immobiliari S.r.l., EUR 4.2 million on Tower 6 bis S.a.r.l. and EUR 1.0 million on Mittel Advisory Debt and Grant S.p.A.).

Non-current financial assets amount to EUR 93.5 million and are in contrast with the EUR 107.0 million for the financial year ended on September 30, 2016, with a decrease of EUR 13.5 million due essentially to the effects of:

- (i) The decrease of EUR 4.9 million in non-current financial receivables, which rose from EUR 79.2 million to EUR 74.3 million, due to the net effect of disbursing shareholder loans to vehicles used for acquisitions for a total of EUR 15 million; EUR 6 million, net reductions for collections and interest of EUR 8.1 million and adjustments for a total of EUR 8.7 million;
- (ii) The decrease of EUR 8.6 million in the sundry non-current financial assets item, which went from EUR 27.8 million to EUR 19.2 million due to: (i) reductions from the sale of assets and collections for a total of EUR 6.5 million; (ii) net valuation reductions of EUR 2.1 million.

Provisions for risks, employee severance indemnity and employee benefits amount to EUR 1.7 million, substantially in line with the previous year.

The item **Tax assets** amounts to EUR 7.6 million and is in contrast to the EUR 8.9 million of the previous year, with a decrease of EUR 1.3 million. The item mainly consists of tax receivables due to excessive down payments made by Hopa S.p.A. and passed to Mittel S.p.A. at the time of the incorporation carried out by the latter to the net of utilizations made during the year.

The **net working capital** is negative for EUR 6.2 million (negative for EUR 0.1 million in the previous year), with an increase of EUR 6.3 million. The change refers to an increase of EUR 1.1 million in sundry receivables (from EUR 4.8 million to EUR 5.9 million), a net increase in sundry payables and sundry liabilities, equal to EUR 7.4 million (from EUR 4.7 million to EUR 12.1 million), explained for EUR 6.7 million from the liability recognized, pending final judgment, in return for a collection received in connection with an active tax dispute.

Shareholders' equity amounts to EUR 167.3 million and is in contrast with the EUR 174.0 million as of September 30, 2016, with a reduction of EUR 6.7 million. The change occurred is attributable to the net effect of:

- (i) The loss for the year of EUR 4.6 million;
- (ii) The negative change in the valuation reserve for a total of EUR 2.5 million;
- (iii) The accounting in accordance with IFRS 2 of the Stock Appreciation Rights plan, which led to an increase in shareholders' equity of EUR 0.4 million.

The **net financial position** is positive for EUR 7.2 million and is in contrast with the negative EUR 17.0 million of the previous year, with an overall improvement of EUR 24.2 million, to which the following factors contributed, among other things: in positive terms, the receipt of dividends for EUR 43.2 million, the sale of investments and financial assets available for sale (non-current) for a total of EUR 12.9 million and the collections of non-current financial receivables of EUR 8.1 million; in negative terms, the acquisitions made during the year by the Group, which entailed net outflows for the Company (between equity and debt) for a total of EUR 40.7 million.

Statement relating net financial position of Mittel S.p.A.

(Thousands of Euro)	31.12.2017	30.09.2016
Cash	6	8
Other cash equivalents	124.905	56.235
Securities held for trading (*)	-	6.909
Current liquidity	124.911	63.152
Current financial receivables	70.301	94.574
Bank loans and borrowings	(9.508)	(72.859)
Bond issue	(176.096)	(99.183)
Other financial payables	(2.372)	(2.681)

Financial debt	(187.976)	(174.723)
Net financial position	7.236	(16.997)

(*) Available-for-sale assets posted under current assets and financial assets held for trading were reclassified to this item.

Attached are the consolidated balance sheet and income statement as well as the balance sheet and income statement of Mittel S.p.A. with the warning that the relative data has not yet been certified by the Auditing Company nor verified by the Board of Statutory Auditors.

Proposal of the Board of Directors on the allocation of the result for the year

The Board of Directors proposes to the Shareholders' Meeting to cover the loss for the year of EUR 4,592,489 through the use of available reserves.

Board proposal for free allocation to shareholders of a maximum of no. 5,811,508 treasury shares

On this day, the Board of Directors resolved to propose, at the next ordinary Shareholders' Meeting, the free allocation to shareholders, as extraordinary dividends, of a maximum of no. 5,811,508 ordinary treasury shares in portfolio according to the ratio of n. 1 ordinary share each no. 13 ordinary shares held by each shareholder (other than the Company), with coupon detachment date on May 7, 2018, entitlement to payment on May 8, 2018 (record date) and payment of the dividend on May 9, 2018.

The transaction represents a form of remuneration for the investment of shareholders in the Company and does not compromise its balance sheet or its financial and economic position, as it is also likely to produce positive effects on the Mittel stock, contributing - in the event of subsequent disposals by of the Company's shareholders - to an increase in the float.

Approval of the Corporate Governance Report and Remuneration Policy Report

The Board of Directors approved the Report on Corporate Governance and the Report on Remuneration Policy of the Mittel Group. The Corporate Governance Report and the Remuneration Policy Report will be made available to the public in the manner and within the terms established by the law and by the current regulatory provisions.

Appointment of the Manager responsible for preparing the accounting and corporate documents for the 2018 and 2019 financial years

The Board of Directors has appointed for the year 2018 and until the date of approval of the financial statements as of December 31, 2019, Dr. Caterina Della Mora, Chief Financial Officer of the Company, as "Manager in charge of preparing the corporate accounting documents", pursuant to art. 154 bis of the Legislative Decree no. 58 of 1998. With the approval by the Shareholders' Meeting of the financial statements for the financial year ended on December 31, 2017, the specific task conferred on January 27, 2017 to Dr. Pietro Santicoli will therefore be deemed concluded. The appointment was made after the favorable opinion of the Board of Statutory Auditors and in compliance with the requirements of integrity and professionalism required by current legislation and by the bylaws.

Convocation of the Shareholders' meeting.

The Board of Directors resolved to convene the Ordinary Shareholders' Meeting to deliberate, inter alia, on the proposal for the free allocation of treasury shares previously described, on April 26, 2018, in line with the provisions of the corporate events calendar.

MITTEL S.p.A.

Contacts**Mittel S.p.A.**

Paolo Facchi – Investor Relator
tel. 02.721411, fax 02.72002311, e-mail investor.relations@mittel.it

Moccagatta Associati (Media)

Tel. 02.86451419 / 02.86451695, e-mail segreteria@moccagatta.it

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Euro

	31.12.2017	30.09.2016
Non-current assets		
Intangible assets	68.861.919	41.408
Property, plant and equipment	43.914.880	3.764.090
Investments accounted for using the equity method	55.939.009	88.133.490
Financial receivables	81.775.748	100.176.385
Other financial assets	25.278.533	37.781.775
Sundry receivables and other assets	635.379	314.973
Deferred tax assets	423.453	1.256.243
Total non-current assets	276.828.921	231.468.364
Current assets		
Inventories	90.677.964	99.590.721
Financial receivables	396.248	32.950.798
Other financial assets	-	6.909.464
Current tax assets	9.450.674	10.841.212
Sundry receivables and other assets	22.957.251	8.503.688
Cash and cash equivalents	155.470.983	84.989.558
Total current assets	278.953.120	243.785.441
Assets held for sale	-	-
Total assets	555.782.041	475.253.805
Equity		
Share capital	87.907.017	87.907.017
Share premium	53.716.218	53.716.218
Treasury shares	(21.057.903)	(21.057.903)
Reserves	86.499.333	136.912.066
Profit (loss) for the period	16.850.831	(4.505.929)
Equity pertaining to the Group	223.915.496	252.971.469
Non-controlling interests	23.218.399	19.782.426
Total equity	247.133.895	272.753.895
Non-current liabilities		
Bond issue	173.023.311	97.873.411
Financial payables	50.941.791	2.279.610
Other financial liabilities	7.550.196	-
Provisions for personnel	4.787.415	1.429.528
Deferred tax liabilities	10.222.164	9.495.069
Provisions for risks and charges	2.281.769	1.755.853
Sundry payables and other liabilities	140.756	477.792
Total non-current liabilities	252.213.815	113.311.263
Current liabilities		

Bond issue	3.072.363	1.309.554
Financial payables	22.413.908	77.872.265
Current tax liabilities	1.626.222	12.660
Sundry payables and other liabilities	32.588.251	9.994.168
Total current liabilities	56.434.331	89.188.647
Total equity and liabilities	555.782.041	475.253.805

CONSOLIDATED INCOME STATEMENT

Euro

	31.12.2017	30.09.2016
Revenue	70.633.874	7.985.272
Other income	1.849.645	1.732.294
Variations in inventories	(18.828.207)	(10.030.130)
Costs for purchases	(13.566.990)	(2.303.734)
Costs for services	(24.626.487)	(9.637.971)
Personnel costs	(24.490.556)	(6.627.391)
Other costs	(4.602.026)	(4.938.420)
Amortization and value adjustments to intangible assets	(2.597.470)	(321.236)
Allocations to the provision for risks	(705.019)	(364.977)
Share of income (loss) of investments accounted for using the equity method	42.295.434	25.241.887
Operating result (EBIT)	25.362.198	(14.072.146)
Financial income	6.424.712	6.641.607
Financial expenses	(16.739.998)	(8.972.677)
Dividends	151.701	899.530
Profit (loss) from management of financial activities and investments	9.746.830	7.825.320
Value adjustments to financial assets, loans and receivables	(12.539.094)	(23.532.590)
Profit (loss) from trading of financial assets	353.809	60.740
Profit (loss) before taxes	12.760.158	(16.342.476)
Income taxes	2.407.120	4.739.032
Profit (loss) for the period	15.167.278	(11.603.444)
Attributable to:		
Income (loss) pertaining to non-controlling interests	(1.683.553)	(7.097.515)
Income (loss) pertaining to the Group	16.850.831	(4.505.929)

STATEMENT OF FINANCIAL POSITION PARENT COMPANY

Euro

	31.12.2017	30.09.2016
Non-current assets		
Intangible assets	29.797	40.033
Property, plant and equipment	3.427.609	3.653.276
Investments accounted for using the equity method	63.280.000	72.862.182
Financial receivables	74.287.693	79.248.633
Other financial assets	19.184.813	27.775.764
Sundry receivables and other assets	160.267	160.267
Deferred tax assets	1.493	20.922
Total non-current assets	160.371.672	183.761.077
Current assets		
Financial receivables	70.300.996	94.573.712
Other financial assets	-	6.909.464
Current tax assets	7.660.758	9.096.939
Sundry receivables and other assets	5.877.280	4.758.279
Cash and cash equivalents	124.911.283	56.242.667
Total current assets	208.750.317	171.581.061
Total assets	369.121.989	355.342.138
Equity		
Share capital	87.907.017	87.907.017
Share premium	53.716.218	53.716.218
Treasury shares	(20.576.471)	(20.576.471)
Reserves	50.866.723	83.728.270
Profit (loss) for the period	(4.592.489)	(30.770.032)
Total equity	167.320.998	174.005.002
Passività non correnti		
Bond issue	173.023.311	97.873.411
Provisions for personnel	776.474	831.755
Deferred tax liabilities	22.467	206.418
Provisions for risks and charges	932.770	902.875
Total non-current liabilities	174.755.022	99.814.459
Bond issue	3.072.363	1.309.554
Financial payables	11.880.282	75.539.799

Sundry payables and other liabilities	12.093.324	4.673.324
Total current liabilities	27.045.969	81.522.677
Total equity and liabilities	369.121.989	355.342.138

INCOME STATEMENT PARENT COMPANY

Euro

	31.12.2017	30.09.2016
Revenue	804.546	869.689
Other income	1.149.246	365.860
Variations in inventories	(5.205.256)	(5.279.060)
Costs for purchases	(3.946.405)	(3.868.498)
Costs for services	(2.260.273)	(1.719.841)
Dividends	43.230.109	43.731.964
Profit (loss) from management of financial assets	7.626.373	7.782.153
Amortization and value adjustments to intangible assets	(274.295)	(258.838)
Allocations to the provision for risks	(137.925)	(135.977)
Operating result (EBIT)	40.986.120	41.487.452
Financial income	8.460.628	8.139.702
Financial expenses	(15.161.325)	(8.944.101)
Value adjustments to financial assets and receivables	(10.415.271)	(3.261.028)
Value adjustments to investments	(31.228.344)	(68.856.250)
Profit (loss) from trading of financial assets	353.809	60.740
Profit (loss) before taxes	(7.004.383)	(31.373.485)
Income taxes	2.411.894	603.453
Profit (loss) for the period	(4.592.489)	(30.770.032)

The Manager in charge of preparing the corporate accounting documents, Pietro Santicoli, declares, pursuant to paragraph 2 of art. 154-bis of the Consolidated Law on Finance (Testo Unico della Finanza), that the press release corresponds to the document results, books and accounting entries.