

FIRST HALF 2020 RESULTS REVIEWED BY BOARD OF DIRECTORS

• **ITALMOBILIARE S.p.A.**

- > *During the half year, the overall performance of the Portfolio Companies - which represent more than 50% of NAV - showed considerable resilience to the shock caused by the Covid pandemic, thanks to the management initiatives adopted and the high degree of diversification, with the bulk of the portfolio represented by companies operating in sectors related to food production chain (Caffè Borbone, Capitelli and Sirap) and to the energy sector (Autogas Nord-AGN Energia and Italgas). The lockdown measures for commercial and production activities, on the other hand, had negative effects on Tecnica Group, Iseo and Officina Santa Maria Novella.*
- > *In light of these trends, at an aggregate operational level, the Portfolio Companies recorded a decrease in revenues (with the significant exception of Caffè Borbone and Capitelli), but with an improvement in EBITDA and operating results compared with H1 2019. For Italmobiliare S.p.A. the impact of the pandemic on financial markets and the postponement - for prudence sake - of dividend distribution by some companies (especially Caffè Borbone) to the second half of the year led to worse results.*
- > *The NAV of Italmobiliare at June 30, 2020 was equal to 1,629.3 million (1,741.1 million at the end of 2019), with a growth in the NAV of the Portfolio Companies to 828,2 million (+42 million based on the same scope of consolidation). The change reflects in particular the distribution of dividends for 76 million euro overall and a decrease in the market value of the investment in HeidelbergCement AG (-59.1 million).*
- > *The NAV per share is equal to 38.6 euro with a decrease of 6.98% compared with the end of 2019, taking into account the total dividend payment of 1.8 euro per share.*
- > *In the first half-year, the Italmobiliare stock has recorded an increase of 20.08% on the Stock Exchange, compared with the -10.15% posted by the Star Index.*
- > *The discount on NAV fell to 24.9%, the lowest level in recent years.*
- > *The net financial position of Italmobiliare S.p.A., also taking into account the investment in Officina Santa Maria Novella, which took place at the beginning of the year, is a positive 452.7 million (569.6 at December 31, 2019).*
- > *At a consolidated level, revenue came to 276.2 million (278.3 million at June 30, 2019) and the operating result was equal to 1.4 million euro (24.5 million in the first half of 2019).*

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*Italmobiliare's Board of Directors has reviewed and approved the interim report at June 30, 2020.*

*At the end of the half-year, the NAV of Italmobiliare was equal to 1,629.3 million euro (1,741.1 million euro at December 31, 2019), with a change linked in particular to the distribution of dividends for a total of 76 million euro between the ordinary and*

*extraordinary component, and the reduction in the market value of the investment in HeidelbergCement AG (-59.1 million euro). In addition, updating the NAV shows an increase in the value of Caffè Borbone, a reduction in the value of Tecnica Group and stability in the value of the other shareholdings. At June 30, 2020, Italmobiliare's NAV per share amounted to 38.6 euro with a decrease of 6.98% compared with December 31, 2019 (of which the payment of dividends had an impact of about 4.3 p.p.). Taking into account the impacts of the Covid crisis on financial markets and the postponement of the distribution of dividends by some companies - for prudence sake - to the second half, for Italmobiliare S.p.A. the first half of 2020 closed with a negative result of 16.6 million euro (positive for 9.2 million euro at June 30, 2019).*

*The economic situation during the period was conditioned by the Covid 19 pandemic and by the protection measures put in place by the institutions at national and international level. "The pandemic has triggered unpredictable dynamics and for which an overall assessment is still premature - says CEO Carlo Pesenti. Italmobiliare promptly implemented all safety and control measures for the protection of employees, both at the Holding Company and at the Portfolio Companies, to limit possible occasions for contagion while, at the same time, favouring continuity of production and commercial activities, except for limited downtime at certain plants. All of Italmobiliare's Portfolio Companies have reacted well overall, with better performances than the average fall-out on the Italian economy, thanks to a sector mix that shifted towards resilient areas and, in some cases, a better corporate performance than sector competitors. Negative impacts of the pandemic have inevitably occurred in those firms that are exposed to the retail world, which have slowed down considerably. The Holding Company's business remains focused on careful monitoring and will be able to take advantage of liquidity in excess of 400 million; in such a situation, this is synonymous with both solidity and the ability to continue operating to enhance the excellence that our country expresses, even in scenarios of high volatility."*

*A picture of overall solidity also emerges in the dynamics of the Company's stock, which has registered an increase of 20.08% since the beginning of the year.*

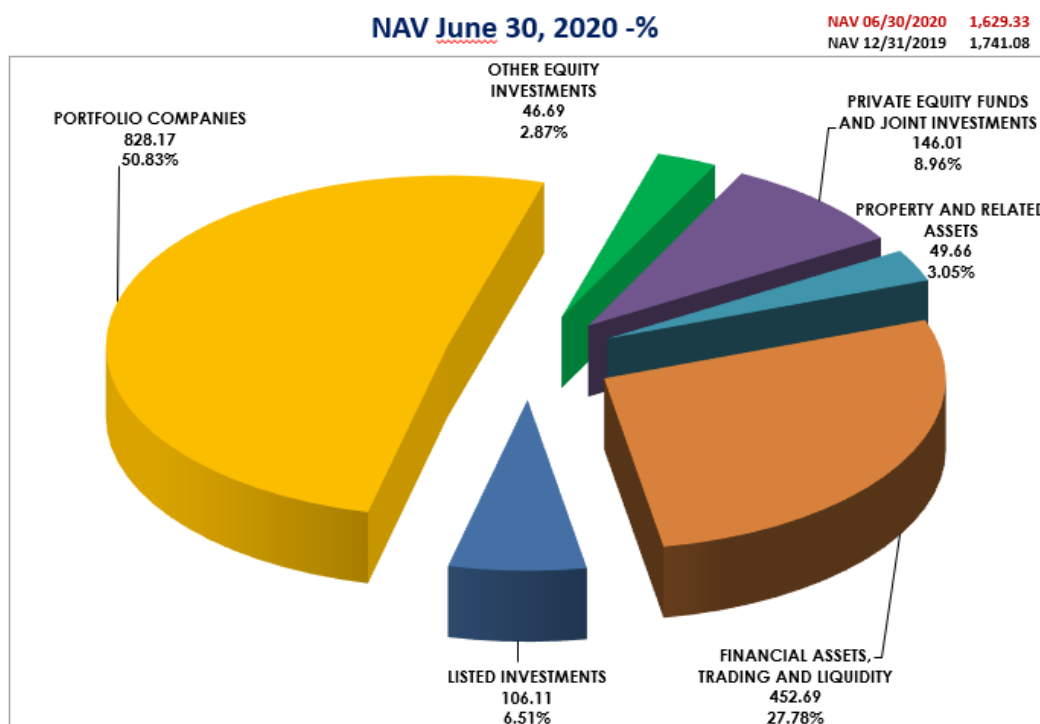
*The acquisition of 20% of Officina Santa Maria Novella, with a view to enhancing this historic brand of high-end perfumery and cosmetics on international markets, also led to an increase in the component of NAV represented by the Portfolio Companies. The portfolio now has interests in nine subsidiaries or associates, of which five in particular - being in the Food and Energy sectors (Borbone, Capitelli, Autogas, Italgen and Sirap) and representing a total of almost 75% of the total NAV of the Italmobiliare's Portfolio Companies - contributed significantly to the solidity of the results also in the complex half-year just ended, where the impacts deriving from the health emergency mainly concerned those components of Italmobiliare's portfolio that were most exposed to the dynamics of financial markets, marked by extremely negative performances during the period.*

*Even though the situation is such that it is still hard to make a reasoned assessment of the overall effect of this crisis on the various activities and their prospects, it is fair to say that the Group's overall solidity acts as a strong base from which to take advantage of any opportunities for enhancing synergies, strengthening best practices already in place and opening up new opportunities offered by structural changes.*

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**Milan, July 29, 2020** – The Board of Directors of Italmobiliare S.p.A. today reviewed and approved the consolidated interim financial statements at June 30, 2020.

**NET ASSET VALUE (NAV)**



The **Net Asset Value** (NAV) of Italmobiliare at June 30, 2020, excluding treasury shares, amounted to 1,629.3 million (1,741.1 million at December 31, 2019). The main changes in NAV are due to the distribution of ordinary and extraordinary dividends for a total of 76 million euro, the reduction in the market value of the investment in HeidelbergCement AG (-59.1 million euro) and other listed investments (-7.6 million euro, mainly attributable to the investment in Fin.Priv., a finance company that holds Mediobanca shares) against an overall increase in the value of the Portfolio Companies (+42 million based on the same scope of consolidation). In particular, as regards the latter, there was an increase in the value of Caffè Borbone, a reduction in the value of Tecnica Group and stability in the value of the other equity investments. Furthermore, the acquisition of 20% of Officina Santa Maria Novella led to an increase in the component represented by the portfolio companies (+41.4 million euro, corresponding to the investment in the newco which acquired the equity investment) with an equivalent reduction in liquidity.

At June 30, 2020, Italmobiliare S.p.A.'s NAV per share, excluding treasury shares, amounted to 38.6 euro.

## SUMMARY OF RESULTS

Taking into account the impacts of the Covid crisis on financial markets, for Italmobiliare S.p.A. the first half of 2020 closed with a negative result of 16.6 million euro (positive for 9.2 million euro at June 30, 2019).

Net income and charges from equity investments are positive for 8.6 million euro, down on the 10.1 million euro at June 30, 2019, mainly due to the lower dividends collected or approved (-11.5 million euro, mainly due to postponement of the distribution of dividends by Caffè Borbone following the Covid-19 risk, which should be distributed in the second half of 2020), partially offset by lower write-downs of certain equity investments. Net gains on investments of cash and cash equivalents show a negative balance of 10.9 million euro (positive for 12.1 million euro at June 30, 2019). The change is mainly due to the performance of trading investments and investment funds penalized by the negative performance recorded by international markets because of the pandemic. Other income and expense are negative for 19.1 million euro (-11.6 million euro at June 30, 2019), mainly due to higher non-recurring operating costs of 5.8 million euro (MBO and LTI payments referring to the previous three years and donations). At the end of the half-year, the net financial position of Italmobiliare S.p.A. decreased by 116.94 million euro, going from 569.6 million euro at December 31, 2019 to 452.7 million euro at the end of June 2020. The main flows include the payment of the ordinary and extraordinary dividend for a total of -75.9 million euro and the acquisition of 20% of Officina Santa Maria Novella (-41.4 million euro). Equity at June 30, 2020 amounts to 1,204.5 million euro, 142.5 million euro down on December 31, 2019 (1,347 million euro).

At a consolidated level, the profit (after tax of 3.7 million) came to 1.4 million (24.5 million in the first half of 2019). The result attributable to the owners of the parent company was a loss of 8.1 million euro. The consolidated equity attributable to the owners of the parent company at June 30 was 1,224.9 million (1,358.7 million at the end of 2019).

### **Breakdown of consolidated profit by segment**

(in millions of euro)	June 2020	June 2019
<b>Business segments</b>		
Italmobiliare	(16.9)	9.2
Caffè Borbone	14.0	8.2
Sirap	2.2	(0.8)
Italgen	2.4	2.5
Capitelli	0.8	
Tecnica Group	(6.6)	(7.2)
Autogas Nord - AGN Energia	2.2	2.7
Iseo	(1.2)	1.1
Other companies	1.2	2.1
Elimination of dividends and infragroup gains/losses	(6.2)	1.3
<b>Profit/(loss) for the year attributable to owners of the parent</b>	<b>(8.1)</b>	<b>19.1</b>

The other main economic results of the Italmobiliare Group are:  
 Revenue: 276.2 million on 278.3 million at June 30, 2019;  
 Gross operating profit (EBITDA): 27.6 million (52.1 million);  
 Operating profit (EBIT): 13.2 million (38.3 million).

## PERFORMANCE OF THE PORTFOLIO COMPANIES

### Performance of the main Group companies

(in millions of euro)	Revenue			EBITDA			Fcf <sup>1</sup>
	June 30 2020	June 30 2019	Change %	June 30 2020	June 30 2019	Change %	1st half 2020 Actual
Italmobiliare	30.5	45.3	(32.7)	(20.6)	21.5	n.s.	n.s.
<b>Portfolio Companies</b>							
Caffè Borbone	104.1	85.9	21.1	34.3	25.1	36.7	17,5
Sirap	120.6	135.6	(11.0)	12.1	8.3	45.0	0,8
Italgen	13.5	16.3	(17.2)	5.0	5.0	(1.1)	4,4
Capitelli	7.2	6.7	8.3	1.8	1.8	0.1	1,0
Tecnica Group	136.8	149.3	(8.4)	2.7	(1.0)	n.s.	7,7
Iseo	56.4	72.6	(23.5)	4.0	7.9	(48.9)	(1,4)
Autogas Nord - AGN Energia	224,2	269.7	(16.9)	27.4	28.8	(4.9)	19.5
Officina Santa Maria Novella	10,4	13.6	(23.8)	2.0	4.5	(55.9)	2.0
<b>Total Portfolio Companies</b>	<b>673,2</b>	<b>749.7</b>	<b>(10.2)</b>	<b>89.3</b>	<b>80.4</b>	<b>11.1</b>	<b>51.5</b>

1. Free cash flow is calculated as the difference between the net financial position of the beginning of the period and the net financial position of the end of the period, gross of the dividends paid.

n.s.: not significant

Overall, the first half of the year showed that the Portfolio Companies had a significant degree of resilience, brought about by the constant and proactive focus on the operating performance of the individual businesses and by a diversified mix of investments, which made it possible to limit the negative effects on the activities most exposed to the fallout caused by the Covid pandemic. Overall, despite a reduction in aggregate revenue, operating results improved compared with the situation in mid-2019.

### CAFFÈ BORBONE (60%)

In general, the half year for Caffè Borbone was characterized by a very positive performance on the part of the capsule business, while at channel level the growth trajectory of the online channel and large-scale distribution continues. Despite the half year characterized by the effects of the global pandemic, performances benefited from some specific features of the company compared with its competitors, such as the excellent quality/price ratio, its strength in the online channel and the very low weighting of the Ho.Re.Ca. channel. In the first half of 2020, Caffè Borbone recorded a turnover of 104.1 million euro, an increase of 21.1% compared with the same period of the previous year.

The gross operating profit for the first half of the year came to 34.3 million euro, with a margin of 32.9% of turnover, a marked improvement compared with the first half of 2019 (+3.7%), mainly thanks to the effect of economies of scale on overheads.

Profit for the first half of the year was 23.6 million euro, 68% up on the previous year. The net financial position at June 30, 2020 is negative for 14.1 million euro, with a positive cash flow of 17.5 million euro in the first half of the year. For prudence sake during the Covid-19 emergency the distribution of dividends was postponed to the second half of 2020.

### SIRAP (100%)

The Sirap group - which operates in the food packaging sector - had a positive first half, with a clearly improving EBITDA and very positive cash generation considering the seasonal nature of the business, even though revenue in the "Rigid" segment was not really satisfactory. In the first half, revenue of the Sirap group came to 120.6, 11% down on the same period of the previous year (the reduction in revenue during the half-year was -6%, net of the change in the scope of consolidation already mentioned in previous interim reports). In the first half-year, EBITDA was 12.1 million euro, 3.8 million euro higher compared with the first half of 2019 (+45%) and with a double-digit margin on sales. The reduction in revenue was in fact more than offset by the increase in unit margins, also attributable to the low cost of plastic raw materials during the period and to the impact on the cost structure of the synergies linked to the Business Plan completed in 2019 and other actions put in place to deal with the negative impact of Covid-19 on volumes. Amortisation and depreciation are substantially stable at 6.8 million euro, leading to an operating result of 5.3 million euro, which triples the result recorded in the first half of 2019. The net result for the half year is positive for 2.2 million euro, compared with a loss of 0.8 million euro in 2019. The net financial position at June 30, 2020 is negative for 79.9 million euro (an improvement of 14.9 million euro on June 30, 2019).

After the end of the half-year, as required by the 2019-21 three-year industrial plan, on July 6, 2020 Sirap officially announced its intention to close the San Vito al Tagliamento plant to further consolidate production at the Group's other Italian plants.

### ITALGEN (100%)

The activity of the Italgén group - production and distribution of electricity from renewable sources - posted hydroelectric output of 156.6 GWh in the first half, the highest level achieved in the last 5 years and with a growth of 21% compared with the first half 2019, thanks to above-average rainfall and an excellent level of plant availability and performance. However, the drop in overall demand for electricity at national level due to the lockdown and the reduction in the price of gas and CO<sub>2</sub> credits have had a significant impact on the price of electricity. Overall, the volume effect and price effect more or less offset each other. The gross operating profit comes to 5.0 million euro, stable compared with the first half of 2019.

Profit for the first half of the year was 2.4 million euro, also in this case substantially stable compared with the previous year.

The net financial position at June 30, 2020 is negative for 15.7 million euro, with a positive cash flow of 4.4 million euro in the first half of the year. During the Covid-19 emergency, dividend distribution was postponed to the third quarter of 2020 for prudence sake.

### CAPITELLI (80%)

Capitelli, an Italian excellence that specializes in the production of premium-quality cooked ham, posted revenue in the first half of 2020 of 7.2 million euro, up 8.3% compared with the same period of 2019. After an excellent first quarter, the health emergency caused a sharp reduction in the volumes selling through the Ho.Re.Ca. channel and in the flow of customers to the gastronomy counter of supermarkets; it also had an impact on the company's growth model, which is based on point-of-sale tastings.

The gross operating profit (EBITDA) for the half-year was 1.8 million euro, in line with the operating result for the same period of 2019.

The net result for the first half of 2020 was positive for 1.0 million euro, with the decrease compared with the previous year explained by the increase in amortisation.

The net financial position at June 30, 2020 was positive for 11.2 million euro, with a positive cash flow of 1.0 million euro in the period.

#### **TECNICA GROUP (40%)**

In the first half of 2020, the net turnover of the Tecnica group, one of the European leaders in the sportsystem sector, was 136.8 million euro, 8.4% down on the same period of 2019. The contraction in revenue affects all of the group's main brands with varying degrees of intensity and is attributable to the lockdown that impacted Tecnica's main sales channels and uncertainty about the 2020/21 winter season. The exception is Rollerblade, which closed the half year with excellent revenue growth (+47% vs. 2019) thanks to the positive momentum of the entire category of in-line skates following the change in habits of leisure activities induced by social distancing.

The operating results, which are not representative of the trend for the entire year due to the seasonal nature of the business (the bulk of sales take place between August and December), show a positive EBITDA for the period of 2.7 million euro (negative for 1.0 million euro in the first half of 2019), with an improvement attributable to the entry into the scope of consolidation of Riko (positive effect of 2.8 million euro on the half year) and the cost containment measures launched by the management given the decrease in revenue. The bottom line for the period was a loss of 14.2 million euro, substantially stable compared with 2019 and strongly influenced by the seasonal nature of the business.

On June 30, 2020 the net financial position is negative for 213.4 million euro, with a positive cash flow generation in the half-year of 7.7 million euro.

#### **ISEO (40%)**

The Iseo group, one of the main European manufacturers of mechatronic and digital solutions for access control and security, closed the first half of the year with revenue of 56.4 million euro, down by 23.5% on the same period of the previous year due to the significant impact of Covid.

In the initial lockdown phase, the company had to close its factories both in Italy and France; subsequent restrictions then caused slowdowns in all the key channels in the group's main geographical areas. However, it should be noted that, after the difficulties recorded in the months of March, April and May (sales decreases of -40% compared with the same months of 2019), June closed with revenue substantially in line with the previous year and a good trend in new orders.

EBITDA came to 4 million euro, down 48.9% compared with the same period of 2019 (negative delta of 2.8 million euro). Management reacted to the drop in revenue with a strong plan to hold down fixed costs, with savings compared with the first half of 2019 of more than 4 million euro.

The net result was negative for 0.5 million euro.

At June 30, 2020 the net financial position was negative for 37.3 million euro, net of dividends of 1.2 million euro paid in the half-year. During the half year, cash generation before dividends was negative for 1.4 million euro, partially attributable to the seasonal nature of the business.

### **AUTOGAS NORD – AGN ENERGIA (30%)**

The Autogas group is currently the second largest Italian operator in the LPG distribution market, with a very seasonal business and sales mainly concentrated in the period from October to March. It closed the first half of 2020 with a turnover of 224.2 million euro, a negative delta of 45.5 million euro compared with the first half of 2019 (a decrease of 16.9% which falls to 11.2% if we take into account the drop in the purchase cost of LPG). The contraction in volumes is attributable to a combination of above-average temperatures and the impact of the lockdown and subsequent restrictions.

EBITDA came in at 27.4 million euro, with a negative difference of 1.4 million euro compared with last year.

The net result for the half-year was 10.7 million euro, with an increase of 0.3 million euro compared with 2019, mainly thanks to the reduction in financial charges (influenced last year by non-recurring items involved in the acquisition of the Lampogas Group).

At June 30, 2020 the net financial position is negative for 119.1 million euro, with a positive cash generation during the half-year of 19.5 million euro; neutralizing contingent factors linked to the postponement of two payments in the first days of July, cash flow remains positive by 14.6 million euro. During the Covid-19 emergency, dividend distribution was postponed to the second half of 2020 for prudence sake.

### **OFFICINA PROFUMO FARMACEUTICA DI SANTA MARIA NOVELLA (20%)**

For Officina Santa Maria Novella, the first half of 2020 shows overall revenue of 10.4 million euro, a decrease of 23.8% compared with the same period of 2019 due to the temporary closure of most of the directly-managed stores and the marked contraction of international tourist flows, especially to Italy. Compared with a 60% reduction in direct physical and online retail sales in Europe, the wholesale channel held up well (substantially the same as in 2019 thanks to the good trend in orders in the APAC area) and a 10% reduction in the USA, where the excellent performance of e-commerce partially offset the reduction in revenue from physical channels.

The decrease in revenue resulted in a gross operating profit of 2 million euro, down by 56%.

At June 30, 2020 the net financial position is positive for 20.7 million euro; the Officina Santa Maria Novella closed the half-year with a net cash generation of 2 million euro prior to the dividend payments during the half-year

### **CLESSIDRA SGR (100%)**

Clessidra SGR - the main private equity fund manager dedicated exclusively to the Italian market - continued to select new investment opportunities and to manage the three companies in the CCP3 portfolio. As regard the CCPII fund, the company continued its management activity, essentially with a view to enhancing the value of the last company left in the portfolio.

As regards the Clessidra Restructuring Fund (CRF), Clessidra continued its activity in the bank loan segment, with a particular focus on UTPs, and in the new finance segment, providing support to around 15 Italian companies that are currently restructuring and relaunching their businesses.

In the first half of 2020 Clessidra recorded an operating profit of 1.4 million (2.3 million in the first half of 2019) closing the period with a profit of 1.0 million (1.5 million in 2019).



## OUTLOOK

The estimated contraction in real world GDP in the second quarter of the year is 8.5% (annualised): the worst recession since 1930 hit the global economy at the end of March, with a low in April, highlighting a collapse in GDP of -13% in the first four months of the year. From the low point recorded in April, economic trends are now accelerating both in manufacturing and services: in fact, it is also the shortest recession since WWII. There are two main factors involved in the short duration of this recession: the exogenous nature of the shock, not generated by endogenous macro-financial imbalances, and the extraordinary economic policy measures implemented to support companies' income, liquidity and solvency. The level of pre-crisis global real GDP could be reached in the second half of 2021, in less than 24 months, compared with the over 3 years necessary following the 2008 recession, although the latter had a contraction in GDP four times less than the current one. The average of the forecasts for the whole of 2020 comes to -3.9%, followed by growth of 5.5% in 2021. However, worse growth estimates weigh on the Eurozone and Italy: the 2020 average is anchored at -9% and -11%, respectively, with a possible restoration of pre-crisis real GDP levels in 2022 and 2023.

The global equity index has anticipated the cyclical trend and the minimum point of the growth rate in company profits by about six months, in line with the dynamics of previous global recessions. Against the 30% drop in prices from the beginning of the year to March 23, the index managed a rebound of 34%, with an overall decrease from the beginning of the year to June 30 of 6.2%. The expectations of the European financial market have also started to benefit from the European multi-year budget proposal, which is associated with the Next Generation EU, the crisis and investment support plan, aimed at accelerating the green and digital transition. However, the scenario is exposed to a high level of uncertainty. The progress achieved in knowledge of the virus, in the therapeutic treatment and in the testing mitigate the risk of a further lockdown but a "second wave" of the virus would still reflect on the timing of the recovery. The economic cycle also bears the risk of exacerbating commercial and other tensions (USA-China) and social instability. The US elections constitute the political event of the last quarter of the year, whose outcome will have a significant economic and financial impact not only in the short term.

In a context characterized by such high uncertainty, Italmobiliare will focus its commitment in providing support to the Portfolio Companies to face the important challenges imposed by the changed scenario. One priority will be the companies operating in the retail world, such as Tecnica Group and Officina Santa Maria Novella, so that they can identify innovative ways of offering their products and new commercial channels that allow them to safeguard growth and development objectives. For all Group companies, measures will be assessed and implemented to ensure further operational efficiency and prudent liquidity management. Full support will also be guaranteed for the development of Clessidra SGR, both in the traditional Private Equity Fund business focused on the Italian market, and in the recently launched path of diversification into other asset classes, starting from Private Debt, with a view to providing financial support and the possibility of an industrial relaunch for Italian SMEs.

The portfolio's exposure to investments that are particularly affected by the turbulence of financial markets has been significantly reduced (listed investments) or mitigated through liquidity management concentrated in low-risk financial instruments. In the second half of

the year, however, further opportunities offered by the markets to hedge or dilute certain shareholdings will be evaluated.

The dynamics of heightened volatility could at the same time outline interesting investment opportunities in companies that know how to intercept and guide the transformation needs that will characterize some production sectors, both in Italy and - indirectly through the portfolio of private equity funds that has been built up - in other geographical areas, starting with the United States.

## **BOND ISSUES**

There are no bond issues in the period under review and no issues are expected to mature in the 18 months after June 30, 2020.

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*The Financial Reporting Officer of Italmobiliare S.p.A., Mauro Torri, certifies - pursuant to art. 154-bis, paragraph 2 of the Consolidated Law on Finance (Legislative Decree 58/1998) - that the accounting information contained in this press release agrees with the supporting documentation, books of account and accounting entries.*

### **Disclaimer**

This press release may contain forward-looking statements. These statements are based on the Group's current expectations and projections about future events and, by their nature, are subject to inherent risks and uncertainties. They relate to events and depend on circumstances that may or may not occur or exist in the future, and, as such, undue reliance should not be placed on them. Actual results may differ materially from those expressed in such statements as a result of a variety of factors, including: continued volatility and further deterioration of capital and financial markets, changes in commodity prices, changes in general economic conditions, economic growth and other changes in business conditions, changes in laws and regulations and the institutional environment (in each case in Italy or abroad), and many other factors, most of which are beyond the Group's control.

**ITALMOBILIARE ON THE INTERNET: [www.italmobiliare.it](http://www.italmobiliare.it)**

### **Italmobiliare**

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The attached income statement and statement of financial position figures are currently being examined by the independent auditors.

Italmobiliare Group						
Income statement (in thousands of euro)	1st half 2020	%	1st half 2019	%	Change	%
Revenue	245,582		237,992		7,590	
Gains on disposal	328		1,127		(799)	
Other income	30,241		39,134		(8,893)	
<b>Revenue</b>	<b>276,151</b>	<b>100.0</b>	<b>278,253</b>	<b>100.0</b>	<b>(2,102)</b>	<b>-0.8</b>
Other revenue and income	7,165		5,023		2,142	
Changes in inventories	3,263		5,708		(2,445)	
Internally produced and capitalised assets	112		142		(30)	
Raw materials and supplies	(118,646)		(127,469)		8,823	
Services	(46,996)		(44,141)		(2,855)	
Employee benefit expense	(53,085)		(52,004)		(1,081)	
Other operating income (expenses)	(40,330)		(13,422)		(26,908)	
<b>Gross operating profit (EBITDA)</b>	<b>27,634</b>	<b>10.0</b>	<b>52,090</b>	<b>18.7</b>	<b>(24,456)</b>	<b>-46.9</b>
Amortisation and depreciation	(14,433)		(13,739)		(694)	
Impairment losses on non-current assets			(28)		28	
<b>Operating profit (EBIT)</b>	<b>13,201</b>	<b>4.8</b>	<b>38,323</b>	<b>13.8</b>	<b>(25,122)</b>	<b>-65.6</b>
Finance income	66		35		31	
Finance costs	(2,321)		(2,813)		492	
Exchange-rate differences and net gains (losses) on derivatives	(293)		296		(589)	
Impairment gains and losses on financial assets	(798)				(798)	
Share of profit/(loss) of equity-accounted associates	(4,743)		(2,591)		(2,152)	
<b>Profit/(loss) before tax</b>	<b>5,112</b>	<b>1.9</b>	<b>33,250</b>	<b>11.9</b>	<b>(28,138)</b>	<b>-84.6</b>
Income tax	(3,727)		(8,702)		4,975	
<b>Profit/(loss) from continuing operations</b>	<b>1,385</b>	<b>0.5</b>	<b>24,548</b>	<b>8.8</b>	<b>(23,163)</b>	<b>-94.4</b>
Profit/(loss) from discontinued operations, net of tax	-		-			
<b>Profit/(loss) for the period</b>	<b>1,385</b>	<b>0.5</b>	<b>24,548</b>	<b>8.8</b>	<b>(23,163)</b>	<b>-94.4</b>
Attributable to:						
owners of the parent company	(6,879)	-2.5	19,093	6.9	(25,972)	n.s.
non-controlling interests	9,533	3.5	5,455	2.0	4,078	74.8
Earnings per share						
Basic ordinary shares	(0.193) €		0.455 €			
Diluted ordinary shares	(0.193) €		0.454 €			

n.s.= not significant

Italmobiliare Group						
Consolidated statement of comprehensive income (in thousands of euro)	1st half 2020	%	1st half 2019	%	Change	%
<b>Profit/(loss) for the period</b>	<b>1,385</b>	<b>0.5</b>	<b>24,548</b>	<b>8.8</b>	<b>(23,163)</b>	<b>-94.4</b>
<b>Other comprehensive income (expense) from continuing operations</b>						
<b>Items that will not be reclassified subsequently to profit or loss</b>						
Remeasurement of net defined benefit liability						
Remeasurement of net defined benefit liability/(asset) - investments in associates accounted for at equity						
Income tax						
Fair value gains (losses) on financial assets measured at FVOCI	(54,380)		126,819		(181,199)	
Fair value gains (losses) on financial assets measured at FVOCI - investments in associates accounted for at equity						
Income tax	89		(12,570)		12,659	
<b>Total items that will not be reclassified to profit or loss</b>	<b>(54,291)</b>		<b>114,249</b>		<b>(168,540)</b>	
<b>Items that may be reclassified subsequently to profit or loss</b>						
Foreign exchange differences on translation of foreign operations	(2,172)		402		(2,574)	
Foreign exchange differences on translation of foreign operations - investments in associates accounted for at equity	(41)		95		(136)	
Fair value gain/(loss) arising on cash flow hedging instruments during the period	(123)		(552)		429	
Fair value gain/(loss) arising on cash flow hedging instruments during the period - investments in associates accounted for at equity	(170)		(552)		382	
Income tax	5				5	
<b>Total items that may be reclassified subsequently to profit or loss</b>	<b>(2,501)</b>		<b>(607)</b>		<b>(1,894)</b>	
<b>Total other comprehensive income</b>	<b>(56,792)</b>		<b>113,642</b>		<b>(170,434)</b>	
<b>Total comprehensive income</b>	<b>(55,407)</b>	<b>-20.1</b>	<b>138,190</b>	<b>49.7</b>	<b>(193,597)</b>	<b>n.s.</b>
Attributable to:						
owners of the parent company	(64,934)		132,942		(197,876)	
non-controlling interests	9,527		5,248		4,279	

<b>Italmobiliare Group</b>			
<b>Statement of financial position</b> (in thousands of euro)	<b>06.30.2020</b>	<b>12.31.2019</b>	<b>Change</b>
<b>Non-current assets</b>			
Property, plant & equipment	164,508	161,033	3,475
Investment property	7,637	7,919	(282)
Goodwill	175,152	181,864	(6,712)
Intangible assets	181,932	178,592	3,340
Investments in associates accounted for at equity	202,555	164,147	38,408
Other equity investments	139,140	210,531	(71,391)
Trade receivables and other non-current assets	173,421	180,909	(7,488)
Deferred tax assets	14,386	13,075	1,311
Non-current receivables from employees	648	648	
<b>Total non-current assets</b>	<b>1,059,379</b>	<b>1,098,718</b>	<b>(39,339)</b>
<b>Current assets</b>			
Inventories	62,576	57,202	5,374
Trade receivables	92,561	96,646	(4,085)
Other current assets including derivative financial instruments	21,997	22,953	(956)
Tax assets	7,205	8,089	(884)
Equity investments, bonds and current financial receivables	370,640	372,150	(1,510)
Cash and bank balances	147,958	248,112	(100,154)
<b>Total current assets</b>	<b>702,937</b>	<b>805,152</b>	<b>(102,215)</b>
<b>Assets classified as held for sale</b>	<b>6,535</b>	<b>6,713</b>	<b>(178)</b>
<b>Total assets</b>	<b>1,768,851</b>	<b>1,910,583</b>	<b>(141,732)</b>
<b>Equity</b>			
Share capital	100,167	100,167	
Share premium account	55,607	55,607	
Reserves	(46,784)	1,236	(48,020)
Treasury shares	(6,620)	(12,154)	5,534
Retained earnings	1,122,501	1,213,873	(91,372)
<b>Equity attributable to owners of the parent company</b>	<b>1,224,871</b>	<b>1,358,729</b>	<b>(133,858)</b>
Non-controlling interests	123,385	115,467	7,918
<b>Total equity</b>	<b>1,348,256</b>	<b>1,474,196</b>	<b>(125,940)</b>
<b>Non-current liabilities</b>			
Borrowings	109,280	118,817	(9,537)
Retirement benefit obligations	12,152	12,525	(373)
Provisions	64,583	64,107	476
Non-current tax liabilities	8,815	8,358	457
Other non-current payables and liabilities	945	861	84
Deferred tax liabilities	55,345	53,843	1,502
<b>Total non-current liabilities</b>	<b>251,120</b>	<b>258,511</b>	<b>(7,391)</b>
<b>Current liabilities</b>			
Bank loans and borrowings	22,045	21,658	387
Borrowings	39,715	36,416	3,299
Trade payables	62,383	68,857	(6,474)
Provisions	1,065	788	277
Tax liabilities	3,353	2,252	1,101
Other liabilities	40,400	47,338	(6,938)
<b>Total current liabilities</b>	<b>168,961</b>	<b>177,309</b>	<b>(8,348)</b>
<b>Total liabilities</b>	<b>420,081</b>	<b>435,820</b>	<b>(15,739)</b>
<b>Liabilities directly associated with assets classified as held for sale</b>	<b>514</b>	<b>567</b>	<b>(53)</b>
<b>Total equity and liabilities</b>	<b>1,768,851</b>	<b>1,910,583</b>	<b>(141,732)</b>

Italmobiliare Group		
Statement of cash flows (in thousands of euro)	1st half 2020	1st half 2019
<b>NFP at beginning of period</b>	<b>475,236</b>	<b>222,260</b>
Cash flows from operating activities	10,699	44,600
Capital expenditure:		
<i>PPE, investment property and intangible assets</i>	<i>(13,972)</i>	<i>(21,990)</i>
<i>Non-current financial assets</i>	<i>(54,349)</i>	<i>(69,718)</i>
Cash flows from investing activities	<b>(68,321)</b>	<b>(91,708)</b>
Proceeds from disposal of non-current assets	48,547	160,027
Dividends paid	(75,999)	(26,271)
Translation and other differences	(5,719)	(21,035)
<b>Change in net financial position</b>	<b>(90,793)</b>	<b>65,613</b>
Cash flows relating to assets classified as held for sale		
<b>NFP at end of period</b>	<b>384,443</b>	<b>287,873</b>

Italmobiliare Group			
Net financial position (in thousands of euro)	June 30, 2020	December 31, 2019	Change
<b>Current financial assets</b>	<b>530,390</b>	<b>630,936</b>	<b>(100,546)</b>
Cash and bank balances	147,958	248,112	(100,154)
Derivatives receivable	2,195	431	1,764
Other current financial assets	380,237	382,393	(2,156)
<b>Current financial liabilities</b>	<b>(71,999)</b>	<b>(67,330)</b>	<b>(4,669)</b>
Bank loans and borrowings	(22,045)	(21,658)	(387)
Current loans and borrowings	(48,779)	(45,276)	(3,503)
Derivatives payable	(1,175)	(396)	(779)
<b>Non-current financial assets</b>	<b>36,152</b>	<b>31,059</b>	<b>5,093</b>
Non-current financial assets	36,152	31,027	5,125
Non-current derivatives receivable		32	(32)
<b>Non-current financial liabilities</b>	<b>(110,130)</b>	<b>(119,576)</b>	<b>9,446</b>
Non-current financial liabilities	(109,280)	(118,817)	9,537
Non-current derivatives payable	(850)	(759)	(91)
<b>Net financial position relating to continuing operations</b>	<b>384,413</b>	<b>475,089</b>	<b>(90,676)</b>
Assets classified as held for sale	30	147	(117)
Liabilities directly associated with assets classified as held for sale			
<b>Net financial position relating to discontinued operations</b>	<b>30</b>	<b>147</b>	<b>(117)</b>
<b>Total net financial position</b>	<b>384,443</b>	<b>475,236</b>	<b>(90,793)</b>