



# SPAFID

## CONNECT

Informazione Regolamentata n. 0226-15-2018	Data/Ora Ricezione 13 Febbraio 2018 11:47:16	MTA - Star
--	--	------------

Societa' : SABAF

Identificativo : 99034

Informazione  
Regolamentata

Nome utilizzatore : SABAFN03 - Beschi

Tipologia : REGEM

Data/Ora Ricezione : 13 Febbraio 2018 11:47:16

Data/Ora Inizio : 13 Febbraio 2018 11:47:17

Diffusione presunta

Oggetto : Fourth-quarter 2017 results approved

*Testo del comunicato*

Vedi allegato.

**SABAF: FOURTH-QUARTER 2017 RESULTS APPROVED**

- **In the fourth quarter, revenue was €37.4 million (+13.8%); EBITDA was €6.9 million (+6.8%); EBIT was €3.7 million (+17.4%); net profit was €4.6 million (+70.3%)**
- **For the whole of 2017, revenue was €150.2 million (+14.7%); EBITDA was €31 million (+22%); EBIT was €18.1 million (+44.9%); net profit was €14.8 million (+64.9%)**

\*\*\*\*\*

The Board of Directors of Sabaf S.p.A. met today in Ospitaletto to approve the Interim Management Statement as at 31 December 2017.

*Consolidated results for Q4 2017*

In Q4 2017, the Sabaf Group reported revenue of €37.4 million, an increase of 13.8% versus the figure of €32.9 million in the corresponding period of the previous year. Therefore, sales performance confirmed the strong growth already recorded in the first nine months of the year, following the increase of the share of supply to the main customers, the introduction of innovative products and a generally positive tone of reference markets.

EBITDA for the fourth quarter of 2017 was €6.9 million, or 18.3% of sales, up by 6.8% compared to the figure of €6.4 million (19.5% of sales) in the fourth quarter of 2016. Profitability in the quarter was affected by the unfavourable exchange rate trend, which had a negative effect equal to 0.9% of sales, and by the increase in the prices of the main raw materials (negative effect equal to 0.6% of sales).

EBIT was €3.7 million, equivalent to 9.9% of sales, and 17.4% higher than the €3.1 million recorded in the same quarter of 2016 (9.6% of sales), whereas profit before taxes was €3.6 million, up by 9.4% compared to the €3.3 million recorded in Q4 2016.

The net profit for the period was €4.6 million, up by 70.3% compared to the figure of €2.7 million in Q4 2016. In the fourth quarter, the Group recorded the tax benefit relating to the Patent Box for the three-year period from 2015 to 2017, following the advance agreement signed with the Tax Authorities. Consequently, in the current quarter, income taxes decreased by €1.3 million, of which €0.8 million related to the 2015 and 2016 financial years.

*Consolidated results for 2017*

The 2017 financial year ended with significantly improved results, both in terms of increased sales and profitability. Revenues amounted to €150.2 million, 14.7% higher than 2016 (taking into consideration the same area of consolidation, revenues increased by 12.9%), EBITDA amounted to €31 million (equivalent to 20.6% of sales), up by 22% compared to the figure of €25.4 million in 2016 (19.4% of sales), EBIT reached €18.1 million (equivalent to 12.1% of sales) up by 44.9% compared to the figure of €12.5 million in 2016 (when it was 9.6% of sales), and the net profit owned by the Group was €14.8 million, up 64.9% on the figure of €9 million in 2016.

### *Investments and financial position*

Quarter investments totalled €3.3 million, bringing total investments for the year to €13.9 million (€11.8 million in 2016).

At 31 December 2017, net financial debt was €25.5 million, compared with €27.7 million at 30 September 2017 and €23.5 million at 31 December 2016.

### *Outlook*

The start of 2018 shows a moderate increase in sales compared to the same period of 2017. After a year characterised by a growth rate that is clearly higher than the average trend of recent years and despite the still challenging competitive scenario, the Group estimates that revenues for the entire financial year 2018 will increase ranging from 3% to 5% compared to 2017. The Group also believes that the adjustment of sales prices and further improvements in operating efficiency will enable it to balance the negative impacts associated with the weakening of the dollar and the rise in commodity prices, and therefore estimates operating profitability (EBITDA%) to be in line with 2017. If the economic situation were to change significantly, actual figures might diverge from forecasts.

\*\*\*\*\*

Today at **16.00** p.m. CET there will be a conference call to illustrate the results of the fourth quarter of 2017 to financial analysts and institutional investors (please call the number +02 805 88 11 a few minutes before it begins).

The Interim Management Statement for Q4 2017, which has not been independently audited, is available in the Investor Relations section of the website [www.sabaf.it](http://www.sabaf.it).

Pursuant to article 154-bis, paragraph 2 of the Italian Consolidated Finance Act (Testo Unico della Finanza), the Company's Financial Reporting Officer Gianluca Beschi declares that the financial disclosure contained in this press release corresponds to the Company's records, books and accounting entries.

Attachments include the statement of financial position, income statement, net financial position and cash flow statement.

For more information:

<b>Investor Relations</b> Gianluca Beschi Tel: +39 030 6843236 <a href="mailto:gianluca.beschi@sabaf.it">gianluca.beschi@sabaf.it</a> <a href="http://www.sabaf.it">www.sabaf.it</a>	<b>Press Office</b> <i>Power Emprise</i> - tel. +39 02 438114200 Talia Godino - +39 348 3499793 <a href="mailto:tgodino@twistergroup.it">tgodino@twistergroup.it</a> Arnaldo Ragozzino - + 39 335 6978581 <a href="mailto:aragozzino@twistergroup.it">aragozzino@twistergroup.it</a>
--	---

*Founded in the early fifties, SABAF has grown consistently over the years to become the key manufacturer in Italy – and one of the leading producers in the world – of components for kitchens and domestic gas cooking appliances.*

*There are four main lines of production: valves, thermostats and burners for gas cooking appliances and hinges for ovens, washing machines and dishwashers.*

*Technological expertise, manufacturing flexibility, and the ability to offer a vast range of components – tailor-made to meet the requirements of individual manufacturers of cookers and built-in hobs and ovens and in line with the specific characteristics of its core markets – are Sabaf's key strengths in a sector featuring major specialisation, constantly evolving demand and an ever-increasing orientation towards products assuring total reliability and safety.*

*The Sabaf Group has more than 800 employees. It operates through its parent company SABAF S.p.A. and the subsidiaries Sabaf do Brasil, Sabaf Turkey and Sabaf China, active in the production of domestic burners, A.R.C., which produces burners for professional cooking, and Faringosi Hinges, leader in the production of oven hinges.*

**Consolidated statement of financial position**

	31/12/2017	30/09/2017	31/12/2016
(€/000)			
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant, and equipment	73,069	73,564	73,445
Investment property	5,697	5,805	6,270
Intangible assets	9,283	9,114	9,077
Equity investments	281	281	306
Financial assets	180	180	0
Non-current receivables	196	324	262
Deferred tax assets	5,096	4,793	4,781
<b>Total non-current assets</b>	<b>93,802</b>	<b>94,061</b>	<b>94,141</b>
<b>CURRENT ASSETS</b>			
Inventories	32,929	36,719	31,484
Trade receivables	42,263	44,043	36,842
Tax receivables	3,065	2,316	3,163
Other current receivables	1,057	1,177	1,419
Financial assets	67	178	0
Cash and cash equivalents	11,533	6,348	12,143
<b>Total current assets</b>	<b>90,914</b>	<b>90,781</b>	<b>85,051</b>
<b>ASSETS HELD FOR SALE</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL ASSETS</b>	<b>184,716</b>	<b>184,842</b>	<b>179,192</b>
<b>SHAREHOLDERS' EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS' EQUITY</b>			
Share capital	11,533	11,533	11,533
Retained earnings, other reserves	87,227	89,144	90,471
Net profit for the period	14,835	10,229	8,994
<i>Total equity interest of the Parent Company</i>	<i>113,595</i>	<i>110,906</i>	<i>110,998</i>
<i>Minority interests</i>	<i>1,460</i>	<i>1,444</i>	<i>1,379</i>
<b>Total shareholders' equity</b>	<b>115,055</b>	<b>112,350</b>	<b>112,377</b>
<b>NON-CURRENT LIABILITIES</b>			
Loans	17,760	15,031	18,892
Other financial liabilities	1,943	1,702	1,762
Post-employment benefit and retirement reserves	2,845	3,011	3,086
Provisions for risks and charges	385	388	434
Deferred tax liabilities	804	798	870
<b>Total non-current liabilities</b>	<b>23,737</b>	<b>20,930</b>	<b>25,044</b>
<b>CURRENT LIABILITIES</b>			
Loans	17,288	17,203	14,612
Other financial liabilities	75	80	335
Trade payables	19,975	23,585	18,977
Tax payables	1,095	2,638	1,190
Other payables	7,491	8,056	6,657
<b>Total current liabilities</b>	<b>45,924</b>	<b>51,562</b>	<b>41,771</b>
<b>LIABILITIES HELD FOR SALE</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>184,716</b>	<b>184,842</b>	<b>179,192</b>

### Consolidated Income Statement

	Q4 2017		Q4 2016		12M 2017		12M 2016	
<i>(€/000)</i>								
<b>INCOME STATEMENT COMPONENTS</b>								
OPERATING REVENUE AND INCOME								
Revenues	37,446	100.0%	32,919	100.0%	150,223	100.0%	130,978	100.0%
Other income	843	2.3%	863	2.6%	3,361	2.2%	2,819	2.2%
<b>Total operating revenue and income</b>	<b>38,289</b>	<b>102.3%</b>	<b>33,782</b>	<b>102.6%</b>	<b>153,584</b>	<b>102.2%</b>	<b>133,797</b>	<b>102.2%</b>
OPERATING COSTS								
Materials	(12,264)	-32.8%	(10,950)	-33.3%	(59,794)	-39.8%	(47,346)	-36.1%
Change in inventories	(3,580)	-9.6%	(1,392)	-4.2%	2,380	1.6%	(754)	-0.6%
Services	(7,046)	-18.8%	(6,872)	-20.9%	(30,227)	-20.1%	(27,983)	-21.4%
Payroll costs	(8,653)	-23.1%	(7,927)	-24.1%	(35,328)	-23.5%	(32,112)	-24.5%
Other operating costs	(313)	-0.8%	(419)	-1.3%	(1,134)	-0.8%	(1,078)	-0.8%
Costs for capitalised in-house work	422	1.1%	196	0.6%	1,474	1.0%	841	0.6%
<b>Total operating costs</b>	<b>(31,434)</b>	<b>-83.9%</b>	<b>(27,364)</b>	<b>-83.1%</b>	<b>(122,629)</b>	<b>-81.6%</b>	<b>(108,432)</b>	<b>-82.8%</b>
<b>OPERATING PROFIT BEFORE DEPRECIATION &amp; AMORTISATION, CAPITAL GAINS/LOSSES, AND WRITE-DOWNS/WRITE-BACKS OF NON-CURRENT ASSETS (EBITDA)</b>								
	<b>6,855</b>	<b>18.3%</b>	<b>6,418</b>	<b>19.5%</b>	<b>30,955</b>	<b>20.6%</b>	<b>25,365</b>	<b>19.4%</b>
Depreciation and amortisation	(3,162)	-8.4%	(3,272)	-9.9%	(12,826)	-8.5%	(12,882)	-9.8%
Capital gains/(losses) on disposals of non-current assets	1	0.0%	0	0.0%	(12)	0.0%	18	0.0%
Write-downs/write-backs of non-current assets	0	0.0%	0	0.0%	0	0.0%	0	0.0%
<b>OPERATING PROFIT (EBIT)</b>								
	<b>3,694</b>	<b>9.9%</b>	<b>3,146</b>	<b>9.6%</b>	<b>18,117</b>	<b>12.1%</b>	<b>12,501</b>	<b>9.5%</b>
Financial income	62	0.2%	52	0.2%	214	0.1%	101	0.1%
Financial expenses	(380)	-1.0%	(176)	-0.5%	(804)	-0.5%	(620)	-0.5%
Exchange rate gains and losses	182	0.5%	231	0.7%	274	0.2%	435	0.3%
Profits and losses from equity investments	0	0.0%	0	0.0%	3	0.0%	0	0.0%
<b>PROFIT BEFORE TAXES</b>								
	<b>3,558</b>	<b>9.5%</b>	<b>3,253</b>	<b>9.9%</b>	<b>17,804</b>	<b>11.9%</b>	<b>12,417</b>	<b>9.5%</b>
Income tax	1,064	2.8%	(497)	-1.5%	(2,888)	-1.9%	(3,342)	-2.6%
<b>NET PROFIT FOR THE PERIOD</b>								
	<b>4,622</b>	<b>12.3%</b>	<b>2,756</b>	<b>8.4%</b>	<b>14,916</b>	<b>9.9%</b>	<b>9,075</b>	<b>6.9%</b>
of which:								
Profit attributable to minority interests	16	0.0%	52	0.2%	81	0.1%	81	0.1%
<b>PROFIT ATTRIBUTABLE TO THE GROUP</b>								
	<b>4,606</b>	<b>12.3%</b>	<b>2,704</b>	<b>8.2%</b>	<b>14,835</b>	<b>9.9%</b>	<b>8,994</b>	<b>6.9%</b>

**Consolidated statement of cash flows**

(€/000)	Q4 2017	Q4 2016	12M 2017	12M 2016
<b><i>Cash and cash equivalents at beginning of period</i></b>	<b>6,348</b>	<b>6,724</b>	<b>12,143</b>	<b>3,991</b>
Net profit/(loss) for the period	4,622	2,756	14,916	9,075
Adjustments for:				
- Depreciation and amortisation for the period	3,162	3,272	12,826	12,882
- Realised gains/losses	(1)	0	12	(18)
- Financial income and expenses	318	124	590	519
- Income tax	(1,064)	501	2,888	3,350
Payment of post-employment benefit reserve	(96)	(109)	(189)	(184)
Change in risk provisions	(3)	103	(49)	39
<i>Change in trade receivables</i>	<i>1,780</i>	<i>2,606</i>	<i>(5,421)</i>	<i>5,107</i>
<i>Change in inventories</i>	<i>3,790</i>	<i>1,222</i>	<i>(1,445)</i>	<i>416</i>
<i>Change in trade payables</i>	<i>(3,610)</i>	<i>1,661</i>	<i>998</i>	<i>(1,286)</i>
Change in net working capital	1,960	5,489	(5,868)	4,237
Change in other receivables and payables, deferred tax liabilities	(153)	(10)	1,029	1,268
Payment of taxes	(1,714)	(2,451)	(3,058)	(4,762)
Payment of financial expenses	(126)	(162)	(532)	(576)
Collection of financial income	62	52	214	101
<b>Cash flow from operations</b>	<b>6,967</b>	<b>9,565</b>	<b>22,779</b>	<b>25,931</b>
<b>Net investments</b>	<b>(3,350)</b>	<b>(2,388)</b>	<b>(13,944)</b>	<b>(11,762)</b>
Repayment of loans	(5,723)	(15,788)	(16,526)	(33,141)
New loans	8,533	15,075	17,751	37,321
Change in financial assets	111	69	(247)	69
Purchase/sale of treasury shares	(113)	(405)	(2,110)	(1,676)
Payment of dividends	0	0	(5,384)	(5,467)
<b>Cash flow from financing activities</b>	<b>2,808</b>	<b>(1,049)</b>	<b>(6,516)</b>	<b>(2,894)</b>
ARC acquisition	0	0	0	(2,614)
Foreign exchange differences	(1,240)	(709)	(2,929)	(509)
<b>Net financial flows for the period</b>	<b>5,185</b>	<b>5,419</b>	<b>(610)</b>	<b>8,152</b>
<b><i>Cash and cash equivalents at end of period</i></b>	<b><i>11,533</i></b>	<b><i>12,143</i></b>	<b><i>11,533</i></b>	<b><i>12,143</i></b>
Current financial debt	17,363	14,947	17,363	14,947
Non-current financial debt	19,703	20,654	19,703	20,654
<b>Net financial debt</b>	<b>25,533</b>	<b>23,458</b>	<b>25,533</b>	<b>23,458</b>

**Consolidated net financial position**

<i>(€/000)</i>	<b>31/12/2017</b>	<b>30/09/2017</b>	<b>31/12/2016</b>
A. Cash	14	19	12
B. Positive balances of unrestricted bank accounts	11,009	5,636	8,376
C. Other cash equivalents	510	693	3,755
<b>D. Liquidity (A+B+C)</b>	<b>11,533</b>	<b>6,348</b>	<b>12,143</b>
E. Current bank payables	11,157	11,635	7,811
F. Current portion of non-current debt	6,131	5,568	6,801
G. Other current financial payables	75	80	335
<b>H. Current financial debt (E+F+G)</b>	<b>17,363</b>	<b>17,283</b>	<b>14,947</b>
<b>I. Net current financial debt (H-D)</b>	<b>5,830</b>	<b>10,935</b>	<b>2,804</b>
J. Non-current bank payables	16,298	13,532	17,281
K. Other non-current financial payables	3,405	3,201	3,373
<b>L. Non-current financial debt (J+K)</b>	<b>19,703</b>	<b>16,733</b>	<b>20,654</b>
<b>M. Net financial debt (L+I)</b>	<b>25,533</b>	<b>27,668</b>	<b>23,458</b>

Fine Comunicato n.0226-15

Numero di Pagine: 8