



**LANDIRENZO®**

**LANDI RENZO S.P.A.**

**Financial Statements**

**Foreign non UE subsidiaries on December, 31 2017 -**

**Art. 15 Consob Regulation on Markets**

**(Translation from Italian original which remains the definitive version)**

**Non UE foreign subsidiaries Financial Statements on December, 31 2017 ex art. 15 Consob Regulation on Markets**

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## **1. Introduction**

In accordance with the provisions of art. 15, paragraph 1, lett. a) of CONSOB Market Regulation (adopted by resolution no. 20249 of December 28, 2017), Landi Renzo S.p.A. provides to public by this document, the financial statements of its subsidiaries that are established and governed by the laws of non-EU countries that have been identified as relevant in terms of the criteria referred to in paragraph 2 of the same art. 15 of the Consob Market Regulations.

In particular, are reported below the statements of financial position and income statements of those companies as well as stated for the purposes of preparing the consolidated financial statements of Landi Renzo Group on December 31, 2017.

## 2. Beijing Landi Renzo Autogas System Co. Ltd

Registered office: Building No.5, Jing Yuan Bei Jie No.2, Beijing Economic-Technological Development Area, Beijing P.R.China

Share Capital: 20.854.030 RMB

Currency: Chinese Renminbi

Group ownership percentage: 100%

Beijing Landi Renzo Autogas System Co. Ltd		
ASSETS	31/12/2017	31/12/2016
<b>Non-current assets</b>		
Property, plant and equipment	494,385	11,407,428
Intangible assets	12,339	28,914
<b>Total non-current assets</b>	<b>506,724</b>	<b>11,436,342</b>
<b>Current assets</b>		
Trade receivables	21,268,664	18,940,821
Inventories	7,148,890	7,553,928
Other receivables and current assets	928,832	1,265,824
Cash and cash equivalents	36,842,322	4,063,863
<b>Total current assets</b>	<b>66,188,708</b>	<b>31,824,436</b>
<b>TOTAL ASSETS</b>	<b>66,695,432</b>	<b>43,260,778</b>
EQUITY AND LIABILITIES	31/12/2017	31/12/2016
<b>Net Equity</b>		
Share capital	20,854,030	20,854,030
Other reserves	14,258,162	20,231,181
Profit (loss) of the period	16,641,043	-5,973,019
<b>TOTAL NET EQUITY</b>	<b>51,753,235</b>	<b>35,112,192</b>
<b>Non-current liabilities</b>		
Provisions for risks and charges	516,420	729,776
<b>Total non-current liabilities</b>	<b>516,420</b>	<b>729,776</b>
<b>Current liabilities</b>		
Trade payables	7,591,208	5,434,126
Tax liabilities	5,642,349	105,554
Other current liabilities	1,192,220	1,879,130
<b>Total current liabilities</b>	<b>14,425,777</b>	<b>7,418,810</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>66,695,432</b>	<b>43,260,778</b>

<b>Beijing Landi Renzo Autogas System Co. Ltd</b>		
<b>Income Statement</b>	<b>31/12/2017</b>	<b>31/12/2016</b>
<b>Revenues (goods and services)</b>	25,168,595	24,814,026
Other revenue and income	24,303,735	0
Cost of raw materials, consumables and goods and change in inventories	16,429,010	18,174,822
Costs for services and use of third party assets	4,114,372	5,763,222
Personnel expenses	4,344,930	5,066,258
Accruals, impairment losses and other operating expenses	2,797,425	588,517
<b>Gross Operating Profit</b>	<b>21,786,593</b>	<b>-4,778,793</b>
Amortization, depreciation and impairment losses	1,020,668	1,060,477
<b>Net Operating Profit</b>	<b>20,765,925</b>	<b>-5,839,270</b>
Financial income	14,030	11,568
Financial expenses	26,663	116,921
Gains (losses) on exchange rate	-291,642	-28,396
<b>Profit (Loss) before tax</b>	<b>20,461,650</b>	<b>-5,973,019</b>
Current and deferred taxes	3,820,607	0
<b>Profit (loss) of the period</b>	<b>16,641,043</b>	<b>-5,973,019</b>

#### 4. LR Industria e comercio Ltda

Registered office: LR Industria e comercio Ltda, Rua Washington Luiz, N° 110-Jardim América  
 Cariacica – ES, CEP: 29140-350  
 Share Capital: 4.320.000 BRL  
 Currency: Brazilian Real  
 Group ownership percentage: 99,99%

LR Industria e Comercio Ltda	31/12/2017	31/12/2016
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	77,719	111,058
<b>Total non-current assets</b>	<b>77,719</b>	<b>111,058</b>
<b>Current assets</b>		
Trade receivables	22,891,333	17,717,637
Inventories	4,720,292	6,876,443
Other receivables and current assets	2,262,407	2,234,164
Cash and cash equivalents	1,352,491	319,471
<b>Total current assets</b>	<b>31,226,523</b>	<b>27,147,715</b>
<b>TOTAL ASSETS</b>	<b>31,304,242</b>	<b>27,258,773</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Net Equity</b>		
Share capital	4,320,000	4,320,000
Other reserves	3,907,222	-3,776,332
Profit (loss) of the period	-645,250	7,683,554
<b>TOTAL NET EQUITY</b>	<b>7,581,972</b>	<b>8,227,222</b>
<b>Non-current liabilities</b>		
Provisions for risks and charges	1,208,000	1,020,000
<b>Total non-current liabilities</b>	<b>1,208,000</b>	<b>1,020,000</b>
<b>Current liabilities</b>		
Trade payables	19,260,186	15,717,606
Tax liabilities	2,674,966	1,839,747
Other current liabilities	579,118	454,198
<b>Total current liabilities</b>	<b>22,514,270</b>	<b>18,011,551</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>31,304,242</b>	<b>27,258,773</b>

**LR Industria e Comercio Ltda****Income Statement**

	31/12/2017	31/12/2016
<b>Revenues (goods and services)</b>	34,581,609	41,661,902
Other revenue and income	88,580	92,076
Cost of raw materials, consumables and goods and change in inventories	26,607,387	30,660,421
Costs for services and use of third party assets	2,815,546	2,270,985
Personnel expenses	2,145,187	1,892,722
Accruals, impairment losses and other operating expenses	393,301	777,305
<b>Gross Operating Profit</b>	<b>2,708,768</b>	<b>6,152,545</b>
Amortization, depreciation and impairment losses	33,340	30,867
<b>Net Operating Profit</b>	<b>2,675,428</b>	<b>6,121,678</b>
Financial income	145,274	202,648
Financial expenses	271,007	592,319
Gains (losses) on exchange rate	-2,179,784	3,542,090
<b>Profit (Loss) before tax</b>	<b>369,911</b>	<b>9,274,097</b>
Current and deferred taxes	1,015,161	1,590,543
<b>Profit (loss) of the period</b>	<b>-645,250</b>	<b>7,683,554</b>