



**LANDIRENZO®**

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

**Financial Statements**

**Foreign non UE subsidiaries on December 31, 2019**

**Art. 15 Consob Regulation on Markets**

**(This is a translation, the Italian version prevails)**

**Non UE foreign subsidiaries Financial Statements on December, 31 2019 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, 2019.

## 2. LR Industria e Comercio Ltda

Registered office: Avenida Paulo Miguel Bohomoletz, 175 Bairro Civit I – Municipio de Serra – Estado do Espirito Santo, CEP 02168-010

Share Capital: 4.320.000 BRL

Currency: Brazilian Real

Group ownership percentage: 99,99%

| LR Industria e Comercio Ltda         |                   |                   |
|--------------------------------------|-------------------|-------------------|
| ASSETS                               | 31/12/2019        | 31/12/2018        |
| <b>Non-current assets</b>            |                   |                   |
| Property, plant and equipment        | 83,460            | 54,130            |
| <b>Total non-current assets</b>      | <b>83,460</b>     | <b>54,130</b>     |
| <b>Current assets</b>                |                   |                   |
| Trade receivables                    | 23,769,197        | 25,068,352        |
| Inventories                          | 8,714,920         | 8,221,575         |
| Other receivables and current assets | 4,671,571         | 2,679,468         |
| Cash and cash equivalents            | 2,261,469         | 5,257,107         |
| <b>Total current assets</b>          | <b>39,417,157</b> | <b>41,226,502</b> |
| <b>TOTAL ASSETS</b>                  | <b>39,500,617</b> | <b>41,280,632</b> |

| EQUITY AND LIABILITIES               |                   |                   |
|--------------------------------------|-------------------|-------------------|
|                                      | 31/12/2019        | 31/12/2018        |
| <b>Net Equity</b>                    |                   |                   |
| Share capital                        | 4,320,000         | 4,320,000         |
| Other reserves                       | 4,814,769         | 3,262,159         |
| Profit (loss) of the period          | -2,210,284        | 1,552,610         |
| <b>TOTAL NET EQUITY</b>              | <b>6,924,485</b>  | <b>9,134,769</b>  |
| <b>Non-current liabilities</b>       |                   |                   |
| Provisions for risks and charges     | 1,517,685         | 1,706,000         |
| <b>Total non-current liabilities</b> | <b>1,517,685</b>  | <b>1,706,000</b>  |
| <b>Current liabilities</b>           |                   |                   |
| Trade payables                       | 30,656,184        | 26,192,816        |
| Tax liabilities                      | 203,907           | 3,266,779         |
| Other current liabilities            | 198,356           | 980,268           |
| <b>Total current liabilities</b>     | <b>31,058,447</b> | <b>30,439,863</b> |
| <b>TOTAL LIABILITIES AND EQUITY</b>  | <b>39,500,617</b> | <b>41,280,632</b> |

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

|  | <b>31/12/2019</b> | <b>31/12/2018</b> |
|--|-------------------|-------------------|
| <b>Revenues (goods and services)</b>                                   | <b>35,758,047</b> | <b>59,539,911</b> |
| Other revenue and income   | 46,049            | 102,948           |
| Cost of raw materials, consumables and goods and change in inventories | 32,316,850        | 44,470,899        |
| Costs for services and use of third party assets                       | 2,069,957         | 2,687,836         |
| Personnel expenses   | 2,000,603         | 2,060,011         |
| Accruals, impairment losses and other operating expenses               | 118,034           | 566,964           |
| <b>Gross Operating Profit</b>  | <b>-701,348</b>   | <b>9,857,149</b>  |
| Amortization, depreciation and impairment losses                       | 16,328            | 23,589            |
| <b>Net Operating Profit</b>  | <b>-717,676</b>   | <b>9,833,560</b>  |
| Financial income   | 31,721            | 48,482            |
| Financial expenses   | 909,928           | 704,162           |
| Gains (losses) on exchange rate  | -614,401          | -2,269,191        |
| <b>Profit (Loss) before tax</b>  | <b>-2,210,284</b> | <b>6,908,689</b>  |
| Current and deferred taxes   | 0                 | 5,356,078         |
| <b>Profit (loss) of the period</b>                                     | <b>-2,210,284</b> | <b>1,552,611</b>  |