

INTERIM FINANCIAL REPORT AS AT MARCH 31, 2023

(Translation into English of the original Italian version)



JOINT-STOCK COMPANY - SHARE CAPITAL EURO 62,461,355.84
MILANO MONZA-BRIANZA LODI COMPANY REGISTER AND TAX CODE N. 00607460201
COMPANY SUBJECT TO THE DIRECTION AND COORDINATION OF CIR S.p.A.
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BOARD OF DIRECTORS' REPORT

ON OPERATIONS

AS AT MARCH 31, 2023

THE AUTOMOTIVE MARKET IN 2023

In the first quarter of 2023 world vehicle production reported growth of 5.7% compared to the equivalent period of 2022, with progress made in all geographical areas except China, which reported a decline of 7.9%. Growth was particularly buoyant in Europe, +25.6%, and was also significant in NAFTA (+9.8%), Mercosur (+14.2%) and India (+9.4%).

In 2023, S&P Global (IHS), a source commonly used in the sector, forecasts that world production could rise by 3.8% compared to 2022, with growth in all the main geographical areas.

INFORMATION ON OPERATIONS

The Group's consolidated **revenues** posted double-digit growth on the first quarter of 2022, +13.2%, underpinned by the increase in production volumes (+7.3%) and by the higher selling prices (+5.4%).

Results were positive and showed an improvement:

- EBITDA¹ rose by 7.4% compared to first quarter 2022, to Euro 53.7 million, thanks to the growth in volumes and the contribution margin holding up well despite the higher energy costs;
- EBIT was up by 21.4% at Euro 25.7 million and the EBIT margin rose to 6% of revenues versus 5.6% in first quarter 2022;
- Net income increased by 23.0% to Euro 13.2 million (Euro 10.7 million in first quarter 2022);
- The business generated free cash flow of Euro 39.6 million (Euro 43.7 million in first quarter 2022);
- Net debt (before IFRS 16) decreased to Euro 186.9 million at 31 March 2023, versus Euro 224.3 million at 31 December 2022.

Commercial activity was positive, with new contracts concluded even for E-mobility platforms (31% of the value of new contracts in first quarter 2023);

- The Filtration division obtained contracts in Europe for the supply of brake circuit filters for trucks and in India for the supply of air filters;
- The Suspensions division signed a contract in India for stabilizer bars with an innovative player who is aspiring to become one of the main producers in the market for electric cars in India, and various contracts in Europe and South America for stabilizer bars and leaf springs;

¹ EBITDA is calculated by adding "EBIT", the item "Depreciation and amortization" and the amount of writedowns of tangible and intangible assets posted in "Other non-operating expenses (income)" for Euro 0 million at 31 March 2023 (Euro 0 million in the corresponding period last year).

- The Air and Cooling division signed contracts, in China with customers in the E-mobility sector, in North America for the supply of thermal management and air ducts, and in Europe for inlet manifolds. 66% of the value of the new contracts obtained in 2023 by the Air and Cooling division are for E-mobility platforms.

Investments in innovations were significant:

- The use of HoloLens Metaverse viewers for augmented reality, which make it possible to visit production sites virtually, supporting workplace safety remotely and giving instructions in real time: the aim is to equip all the group's production sites with this innovative technology by the end of 2023;
- The ACMA, the association representing Indian car component producers, has given the Suspensions division three awards for its excellence in digitization, designing and developing new products and localization, and has certified it as a sustainable business.

RESULTS OF FIRST QUARTER 2023

Revenues

The **revenues** for first quarter 2023 came in at Euro 431.6 million, up by 13.2% compared to the same period of 2022 (+13.1% at constant exchange rates).

Volumes sold rose by 7.3% compared to those of the same period of 2022 and selling prices increased on average by 5.4%, the increase being distributed between the different product lines partly as a function of the evolution of the costs of raw materials and the parts used.

Sales revenues by geographic area

(in millions of Euro)	Q1 2023	Q1 2022	reported change 2023 vs 2022	constant exchange rates 2023 vs 2022	reference market production
	<i>Amount</i>	<i>Amount</i>	<i>%</i>	<i>%</i>	<i>%</i>
Europe	262.0	234.1	11.9	12.4	25.6
North America	96.4	79.4	21.5	19.2	9.8
South America	24.7	21.0	17.6	8.8	14.2
India	27.2	23.5	15.9	21.3	9.4
China	23.9	24.6	(3.0)	(0.1)	(7.9)
Intercompany eliminations	(2.6)	(1.5)	-	-	-
TOTAL	431.6	381.1	13.2	13.1	5.7

Revenues posted double-digit growth in all geographical areas, with the sole exception of China: +11.9% in Europa, +21.5% in North America (+19.2% at constant exchange rates), +17.6% in South America (+8.8% at constant exchange rates net of inflation in Argentina) and +15.9% in India (+21.3% at constant exchange rates); in China revenues declined by 3% but were stable at constant exchange rates.

Sogefi's revenue performance was significantly better than that of the market in NAFTA, India and China.

Sales revenues by business sector

(in millions of Euro)	Q1 2023	Q1 2022	reported change 2023 vs 2022	constant exchange rates 2023 vs 2022
	Amount	Amount	%	%
Suspensions	158.3	133.7	18.4	17.4
Filtration	147.8	133.6	10.6	11.1
Air&Cooling	127.1	114.8	10.7	10.7
Intercompany eliminations	(1.6)	(1.0)		
TOTAL	431.6	381.1	13.2	13.1

Suspensions reported a rise in revenues of 18.4% (+17.4% at constant exchange rate), with significant growth rates in all the geographical areas in which it operates, with the exception of China on account of the performance of the local market.

Filtration revenues were up by 10.6% (+11.1% at constant exchange rates), thanks to the good performance of business activity in North America and India and of the Aftermarket channel in Europe.

Air and Cooling reported a 10.7% rise in revenues (both at current and constant exchange rates), with particularly significant increases in NAFTA.

Overview of consolidated income statement

(in millions of Euro)	Note (*)	Q1 2023		Q1 2022		Change	
		Amount	%	Amount	%	Amount	%
Sales revenues		431.6	100.0	381.1	100.0	50.5	13.2
Variable cost of sales		312.8	72.5	274.3	72.0	38.5	14.0
CONTRIBUTION MARGIN		118.8	27.5	106.8	28.0	12.0	11.3
Fixed Costs	(a)	61.6	14.3	55.8	14.6	5.8	10.6
Restructuring costs		0.8	0.2	1.9	0.5	(1.1)	(59.8)
Other expenses (income)	(b)	2.7	0.6	(0.9)	(0.2)	3.6	(422.2)
EBITDA	(c)	53.7	12.4	50.0	13.1	3.7	7.4
Depreciation and amortization/Write-downs	(d)	28.0	6.4	28.8	7.5	(0.8)	(2.8)
EBIT		25.7	6.0	21.2	5.6	4.5	21.4
NET INCOME (LOSS) OF OPERATING ACTIVITIES		14.0	3.3	10.8	2.8	3.2	30.2
Net income (loss) from discontinued operations, net of tax effects		-	-	-	-	-	-
Loss (Income) attributable to non-controlling interests		(0.8)	(0.2)	(0.1)	-	(0.7)	-
GROUP NET RESULT		13.2	3.1	10.7	2.8	2.5	23.0

(*) The notes in the table are explained in detail in the annex at the end of this report

EBITDA, totalling Euro 53.7 million, was up by 7.4% compared to Euro 50.0 million in first quarter 2022.

The contribution margin increased by 11.3% compared to first quarter 2022, thanks to the higher sales volumes, and the ratio of contribution margin to revenues remained substantially stable at 27.5% (28% in the same period of 2022), absorbing the extra costs generated by energy prices and inflation in general.

The impact of fixed costs on revenues edged down to 14.3%, from 14.6% in first quarter 2022.

Other charges, which refer mainly to exchange rate differences, made a negative contribution to EBITDA of Euro 2.7 million versus a positive contribution of Euro 0.9 million in first quarter 2022.

EBIT came in at Euro 25.7 million, up by 21.4% from Euro 21.2 million in first quarter 2022. The impact on revenues rose from 5.6% in first quarter 2022 to 6% in first quarter 2023.

Financial expenses, amounting to Euro 5.7 million, were higher than those of the first quarter of 2022 (Euro 4.5 million) because of the higher interest rates on the variable part of the loans.

Tax expense was substantially unchanged at Euro 6.0 million (Euro 5.9 million in the same period of 2022).

The group reported **net income** of Euro 13.2 million (Euro 10.7 million in the first quarter of 2022).

Free Cash Flow was a positive Euro 39.6 million (Euro 43.7 million in first quarter 2022) also taking into account recourse to factoring.

At 31 March 2023 **shareholders' equity**, excluding minority interests, stood at Euro 240.5 million, up from Euro 230.7 million at 31 December 2022. The increase reflects the net result for the period, negative exchange differences from conversion, fair value of cash flow hedging instruments and other changes.

Net financial debt before IFRS 16 totalled Euro 186.9 million at 31 March 2023, down from Euro 224.3 million at 31 December 2022 and Euro 213.4 million at 31 March 2022. Including financial payables for rights of use, in accordance with IFRS 16, net debt at 31 March 2023 stood at Euro 255.9 million, down from Euro 294.9 million at 31 December 2022 and Euro 281.8 million at 31 March 2022.

At 31 March 2023 the Group had committed credit lines in excess of its needs for Euro 313.0 million.

The Sogefi Group had 5,486 **employees** at 31 March 2023, compared to 5,384 at 31 December 2022 and 5,533 at 31 March 2022.

PERFORMANCE OF BUSINESS UNITS

Filtration Business Unit

In the first quarter of 2023, Filtration business unit reported revenues of Euro 147.8 million, up by 10.6% (+ 11.1% at constant exchange rates) compared to the same period of 2022, thanks to the good performance of activities in all geographical areas.

The contribution margin increased by 17.9% compared to the first quarter of 2022 and the ratio of contribution margin to revenues increased to 31.0%, compared to 29.1% in the same period of 2022, thanks to the good performance of the aftermarket channel and the repricing initiatives taken.

EBITDA amounted to Euro 24.7 million, compared to Euro 18.5 million in the first quarter of 2022, and the EBITDA margin increased to 16.7%, compared to 13.9% in the same period of 2022.

EBIT was positive at Euro 17.3 million, Euro 11.2 million in the first quarter of 2022, with operating profitability increasing to 11.7% compared to 8.4% in the same period of the previous year.

Employees of the business unit at 31 March 2023 were 1,998 (1,954 at 31 December 2022).

Suspension Business Unit

In the first quarter of 2023, the Suspension business unit reported revenues of Euro 158.3 million, up by 18.4% (17.4% at constant exchange rates), which mainly reflects the business dynamics in Europe, South America, North America and India and the adjustment of sales prices.

The contribution margin increased by 13.5% compared to the first quarter of 2022, with the ratio contribution margin to revenues slightly down (from 24.7% to 23.7%), reflecting higher costs, in relation to revenues, for energy and transport.

EBITDA amounted to Euro 9.5 million, Euro 8.2 million in the first quarter of 2022, with an EBITDA margin substantially stable at 6.0%.

EBIT was positive at Euro 0.4 million, compared to Euro -1.2 million in the same period of 2022. The reduction of energy costs and ongoing structural interventions should allow a progressive improvement in profitability.

Employees of the business unit at 31 March 2023 were 2,202 (2,156 at 31 December 2022).

Air & Cooling Business Unit

In the first quarter of 2023, the Air and Cooling business unit reported revenues of Euro 127.1 million, up by 10.7% (both historical and constant exchange rates) thanks to the very strong development in NAFTA.

The contribution margin increased by 1.8% compared to the first quarter of 2022, with the ratio contribution margin to revenues decreasing to 27.9% from 30.4%, reflecting a different product mix.

EBITDA amounted to Euro 20.8 million (Euro 21.7 million in the first quarter of 2022), with an EBITDA margin of 16.3% (18.9% in the first quarter of 2022).

EBIT amounted to Euro 10.4 million, almost in line with Euro 11.0 million in the same period of the previous year.

Employees of the business unit at 31 March 2023 were 1,218 (1,218 at 31 December 2022).

IMPACTS OF THE MACROECONOMIC ENVIRONMENT, THE COVID-19, THE RUSSIA-UKRAINE CONFLICT AND THE CLIMATE CHANGE ON OPERATIONS

Impact of the macroeconomic environment on operations

With reference to the macroeconomic context, in the first quarter of 2023 the trend of the economies of the main geographical areas in which Sogefi operates was positive and world car production increased by 5.7%, with significant progress in all geographical areas, excluding China.

The upward trend in energy and commodity prices, which has been in place since 2021 and continued into 2022, has broadly reversed, but the price level remains high and volatile.

The rise in interest rates continues.

Impacts of the Russia-Ukraine conflict on operations

The direct impact of the Russia-Ukraine conflict on operations was not significant. In fact, Sogefi had a business in Russia and exported to Ukraine and Belarus, with total revenues that were not significant (0.7% of the Group's revenues in 2021). Such activities have been discontinued since March 2022 and the Russian subsidiary is being liquidated. As a result, in 2022 Sogefi recorded impairment losses in relation to assets held in Russia of Euro 0.8 million and a non-significant loss of revenues and no further impact is expected in 2023.

Sogefi, like the entire automotive sector, also suffered the indirect impacts of the war, and in particular the increase in energy and raw material prices, as well as the difficulties in supplying some of them, critical issues that saw, as already mentioned, a partial attenuation in the final part of 2022 and in the first months of 2023.

Impacts of the pandemic on operations

During 2023, the easing of the health emergency made it possible to reduce its effects on business; in fact, there were no suspensions of industrial and commercial activities.

Climate change and transition risks

Please refer to the Annual Financial Report at 31 December 2022 for the analysis of the impacts related to climate change and transition risks.

MAJOR EVENTS OCCURRED AFTER 31 MARCH 2023

No significant events occurred after 31 March 2023 that could have had an impact on the income statement, balance sheet and financial data presented.

OUTLOOK FOR THE YEAR

Visibility as to the performance of the automotive market in 2023 is still limited because of the uncertainties linked to the macroeconomic evolution, the volatility of commodity prices (although less pronounced than in 2022), particularly energy, and to the trend of inflation and interest rates.

For 2023, S&P Global (IHS) is forecasting that world car production will grow by 3.8% on 2022, with Europe posting +8.2%, NAFTA +5.2% and South America +3.6%.

As for raw materials and energy, in the early months of 2023 prices have been trending downwards but they remain very high and very volatile.

Provided there is no serious deterioration in the geopolitical and macroeconomic scenario from today's levels, in 2023 the Sogefi Group expects to see mid single-digit revenue growth and profitability, excluding non-recurring expense, at least in line with that of 2022.

Milan, April 21, 2023

For THE BOARD OF DIRECTORS

The Chief Executive Officer

Frédéric Sipahi

ANNEX: NOTES RECONCILING THE FINANCIAL STATEMENTS SHOWN IN THE REPORT ON OPERATIONS AND THE CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2023

- (a) The item corresponds to the sum of the lines “Manufacturing and R&D overheads”, “Distribution and sales fixed expenses” and “Administrative and general expenses”;
- (b) The item corresponds to the sum of the lines “Losses (gains) on disposal”, “Exchange (gains) losses” and “Other non-operating expenses (income)”, with the exception of the amount relating to the write-downs of tangible and intangible fixed assets;
- (c) The item corresponds to the sum of the lines “EBIT”, “Depreciation and amortization” and the amount of the write-downs of tangible and intangible fixed assets included in the item “Other non-operating expenses (income)”;
- (d) The item corresponds to the sum of the lines “Depreciation and amortization” and the amount of the write-downs of tangible and intangible fixed assets included in the item “Other non-operating expenses (income)”.

SOGEFI GROUP

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(in millions of Euro)

ASSETS	03.31.2023	12.31.2022
CURRENT ASSETS		
Cash and cash equivalents	145.0	118.5
Other financial assets	5.4	6.1
Inventories	131.9	129.7
Trade receivables	180.7	161.2
Other receivables	12.9	11.4
Tax receivables	35.4	29.0
Other assets	7.4	3.1
ASSETS HELD FOR SALE	-	-
TOTAL CURRENT ASSETS	518.7	459.0
NON-CURRENT ASSETS		
Land	9.8	9.7
Property, plant and equipment	359.8	367.8
Other tangible fixed assets	6.2	6.3
Rights of use	63.8	65.9
Intangible assets	216.3	218.2
Other financial assets	3.6	3.0
Financial receivables	5.0	5.6
Other receivables	31.6	32.5
Deferred tax assets	29.9	31.8
TOTAL NON-CURRENT ASSETS	726.0	740.8
TOTAL ASSETS	1,244.7	1,199.8

LIABILITIES	03.31.2023	12.31.2022
CURRENT LIABILITIES		
Bank overdrafts and short-term loans	1.8	1.9
Current portion of medium/long-term financial debts and other loans	78.3	69.1
Short-term financial debts for rights of use	13.4	13.7
Other short-term liabilities for derivative financial instruments	-	-
Trade and other payables	397.6	347.6
Tax payables	7.6	4.7
Other current liabilities	37.6	40.1
Current provisions	9.7	10.1
LIABILITIES RELATED TO ASSETS HELD FOR SALE	-	-
TOTAL CURRENT LIABILITIES	546.0	487.2
NON-CURRENT LIABILITIES		
Financial debts to bank	211.4	233.4
Non current portion of medium/long-term financial debts and other loans	53.9	52.3
Medium/long-term financial debts for right of use	55.9	57.5
Other medium/long-term financial liabilities for derivative financial instruments	-	-
Non-current provisions	34.1	33.7
Other payables	62.2	64.5
Deferred tax liabilities	22.7	23.7
TOTAL NON-CURRENT LIABILITIES	440.2	465.1
SHAREHOLDERS' EQUITY		
Share capital	62.5	62.5
Reserves and retained earnings (accumulated losses)	164.8	138.6
Group net result for the period	13.2	29.6
TOTAL SHAREHOLDERS' EQUITY ATTRIBUTABLE TO THE HOLDING COMPANY	240.5	230.7
Non-controlling interests	18.0	16.8
TOTAL SHAREHOLDERS' EQUITY	258.5	247.5
TOTAL LIABILITIES AND EQUITY	1,244.7	1,199.8

SHAREHOLDERS' EQUITY

(in millions of Euro)	Consolidated shareholders' equity - Group	Capital and reserves pertaining to non-controlling interests	Total Group and non-controlling shareholders' equity
Balance at December 31, 2022	230.7	16.8	247.5
Dividends	0.0	0.0	0.0
Currency translation differences	(3.8)	0.0	(3.8)
Actuarial gain (loss)	0.0	0.0	0.0
Fair value cash flow hedging instruments	(0.3)	0.0	(0.3)
Other changes	0.7	0.4	1.1
Net result for the period	13.2	0.8	14.0
Balance at March 31, 2023	240.5	18.0	258.5

CONSOLIDATED INCOME STATEMENT RECLASSIFIED

(in millions of Euro)	Period		Period		Change	
	01.01 – 03.31.2023		01.01 – 03.31.2022			
	Amount	%	Amount	%	Amount	%
Sales revenues	431.6	100.0	381.1	100.0	50.5	13.2
Variable cost of sales	312.8	72.5	274.3	72.0	38.5	14.0
CONTRIBUTION MARGIN	118.8	27.5	106.8	28.0	12.0	11.3
Manufacturing and R&D overheads	34.2	7.9	30.4	8.0	3.8	12.5
Depreciation and amortization	28.0	6.5	28.8	7.5	(0.8)	(2.8)
Distribution and sales fixed expenses	8.1	1.9	7.6	2.0	0.5	7.3
Administrative and general expenses	19.3	4.5	17.8	4.7	1.5	8.7
Restructuring costs	0.8	0.2	1.9	0.5	(1.1)	(59.8)
Losses (gains) on disposal	-	-	-	-	-	-
Exchange (gains) losses	1.9	0.4	(1.2)	(0.3)	3.1	267.7
Other non-operating expenses (income)	0.8	0.1	0.3	-	0.5	166.7
EBIT	25.7	6.0	21.2	5.6	4.5	21.4
Financial expenses	7.5	1.7	5.1	1.4	2.4	48.0
Financial (income)	(1.8)	(0.4)	(0.6)	(0.2)	(1.2)	194.5
Losses (gains) from equity investments	-	-	-	-	-	-
RESULT BEFORE TAXES	20.0	4.7	16.7	4.4	3.3	20.1
Income taxes	6.0	1.4	5.9	1.6	0.1	3.1
NET INCOME (LOSS) OF OPERATING ACTIVITIES	14.0	3.3	10.8	2.8	3.2	30.2
Net income (loss) from discontinued operations, net of tax effects	-	-	-	-	-	-
NET RESULT INCLUDING THIRD PARTY	14.0	3.3	10.8	2.8	3.2	29.2
Loss (Income) attributable to non-controlling interests	(0.8)	(0.2)	(0.1)	-	(0.7)	-
GROUP NET RESULT	13.2	3.1	10.7	2.8	2.5	23.0

CONSOLIDATED NET FINANCIAL POSITION

(in millions of Euro)	03.31.2023	12.31.2022	03.31.2022
A. Cash	145.0	118.5	163.6
B. Cash equivalents	-	-	-
C. Other current financial assets	5.4	6.1	3.2
D. Liquidity (A) + (B) + (C)	150.4	124.6	166.8
E. Current Financial Debt (including debt instruments, but excluding current portion of non-current financial debt)	1.8	2.6	5.9
F. Current portion of non-current financial debt	91.7	82.1	105.7
G. Current financial indebtedness (E) + (F)	93.5	84.7	111.6
H. Net current financial indebtedness (G) - (D)	(56.9)	(39.9)	(55.2)
I. Non-current financial debt (excluding the current portion and debt instruments)	262.4	285.4	262.4
J. Debt instruments	53.9	52.3	74.6
K. Non-current trade and other payables	-	-	-
L. Non-current financial indebtedness (I) + (J) + (K)	316.3	337.7	337.0
M. Total financial indebtedness (H) + (L)	259.4	297.8	281.8
Other non current financial assets	3.5	2.9	-
Financial indebtedness net, including financial receivables and debts for derivatives (as Net Financial Position reported in Consolidated Cash Flow Statement)	255.9	294.9	281.8

CONSOLIDATED CASH FLOW STATEMENT

(in millions of Euro)	03.31.2023	12.31.2022	03.31.2022
SELF-FINANCING	42.4	137.4	38.4
Change in net working capital	18.2	(11.9)	24.0
Other medium/long-term assets/liabilities	(1.9)	12.0	2.3
CASH FLOW GENERATED BY OPERATIONS	58.7	137.5	64.7
Net decrease from sale of fixed assets	1.2	6.9	0.1
TOTAL SOURCES	59.9	144.4	64.8
TOTAL APPLICATION OF FUNDS	19.9	109.5	20.0
Net financial position of subsidiaries purchased/sold during the period	0.1	-	-
Exchange differences on assets/liabilities and equity	(0.5)	(5.6)	(1.1)
FREE CASH FLOW	39.6	29.3	43.7
Dividends paid by subsidiaries to non-controlling interests	-	(2.1)	-
Change in fair value derivative instruments	(0.6)	5.5	2.1
CHANGES IN SHAREHOLDERS' EQUITY	(0.6)	3.4	2.1
Change in net financial position	39.0	32.7	45.8
Opening net financial position	(294.9)	(327.6)	(327.6)
CLOSING NET FINANCIAL POSITION	(255.9)	(294.9)	(281.8)

CONTENT AND FORMAT OF THE CONSOLIDATED FINANCIAL STATEMENTS

1. Introduction

The consolidated Interim financial report as at 31 March 2023, which has not been externally audited, has been prepared in compliance with International Accounting Standards (IAS/IFRS) and to this end, the financial statements of consolidated companies have been duly reclassified and adjusted.

The interim financial report has been drawn up in accordance with the provisions of art. 154-ter, paragraph 5 of Legislative Decree no. 58 of 2/24/98 (Consolidated Law on Finance) and subsequent amendments. Therefore, the provisions of the international accounting standard regarding interim financial information (IAS 34 “Interim financial reporting”) have not been adopted.

2. Consolidation principles

Consolidation is performed on a line-by-line basis. The criteria adopted for the application of this method have not changed with respect to those used as at 31 December 2022.

3. Accounting Standards applied

The accounting standards applied in the preparation of the financial statements as at 31 March 2023 are the same as those applied to the financial statements as at 31 December 2022.

This financial information has been prepared on a going concern basis.

**DECLARATION PURSUANT TO ART. 154-BIS, PARAGRAPH 2, LEGISLATIVE
DECREE NO. 58/1998**

Subject: Interim financial report as at March 31, 2023

The undersigned, Mrs Maria Beatrice De Minicis - Manager responsible for preparing the
Company's financial reports-

declares

pursuant to paragraph 2 of article 154-bis of the Consolidated Law on Finance that the
accounting information contained in this document corresponds to the document results,
books and accounting records.

Milan, April 21, 2023

SOGEFI S.p.A
(Maria Beatrice De Minicis)