

ITALMOBILIARE
INVESTMENT HOLDING

Interim Report

AT JUNE 30, 2023

2023

Interim Report

AT JUNE 30, 2023

**Interim Report
approved by the Board of Directors on July 28, 2023**

**ITALMOBILIARE
Società per Azioni**

Registered Office: Via Borgonuovo, 20
20121 Milan – Italy
Share Capital € 100,166,937
Milan Companies Register
Tax code and VAT number 00796400158

Translation from the Italian original version, which remains the definitive one.

2023

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GENERAL INFORMATION

Corporate Bodies

BOARD OF DIRECTORS

(Term ends on approval of financial statements at December 31, 2025)

Laura Zanetti	1-6	Chairman
Livio Strazzera	6	Deputy Chairman
Carlo Pesenti	1	Chief Executive Officer - Chief Operating Officer
Giorgio Bonomi	3	
Mirja Cartia d'Asero	1-3-4-5	
Valentina Casella	2-4-5	
Marco Cipelletti	2-5	
Elsa Fornero	1-4-5	
Luca Minoli		
Chiara Palmieri	2-3-5	
Roberto Pesenti		
Pietro Ruffini	1-5	

- 1 Member of the Committee for Sustainability and Social Responsibility
- 2 Member of the Remuneration and Nominations Committee
- 3 Member of the Control and Risk Committee
- 4 Member of the Committee for Transactions with Related Parties
- 5 Independent director (pursuant to the Corporate Governance Code and Legislative Decree no. 58 February 24, 1998)
- 6 Independent director (only pursuant to Legislative Decree no. 58 February 24, 1998)

BOARD OF STATUTORY AUDITORS

(Term ends on approval of financial statements at December 31, 2025)

Standing Auditors		Alternate Auditors
Pierluigi De Biasi	Chairman	Michele Casò
Antonia Di Bella		Maria Maddalena Gnudi
Gabriele Villa		Maria Francesca Talamonti

FINANCIAL REPORTING OFFICER

Mauro Torri

INDEPENDENT AUDITORS

(Term ends on approval of financial statements at December 31, 2027)

Deloitte & Touche S.p.A.

Company officers and delegation of powers

The Board of Directors will remain in office until the approval of the financial statements at December 31, 2025. It was appointed by the Shareholders' Meeting held on April 27, 2023 and consists of 12 Directors.

Within the scope of the Board of Directors, the following powers have been granted.

The following duties have been assigned to the **Chairman**, Ms Laura Zanetti: to submit proposals to be resolved on by the Board of Directors; to supervise and ensure compliance with the principles of Corporate Governance approved by the Company and propose any amendment to them to be submitted to the Board of Directors for approval; to supervise the regularity of meetings and actions of the corporate bodies ensuring that the documentation relating to the items on the agenda is made available to Directors and Statutory Auditors suitably in advance; to supervise the work of the Chief Operating Officer with reference to real estate management transactions; to promote the Company's image; in agreement with and in coordination with the Chief Executive Officer, to maintain relations with the economic-financial community, institutional bodies and authorities.

The Chairman has been granted the following powers: to represent the Company in court; to represent the Company before any authority or public body of an administrative nature, as well as before territorial industrial or trade associations; to represent the Company as a shareholder at Ordinary and Extraordinary Shareholders' Meetings of other companies; to appoint consultants in general; to appoint special and general attorneys; to negotiate and conclude any transaction or contract for real estate purchase or sale, exchange and division, for the establishment of easements or property rights in general, with the limit of Euro 25 million with joint signature together with the Chief Executive Officer.

The **Chief Executive Officer and Chief Operating Officer** Carlo Pesenti has been assigned the following tasks, inter alia and in addition to the general representation of the Company: to submit proposals to be resolved on by the Board of Directors; to oversee the execution and implementation of the investment plans defined by the Board of Directors; to look after the management policies, corporate development strategies of Italmobiliare S.p.A. and its subsidiaries, held directly or indirectly; to oversee and direct the activities of Italmobiliare S.p.A. and its direct or indirect subsidiaries; to assist in setting guidelines for managing the companies in which Italmobiliare S.p.A., directly or indirectly, holds an equity investment that allows it to exercise significant influence; to look after corporate organisation and propose any changes to the Board of Directors.

To carry out the above mentioned tasks, the Chief Executive Officer can perform any appropriate initiative and, by way of example: as part of the Company's general policies on accounting reporting (i) to prepare the separate and consolidated draft financial statements (accompanied by the necessary reports and notes accompanying them) to be submitted for approval by the Board of Directors and (ii) to prepare the half-yearly and quarterly financial statements required by current regulations; to prepare Italmobiliare S.p.A.'s budgets and long-term development and investment plans to be submitted to the Board of Directors for approval; to define the general guidelines for the financial management of the Company and the group; to determine the addresses relating to the choice of the main managers of Italmobiliare S.p.A., excluding the Chief Operating Officer, whose appointment falls under the competence of the Board of Directors, and of the main companies directly or indirectly controlled, as well as, for Italmobiliare S.p.A. only, to personnel management.

The same person has been granted the powers to carry out managerial, developmental, and decision-making activities. The powers granted for the office of Chief Operating Officer can be exercised within a limit of Euro 25 million for individual transaction. The powers granted for the office of Chief Executive Officer can be exercised within a limit of Euro 25 million, except for transactions on derivatives and the provision of guarantees in general (in the interest of the Company or its subsidiaries), which can be made within a limit of Euro 50 million, transactions to sell securities of listed companies, which can be made within a limit of Euro 100 million per single trading day, and real estate transactions, which can be made within a limit of Euro 10 million and, if exceeding that amount, up to 25 million euro, require the joint signature of the Chairman.

Our investments at June 30, 2023

PORTFOLIO COMPANIES



PRIVATE EQUITY



OTHER INVESTMENTS



CASH AND OTHER ACTIVITIES

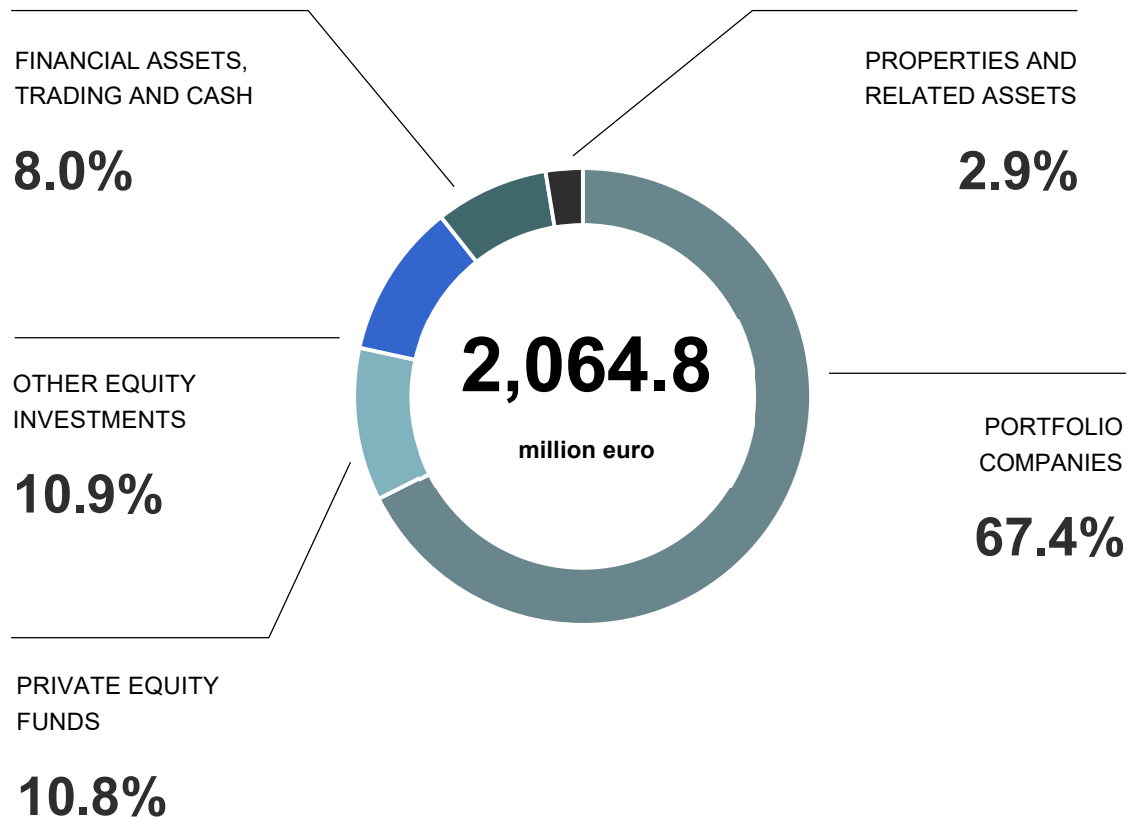


FINANCIAL ASSETS,
TRADING AND CASH



REAL ESTATE AND
RELATED ACTIVITIES

Net Asset Value at June 30, 2023



NAV PER SHARE

48.8€

	(million euro)
Portfolio Companies	1,391.9
Other equity investments	225.8
Private Equity Funds	223.5
Properties and related assets	58.9
Financial assets, trading and cash	164.7
Total NAV at June 30, 2023	2,064.8

ITALMOBILIARE
INVESTMENT HOLDING

**DIRECTORS'
REPORT**
at June 30, 2023

INTERIM REPORT

Information on operations

INTRODUCTION

The interim report at June 30, 2023 is prepared in compliance with article 154 ter, paragraphs 2, 3 and 4 of Legislative Decree no. 58 of February 24, 1998 and subsequent amendments.

The condensed interim financial statements are prepared in consolidated form in accordance with paragraph 3.

During the first half of 2023, the scope of consolidation saw changes following: the deconsolidation of the CCC Holdings Europe group (Italy) as the investment fell below 10% and Italmobiliare waived its right to appoint a member to the Board; the exclusion of Dokimè (Italy) following the start of the liquidation procedure; the consolidation of San Samuele (Italy), acquired 100% by Officina Profumo-Farmaceutica of Santa Maria Novella; and the consolidation of Gres Art (Italy), wholly owned by Gres Hub. We would also point out the initial consolidation of Chirotherapic (Italy), acquired 100% and then merged with CDS Medical during the first half, and the consolidation of Dogma (Italy), acquired 100% by Casa della Salute.

SIGNIFICANT EVENTS DURING THE PERIOD

On May 25, 2023, the signing of an agreement was announced for the sale to Permira of Florence InvestCo S.r.l., a company that holds a majority stake in the Florence S.p.A. Group and in which Italmobiliare holds 13.98%. Italmobiliare has been a shareholder in Florence S.p.A. since the start of this initiative, born with the aim of aggregating Italian industrial excellence in the subcontracting of luxury textile manufacturing. It is estimated that Italmobiliare should realize around 75 million euro as a result of the sale, net of transaction costs and top management bonuses.

Dividends of 29.5 million euro were distributed to the shareholders during the six-month period.

NET ASSET VALUE

At June 30, 2023, the NAV per share (excluding treasury shares) amounts to 48.8 euro and, considering the dividend distribution of 0.7 euro per share, showing an increase of 3.2% compared with December 31, 2022.

The Net Asset Value of Italmobiliare S.p.A., excluding treasury shares, comes to 2,064.8 million euro (2,029.1 million euro at December 31, 2022); considering the distribution of dividends during the half year for 29.5 million euro, the net performance is positive for 65.2 million euro.

	NAV (in millions of euro)	NAV per share (euro)
December 31, 2022	2,029.1	48.0
June 30, 2023	2,064.8	48.8
Change	35.7	0.8
Dividends paid	29.5	0.7
Net performance	65.2	1.5
Net performance %	3.2%	

The increase in Net Asset Value of approximately 35 million euro is mainly due to the positive performance of the Portfolio Companies for 56.7 million euro, particularly Caffè Borbone and Officina Profumo-Farmaceutica di Santa Maria Novella, and Other Equity Investments for 40.4 million euro, particularly Florence InvestCo and HeidelbergCement, partially offset by the distribution of dividends for 29.5 million euro and overheads, taxes and incentive plans for approximately 30 million euro.

(in millions of euro)	Net performance
Portfolio Companies ¹	56.7
Other equity investments	40.4
Financial assets, trading, cash and cash equivalents	3.5
Private equity funds	(5.3)
Gross performance	95.3
Costs	(20.4)
Income tax	(9.7)
Italmobiliare NAV net performance	65.2

The composition of NAV updated to June 30, 2023 is shown below:

(in millions of euro)	June 30, 2023	% of total	December 31, 2022 (*)	% of total
Portfolio Companies ¹	1,391.9	67.4	1,359.1	67.0
Other equity investments	225.8	10.9	221.6	10.9
Private equity funds	223.5	10.8	213.4	10.5
Properties and related assets	58.9	2.9	52.7	2.6
Financial assets, trading and cash and cash equivalents ²	164.7	8.0	182.4	9.0
Total Net Asset Value (**)	2,064.8	100.0	2,029.1	100.0

(*) The 2022 figures differ from those published as the loan granted to Archimede S.p.A. has been reclassified from "Financial assets, trading and cash and cash equivalents" to "Other equity investments".

1. "Portfolio Companies" include the investments in Italgas S.p.A., Caffè Borbone S.r.l., Clessidra Holding S.p.A., Tecnica Group S.p.A., Iseo Serrature S.p.A., AGN Energia S.p.A., Capitelli S.r.l., Officina Profumo-Farmaceutica di Santa Maria Novella S.p.A., Callmewine S.r.l., Casa della Salute S.p.A., Bene Assicurazioni S.p.A. Società Benefit and SIDI Sport S.r.l. through the newco FT4 S.r.l.

2. Note that "Financial assets, trading and cash and cash equivalents" include the net financial position of the parent company Italmobiliare for 155.6 million euro, after reclassification of the 6 million euro loan to Archimede S.p.A. to "Other equity investments", the investment in Sirap Gema S.r.l. for 8.9 million euro and the vehicles FT2 S.r.l. and FT3 S.r.l.

(**) the criteria used for calculating NAV may be different from those adopted by other companies, so the figures may not be comparable.

Looking specifically at the Portfolio Companies, the figure of 1,391.9 million euro is determined by the positive performance during the half year of 56.7 million euro and the increase in capital of Casa della Salute (5.9 million euro), partially offset by the distribution of dividends for 29.9 million euro (excluding Sirap Gema and FT2, reclassified under "Financial assets, trading and cash and cash equivalents" as early as December 31, 2022).

"Other equity investments" of 225.8 million euro have grown mainly thanks to the performance of Florence InvestCo, as explained above (18.7 million euro) and the positive fair value effect (16.0 million euro) of some listed equity investments, partially offset by the disposals that took place during the half year.

The item "Financial assets, trading and cash and cash equivalents" decreased by 17.6 million euro due to the dividend paid (-29.5 million euro), loans net of repayments in private equity funds (-15.4 million euro), other investments made during the period (-13.7 million euro) and overheads, taxes and incentive plans (-30.1 million euro), only partially offset by the sale of HeidelbergCement shares and other investments (36.6 million euro) and the dividends collected (31.2 million euro).

The NAV at June 30, 2023 was calculated by following a specific procedure, based on valuations by independent experts, taking into account:

- the market price at June 30, 2023 of the equity investments in listed companies;
- the value of non-listed companies, determined on the basis of commonly used valuation methods (DCF and/or market multiples) or, where sufficient information is not available for the application of the methods envisaged by the International Private Equity and Venture Capital (IPEV) valuation guidelines and/or their consistency can be considered immaterial, based on their net equity resulting from the latest approved financial statements, determined according to IAS/IFRS or local accounting standards;
- the market value of the real estate assets held;
- the deferred tax effect, if any.

The Independent Auditors have carried out a limited assurance assignment according to the International Standard on Assurance Engagements (ISAE) 3000 (Revised) to verify the conformity of the valuation methods adopted by the Directors for calculating NAV with the IPEV criteria.

PERFORMANCE OF THE MAIN GROUP COMPANIES

SUMMARY OF RESULTS FOR THE FIRST HALF OF THE YEAR

(in millions of euro)	Revenue			Gross operating profit (EBITDA)			Fcf ¹
	June 30, 2023	June 30, 2022	Change %	June 30, 2023	June 30, 2022	Change %	1st half 2023 Actual
Italmobiliare	57.2	140.9	(59.4)	21.7	103.5	(79.0)	n.s.
Portfolio Companies							
Caffè Borbone	153.7	134.0	14.7	41.1	33.9	21.2	31.6
Officina Profumo-Farmaceutica di Santa Maria Novella	23.7	19.5	21.5	4.4	4.1	7.1	(5.9)
Italgen	24.4	22.3	9.6	(0.3)	0.9	n.s.	(8.9)
Casa della Salute	20.9	16.6	26.0	2.1	2.5	(15.9)	(8.9)
Capitelli	11.3	9.7	16.3	1.7	1.6	5.5	1.0
Callmewine	6.6	7.7	(13.9)	(0.9)	(1.1)	15.9	(1.4)
SIDI Sport	12.9	n.a.	n.a.	1.9	n.a.	n.a.	(1.0)
Tecnica Group	184.9	192.8	(4.1)	5.7	9.7	(41.2)	(38.4)
AGN Energia	331.0	342.3	(3.3)	36.3	26.3	38.0	38.4
Iseo	81.8	83.8	(2.4)	7.8	11.4	(32.0)	(7.2)
Bene Assicurazioni	98.6	75.1	31.0	n.a.	n.a.	n.a.	n.a.
Total Industrial Portfolio Companies	949.8	903.8	5.1	99.8	89.3	11.7	(0.9)
Clessidra Group	17.8	15.7	13.4	4.9	4.6	6.5	n.s.
Total Portfolio Companies	967.6	919.5	5.2	104.7	93.9	11.5	(0.9)

The information in the table relates to the reporting packages, prepared according to IFRS, of each company/group regardless of the date of acquisition of control by Italmobiliare and the percentage held.

1. Free Cash Flow is the difference between the net financial position at the end of the half year and at the end of the previous year, gross of dividends paid, increases or repayment of capital, the impact of extraordinary transactions and the effects of first-time application (FTA) of IFRS 16.

n.a. not available

n.s. not significant

As regards Italmobiliare, revenue for the half year is down mainly because of the decrease in dividends approved by the investees, which in 2022 benefited from an extraordinary distribution as part of the sale of the investment in Sirap Gema (60 million euro). In addition, Caffè Borbone distributed dividends of 18.0 million euro in 2023 compared with 30.0 million euro in the previous six months.

Looking at the pro-forma aggregate of the Industrial Portfolio Companies:

- revenue amounted to 949.8 million euro, up by 5% on the first half of 2022. Growth is essentially unchanged if we normalise the figures for the inclusion of SIDI in the half year and the drop in revenues of AGN due to the contraction in energy prices, which did not have a direct impact on the company's profitability;
- the aggregate EBITDA of the Industrial Portfolio Companies amounted to 99.8 million euro, up 12% compared with the same period of the previous year, thanks to the good results of Caffè Borbone and AGN Energia;
- gross of dividends paid in the period for 61.6 million euro and the extraordinary transactions that are explained in the sections on individual companies, overall free cash flow for the first half was negative for 0.9 million euro; the reason for this result was the investments made during the period, amounting to 62.1 million euro. Cash generation by Caffè Borbone and AGN Energia is particularly worthy of note, while Tecnica was affected by the negative dynamics of its working capital linked to the seasonal nature of the business.

Looking at the individual companies, while reference should be made to the relevant sections for further details:

- in the food sector, Caffè Borbone grew by 15% compared with 2022, with EBITDA up by 21%, despite the ongoing challenge caused by the high cost of coffee. Capitelli also performed well (revenue +16% vs. first half of 2022), with EBITDA up 6% despite the marked increase in the cost of raw material. Callmewine saw a decrease in revenue compared with the previous year, which benefited from the higher domestic consumption

of wine during the pandemic; EBITDA and cash flow both negative, but gradually improving thanks to the focus on the recovery of margins and inventory optimisation.

- in the energy sector, Italgas completed three new photovoltaic plants during the period; the result for the half year reflects a lower level of production than the historical average, despite the rainfall in recent months and the impact on prices of the "Sostegni Ter and Price Cap" regulations, which expired on June 30, 2023 and not extended for the second half. AGN Energia closed with a marked improvement over the previous year, recording excellent profit margins in LPG and in the new businesses.
- in the outdoor sector, the Tecnica Group saw a slight decrease in revenue compared with the same period of the previous year; despite this result, the company expects a recovery in the second half of the year. SIDI, which joined the Group at the end of 2022, closed the half year with motorcycle segment revenue in line with expectations, while the bicycle segment market is still suffering from the physiological slowdown in consumption after a period of extraordinary growth during the pandemic.
- Officina Profumo-Farmaceutica di Santa Maria Novella closed the first half with revenue up by 22% compared with the same period of the previous year, mainly thanks to direct retail segment that is increasing in all geographical areas. After normalising non-recurring expenses, EBITDA is equal to 5.1 million euro, up by 25% compared with the previous year.
- Casa della Salute (CDS) continues its expansion path, with four new clinic inaugurations and two acquisitions in the first six months; sharply increasing revenue (+26% vs. 1H 2022) with EBITDA penalised by non-recurring costs related to development projects.
- ISEO is showing revenue that is more or less constant, with EBITDA down, partly due to the impact of commercial costs to support the electronic business and IT costs involved in the company's process of digitisation.
- Bene Assicurazioni is continuing its growth path with a 31% increase in premiums compared with the previous year.

Lastly, the Clessidra Group reported a slight increase in EBITDA, showing a brokerage margin that is substantially in line with the previous year.

SUMMARY OF RESULTS BY QUARTER

(in millions of euro)	Revenue			Gross operating profit (EBITDA)		
	Q2 2023	Q2 2022	Change %	Q2 2023	Q2 2022	Change %
Italmobiliare	49.6	49.2	0.8	38.1	25.1	51.5
Portfolio Companies						
Caffè Borbone	76.5	67.6	13.2	20.6	16.8	22.6
Officina Profumo-Farmaceutica di Santa Maria Novella	13.5	10.1	33.7	3.1	1.6	93.8
Italgel	15.5	13.3	16.5	1.6	1.5	6.7
Casa della Salute	10.5	8.2	28.0	0.8	1.1	(27.3)
Capitelli	5.7	4.8	18.8	1.0	0.8	25.0
Callmewine	3.2	3.9	(17.9)	(0.5)	(0.6)	(12.6)
SIDI Sport	5.2	n.a.	n.a.	1.5	n.a.	n.a.
Tecnica Group	90.8	96.1	(5.5)	1.1	4.7	(76.6)
AGN Energia	116.2	127.7	(9.0)	13.1	2.1	n.s.
Iseo	40.4	42.1	(3.9)	3.7	5.1	(28.1)
Bene Assicurazioni	50.1	38.8	29.1	n.a.	n.a.	n.s.
Total Industrial Portfolio Companies	427.6	412.6	3.6	46.0	33.1	38.8
Clessidra Group	9.4	7.8	20.5	3.0	1.7	76.5
Total Portfolio Companies	437.0	420.4	4.0	49.0	34.8	40.6

Note that the quarterly figures have not been audited neither completely nor partially.

2022 figure adjusted following the inclusion of Bene Assicurazioni.

n.a. not available

n.s. not significant

Looking at the quarterly aggregate:

- Revenue comes to approximately 437 million euro, up by 4%;
- EBITDA for the quarter amounted to 49.0 million euro, up by around 41% compared with 2022.

The Industrial Portfolio Companies report a 39% increase in EBITDA for the quarter compared with the previous year, mainly thanks to Caffè Borbone, Officina Profumo-Farmaceutica di Santa Maria Novella and AGN Energia.

KEY CONSOLIDATED FIGURES AT JUNE 30, 2023

(in millions of euro)	1st half 2023	1st half 2022	Change %
Revenue and income	285.0	255.4	11.6
Gross operating profit (EBITDA)	34.4	37.8	(9.1)
<i>% of revenue</i>	<i>12.1</i>	<i>14.8</i>	
Amortisation and depreciation	(17.7)	(15.8)	(12.2)
Impairment losses on non-current assets	0.1	0.0	n.s.
Operating profit (EBIT)	16.8	22.0	(23.9)
<i>% of revenue</i>	<i>5.9</i>	<i>8.6</i>	
Net finance income (costs)	(4.0)	(0.6)	n.s.
Impairment losses on financial assets	0.0	0.0	n.s.
Share of profit/(loss) of equity-accounted investees	2.8	2.9	(3.2)
Profit/(loss) before tax	15.6	24.3	(35.9)
<i>% of revenue</i>	<i>5.5</i>	<i>9.5</i>	
Income tax	(6.7)	(11.8)	43.4
Net profit/(loss) from continuing operations	8.9	12.5	(28.9)
Profit/(loss) from discontinued operations, net of tax	0.0	(2.2)	n.s.
Profit/(loss) for the period	8.9	10.3	(13.4)
<i>attributable to:</i>			
- Owners of the parent company	(0.7)	3.3	n.s.
- Non-controlling interests	9.6	7.0	37.4
Cash flows from investing activities	76.7	114.8	

(in millions of euro)	June 30, 2023	December 31, 2022
Total equity	1,595.9	1,610.1
Equity attributable to the owners of the parent company	1,414.9	1,426.8
Net financial position	(72.6)	(15.6)
Employees (headcount) at the end of the year	1,411	1,305

The main economic indicators of continuing operations in the first half of 2023 are as follows:

- **Revenue and income**, equal to 285.0 million euro, are up by 29.6 million euro (+11.6%), mainly thanks to the positive contribution made by Caffè Borbone, Casa della Salute and Officina Profumo-Farmaceutica di Santa Maria Novella, as well as the inclusion of SIDI Sport in the consolidation area.
- **Gross operating profit (EBITDA)**, equal to 34.4 million euro, is down by 3.4 million euro compared with the previous year, mainly due to the lower contribution of Italmobiliare, partially offset by the growth of Caffè Borbone and the aforementioned inclusion of SIDI.
- **Operating profit (EBIT)**, after higher amortisation and depreciation compared with the first half of 2022, amounts to 16.8 million euro (22.0 million euro in the first half of 2022).
- **Profit before tax**, after finance income and costs and the share of profit/(loss) of equity-accounted investees, comes to 15.6 million euro, compared with 24.3 million euro at June 30, 2022.
- **Profit after tax** and the result of discontinued operations amounts to 8.9 million euro compared with 10.3 million euro at June 30, 2022.
- **Total equity** at June 30, 2023 was 1,595.9 million euro, while the **Equity attributable to the owners of the parent company** was 1,414.9 million euro, compared with 1,610.1 million euro and 1,426.8 million euro respectively at December 31, 2022.
- Financial and industrial **investments** were made in the first half of 2023 for a total of 76.7 million euro, 38.1 million euro down on the same period in 2022.

- **The consolidated financial position** at June 30, 2023 was a negative balance of 72.6 million euro, compared with 15.6 million euro at the end of December 2022. The change is mainly due to the costs generated by operating activities (11.0 million euro), the flow of investments and divestments (-77.0 and +39.1 million euro respectively), and dividend payments (-41.9 million euro).

FINANCE COSTS AND OTHER ITEMS

Net finance costs have increased from 0.6 million euro to 4.0 million euro.

Note that this item does not include the finance income and costs of Italmobiliare and the other finance companies as, being part of their core business, they are included in the items that make up gross operating profit.

The share of profit/(loss) of the equity-accounted investees is positive for 2.8 million euro (in line with the same period of the previous year).

PROFIT FOR THE PERIOD

The above figures resulted in a positive result before tax of 15.6 million euro (positive for 24.4 million euro at June 30, 2022).

After income taxes of 6.7 million euro (11.8 million euro in the first half of 2022), the net result from continuing operations in the first half of 2023 was a profit of 8.9 million euro (profit of 12.6 million euro in the same period of 2022). Net of the result of discontinued operations, zero in 2023 (versus a loss of 2.2 million euro in 2022), the bottom line came to 8.9 million euro (10.3 million euro in 2022), of which -0.7 million euro attributable to the Group and 9.6 million euro attributable to third parties (3.3 and 7.0 million euro respectively in the same period of 2022).

REVENUE AND OPERATING RESULTS OF CONTINUING OPERATIONS AT JUNE 30, 2023

CONTRIBUTION TO CONSOLIDATED REVENUE AND INCOME

(net of intragroup eliminations)

(in millions of euro)	1st half 2023		1st half 2022		Change	
		%		%	%	% ¹
Business segments						
Italmobiliare	14.1	5.0	28.5	11.1	(50.3)	(50.3)
Caffè Borbone	153.7	53.9	134.0	52.5	14.7	13.9
Officina Profumo-Farmaceutica di Santa Maria Novella	23.7	8.3	19.5	7.6	21.6	20.7
Italgen	23.0	8.1	22.3	8.7	3.3	2.7
Casa della Salute	20.9	7.3	16.6	6.5	26.0	26.0
Capitelli	11.3	4.0	9.7	3.8	16.3	16.3
Callmewine	6.6	2.3	7.7	3.0	(14.0)	(14.0)
SIDI Sport	12.8	4.5	n.a.	n.a.	n.a.	n.a.
Clessidra Group	17.8	6.2	15.8	6.2	12.7	12.7
Other companies	1.1	0.4	1.4	0.6	(25.3)	(25.3)
Total	285.0	100.0	255.4	100.0	11.6	6.0

1. On a like-for-like basis and at constant exchange rates

The results of Caffè Borbone, Officina Profumo-Farmaceutica di Santa Maria Novella and Casa della Salute, as well as the inclusion of SIDI, made a particular contribution to the positive change in revenue and income, +11.6% on the first half of 2022.

BREAKDOWN OF GROUP CONSOLIDATED PROFIT BY SEGMENT

(in millions of euro)	June 2023	June 2022
Business segments		
Italmobiliare	21.7	55.7
Caffè Borbone	14.8	10.8
Officina Profumo-Farmaceutica di Santa Maria Novella	0.9	1.1
Italgen	(3.6)	(0.7)
Casa della Salute	(1.6)	(0.7)
Capitelli	0.7	0.6
Callmewine	(0.7)	(0.8)
SIDI Sport (*)	0.3	n.a.
Clessidra Group (*)	1.9	n.a.
Tecnica Group	(4.2)	(2.2)
AGN Energia	5.6	2.7
Iseo	0.6	2.4
Sirap	-	(2.2)
Other consolidated companies	(0.5)	0.7
Elimination of dividends and intragroup gains/losses	(36.6)	(64.1)
Profit/(loss) for the period attributable to the owners of the parent company	(0.7)	3.3

(*) SIDI Sport entered the scope of consolidation in 2023, whereas Clessidra Group's result in 2022 was included in Other consolidated companies.

STATEMENT OF COMPREHENSIVE INCOME

In the first half of 2023, the components of comprehensive income from continuing operations had a positive balance of 10.2 million euro (versus a negative balance of 12.2 million euro in the first half of 2022), mainly due to 9.7 million euro of impairment adjustments to assets classified as FVTOCI.

So, taking into account the profit for the period of 8.9 million euro and the components mentioned above, total comprehensive income for the period was positive for 19.1 million euro (-1.9 million euro at June 30, 2022).

The statement of comprehensive income forms part of the consolidated financial statements.

CONDENSED STATEMENT OF FINANCIAL POSITION

(in millions of euro)	June 30, 2023	December 31, 2022
Property, plant & equipment and investment property	261.4	225.5
Intangible assets	609.9	607.5
Other non-current assets	632.4	674.4
Non-current assets	1,503.7	1,507.4
Current assets	549.9	579.3
Assets classified as held for sale	31.2	0.0
Total assets	2,084.8	2,086.7
Equity attributable to the owners of the parent company	1,414.9	1,426.8
Non-controlling interests	181.0	183.3
Total equity	1,595.9	1,610.1
Non-current liabilities	233.7	193.0
Current liabilities	255.2	283.6
Total liabilities	488.9	476.6
Liabilities directly associated with assets classified as held for sale	0.0	0.0
Total equity and liabilities	2,084.8	2,086.7

EQUITY

Total equity at June 30, 2023 was 1,595.9 million euro, 14.2 million euro down on December 31, 2022. The overall change was due to:

- the profit for the period of 8.9 million euro;
- the change in the fair value reserve on FVTOCI investments for -9.6 million euro, net of the related tax effect;
- dividends paid for 41.9 million euro;
- change in the consolidation area and other changes for 9.2 million euro.

At June 30, 2023, the share capital of Italmobiliare S.p.A. was equal to 100,166,937 euro, divided into 42,500,000 ordinary shares. At June 30, 2023, Italmobiliare S.p.A. holds 217,070 ordinary shares as treasury shares, equal to approximately 0.5% of the share capital.

NET FINANCIAL POSITION

At June 30, 2023, the net financial position was negative for 72.6 million euro, having decreased by 56.9 million euro compared with the situation at December 31, 2022 (-15.7 million euro).

BREAKDOWN OF THE NET FINANCIAL POSITION

(in millions of euro)	June 30, 2023	December 31, 2022
Current financial assets	234.6	262.9
Current financial liabilities	(134.1)	(143.3)
Non-current financial assets	12.0	12.1
Non-current financial liabilities	(185.1)	(147.4)
Debt pertaining to assets classified as held for sale	0.0	0.0
Net financial position	(72.6)	(15.7)

CONDENSED STATEMENT OF CASH FLOWS

(in millions of euro)	1st half 2023	1st half 2022
Net financial position at the beginning of the period	(15.7)	354.0
Cash flows from operating activities	11.0	(25.4)
Capital investment in:		
<i>PPE, investment property and intangible assets</i>	(55.0)	(22.3)
<i>Non-current financial assets</i>	(22.1)	(92.5)
Cash flows from investing activities	(77.1)	(114.8)
Proceeds from disposal of non-current assets	39.1	26.2
Dividends paid	(41.9)	(72.2)
Structure and translation differences	2.5	(0.9)
Other changes	9.5	(7.3)
Net cash flow for the period	(56.9)	(194.5)
Cash flows relating to assets classified as held for sale	-	-
Net financial position at the end of the period	(72.6)	159.5

INVESTMENTS

(in millions of euro)	Investments in non-current financial assets		Investments in PPE and investment property		Investments in intangible assets		Total capital expenditure	
	1st half 2023	1st half 2022	1st half 2023	1st half 2022	1st half 2023	1st half 2022	1st half 2023	1st half 2022
Business segment								
Italmobiliare	18.4	85.8	6.5	0.5	-	-	24.9	86.3
Caffè Borbone	-	2.2	3.0	5.6	1.6	0.1	4.6	8.0
Officina Profumo-Farmaceutica di Santa Maria Novella	0.7	-	8.4	2.0	0.1	0.1	9.2	2.0
Italgem	-	-	9.0	2.9	-	0.2	9.0	3.1
Capitelli	-	-	0.7	0.2	-	0.0	0.7	0.2
Casa della Salute	2.6	-	19.0	7.8	2.6	0.5	24.2	8.3
Callmewine	-	4.5	0.4	0.0	0.4	0.2	0.8	4.7
SIDI Sport	-	-	0.3	-	-	-	0.3	n.a.
Clessidra Group	-	-	0.4	0.3	-	1.7	0.4	2.0
Other companies	0.4	-	2.2	0.1	-	-	2.6	0.1
Inter-segment eliminations	-	-	-	-	-	-	-	-
Total investments	22.1	92.5	49.9	19.5	4.7	2.7	76.7	114.7
Change in receivables/payables for purchase of property	-	-	-	0.1	-	-	-	0.1
Total investments	22.1	92.5	49.9	19.6	4.7	2.7	76.7	114.8

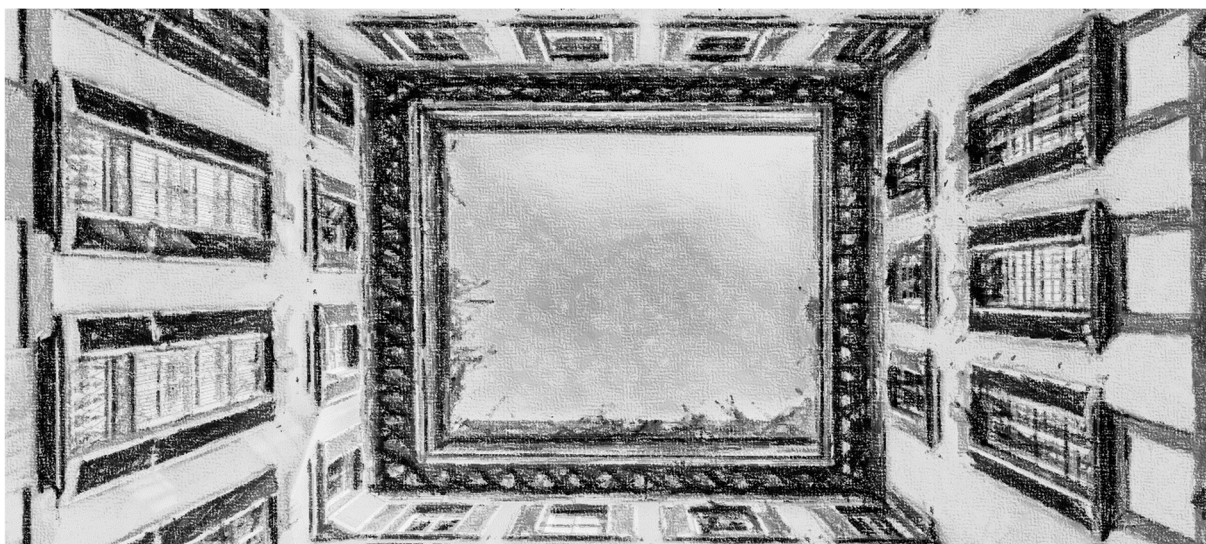
The investments made by the Group in the first half of the year totalled 76.7 million euro, 38.1 million euro down on the first half of 2022 (114.8 million euro).

The cash flows for financial investments, equal to 22.1 million euro (92.5 million euro in the first half of 2022), mainly refer to investments in private equity funds for 16.8 million euro and in Farmagorà for 1.6 million euro.

The cash flows for investments in property, plant & equipment and investment property amount to 49.9 million euro and mainly refer to Casa della Salute, Caffè Borbone, Italgem, Officina Profumo-Farmaceutica di Santa Maria Novella and Italmobiliare.

The divestments made by the Group in the first half of 2023 amounted to 39.2 million euro and mainly refer to the sale of shares in HeidelbergCement and Unicredit.

Italmobiliare S.p.A.



KEY FIGURES

(in millions of euro)	1st half 2023	1st half 2022	Change %
Revenue and income	57.2	140.9	(59.4)
Gross operating profit (EBITDA)	21.7	103.5	(79.0)
<i>% of revenue</i>	38.0	73.5	
Amortisation and depreciation	(0.4)	(0.4)	0.0
Operating profit (EBIT)	21.3	103.1	(79.3)
<i>% of revenue</i>	37.3	73.2	
Net finance income (costs)	0.0	0.3	n.s.
Impairment losses on financial assets	(4.1)	(47.9)	n.s.
Profit/(loss) before tax	17.2	55.5	(69.0)
<i>% of revenue</i>	30.0	39.4	
Income tax	4.5	0.2	n.s.
Profit/(loss) for the period	21.7	55.7	(61.0)

n.s. not significant

(in millions of euro)	June 30, 2023	December 31, 2022
Equity	1,300.5	1,289.7
Net financial position	161.6	151.5
Employees (headcount) at the end of the period	44	47

RESULTS IN ACCORDANCE WITH THE FINANCIAL MODEL

Given the specific nature of the Company, in order to allow a full understanding of its performance, the following table shows the results in a format normally used for finance companies. This format shows:

- "Net gains (losses) on equity investments" which include dividends received in the case of equity investments measured at FVTOCI. On the other hand, in the case of equity investments in subsidiaries and associates, this item includes both dividends and gains/losses realized on sales, as well as any impairment losses;
- "Net gains (losses) on investments of cash and cash equivalents", which includes interest income on bank coupons and deposits, impairment gains or losses on bonds and trading equities measured at FVTPL, gains/losses realized on the sale of trading securities, income/expense on trading derivatives and investment funds measured at FVTPL and "Net borrowing costs". "Net borrowing costs" consist essentially of interest expense on borrowings, bank commissions and costs;
- "Other income and expense", which include personnel expense and operating expenses for the financial structure, net of amounts recovered from other Group companies or third parties.

(in millions of euro)	1st half 2023	1st half 2022	Change %
Net gains (losses) on equity investments	40.2	66.9	(39.9)
Net gains on investments of cash and cash equivalents	(1.9)	2.2	n.s.
Total finance income/costs	38.3	69.1	(44.6)
Other expenses	(21.1)	(13.6)	55.1
Income tax	4.5	0.2	n.s.
Profit (loss) for the period	21.7	55.7	(61.1)

n.s. not significant

Net income and charges from equity investments are positive for 40.2 million euro, down compared with 66.9 million euro at June 30, 2022, mainly as a result of the lower dividends approved, whereas in 2022 they benefited from an extraordinary distribution as part of the sale of the investment in Sirap Gema (60 million euro compared with a 47.5 million euro write-down of the investment). In addition, Caffè Borbone distributed dividends of 18.0 million euro in 2023 compared with 30.0 million euro in the previous six months.

As regards the subsidiary Sirap Gema, the dividend distribution of 4.0 million euro in 2023 resulted in a 3.9 million euro reduction in the value of the investment.

Net gains on investments of cash and cash equivalents show a negative balance of 1.9 million euro (versus a positive balance of 2.2 million euro at June 30, 2022), mainly due to the exchange rate difference.

Other income and expenses are negative for 21.1 million euro (-13.6 million euro at June 30, 2022) mainly due to higher non-recurring operating costs (6.5 million euro for MBO and LTI payments relating to the previous three years).

After positive taxes for 4.5 million euro (positive for 0.2 million euro at June 30, 2022), the result for the half year was positive for 21.7 million euro (positive for 55.7 million euro at June 30, 2022).

EQUITY

Equity at June 30, 2023 amounts to 1,300.5 million euro, 10.8 million euro up on December 31, 2022 (1,289.7 million euro), mainly because of:

- an increase in the fair value of the FVTOCI investments for 17.8 million euro (net of the tax effect);
- sales of FVTOCI investments during the period (+1.0 million euro);
- dividends paid for 29.5 million euro;
- a profit for the period of 21.7 million euro.

NET FINANCIAL POSITION

(in millions of euro)	June 30, 2023	December 31, 2022
Current financial assets	148.7	154.8
Current financial liabilities	(4.7)	(21.0)
Current net financial position	144.0	133.8
Non-current financial assets	18.1	17.8
Non-current financial liabilities	(0.5)	(0.1)
Non-current net financial position	17.6	17.7
Net financial position	161.6	151.5

At June 30, 2023 the net financial position of Italmobiliare S.p.A. is showing an increase of 10.1 million euro, going from 151.5 million euro at December 31, 2022 to 161.6 million euro at the end of June 2023, allocated approximately 48% to the Vontobel Fund with a conservative risk profile consistent with the Company's investment policies. The main flows include investments in private equity funds, net of repayments (-15.4 million euro), other investments (-13.7 million euro), overheads, taxes and incentive plans (-30.1 million euro) offset by the sale of HeidelbergCement and other equity investments (+36.6 million euro) and the repayment of capital by Sirap Gema and FT2 (+16 million euro). Payment of the ordinary dividend was more than offset by the dividends received (+13.5 million euro).

LITIGATION AND DISPUTES PENDING

A description of the main legal and tax disputes involving Italmobiliare S.p.A. is provided in the relevant section on page 52, to which you are referred.

SIGNIFICANT EVENTS AFTER THE REPORTING DATE

No significant events took place after the end of the period.

OUTLOOK

The business outlook for Italmobiliare S.p.A. is explained in the relevant section on page 53, to which you are referred.

MAIN FINANCIAL ASSETS OF ITALMOBILIARE S.P.A.

Other equity investments

The Italmobiliare Group includes a number of minority investments in listed and unlisted companies, the main ones being HeidelbergCement, Fin. Priv. (Mediobanca) and Farmagorà.

Private equity funds

The Company has invested in a portfolio of select Italian and international Private Equity funds with a view to diversifying sectors and geographical investments, including the Clessidra' funds (CCP3 Fund, CCP4 Fund and Restructuring Fund), the BDT Capital Partners Funds II and III; Isomer Capital I and II; Isomer Capital Opportunities; Connect Ventures 3 and 4; Iconiq IV and V; Lindsay Goldberg Fund V; Lauxera Growth I; 8-Bit Capital I, Expedition Growth Capital Fund I and Jab Consumer. During the first half of 2023, the value of the Private Equity funds recorded an overall increase of 10.2 million euro, of which -3.5 million euro as a change in fair value, -1.8 million euro as an exchange difference, 16.8 million euro of new investments, partially offset by 1.3 million euro reimbursed following divestments.

Caffè Borbone

(60% INTEREST)



KEY FIGURES

(in millions of euro)	1st half 2023	1st half 2022	Change %
Revenue and income	153.7	134.0	14.7
Gross operating profit (EBITDA)	41.1	33.9	21.2
<i>% of revenue</i>	26.7	25.3	
Amortisation and depreciation	(5.7)	(5.4)	(4.6)
Operating profit (EBIT)	35.4	28.5	24.4
<i>% of revenue</i>	23.0	21.2	
Net finance income (costs)	(0.8)	(0.1)	n.s.
Profit/(loss) before tax	34.6	28.4	21.8
<i>% of revenue</i>	22.5	21.2	
Income tax	(9.9)	(10.5)	5.5
Profit/(loss) for the period	24.7	17.9	37.7
Cash flows from investing activities	4.6	8.0	
Free cash flow (*)	31.6	8.0	

n.s. not significant

(in millions of euro)	June 30, 2023	December 31, 2022
Total equity	364	369.4
Net financial position	(19.0)	(20.6)
Employees (headcount) at the end of the period	283	279

(*) Free Cash Flow is the difference between the net financial position at June 30, 2023 and at the end of the previous year, gross of any dividends distributed, increases or repayments of capital, non-recurring transactions and the effects of applying IFRS 16.

During the first half, Caffè Borbone laid the foundations for further development of sales abroad through the establishment of a newco, Caffè Borbone America Corp., which will operate in the US market. For a total outlay of 2.3 million euro, of which 0.5 million euro deferred, the newco has acquired the assets it needs to start up the business from the previous company owned by third parties through which Caffè Borbone served the American market.

Looking at the results, the first half closed with turnover of 153.7 million euro, +15% on the same period in 2022. As regards distribution channels, Large-Scale Retail is increasingly important, with growth of 26% compared with the previous year, more than double the average increase in the market (+11%, source Nielsen); the performance of the digital channel was also very positive, with sales on Caffè Borbone's direct e-commerce platform, Amazon and specialised portals up by 40%. The development of markets abroad continues, with an excellent start by Amazon in the new markets (Germany, UK, France and Spain)

In terms of products, there are encouraging signs from the innovations launched in recent months; in particular, an excellent start for Crema Fredda Caffè, which won the 2023 New Entry Special Award in the coffee category at the Brands Award, which is given to products with the best brand performance through objective criteria that take into consideration both end consumers and Retail.

The gross operating profit (EBITDA) for the first half comes to 41.1 million euro, +21% on the previous year; a profit margin of 27%, which is even more significant if we consider that the cost of coffee is still very high, particular for Robusta which is at its highest for the last 10 years.

After amortisation and depreciation, which were substantially constant, the operating profit (EBIT) came to 35.4 million euro.

The profit for the first half of the year was 24.7 million euro, 38% up on the previous year.

The net financial position at June 30, 2023 is negative for 19.0 million euro, already net of the distribution of dividends for 30 million euro in the first half. After neutralising the dividend payment and the one-off impact of the operation in America, cash generation in the half year was positive for 31.6 million euro, confirming the company's historical ability to generate cash.

SIGNIFICANT EVENTS AFTER THE REPORTING DATE

No significant events took place after the end of the period.

OUTLOOK

The company expects to grow in the second half of the year compared with last year, also thanks to the ongoing expansion of certain channels (digital, large-scale retail and abroad) and the development of new products; the trend in the first few weeks of July confirms this expectation. In terms of margins, it is expected that the levels recorded in the first half of the year will be substantially maintained; the company carefully monitors the increase in the price of coffee and the competitive pressure on the single-serve market.

Officina Profumo-Farmaceutica di Santa Maria Novella

(95% INTEREST
THROUGH FT2 S.r.l.)



KEY FIGURES¹

(in millions of euro)	1st half 2023	1st half 2022	Change %
Revenue and income	23.7	19.5	21.5
Gross operating profit (EBITDA)	4.4	4.1	7.1
<i>% of revenue</i>	18.4	20.9	
Amortisation and depreciation	(2.5)	(2.1)	(18.8)
Operating profit (EBIT)	1.9	2.0	(5.2)
<i>% of revenue</i>	7.9	10.2	
Net finance income (costs)	0.0	(0.1)	n.s.
Profit/(loss) before tax	1.9	1.9	1.7
<i>% of revenue</i>	8.1	9.6	
Income tax	(1.0)	(0.7)	(48.5)
Profit (loss) for the period	0.9	1.2	(25.3)
Cash flows from investing activities	9.2	2.0	
Free Cash Flow	(5.9)	(1.0)	

1. The figures refer to the consolidation of FT2 S.r.l., Officina Profumo-Farmaceutica di Santa Maria Novella S.p.A. and its subsidiaries.

n.s. not significant

(in millions of euro)	June 30, 2023	December 31, 2022
Total equity	198.1	213.0
Net financial position of the FT2 Group	(3.9)	21.8
Net financial position of FT2 S.r.l.	0.2	16.0
Net financial position of the SMN Group	(4.1)	5.8
Employees (headcount) at the end of the period	206	187

In June, Officina Profumo-Farmaceutica di Santa Maria Novella launched its first collection of Eau de Parfum, four fragrances inspired by the rare botanical species in the Medici gardens that expand the product range with the aim of strengthening the brand's premium positioning. A few weeks after their launch, the new perfumes are posting excellent results in terms of sales, both in Italy and on international markets. At the same time as the launch of this new product line, *Blooming in Paradise* was inaugurated in the museum area of the historical Florentine store as an experiential and immersive work of art created by Felice Limosani which involves customers and visitors in an atmosphere of great visual, aural and olfactory impact.

The revenue of Officina Profumo-Farmaceutica di Santa Maria Novella in the first half of the year came to 23.7 million euro, an increase of 22% on the previous year. The Retail channel performed excellently, growing in all geographical areas, also thanks to the opening of new points of sale in line with the strategy of strengthening the direct-to-consumer sales channel. The results of the historical store-museum in Florence's Via della Scala were particularly positive, with revenue up by 82% compared with the same period last year, even slightly surpassing the performance of the pre-pandemic years. The store has benefited from the recovery in tourist arrivals and has been at the centre of a profound update of the concept and fittings of the display cases and floor space. The B2B channel is stable, with sales increasing in North America thanks to the opening of new points of sale in department stores and concept stores. E-commerce was also substantially in line with last year following major investments during the six-month period to optimise the technological platform, with a view to improving navigation and the buying experience of the end customer.

During the half year, the company made further investments in marketing, people and stores to support the ambitious international growth plan. The gross operating profit (EBITDA) came to 4.4 million euro, +7% on last year. After neutralising 0.7 million euro of non-recurring expenses, the gross operating profit from continuing operations comes to 5.1 million euro, +25% on last year.

At June 30, 2023, the net financial position had a negative balance of 3.9 million euro, mainly due to recognition of the lease liability attributable to future store rentals of more than 17 million euro. If we exclude the distribution of 7.8 million euro of dividends paid by FT2 to the parent company and the 8.0 million euro in reserves following the sale of 5% of Officina Profumo-Farmaceutica Santa Maria Novella in 2022, the effects of the acquisition of San Samuele for 0.6 million euro and the effects of applying IFRS 16, operating free cash flow is negative for 5.9 million euro. This result is impacted by investments in stores and technology, both of which support growth, and by the dynamics of working capital.

SIGNIFICANT EVENTS AFTER THE REPORTING DATE

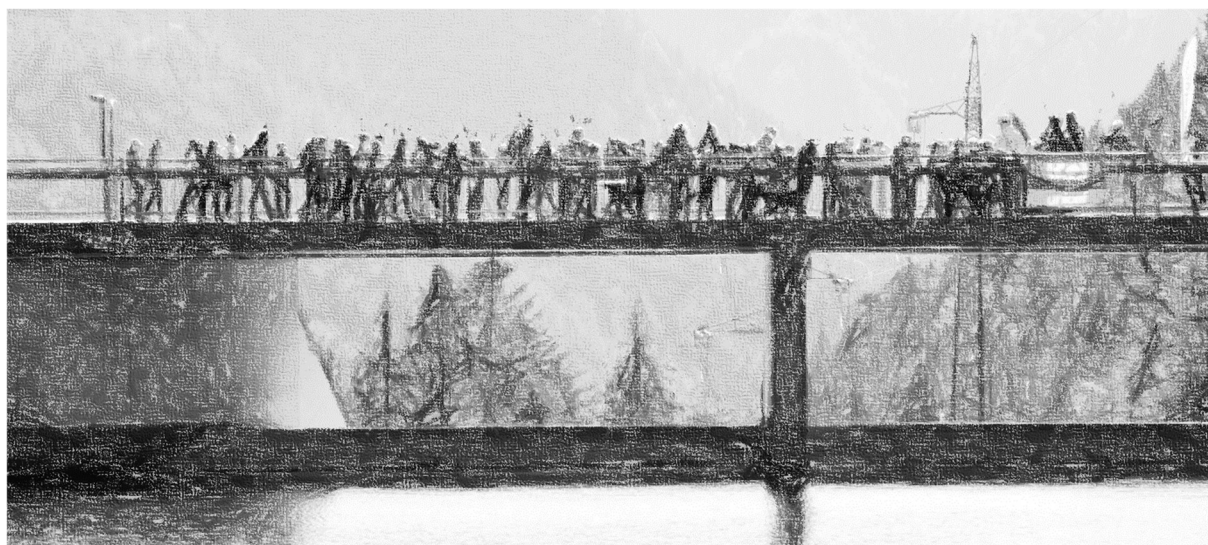
No significant events took place after the end of the period.

OUTLOOK

The company plans to continue its development path in the second half of 2023. On the Retail side, growth is expected, also following the new openings planned in Europe and the United States; at the same time, further development of the online channel is expected thanks to the effect of the new website and marketing investments. On the product side, new launches are planned in view of the winter holidays, when the seasonal nature of the business reaches its peak.

Italgen

(100% INTEREST)



KEY FIGURES¹

(in millions of euro)	1st half 2023	1st half 2022	Change %
Revenue and income	24.4	22.3	9.6
Gross operating profit (EBITDA)	(0.3)	0.9	n.s.
<i>% of revenue</i>	<i>(1.1)</i>	<i>3.9</i>	
Amortisation and depreciation	(3.0)	(3.0)	(2.8)
Operating profit (EBIT)	(3.3)	(2.1)	(59.7)
<i>% of revenue</i>	<i>(13.6)</i>	<i>(9.4)</i>	
Net finance income (costs)	(0.6)	(0.3)	n.s.
Share of profit/(loss) of equity-accounted investees	(0.7)	1.2	n.s.
Profit/(loss) before tax	(4.6)	(1.2)	n.s.
<i>% of revenue</i>	<i>(19.0)</i>	<i>(5.1)</i>	
Income tax	1.0	0.5	n.s.
Profit/(loss) for the period	(3.6)	(0.7)	n.s.
Cash flows from investing activities	9.0	3.1	
Free Cash Flow	(8.9)	(8.6)	

1. The figures in the table refer to the Italgen Group.

n.s. not significant

(in millions of euro)	June 30, 2023	December 31, 2022
Total equity	28.8	36.5
Net financial position	(42.3)	(29.6)
Employees (headcount) at the end of the year	68	65

During the first half of the year, Italgem further developed the strategic investment plan aimed at strengthening its position in the renewable energy sector, also by diversifying its sources of production, with a particular focus on photovoltaics (PV). In particular, the following began operating in the first half of the year:

- a 0.8 MW PV system built in Valdaro (MN) on the roof of the Sisma plant;
- a new PV park in Modugno (BA) with 10,056 latest generation panels and 5.5 MW of power, which to date is the largest PV project developed by Italgem.

Then, on July 10, a new 1.8 MW PV plant built with the help of the subsidiary Rovale S.r.l. came into operation on the roof of the Antonio Merloni Pressure Vessels plant in Matelica (MC).

Despite the fact that rain started falling again in the last few months of the period, compared with the past there is still a situation of below-average production: during the period, the Italgem Group's hydroelectric production was 102.8 GWh, up by 28% on the first half of 2022, but it had the lowest production volumes for the last seventy years.

Revenue came to 24.4 million euro, which is better than last year. Neutralising the distorting factors that are explained in greater detail in the annual report (pass-through revenues and the regulatory impact of Sostegni Ter/Price Cap), normalised revenue is down by 1.2 million euro compared with the previous year, with higher production which was more than offset by the negative price effect. A result attributable both to the Decree Sostegni Ter 2023, which in 2022 had no impact on the month of January, and to the Price Cap, which was not in force in the first half of last year, allowing part of the company's plants to benefit from the particularly high market price; the "Sostegni Ter/Price Cap" regulations both expired on June 30, 2023 and were not confirmed for the second half of the year.

EBITDA for the first half of 2023 is negative for 0.3 million euro, with a positive contribution in the second quarter of 1.6 million euro. Normalising the one-off payment linked to the company's choice to waive the government incentive obtained for the Modugno photovoltaic park given the change in energy market conditions (0.3 million euro) and the regulatory impact of Sostegni Ter/Price Cap (4.1 million euro, not extended to the second half of 2023 as we said), EBITDA for the period would be positive for 4.2 million euro.

Returning to the accounting figures, the contraction in EBITDA of 1.2 million euro compared with the same period of 2022 is explained by the drop in normalised revenue. The savings resulting from the lower recourse to buy-backs, which were particularly significant last year due to the low level of production, were substantially offset by the increase in regional fees (higher costs of 1.4 million euro).

Taking into account amortisation and depreciation of 3.0 million euro, in line with 2022, the operating result is negative for 3.3 million euro.

The share of profit/(loss) of equity-accounted investees, negative in the half year for 0.7 million euro, is related to the performance of Gardawind, explained by the extraordinary maintenance carried out in the period and by the regulatory changes introduced by the Bulgarian Government at the beginning of 2023.

In the first half of 2023, the Italgem Group made a loss of 3.6 million euro.

The net financial position of the Italgem Group at June 30, 2023 was negative for 42.3 million euro. If we exclude the 4.0 million euro of dividends paid in the second quarter, cash generation during the period is negative for 8.9 million euro, which is more than explained by the investments made (9.4 million euro).

SIGNIFICANT EVENTS AFTER THE REPORTING DATE

No significant events took place after the end of the period.

OUTLOOK

The Italian Government and the European Council have not confirmed the extraordinary measures against expensive energy (Decree Sostegni Ter and European Price Cap) for the second half of 2023, which had a significant impact on the results of the first half of the Italgem Group, as explained above; also for this reason, the company expects a better result in the second half of the year, with the usual uncertainty linked to the level of rainfall.

Casa della Salute

(84.63% INTEREST)



KEY FIGURES¹

(in millions of euro)	1st half 2023	1st half 2022	Change %
Revenue and income	20.9	16.6	26.0
Gross operating profit (EBITDA)	2.1	2.5	(15.9)
<i>% of revenue</i>	9.9	14.9	
Amortisation and depreciation	(3.5)	(3.1)	(12.8)
Operating profit (EBIT)	(1.4)	(0.6)	n.s.
<i>% of revenue</i>	(6.7)	(3.9)	
Net finance income (costs)	(0.9)	(0.4)	n.s.
Profit/(loss) before tax	(2.3)	(1.0)	n.s.
<i>% of revenue</i>	(11.2)	(6.1)	
Income tax	0.5	0.3	80.7
Profit (loss) for the period	(1.8)	(0.7)	n.s.
Cash flows from investing activities ^(*)	24.2	8.3	
Free Cash Flow	(8.9)	(4.0)	

1. The figures in the table refer to the Casa della Salute Group and its subsidiaries.

(*) The figure for the first half of 2023 includes investments classified as leasing in accordance with IFRS 16. Net investments during the period amounted to 8.6 million euro. n.s. not significant

(in millions of euro)	June 30, 2023	December 31, 2022
Total equity	16.8	11.7
Net financial position	(55.7)	(44.5)
Employees (headcount) at the end of the year	372	295

CDS – Casa della Salute continued its growth path during the first half of the year. The following matters are particularly worthy of note:

- the acquisition in February – for an outlay of 1.8 million euro – of Istituto Chirotherapic, an excellence in the field of physiokinesitherapy and diagnostic imaging based in Genoa and Rapallo;
- the opening in May of a new polyclinic in Sarzana which offers specialist visits, medical imaging and dental services; it also acts as a sampling point;
- the acquisition in May of Dogma, a company based in Genoa that specialises in ophthalmology, for an outlay of 0.8 million euro;
- the completion of works on three new clinics in Asti, Arquata and Lavagna, all of which came into operation in July, bringing the total number of CDS structures to 20.

CDS's first-half revenue came to 20.9 million euro, an increase of 26% on the same period last year; the increase remains substantially unchanged if we normalise the impact of the acquisitions (Chirotherapic and Dogma) and the drop in revenue related to Covid (vaccine centre and swabs) recorded in the first half of 2022. Considering like-for-like, i.e. referring only to the clinics opened before 2021 which were therefore already fully operational in 2022, the growth amounts to 11%, an extremely positive result considering that the majority of new openings are located in areas where the company already had a presence.

In terms of performance, more than average growth was achieved by surgery (+48%) – it will accelerate even more in the coming months following the completion in March of the authorisation procedure for the new operating theatres in the MSC Tower – and dentistry (+37%). Despite the fact that swabs are no longer necessary, having had a significant impact on revenue in the first quarter of 2022, the laboratory is also growing, albeit at a lower than average rate.

Gross operating profit (EBITDA) comes to 2.1 million euro and includes non-recurring costs of 1.1 million euro, mainly associated with the development activities mentioned in the introduction. Normalising these costs, the operating profit is equal to 3.2 million euro. Comparison with the previous year, again normalised for non-recurring costs of 0.3 million euro, shows growth of 17%.

Depreciation and amortisation amounted to 3.5 million euro, up compared with the previous half year due to the investments in new clinics opened in 2023.

The operating result for the half year is a loss of 1.4 million euro.

The net financial position at June 30, 2023 was negative for 55.7 million euro. Neutralising the impact of the increase in capital carried out in the first half to finance the company's growth (7.0 million euro) and the acquisitions mentioned in the introduction, cash generation in the half year is negative for 8.9 million euro, essentially explained by the investments made during the period (8.6 million euro) and largely relating to work in progress on the new clinics.

SIGNIFICANT EVENTS AFTER THE REPORTING DATE

No significant events took place after the end of the period.

OUTLOOK

For the second half of the year, the company expects revenue to increase compared with the same period of 2022, thanks to the growth in volumes of the existing clinics and the contribution made by the new ones. EBITDA is also expected to improve compared with the second half of the previous year.

Capitelli

(80% INTEREST)



KEY FIGURES

(in millions of euro)	1st half 2023	1st half 2022	Change %
Revenue and income	11.3	9.7	16.3
Gross operating profit (EBITDA)	1.7	1.6	5.5
<i>% of revenue</i>	14.7	16.2	
Amortisation and depreciation	(0.5)	(0.5)	(5.6)
Operating profit (EBIT)	1.1	1.1	5.5
<i>% of revenue</i>	10.0	11.0	
Net finance income (costs)	0.0	(0.1)	n.s.
Profit(loss) before tax	1.1	1.0	7.4
<i>% of revenue</i>	9.9	10.8	
Income tax	(0.3)	(0.3)	16.7
Profit (loss) for the period	0.9	0.7	17.4
Cash flows from investing activities	0.7	0.2	
Free Cash Flow	1.0	0.2	

n.s. not significant

(in millions of euro)	June 30, 2023	December 31, 2022
Total equity	16.6	17.2
Net financial position	(1.2)	(1.4)
Employees (headcount) at the end of the year	42	45

In the first six months of the year Capitelli posted revenue of 11.3 million euro, a 16% increase on the previous six months, half of which was attributable to volume growth, the rest to higher list prices. In terms of channels, the positive trend of Large-Scale Retail continues, growing by 20%; in terms of products, San Giovanni ham grew by 19%, remaining by far the main product.

The gross operating profit for the quarter came to 1.7 million euro, up on last year despite the marked increase in the cost of the raw material, with Italian pork exceeding 6 euro per kg during the period (+17% compared with 2022 and +52% compared with 2021). The result for the period was also affected by the costs relating to the company's first television advertising campaign.

After amortisation and depreciation, which were substantially constant, the operating profit (EBIT) for the half year came to 1.1 million euro.

The net result for the half year was a profit of 0.9 million euro, also up on the previous year.

The net financial position at June 30, 2023 was negative for 1.2 million euro, net of the first tranche of dividends paid during the second quarter for 0.8 million euro; without them, cash flow generation was positive for 1.0 million euro, confirming the company's historic ability to convert operating profit into cash.

SIGNIFICANT EVENTS AFTER THE REPORTING DATE

No significant events took place after the end of the period.

OUTLOOK

The company expects to continue its revenue growth path in the second half of the year, an expectation that is corroborated by the positive sales figures for the first few weeks of July.

In terms of profit margins, given that the cost of pork was at all-time highs for several months, the company made a further increase in list prices in the second quarter of 2023, which will have a full impact on the income statement in the second half of the year.

Callmewine

(80% INTEREST
THROUGH FT3 S.r.l.)



KEY FIGURES¹

(in millions of euro)	1st half 2023	1st half 2022	Change %
Revenue and income	6.6	7.7	(13.9)
Gross operating profit (EBITDA)	(0.9)	(1.1)	15.9
<i>% of revenue</i>	<i>(13.3)</i>	<i>(14.3)</i>	
Amortisation and depreciation	(0.3)	(0.1)	(54.2)
Operating profit (EBIT)	(1.2)	(1.2)	5.7
<i>% of revenue</i>	<i>(17.5)</i>	<i>(15.6)</i>	
Net finance income (costs)	0.0	0.0	11.1
Profit/(loss) before tax	(1.2)	(1.2)	5.7
<i>% of revenue</i>	<i>(17.6)</i>	<i>(15.6)</i>	
Income tax	0.3	0.3	(1.0)
Profit/(loss) for the year	(0.9)	(0.9)	7.3
Cash flows from investing activities (*)	0.8	4.7	
Free Cash Flow	(1.4)	(3.0)	

1. The figures refer to the consolidation of FT1 S.r.l., Callmewine S.r.l. and its subsidiaries.

(*) The 2022 figures include 4.5 million euro referring to the purchase of a further 20% of the operating company Callmewine S.r.l. by the vehicle FT3 S.r.l.

(in millions of euro)	June 30, 2023	December 31, 2022
Total equity	18.7	19.6
Net financial position including FT3 S.r.l.	(0.6)	1.1
Employees (headcount) at the end of the year	22	21

As already mentioned in the quarterly report, during the half year Callmewine took another step in its process of internationalisation by opening Callmewine UK Limited in Great Britain and inaugurating the callmewine.co.uk portal. Great Britain is the first foreign market where the company is present with a warehouse and a dedicated product catalogue, made up of a selection of more than 800 labels.

In the first six months of 2023 Callmewine posted revenue of 6.6 million euro, down by 14% on the previous year, which benefited in the first few months from the increase in domestic wine consumption due to the COVID-19 restrictions. Comparing this year's result with that of the first half of 2019, the last year not to be impacted by the pandemic, revenue more than doubled, with an average annual growth of more than 25%, proof of the company's development trend, even without the consumption bump due to the pandemic. Looking at the main markets, in the first half of 2023 there was a good performance abroad, growing by over 40%.

EBITDA was negative by 0.9 million euro, a slight improvement over the previous year despite the contraction in revenue, thanks to greater efficiency in marketing expenses.

The net loss for the half year was 0.9 million euro.

The net financial position at June 30, 2023 was negative for 0.6 million euro, with negative cash generation in the period of 1.4 million euro, an improvement compared with -3.0 million last year thanks to a greater focus on inventory management.

SIGNIFICANT EVENTS AFTER THE REPORTING DATE

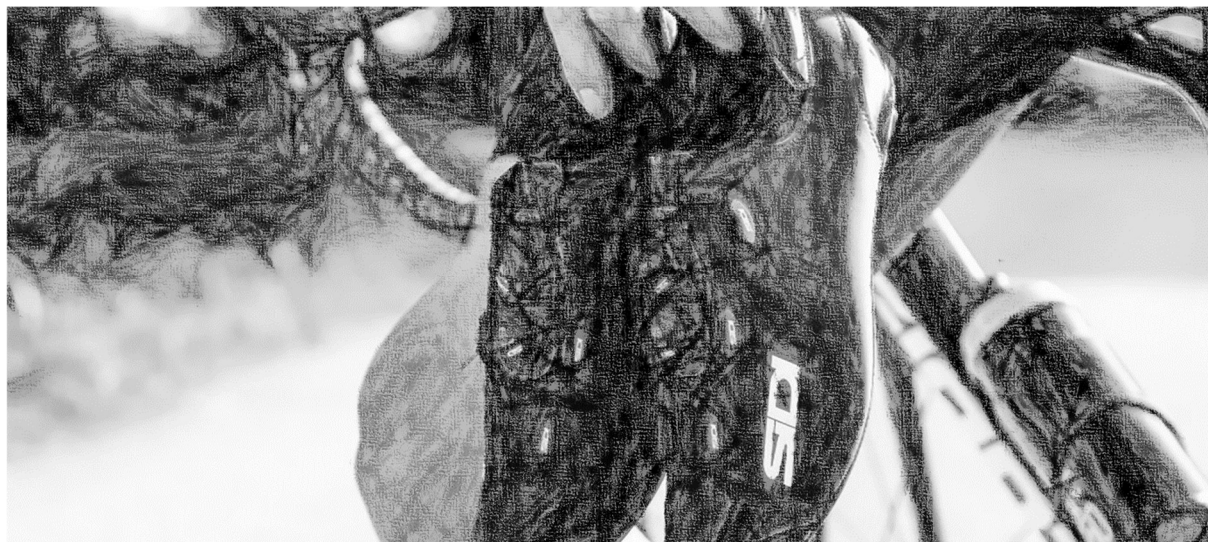
No significant events took place after the end of the period.

OUTLOOK

In the second half of the year, the company expects to grow compared with the same period of 2022, which was not impacted by the increase in domestic wine consumption as a result of the pandemic. EBITDA is expected to improve compared with the first half as the seasonal nature of the business generally sees higher domestic consumption in the second half of the year.

SIDI Sport

(100% INTEREST
THROUGH THE NEWCO FT4 S.r.l.)



KEY FIGURES

(in millions of euro)	1st half 2023
Revenue and income	12.9
Gross operating profit (EBITDA)	1.9
<i>% of revenue</i>	14.6
Amortisation and depreciation	(0.7)
Operating profit (EBIT)	1.2
<i>% of revenue</i>	9.4
Net finance income (costs)	(0.9)
Profit/(loss) before tax	0.3
<i>% of revenue</i>	2.7
Income tax	0.0
Profit/(loss) for the year	0.3
Cash flows from investing activities	0.3
Free Cash Flow	(1.0)

Figures at June 30, 2022 are not available.

(in millions of euro)	June 30, 2023	December 31, 2022
Total equity	51.8	52.5
Net financial position of the FT4 Group	(20.6)	(19.7)
Net financial position of FT4 S.r.l.	(34.8)	(33.8)
Net financial position of the SIDI Group	14.2	14.1
Employees (headcount) at the end of the year	264	273

The figures refer to the consolidation of FT4 S.r.l., SIDI Sport S.r.l. and its subsidiaries.

Having joined the Italmobiliare Group at the end of 2022, SIDI Sport began a process of internal reorganisation and brand enhancement to exploit the growth potential of a brand universally recognised and appreciated for the quality and innovative characteristics of the products, but which in recent years had lost its traditional innovative vein and slowed down its development.

During the first half of the year, a new management team was created with the entry of fresh resources in the marketing, production, sales and operations areas, all with consolidated experience gained in the cycling or motorcycling sector. The new 2024 collections for bicycle and motorcycle products were also presented during the second quarter, an important step to relaunch the brand.

As explained in previous reports, SIDI Sport's reference market globally, in particular the world of cycling, is suffering from a physiological slowdown in demand after the extraordinary growth in consumption that happened during the pandemic. In the first half of the year, the company's revenue amounted to 12.9 million euro, broken down as follows: 7.2 million euro, equal to 56% of revenue, for the motorcycling segment and 5.6 million euro, equal to 44% of revenue, for cycling. Geographically, the main market is Europe, which generates over two-thirds of turnover.

The operating profit in the first half was 1.9 million euro; neutralizing the positive effects of 1.5 million euro due to a contingent asset from the previous year, the result of the operating company is 0.4 million euro. The result was affected by the investments made to strengthen the team, for commercial initiatives, to enhance the brand and in product development, as well as the implementation of activities and procedures involved in joining a listed group. Compared with previous years, it should be noted that, following the spin-off of the buildings and land, the company pays a rent for the offices and plants in Italy and Romania.

The net financial position is negative for 20.6 million euro, mainly because of the bank loan taken out at the time of the acquisition, as well as lease liabilities relating to the aforementioned rents for offices and plants. The cash flow is equal to -1.0 million euro, due to the finance costs of the vehicle FT4.

SIGNIFICANT EVENTS AFTER THE REPORTING DATE

No significant events took place after the end of the period.

OUTLOOK

In a market context that suffers from a drop in consumption – which is expected to continue in the second half of the year – SIDI Sport is focusing on commercial initiatives for business growth by leveraging new products, with the aim of laying the foundations for taking full advantage of the recovery in demand when it happens. To support margins, given the higher investments described above, the company is working on an operations efficiency project that involves optimising processes and the supply chain.

Tecnica Group

(40% INTEREST)



KEY FIGURES¹

(in millions of euro)	1st half 2023	1st half 2022	Change %
Revenue and income	184.9	192.8	(4.1)
Gross operating profit (EBITDA)	5.7	9.7	(41.3)
<i>% of revenue</i>	3.1	5.0	
Operating profit (EBIT)	(4.8)	(1.0)	n.s.
<i>% of revenue</i>	(2.6)	(0.5)	
Profit (loss) for the period	(10.4)	(5.6)	n.s.
Free Cash Flow	(38.4)	(21.0)	

1. The figures in the table refer to the Tecnica Group.

n.s. not significant

(in millions of euro)	June 30, 2023	December 31, 2022
Total equity	120	137.4
Equity attributable to the owners of the parent company	90.3	109.0
Net financial position	(187.7)	(139.3)
Employees (headcount) at the end of the year	3,849	3,891

The 2022 figures have been restated for better comparability with the first half of 2023.

The Tecnica Group closed the first half with turnover of 184.9 million euro, slightly down on the same period of the previous year.

Positive results in outdoor sports, with LOWA and Tecnica Outdoor posting increases in revenue compared with the same period of the previous year. The growth is driven by LOWA, which confirms itself as the group's leading brand by turnover. It is implementing a development plan based on strengthening in key geographical areas and entering new product segments. Rollerblade, on the other hand, was affected by a drop in consumption during the period.

With regard to the winter sports segment, Moon Boot performed excellently, with revenue up by 60% thanks to the brand repositioning plan aimed at creating new consumption opportunities, encouraging the use of the product not only on the slopes, but also in urban fashion. The Nordica and Tecnica/Blizzard brands are down, following a foreseeable drop in volumes after the record results achieved in 2022.

The industrial margin improved, thanks to efficiencies in internal production and a better channel mix, whereas EBITDA fell to 5.7 million due to the increase in operating costs, partly because of the timing effect and partly because of the investments in people, especially in brands and production.

Given the seasonal nature of the business, the period made a loss of 10.4 million euro.

At June 30, 2023, the net financial position of the Tecnica Group showed borrowings of 187.7 million euro. Neutralising the effects of applying IFRS 16 and the distribution of dividends for 10.0 million euro, cash generation was negative for 38.4 million euro due to the seasonality of the business and the dynamics of working capital.

It should be remembered that the Tecnica Group has part of its production in Ukraine. To date, the Russian-Ukrainian conflict continues to have a limited impact on factories and contractors, but the situation is being constantly monitored.

SIGNIFICANT EVENTS AFTER THE REPORTING DATE

There are no significant events to report.

OUTLOOK

Considering the analysis of Tecnica's key markets and the current order portfolio, a revenue growth trend is expected at the end of the year compared with last year. EBITDA is expected to recover compared with the decrease in the first half, also thanks to the expected impact of the cost containment plan already in place.

AGN Energia

(32.02% INTEREST)



KEY FIGURES

(in millions of euro)	1st half 2023	1st half 2022	Change %
Revenue and income	331.0	342.3	(3.3)
Gross operating profit (EBITDA)	36.3	26.3	38.0
<i>% of revenue</i>	<i>11.0</i>	<i>7.7</i>	
Operating profit (EBIT)	23.5	12.9	82.2
<i>% of revenue</i>	<i>7.1</i>	<i>3.8</i>	
Profit (loss) for the period	18.1	10.4	74.0
Free Cash Flow	38.4	13.3	

(in millions of euro)	June 30, 2023	December 31, 2022
Total equity	218	203.9
Equity attributable to the owners of the parent company	217.4	203.4
Net financial position	(74.9)	(119.6)
Employees (headcount) at the end of the year	546	557

During the first half of the year, AGN Energia concluded two extraordinary transactions:

- in March, AGN Energia acquired the LPG business of Molisana Gas S.r.l. The deal forms part of a strategy to consolidate the LPG distribution business through synergistic acquisitions to streamline the company's operations;
- in April, it finalised the sale to ButanGas of the business unit that distributes LPG in bottles, a business that has always been marginal for AGN; as part of the agreement, all of AGN Energia's gas tanks in Sardinia were exchanged for ButanGas's tanks of the same value in Northern Italy. This deal allows AGN to cash in on a marginal business for 10.0 million euro, also so that it can focus more on its core business (LPG distribution to tanks), as well as growing the new activities which are strategic for the company's business plan (distribution of electricity, natural gas, energy efficiency and technical gases).

In the first half of 2023, the AGN Energia Group posted revenue of 331.0 million euro, with a contraction of 3.3% compared with the previous year, partially due to the drop in the price of LPG and other energy sources, but without a direct impact on the company's profitability.

Value added¹ – which is more representative of the company's profitability – amounted to 74.1 million euro, up by 7.8 million euro compared with last year.

Looking at the individual businesses, LPG's value added rose by 2 million euro, with a contraction in Retail volumes (-7%), attributable to higher temperatures in the first quarter compared with the historical average, more than offset by the increase in unit margins. The new businesses (natural gas, electricity, energy efficiency) are also growing, with the value added margin growing by 5.8 million euro compared with the previous year, again thanks to the improvement in unit margins.

Gross operating profit came to 36.3 million euro. Neutralising the capital gain generated by the sale of the gas bottle business unit, equal to 4.3 million euro, EBITDA comes to 32.0 million euro, a significant improvement (+23%) on last year.

The net result for the period amounted to 18.1 million euro, also well up (+74%) on the previous year.

At June 30, 2023, the net financial position of AGN Energia is negative for 74.9 million euro; net of dividends paid in the second quarter for 4.0 million euro and the effects of the extraordinary transactions explained in the introduction, cash generation was positive for 38.4 million euro, also thanks to the decrease in working capital due to the drop in energy prices.

SIGNIFICANT EVENTS AFTER THE REPORTING DATE

There are no significant events to report.

OUTLOOK

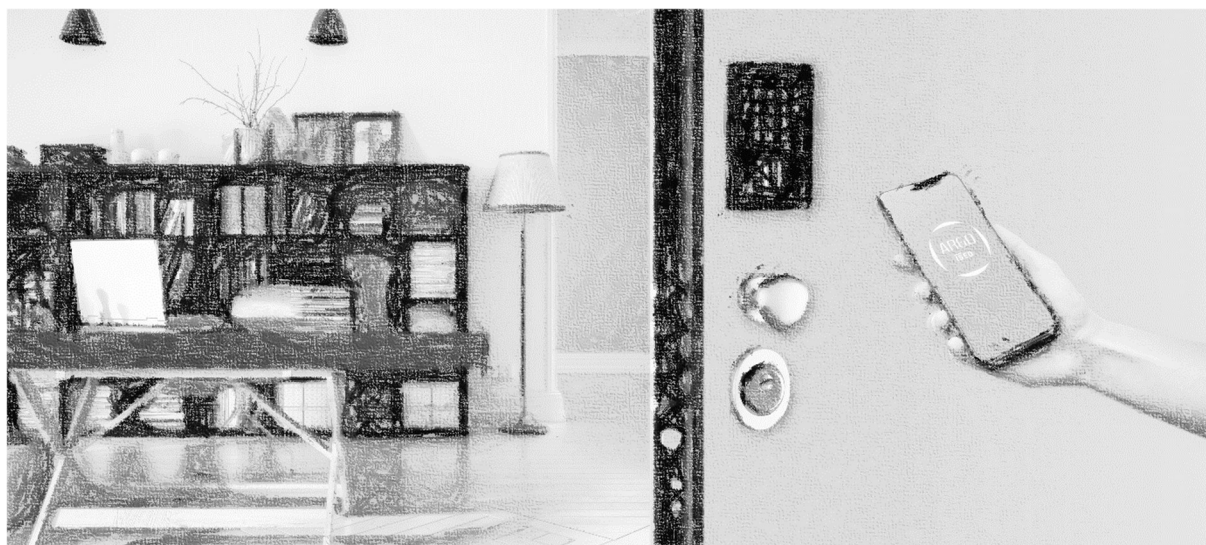
In terms of LPG volumes, the company expects results for the second half of the year to be substantially in line with the same period of the previous year, though there is always a certain degree of uncertainty due to the "natural" risk linked to the climate.

In the other businesses, the growth trend already recorded in recent years is expected to continue.

1. Defined as revenue and income, net of the cost of raw materials and primary transport.

ISEO

(39.246% INTEREST)



KEY FIGURES¹

(in millions of euro)	1st half 2023	1st half 2022	Change %
Revenue and income	81.8	83.8	(2.4)
Gross operating profit (EBITDA)	7.8	11.4	(32.0)
<i>% of revenue</i>	9.5	13.6	
Operating profit (EBIT)	3.9	8.0	(51.3)
<i>% of revenue</i>	4.7	9.5	
Profit (loss) for the period	1.8	6.8	(73.8)
Free Cash Flow	(7.2)	(11.9)	

1. The figures in the table refer to the Iseo Group.

The 2022 figures have been restated for better comparability with the first half of 2023.

(in millions of euro)	June 30, 2023	December 31, 2022
Total equity	69.3	72.7
Equity attributable to the owners of the parent company	66.8	70.1
Net financial position	(53.5)	(38.8)
Employees (headcount) at the end of the year	1,138	1,156

ISEO closed the first half of 2023 with a turnover of 81.8 million euro, substantially in line with the previous year, with a slight contraction in volumes offset by higher prices.

In terms of products, the mechanical sector recorded a slight decrease, attributable to the economic downturn of the market compared with the positive trend in 2022; on the other hand, the "connected" products sector grew by 11%. It also has a good backlog of projects in progress, including a contract with Vantage Towers, one of the main European infrastructure operators, to supply smart access solutions for approximately 18,000 sites located all over Europe in the next three years.

The gross operating profit for the period amounted to 7.8 million euro, including 0.5 million euro of non-recurring costs. The contraction compared with the first half of 2022 is explained in part by the decline in the industrial margin - due to queues caused by the increase in the cost of raw materials, expected to drop slightly in the second half of the year, and in the cost of labour, partially mitigated by the ability of group companies to pass on increases to the end customer by raising list prices - and, in part, by the increase in fixed costs, mainly linked to investments to support the growth of the electronics business and the company's digitisation process.

At June 30, 2023 the net financial position was negative for 53.5 million euro, net of dividends of 5.0 million euro paid in the second quarter. Cash generation during the first half was negative for 7.2 million euro, explained by the investments made during the period (7.5 million euro).

SIGNIFICANT EVENTS AFTER THE REPORTING DATE

On July 21, 2023, the production site in Pisogne (BS) and the logistics hub at Costa Volpino (BG) were affected by a violent hailstorm which, in the first case, led to a partial flooding of the departments with the involvement of some production machinery, while in the second case the roof was torn off and damage caused to part of the finished products stored there. The company took immediate action to restore the machinery and restart shipments, having not yet assessed the amount of damaged or repackaged products and the consequent effect on turnover in the short term.

OUTLOOK

The company expects revenue to grow in the second half of 2023 compared with the previous year, driven by the electronic sector. In terms of margins, the company expects to more than recover the delay compared with the previous year, also thanks to the positive trend in revenue and the cost efficiency measures implemented by management.

Bene Assicurazioni

(19.996% INTEREST)



KEY FIGURES

(in millions of euro)	1st half 2023	1st half 2022
Premiums	98.6	75.1
Employees (headcount) at the end of the year	54	43

Premiums and number of employees refer only to Bene Assicurazioni.

In the first half of the year, Bene Assicurazioni continued its development path, achieving a 31% increase in premiums, which came in at 98.6 million euro, which is an even better result than the ambitious objectives laid down in the company's long-term plan.

Excellent performances by all sales channels: the physical channel is the one that has contributed the most to the growth – thanks also to the opening of 50 new agencies in the last 12 months, for a total of 412 points of sale distributed throughout the country, while the partnership channel is the one that has grown the most, with premiums more than doubled since last year. Looking at the different sectors, all with a positive trend, the performance of motor insurance stands out, as it contributed 70% to total growth and took in 33% more premiums.

Compared with last year, the number of employees is growing (+25%) to support and give further impetus to the company's development. In line with the corporate mission, which chooses innovation as a growth driver, and to respond to the challenges of a sector in which technology plays an ever more decisive role, approximately 75% of new hires are employed in the Information Technology area.

SIGNIFICANT EVENTS AFTER THE REPORTING DATE

There are no significant events to report.

OUTLOOK

In line with the ambitious objectives outlined in the business plan, Bene Assicurazioni expects to give continuity to its growth path during the second half of 2023 by increasing premium income, further expanding its network of agencies and developing new partnership agreements.

Clessidra Group

(100% INTEREST)



KEY FIGURES

(in millions of euro)	1st half 2023	1st half 2022	Change %
Net interest income	0.8	0.5	60.0
Commission income	14.5	14.3	1.4
Income (expenses) from financial assets	(0.1)	(0.2)	(50.0)
Brokerage margin	15.2	14.5	4.8
Administrative expenses	(12.7)	(12.4)	2.4
Impairment losses/recoveries on PPE and intangible assets	(1.1)	(1.2)	(8.3)
Other operating income and expenses	1.7	2.1	(19.0)
Result of operations	3.0	3.3	(9.1)
Income tax	(1.1)	(1.3)	(15.4)
Profit (loss) for the period	1.9	2.0	(5.0)

1. The figures are presented according to the formats provided by the Bank of Italy.
n.s. not significant

(in millions of euro)	June 30, 2023	December 31, 2022
Total equity	8.2	36.3

At June 30, 2023, the Clessidra Financial Group was made up of the parent company Clessidra Holding S.p.A., which directly holds 100% of the shares of Clessidra Private Equity SGR S.p.A., Clessidra Capital Credit SGR S.p.A. and Clessidra Factoring S.p.A., as well as indirect control of Società Semplice Clessidra CRF G.P., in which the subsidiary Clessidra Capital Credit SGR S.p.A. directly holds 51%.

The first half of 2023 of the Clessidra Group closed with a positive brokerage margin of 15.2 million euro (14.5 million euro at June 30, 2022), which includes 9.9 million euro of management fees for the Clessidra Funds (10.0 million euro at June 30, 2022) and 5.3 million euro in commissions from factoring (4.78 million euro at June 30, 2022).

The administrative expenses amount to 12.7 million euro in the first half of 2023 (12.4 million euro at June 30, 2022) and are given by personnel costs of 7.3 million euro (7.2 million euro at June 30, 2022) and other administrative expenses, which total 5.4 million euro (5.2 million euro at June 30, 2022), whereas the balance of other operating income and expenses is positive for 1.7 million euro (2.1 million euro at June 30, 2022).

The Clessidra Group's consolidated result for the period ended June 30, 2023, net of income tax of 1.1 million euro, is equal to 1.9 million euro (approximately 2.0 million euro at June 30, 2022).

During the period, the companies of the financial group continued their activities in various business segments, in particular:

- Clessidra Holding continued its investment management activity as the group holding company and, as outsource, it continued to provide Fund Administration, Corporate Administration, Human Resources and Organisation, Budget and Planning, Legal and Corporate, Compliance and Anti-Money Laundering services to the two asset management companies, as well as services relating to the management of Human Resources, Compliance and Anti-Money Laundering to Clessidra Factoring. In addition to these, on May 16, 2023 a preliminary contract was signed for the acquisition of 100% of Value Italy SGR S.p.A. and on May 23, 2023 Clessidra Holding was appointed promissory buyer. As a result, an application for authorisation was sent to the Bank of Italy on June 20, 2023, for which a reply is expected between the third and fourth quarter of the current year. Value Italy SGR S.p.A. manages six NPE funds, set up between 2019 and 2020, with total assets under management of approximately 165.0 million euro;
- Clessidra Private Equity SGR concluded the fund raising activity of the Clessidra Capital Partners 4 Fund (the "CCP4 Fund") in May 2023, with total funding of 580.6 million euro, making a further investment in early July 2023. The SGR also continued to manage and enhance the value of the other companies in the portfolio of the CCP4 Fund, as well as those of the CCP3 Fund;
- Clessidra Capital Credit SGR has continued to manage the Clessidra Restructuring Fund with the aim of maximising the recovery rate of the loans and financial instruments in portfolio. Furthermore, during the period the first closing was carried out, for 12.0 million euro, of the FIA Clessidra Restructuring Parallel Fund (the "Parallel Fund"), which foresees a maximum amount of subscriptions of 20.0 million euro and qualifies as a financial product that promotes social and environmental characteristics pursuant to art. 8 of the SFDR. As regards the Clessidra Private Debt Fund, whose fund raising is still underway, the first four investments in equity, bonds and loans were made and a further investment is expected by the end of July 2023. The Fund carried out another closing in the first few days of July 2023, reaching a total endowment of 165.2 million euro;
- Clessidra Factoring confirms its significant growth in terms of volumes (turnover, employment, outstanding) compared with the previous period, thanks to stabilisation of the customer portfolio and an important acceleration in commercial development. At June 30, 2023, turnover for the half year amounted to 286.0 million euro, total loans amounted to 155.0 million euro, while investments amounted to 135.0 million euro. There were 237 active customers at June 30, 2023. The period ended with a brokerage margin of 5.3 million euro and a profit of 1.1 million euro. In order to support the growth in loans, the company is working on increasing its credit lines from the banking system, also activating new forms of financing.

SIGNIFICANT EVENTS AFTER THE REPORTING DATE

There are no significant events to report.

OUTLOOK

In the second half of 2023, the Group will pursue its objectives in the various business segments, in particular:

- Clessidra Private Equity SGR will continue its scouting and investment activities, taking advantage of the current pipeline which offers good visibility of possible new deals;
- Clessidra Capital Credit SGR, as part of its strategic plan, will continue portfolio management for the Clessidra Restructuring Fund and Clessidra Private Debt Fund and will start investment for the Clessidra Restructuring Parallel Fund;
- Clessidra Factoring expects to continue increasing the volumes that it handles in consideration of the larger size of the company and the commercial drive impressed by the management. The target product will remain that of factoring, alongside the traditional "Crossover" segment, aimed at SMEs with little access to bank credit, greater intervention and rising volumes in "Distressed" factoring, aimed at companies with good fundamentals, but affected by crisis settlement procedures in- or out-of-court.

Other consolidated companies

“Other Companies” of the Italmobiliare Group include a number of companies that own property and land, service companies that carry out activities essentially for the Group and a credit institution based in the Principality of Monaco. This segment is of marginal importance to the Italmobiliare Group, taken as a whole.

At June 30, 2023, total revenue and income amounted to 2.3 million euro, up 0.3 million euro compared with the previous six months, with a gross operating profit of +0.3 million euro (-0.1 million euro at June 30, 2022).

After amortisation and depreciation of 0.3 million euro, financial components, income tax and the results of equity-accounted associates, the result for the first half was positive for 1.5 million euro (versus a loss of 1.4 million euro in the first half of 2022).

At June 30, 2023, there were 25 employees working in this sector.

TRANSACTIONS WITH RELATED PARTIES

For the purposes of the Group's consolidated financial statements, transactions with related parties were with:

- associates and their subsidiaries;
- other related parties.

All transactions with related parties, whether for the exchange of goods and services or of a financial nature, are conducted at normal market conditions and in compliance with the Code of Corporate Governance.

Summary figures at June 30, 2023 for transactions with related parties are provided in the notes.

No atypical or unusual transactions as defined by Consob Communication no. DEM/6064293 of July 28, 2006 took place during the period.

Transactions with subsidiaries, associates and their subsidiaries

Transactions with subsidiaries, associates and their non-consolidated subsidiaries are of a commercial nature (exchange of goods and/or services) or of a financial nature.

The parent company Italmobiliare S.p.A. also provides administrative services to certain subsidiaries, which are billed at cost.

Transactions with other related parties

During the half year under review, transactions with other related parties concerned:

- compensation for the work performed as an employee by Giampiero Pesenti, son of Carlo Pesenti, paid by Italmobiliare and Officina Profumo-Farmaceutica di Santa Maria Novella for a total of 89 thousand euro;
- compensation for the work performed as an employee by Roberto Pesenti, son of Carlo Pesenti, paid by Callmewine for a total of 15 thousand euro and by Italmobiliare for 196 thousand euro, including the payment of the long-term incentive plan (LTI);
- compensation for the work performed as an employee by Giulio Pesenti, son of Carlo Pesenti, paid by Clessidra Group for a total of 121 thousand euro.

LEGAL AND TAX DISPUTES

As explained in previous financial reports, following the completion of various M&A transactions in recent years, the Company – as the seller – is subject to compensation claims, notified by the respective purchasing parties, for alleged violations of the declarations and guarantees given by the seller and/or non-fulfilment of obligations placed on it by the related contractual documentation. In this regard, no events took place during the period that might entail substantial changes in the risk provisions made in the last Quarterly Report.

On June 8, 2023, the revocation sentence concerning the "Ansaldo dispute" was published. With this sentence the Court of Cassation ordered the referral of the case to the second-level Court of Tax Justice of Lombardy, just for the penalties, allowing the Company to start a discussion with the Revenue Agency to obtain a reduction in the penalties charged. In November 2022 Italmobiliare paid 11.3 million euro in connection with this dispute.

COMPLIANCE WITH THE CONDITIONS FOR LISTING ACCORDING TO CONSOB'S MARKET REGULATION

With reference to the Conditions for the listing of certain companies, laid down in art. 15 et seq. of the market regulation adopted by CONSOB with Resolution no. 20249 of December 28, 2017, on the basis of the "Audit Plan", no subsidiary based in a non-European Union country is included in the scope of materiality.

COMPLIANCE WITH SIMPLIFIED RULES PURSUANT TO ARTS. 70 AND 71 OF THE ISSUERS REGULATION

Italmobiliare S.p.A. has adopted the opt-out regime envisaged by the Consob Issuers Regulation, exercising the right to waive the obligations to publish disclosure documents required in connection with significant merger and demerger transactions, acquisitions, sales or share capital increases by contributions in kind.

In compliance with this regime, Italmobiliare S.p.A. provided appropriate disclosures to the market.

* * *

"Events after the reporting date" are commented on in the notes to which reference is made.

Outlook

In the first half of the year, the world economic cycle showed not only greater solidity than expected, but also an acceleration in growth, supported by the lifting of the lockdown in China and a milder winter in Europe. Despite the erosion of purchasing power, consumer demand, especially in developed areas, was fuelled by strong labour markets and the excess savings accumulated over the previous two years. The expansive phase of the cycle is characterised by a significant divergence between the service sector, which is above its long-term trend, and manufacturing, which is contracting, weighed down by a new orders/stock ratio that is negative, albeit above the lows of 2022, and by greater sensitivity to tighter credit conditions. Emerging nations are showing a more sustained trend than developed economies, with some regions (South-East Asia, India and Mexico) enjoying a boom in manufacturing. However, the momentum of growth is decelerating in developed countries (particularly the Eurozone) and in China. Price dynamics continue to benefit from the disinflationary trend of goods versus greater stickiness in the service sector. While most of the central banks in emerging nations have stopped raising interest rates, in developed countries they are still doing so, with further increases expected in the coming months. However, considering the progress made in terms of reducing inflation and draining excess demand in the labour market, the Fed is probably close to the final phase, whereas the ECB may continue its restrictive measures, unless there is a further significant weakening of the Eurozone economy. In the coming months, a slowdown in global expansion is forecast, but the risk of a global recession is being held in check, for the time being, by the resilience of the labour market and consumer demand: the United States, in particular, is showing an increase in real disposable income, even though the excess savings buffer has shrunk. Looking ahead, within the next twelve months, the risk of recession is a function of the speed of reduction of inflation and the impulses of economic policy in certain areas (above all, China). We also have to consider the time lags for the transmission of interest rate hikes to credit conditions in general (including the renewal on maturity of corporate debt contracted in previous years at lower rates) and then to real variables. Moreover, the possibility of reversing the trend by which the Eurozone is getting weaker depends above all on the resilience of global demand. Lastly, exogenous variables (widespread geopolitical instability and the conflict in Ukraine in particular) continue to weigh on the scenario.

In this context of prolonged uncertainty of an extraordinary magnitude, both macroeconomic and geopolitical, Italmobiliare is consolidating a way of managing its investees by focusing on proactive risk management, implementing transformational evolution based on sustainability and constant strategic support in facing up to the challenges of a complex scenario: an approach that has made it possible to add considerable resilience and responsiveness to management of the portfolio.

Margin recovery measures are underway at all portfolio companies, thanks to the implementation of careful pricing policies, greater efficiency in terms of costs and energy consumption, optimisation of networks and distribution channels, constantly looking for process efficiencies and technological developments and, last but not least, an increasingly structured approach to marketing strategies in line with the portfolio companies' positioning as it evolves and with changing trends shown by international markets.

The factors of prolonged uncertainty also lead to reflections on the necessary strategic reorganisation in many sectors: from the reorganisation of production chains with a view to greater resilience and flexibility, to synergistic aggregation around platforms capable of overcoming traditional size constraints that tend to condition SMEs, to strategic partnerships to penetrate increasingly complex and competitive international markets or to develop innovative solutions in the areas of creative management, marketing and distribution. Thanks to its network and a series of broadly based skills, Italmobiliare is able to provide constant support to its investees in exploring these evolutionary frontiers.

The alternative investment sector (private equity and private debt) is also clearly influenced by profound changes currently underway that require considerations of a strategic nature: in this context Italmobiliare supports the Clessidra Group in its ambitious path of constant evolution of its platform of activities and products and in the definition of further development trajectories to better intercept the financial needs of the business community and increasingly attentive and demanding investors in evaluating adequate risk-return profiles.

Milan, July 28, 2023

***For the Board of Directors
The Chief Executive Officer
(Carlo Pesenti)***

ANNEX

Annex

The Net Asset Value (NAV) of Italmobiliare S.p.A., as a non-GAAP financial measure, is defined as the fair value of financial assets and property investments, net of financial liabilities and the tax effect.

(in millions of euro)	Notes	30.06.2023	31.12.2022	Change
Portfolio Companies	B	1,392	1,359	33
Other equity investments	A/C	226	222	4
Private equity funds	D	224	213	11
Properties and related assets	E	59	53	6
Financial assets, trading, cash and cash equivalents	F	165	182	(17)
Total Net Asset Value		2,065	2,029	36

The following is a reconciliation of the captions that make up the NAV with the statement of financial position of Italmobiliare included in the Italmobiliare Group's condensed consolidated interim financial statements at June 30, 2023.

(in millions of euro)	Notes	30.06.2023	31.12.2022	Change
Portfolio Companies as per NAV	B	1,392	1,359	33
Investments in subsidiaries and associates				
Caffè Borbone		144	144	(0)
Italgen		20	20	0
Fratelli Capitelli		14	14	0
FT2 Officina Profumo-Farmaceutica di Santa Maria Novella		194	186	8
FT3 Callmewine		18	18	(0)
SIDI Sport		54	54	(0)
Casa della Salute		37	31	6
Tecnica Group		43	43	0
Iseo		43	43	(0)
AGN Energia		60	60	0
Bene Assicurazioni		41	41	0
Clessidra Group		33	33	(0)
Total amounts as per statement of financial position	H	700	687	13
Difference	H-B	692	672	20

The difference relates to the fact that in the statement of financial position of Italmobiliare S.p.A. the investments are measured at cost, whereas in the NAV they are valued at fair value.

(in millions of euro)	Notes	30.06.2023	31.12.2022	Change
Other equity investments as per NAV	A/C	226	216	10
HeidelbergCement		15	35	(20)
Total amounts as per statement of financial position	G	15	35	(20)
Archimede (*)		15	9	6
Vontobel		7	7	(0)
UBI		0	0	0
Unicredit		0	3	(3)
Cairo Communication		0	0	0
Coima Res		0	0	0
Piaggio		1	0	1
Sesaab		1	1	(0)
Fin.Priv. Mediobanca shares		23	19	4
035 Investimenti		1	1	(0)
KKR Teemo CO-INVEST L.P.		14	12	2
Ariston		9	9	0
Atmos Venture		0	0	0
New Flour		7	6	1
CCC Holdings Europe (**)		8	8	(8)
Compagnia Fiduciaria		1	1	(0)
Total	I	100	76	24
Investments in subsidiaries and associates				
Credit Mobilier de Monaco		6	6	(0)
SES		7	7	0
Franco Tosi Ventures		1	1	(0)
Farmagorà		16	14	2
ITM Bacco		12	12	(0)
Dokimè		0	2	(2)
Florence InvestCo		31	31	(0)
Total	L	72	73	(1)
Total amounts as per statement of financial position	I+L	172	149	23
Difference	(I+L+G)-(A/C)	(54)	(32)	(22)

The difference relates to the fact that in the statement of financial position of Italmobiliare S.p.A. the investments are valued at cost, whereas in the NAV they are valued at fair value.

** Note that the value of the investment in Archimede at 30.06.2023 includes the medium/long-term loan of 6 million euro granted to the investee company.

** Note that the investment in CCC Holdings Europe is classified as "Investments in other companies" because in 2023 the investment fell below 10% and Italmobiliare S.p.A. waived its right to appoint a member of the Board of Directors.

(in millions of euro)	Notes	30.06.2023	31.12.2022	Change
Private equity funds as per NAV	D	224	213	11
Bonds and mutual funds				
Clessidra (Funds)		88	85	3
BDT2		61	58	3
BDT3		11	8	3
Isomer		12	13	(1)
Isomer II		1	1	(0)
Isomer Opportunities		1	1	0
ICONIQ IV		17	20	(3)
ICONIQ V		11	13	(2)
LINDSAY		2	2	0
Lauxera		1	1	0
Expedition		2	2	0
Connect Ventures		12	2	10
Jab Consumer		2	7	(5)
Other		1	0	1
Total	M	224	213	11
Difference	M-D	(0)	0	(0)
(in millions of euro)				
Properties and related assets as per NAV	E	59	53	6
of which properties		45	12	33
of which subsidiaries		13	13	0
Property, plant and equipment of Italmobiliare S.p.A.				
Property - Via Borgonuovo, Milan		5	5	0
Total	P	5	5	0
Investment property of Italmobiliare S.p.A.				
Property - Via Sallustiana Rome		10	7	3
Property - Via Borgonuovo Milano apt. 20-23		6	0	6
Total	Q	17	7	10
Investments in subsidiaries and associates (which own properties)				
Punta Ala		1	2	(1)
ITM Servizi		12	12	(0)
Total	R	13	14	(1)
Investments in other companies				
Astra Immobiliare			0	0
Total		0	0	0
Total amounts as per statement of financial position	(P+Q+R)	35	26	9
Difference	(P+Q+R)-E	24	27	(3)

The difference relates for approximately 24 million euro to the fact that in the statement of financial position of Italmobiliare S.p.A. properties are valued at cost, whereas in the NAV they are shown at fair value (including the subsidiaries that own the buildings).

(in millions of euro)	Notes	30.06.2023	31.12.2022	Change
Financial assets, trading, cash and cash equivalents as per NAV	F	165	188	(23)
Cash and cash equivalents		23	22	1
FV of derivatives receivable		0	0	0
Other current assets ⁽¹⁾		126	135	(9)
Non-current financial assets ⁽²⁾		18	15	3
Total cash and cash equivalents		167	172	(5)
Current loans and borrowings		0	0	0
Current financial liabilities		(4)	(21)	17
Current options on securities		(0)	(1)	1
Non-current lease payables ⁽³⁾		(0)	0	(0)
Total financial position		(5)	(22)	17
Total net financial position Italmobiliare S.p.A.		162	150	12
Other current activities Sirap S.r.l. *		9	21	(12)
Total net financial position FT2 S.r.l. *		0	16	(16)
Total financial assets, trading, cash and cash equivalents as per NAV *	S	170	188	(18)
Difference	S-F	(6)	0	(6)

The difference at 30.06.2023 relates to the medium/long-term loan granted to the associate company Archimede for 6 million euro, classified for NAV purposes in "Other equity investments".

(1) This item also includes mutual investment funds, bonds, intercompany current accounts, accrued interest and commission income on loans and mutual funds.

(2) This item includes medium/long-term loans and cashes.

(3) This item includes intercompany payables and short-term payables for lease contracts.

* Note that the item "Financial assets, trading, cash and cash equivalents" includes the net financial position of FT2 S.r.l. for 0.2 million euro (-16 million euro at December 31, 2022) and the investment in Sirap Gema S.r.l. for 9 million euro (21 million euro at December 31, 2022).

Reconciliation of the captions included in the statement of financial position of Italmobiliare S.p.A.

(in millions of euro)	Notes	30.06.2023	31.12.2022	Change
Investments in subsidiaries and associates				
Amount as per statement of financial position of Italmobiliare S.p.A.		746	762	(16)
Amount from reconciliation	H+L+R	785	774	11
Difference		(39)	(12)	(27)

The difference at 30.06.2023 and at 31.12.2022 relates to the fact that the value of the statement of financial position (1) does not include the investment in Bene Assicurazioni for 41 million euro (same value at 31.12.2022), included for NAV purposes in "Portfolio Companies" and classified in "Investments in other companies"; (2) includes the investment in Sirap Gema for 9 million euro (21 million euro at 31.12.2022), classified for NAV purposes in "Financial assets". It should also be noted that, for the purposes of a better comparison, the value to be reconciled at December 31, 2022 is net of the investment in CCC Holdings, classified as "Investments in other companies", following the events that occurred in 2023.

(in millions of euro)	Notes	30.06.2023	31.12.2022	Change
Investments in other companies				
Amount as per statement of financial position of Italmobiliare		136	144	(9)
Amount from reconciliation	G+I	100	111	(11)
Difference		35	33	2

The difference at 30.06.2023 relates to the fact that the value of the statement of financial position does not include (1) the investment in Bene Assicurazioni for 41 million euro (same value at 31.12.2022), included for NAV purposes in "Portfolio Companies" and classified in "Investments in other companies"; (2) the medium-long term loan to Archimede for 6 million euro, classified for NAV purposes in "Investments in other companies".

The difference at 31.12.2022 relates to the fact that the value of the statement of financial position does not include (1) the investment in Bene Assicurazioni for 41 million euro (same value at 31.12.2022), included for NAV purposes in "Portfolio Companies". It should also be noted that, for the purposes of a better comparison, the value to be reconciled at December 31, 2022 is net of the investment in CCC Holdings, classified as "Investments in other companies", following the events that occurred in 2023.

(in millions of euro)	Notes	30.06.2023	31.12.2022	Change
Other non-current assets				
Amount as per statement of financial position of Italmobiliare S.p.A.		250	236	14
Amount from reconciliation	M	224	213	10
Difference		26	23	3
Bond loans	Included in NFP	0	0	0
Cashes	Included in NFP	2	2	0
Difference		24	21	3
Receivables to subsidiaries	Included in NFP	16	16	(0)
Other current assets	Not included in NFP	3	3	0
Guarantee deposits	Not included in NFP	0	0	0
Tax consolidation receivables from subsidiaries	Not included in NFP	6	3	3
Difference		0	0	(0)

(in millions of euro)	Notes	30.06.2023	31.12.2022	Change
Property, plant and equipment				
Amount as per statement of financial position of Italmobiliare S.p.A.		7	7	0
Amount from reconciliation	P	5	5	0
Difference		2	1	0

(in millions of euro)	Notes	30.06.2023	31.12.2022	Change
Investment property				
Amount as per statement of financial position of Italmobiliare S.p.A.		15	8	7
Amount from reconciliation	Q	17	7	10
Difference		2	1	(3)

(in millions of euro)	Notes	30.06.2023	31.12.2022	Change
NFP				
Amount as per statement of financial position of Italmobiliare S.p.A.		171	188	(18)
Amount from reconciliation	S	170	188	(18)
Difference		0	0	(0)

RECONCILIATION OF THE PERFORMANCE INDICATORS WITH THE FINANCIAL STATEMENTS

(in millions of euro)	Notes	30.06.2023	30.06.2022	Change
Gross operating profit (EBITDA)	A	34.4	37.8	(3.4)
Revenue and income		285.0	255.4	29.6
Other revenue and income		2.2	2.1	0.1
Change in inventories		1.9	2.1	(0.2)
Internally produced and capitalised assets		0.9	0.1	0.8
Raw materials and supplies		(112.7)	(101.9)	(10.8)
Services		(58.5)	(48.0)	(10.5)
Personnel expenses		(50.1)	(41.7)	(8.1)
Other operating income (expense)		(34.3)	(30.4)	(3.9)
Total amounts as per statement of financial position	B	34.4	37.8	(3.4)
Difference	A-B	(0.0)	0.0	(0.0)
(in millions of euro)	Notes	30.06.2023	30.06.2022	Change
Operating profit (EBIT) as per report	C	16.7	22.0	(5.3)
Revenue and income		285.0	255.4	29.6
Other revenue and income		2.2	2.1	0.1
Change in inventories		1.9	2.1	(0.2)
Internally produced and capitalised assets		0.9	0.1	0.8
Raw materials and supplies		(112.7)	(101.9)	(10.8)
Services		(58.5)	(48.0)	(10.5)
Personnel expenses		(50.1)	(41.7)	(8.4)
Other operating income (expense)		(34.3)	(30.4)	(3.9)
Amortisation and depreciation		(17.7)	(15.8)	(1.9)
Impairment losses on non-current assets		0.1	0.0	0.1
Total amounts as per statement of financial position	D	16.7	22.0	(5.3)
Difference	C-D	(0.0)	(0.0)	(0.0)
(in millions of euro)	Notes	30.06.2023	31.12.2022	Change
Net financial position	E	(72.6)	(15.7)	(56.9)
Caption	Financial statement class			
Cash and bank balances	Cash and bank balances	93.0	101.6	(8.7)
Short-term derivatives	Other current assets including derivatives	0.5	0.7	(0.2)
Equity investments measured at FVTPL	Investments, bonds and current financial receivables	15.1	16.5	(1.4)
Financial assets at amortised cost	Investments, bonds and current financial receivables	0.0	0.0	0.0
Funds and other financial instruments	Investments, bonds and current financial receivables	112.9	126.6	(13.7)
Other receivables	Investments, bonds and current financial receivables	3.2	6.7	(3.5)
Other loan assets and financial instruments	Other current assets including derivatives	9.9	10.8	(0.9)
Prepaid expenses	Other current assets including derivatives	0.0	0.0	0.0
Total current assets		234.6	262.9	(28.3)
Loans and borrowings	Loans and borrowings	(106.8)	(99.7)	(7.2)
Financial liabilities	Financial liabilities	(19.6)	(33.9)	14.2
Due to financial and private equity companies	Other liabilities	(7.2)	(9.3)	2.1
Derivatives	Other liabilities	(0.5)	(0.5)	0.0
Total current financial liabilities		(134.1)	(143.3)	9.2
Non-current receivables	Trade receivables and other non-current assets	7.8	7.9	(0.1)
Other	Trade receivables and other non-current assets	1.5	1.7	(0.2)
Financial assets measured at amortised cost	Trade receivables and other non-current assets	0.0	0.0	0.0
Financial assets at FVTPL in NFP	Trade receivables and other non-current assets	2.3	2.1	0.3
Derivatives		0.4	0.5	
Total non-current assets		12.0	12.1	(0.1)
Financial liabilities	Financial liabilities	(185.1)	(147.4)	(37.7)
Derivatives payable on loans	Other non-current payables and liabilities	0.0	0.0	0.0
Total non-current financial liabilities		(185.1)	(147.4)	(37.7)
Financial assets held for sale	Financial assets held for sale			0.0
Liabilities directly associated with assets classified as held for sale	Liabilities directly associated with assets classified as held for sale	0.0	0.0	0.0
Net financial position relating to discontinued operations		0.0	0.0	0.0
Total net financial position	F	(72.6)	(15.7)	(56.9)
Difference	E-F	0.0	0.0	(0.0)

ITALMOBILIARE
INVESTMENT HOLDING

**CONDENSED
CONSOLIDATED
INTERIM
FINANCIAL
STATEMENTS**
at June 30, 2023

CONSOLIDATED FINANCIAL STATEMENTS

Statement of financial position

(in thousands of euro)	Notes	30.06.2023	31.12.2022	Change
Non-current assets				
Property, plant & equipment	1	250,266	220,559	29,707
Investment property		11,139	4,954	6,185
Goodwill	2	309,298	301,586	7,712
Intangible assets		300,598	305,939	(5,341)
Investments in equity-accounted associates	3	215,164	257,191	(42,027)
Other equity investments	4	164,632	174,738	(10,106)
Trade receivables and other non-current assets	5	240,647	230,536	10,111
Deferred tax assets	6	11,899	11,898	1
Non-current receivables from employees				
Total non-current assets		1,503,643	1,507,401	(3,758)
Current assets				
Inventories		54,954	58,671	(3,717)
Trade receivables	7	214,073	205,636	8,437
Other current assets including derivative financial instruments		35,850	34,423	1,427
Tax assets		20,837	29,074	(8,237)
Equity investments, bonds and current financial receivables	8	131,226	149,805	(18,579)
Cash and cash equivalents	9	92,969	101,641	(8,672)
Total current assets		549,909	579,250	(29,341)
Assets classified as held for sale	10	31,238		31,238
Total assets		2,084,790	2,086,651	(1,861)
Equity				
Share capital	11	100,167	100,167	
Share premium		55,607	55,607	
Reserves	12	28,704	11,388	17,316
Treasury shares	13	(5,166)	(5,166)	
Retained earnings	12	1,235,632	1,264,758	(29,126)
Equity attributable to owners of the parent company		1,414,944	1,426,754	(11,810)
Non-controlling interests	14	180,954	183,316	(2,362)
Total equity		1,595,898	1,610,070	(14,172)
Non-current liabilities				
Financial liabilities	16	185,080	147,389	37,691
Employee benefits		7,497	6,806	691
Provisions	15	23,466	23,697	(231)
Non-current tax liabilities		5,378	5,129	249
Other non-current payables and liabilities		2,484	493	1,991
Deferred tax liabilities	6	9,830	9,500	330
Total non-current liabilities		233,735	193,014	40,721
Current liabilities				
Financial liabilities	16	126,453	133,523	(7,070)
Trade payables	17	63,014	71,183	(8,169)
Provisions	15	4,479	4,468	11
Tax liabilities		775	4,562	(3,787)
Other liabilities	18	60,436	69,831	(9,395)
Total current liabilities		255,157	283,567	(28,410)
Total liabilities		488,892	476,581	12,311
Liabilities directly associated with assets classified as held for sale	15			
Total equity and liabilities		2,084,790	2,086,651	(1,861)

Income statement

(in thousands of euro)	Notes	H1 2023	%	H1 2022	%	Change	%
Revenue and income	19	285,039	100.0	255,432	100.0	29,607	11.6
Other revenue and income		2,170		2,125		45	
Change in inventories		1,879		2,137		(258)	
Internally produced and capitalised assets		862		70		792	
Raw materials and supplies	20	(112,720)		(101,909)		(10,811)	
Services	21	(58,467)		(47,967)		(10,500)	
Personnel expenses	22	(50,126)		(41,656)		(8,470)	
Other operating income/(expenses)	23	(34,271)		(30,414)		(3,857)	
Gross operating profit		34,366	12.1	37,818	14.8	(3,452)	-9.1
Amortisation and depreciation		(17,714)		(15,784)		(1,930)	
Impairment losses on non-current assets		94		(27)		121	
Operating profit		16,746	5.9	22,007	8.6	(5,261)	-23.9
Finance income	24	501		72		429	
Finance costs	24	(4,414)		(1,196)		(3,218)	
Exchange-rate difference and net gains/(losses) on derivatives	24	(44)		570		(614)	
Impairment of financial assets							
Share of profit/(loss) of equity-accounted associates	3	2,831		2,925		(94)	
Profit/(loss) before tax		15,620	5.5	24,378	9.5	(8,758)	-35.9
Income tax	25	(6,688)		(11,817)		5,129	
Profit/(loss) from continuing operations		8,932	3.1	12,561	4.9	(3,629)	-28.9
Profit/(loss) from discontinued operations, net of tax				(2,246)		2,246	
Profit/(loss) for the period		8,932	3.1	10,315	4.0	(1,383)	-13.4
Attributable to:							
Owners of the parent company		(715)	-0.3	3,293	1.3	(4,008)	n.s.
Non-controlling interests		9,647	3.4	7,022	2.7	2,625	37.4
Earnings per share	27						
Basic ordinary shares		(0.017) €		0.078 €			
Diluted ordinary shares		n.a.		n.a.			

n.s. not significant

n.a. not applicable

Statement of comprehensive income

(in thousands of euro)	Notes	H1 2023	%	H1 2022	%	Change	%
Profit/(loss) for the period		8,932	3.1	10,315	4.0	(1,383)	-13.4
Other comprehensive income/(expense) from continuing operations, net of tax	25						
Items that will not be reclassified subsequently to profit or loss, net of tax							
Remeasurement of net defined benefit liability/(asset)							
Remeasurement of net defined benefit liability/(asset) - investments in equity-accounted associates		(54)		(6)		(48)	
Fair value gain/(loss) on investments in equity instruments designated as at FVTOCI		9,690		(14,488)		24,178	
Fair value gain/(loss) on investments in equity instruments designated as at FVTOCI - investments in equity-accounted associates							
Income tax		(88)		(43)		(45)	
Total items that will not be reclassified to profit or loss, net of tax		9,548		(14,537)		24,085	
Items that may be reclassified subsequently to profit or loss, net of tax							
Foreign exchange differences on translation of foreign operations		(24)		252		(276)	
Foreign exchange differences on translation of foreign operations - investments in equity-accounted associates		(438)		1,967		(2,405)	
Fair value gain/(loss) on cash flow hedging derivatives		(12)		302		(314)	
Fair value gain/(loss) on cash flow hedging derivatives - investments in equity-accounted associates		1,126		(155)		1,281	
Income tax		8				8	
Total items that may be reclassified subsequently to profit or loss, net of tax		660		2,366		(1,706)	
Total other comprehensive income for the period from continuing operations, net of tax		10,208		(12,171)		22,379	
Total other comprehensive income for the period from discontinued operations, net of tax				(78)		78	
Total other comprehensive income for the period		10,208		(12,249)		22,457	
Total comprehensive income for the period		19,140	6.7	(1,934)	-0.8	21,074	> 100
Attributable to:							
Owners of the parent company		10,274		(9,176)		19,450	
Non-controlling interests		8,866		7,242		1,624	

Consolidated statement of changes in equity

(in thousands of euro)	Attributable to owners of the parent company										Non-controlling interests	Total equity
	Reserves											
	Share capital	Share premium	FVTOCI fair value reserve	Fair value hedging reserve	Actuarial gains/losses on defined benefit plans	Other reserves	Treasury shares	Translation reserve	Retained earnings	Total share capital and reserves		
Balances at December 31, 2021	100,167	55,607	9,980	392	(1,104)	3,017	(5,166)	110	1,296,599	1,459,602	178,256	1,637,858
Profit/(loss) for the period									3,293	3,293	7,022	10,315
Total other comprehensive income from continuing operations			(14,744)	153	(6)			2,206		(12,391)	220	(12,171)
Total other comprehensive income from discontinued operations, net of tax					(78)					(78)		(78)
Total comprehensive income for the period			(14,744)	153	(84)			2,206	3,293	(9,176)	7,242	(1,934)
Dividends									(59,196)	(59,196)	(21,000)	(80,196)
Stock options exercised												
Other			(1,801)		4	40			(2,100)	(3,857)	4,020	163
Balances at June 30, 2022	100,167	55,607	(6,565)	545	(1,184)	3,057	(5,166)	2,316	1,238,596	1,387,373	168,518	1,555,891
Profit/(loss) for the period									17,760	17,760	8,348	26,108
Total other comprehensive income from continuing operations			10,957	2,683	2,448			(885)		15,203	1,084	16,287
Total other comprehensive income from discontinued operations, net of tax												
Total comprehensive income for the period			10,957	2,683	2,448			(885)	17,760	32,963	9,432	42,395
Dividends												
Stock options exercised												
Other			484	(18)	195	(1,214)		(114)	7,085	6,418	5,366	11,784
Balances at December 31, 2022	100,167	55,607	4,876	3,210	1,459	1,843	(5,166)	1,317	1,263,441	1,426,754	183,316	1,610,070
Profit/(loss) for the period									(715)	(715)	9,647	8,932
Total other comprehensive income from continuing operations			10,385	1,119	(54)			(461)		10,989	(781)	10,208
Total other comprehensive income from discontinued operations, net of tax												
Total comprehensive income for the period			10,385	1,119	(54)			(461)	(715)	10,274	8,866	19,140
Dividends									(29,598)	(29,598)	(12,300)	(41,898)
Stock options exercised												
Other			6,180	(133)		(181)			1,648	7,514	1,072	8,586
Balances at June 30, 2023	100,167	55,607	21,441	4,196	1,405	1,662	(5,166)	856	1,234,776	1,414,944	180,954	1,595,898

Statement of cash flows

(in thousands of euro)	Notes	H1 2023	H1 2022
A) Cash flows from operating activities			
Profit/(loss) before tax		15,620	24,378
Adjustments for:			
Amortisation, depreciation and impairment		17,622	15,893
Reversal of share of profit/(loss) of equity-accounted associates		(2,831)	(2,925)
(Gain)/loss on non-current assets		(1,119)	(1,886)
Change in employee benefits and other provisions		631	956
Reversal of net finance costs and income		(220)	(4,598)
Inventories		3,728	(6,290)
Trade receivables		(8,454)	(23,245)
Trade payables		(8,194)	14,324
Other receivables/liabilities, accruals and deferrals		(3,557)	14,642
Net finance costs paid/received		(2,973)	(54)
Dividends received		2,028	2,594
Income tax paid		(661)	(59,195)
Cash flow from operating activities relating to discontinued operations			(2,613)
	Total A)	11,620	(28,019)
B) Cash flows from investing activities			
Capital expenditure:			
Property, plant, equipment and investment property		(31,890)	(15,607)
Intangible assets		(4,688)	(2,655)
Financial assets (equity investments and funds) net of cash acquisitions		(22,070)	(92,555)
Proceeds from disposal of net non-current assets		39,099	26,508
Change in financial assets		26,457	78,590
Change in current equity investments		1,367	(575)
Cash flow from investing activities relating to discontinued operations			
	Total B)	8,275	(6,294)
C) Cash flows from financing activities			
Change in financial payables		10,010	35,641
Increases in capital shares (included non-controlling interests)		1,062	996
Dividends paid		(41,898)	(72,196)
Other changes		842	1,315
Cash flow from financing activities relating to discontinued operations			
	Total C)	(29,984)	(34,244)
D) Translation differences and other changes			
Translation differences and other changes		1,417	247
Translation differences and other changes relating to discontinued operations			55
	Total D)	1,417	302
E) Cash flows for the period (A+B+C+D)		(8,672)	(68,255)
F) Cash and cash equivalents at the beginning of the period		101,641	135,406
Change in cash and cash equivalents relating to assets held for sale			(2,558)
Cash and cash equivalents at the end of the period (E+F)	13	92,969	67,151

The value of "Reversal of share of profit/(loss) of equity-accounted associates" includes impacts of the associate Dokimè (87 thousand euro) and the associate CCC Holdings (1,869 thousand euro), in line with the previous years, as better specified in the caption "Investments in equity-accounted associates".

The main changes of the cash flows from investing activities are discussed in the relevant section of the notes.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

Italmobiliare S.p.A.'s condensed consolidated interim financial statements at June 30, 2023 were approved by the Board of Directors on July 28, 2023 which also authorised the publication of a press release dated July 28, 2023 containing the main elements of the abovementioned consolidated interim financial statements' key information.

Expression of compliance with IFRS

The condensed consolidated interim financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS) applicable from January 1, 2023 as adopted by the European Union and, in particular, they have been prepared in accordance with IAS 34 – Interim Financial Reporting.

The condensed consolidated interim financial statements do not contain all of the information and notes contained in annual financial statements, so they have to be read in conjunction with the consolidated financial statements of Italmobiliare S.p.A. at December 31, 2022.

In compliance with European Regulation no. 1606 of July 19, 2002, the policies adopted do not include the standards and interpretations published by the IASB and the IFRIC at June 30, 2023 but not yet endorsed by the European Union as of that date.

The following accounting standards, amendments and IFRS interpretations were applied for the first time by the Group starting from January 1, 2023:

- On May 18, 2017, the IASB published IFRS 17 – Insurance Contracts which is intended to replace IFRS 4 – Insurance Contracts. The objective of the new standard is to ensure that an entity provides relevant information that faithfully represents the rights and obligations deriving from insurance contracts.
- On December 9, 2021, the IASB published an amendment to IFRS 17 called “Amendments to IFRS 17 Insurance Contracts: Initial Application of IFRS 17 and IFRS 9 – Comparative Information”. The amendment is a transition option relating to comparative information on financial assets presented at the date of first-time application of IFRS 17.
- On February 12, 2021, the IASB published an amendment called “Disclosure of Accounting Policies – Amendments to IAS 1 and IFRS Practice Statement 2” and an amendment called “Definition of Accounting Estimates – Amendments to IAS 8”. The amendments are aimed at improving disclosure on accounting policies in order to provide more useful information to investors and other primary users of financial statements, as well as to help companies distinguish changes in accounting estimates from changes in accounting policies.
- On May 7, 2021, the IASB published an amendment called “Amendments to IAS 12 Income Taxes: Deferred Tax related to Assets and Liabilities arising from a Single Transaction”. The document clarifies how deferred taxes on certain transactions that can generate assets and liabilities of the same amount, such as leasing and dismantling obligations, must be accounted for.

Application of these standards did not have significant impacts on the Group.

ACCOUNTING STANDARDS, AMENDMENTS AND IFRS INTERPRETATIONS NOT YET ENDORSED BY THE EUROPEAN UNION

At the date of these financial statements the competent bodies of the European Union have not yet completed the approval process necessary for the adoption of the amendments and principles described below. Nonetheless, they have not adopted in advance by the Group.

- On January 23, 2020 the IASB published an amendment called “Amendments to IAS 1 Presentation of Financial Statements: Classification of Liabilities as Current or Non-current” and on October 31, 2022 an amendment called “Amendments to IAS 1 Presentation of Financial Statements: Non-current Liabilities with Covenants”. These documents aim to clarify how to classify payables and other short or long term liabilities. The changes will come into force from January 1, 2024; but early application is permitted.
- On September 22, 2022 the IASB published an amendment called “Amendments to IFRS 16 Leases: Lease Liability in a Sale and Leaseback”. The document requires the seller-lessee to measure the lease liability arising from a sale and leaseback transaction so as not to recognise income or loss that relates to the retained right of use. The amendments will come into force from January 1, 2024, but early application is permitted.
- On May 23, 2023 the IASB published an amendment called “Amendments to IAS 12 Income taxes: international tax reform – Pillar Two Model Rules”. The document introduces a temporary exception to the recognition and disclosure requirements for deferred tax assets and liabilities related to the Pillar Two Model Rules. It also provides specific disclosure requirements for entities affected by the related International Tax Reform. The document provides for immediate application of the temporary exception, while the disclosure requirements will only apply to annual financial statements beginning on or after January 1, 2023 and not to interim financial statements with a closing date prior to December 31, 2023.
- On May 25, 2023 the IASB published an amendment called “Amendments to IAS 7 Statement of cash flows” and an amendment to IFRS 7 called “Amendments to Financial instruments disclosure: supplier Finance Arrangements”. The document requires an entity to provide additional disclosures about reverse factoring arrangements that enable users of the financial statements to assess how financial arrangements with suppliers may affect the entity's liabilities and cash flows and understand the impact of such arrangements on the entity's exposure to liquidity risk. The amendments will apply from January 1, 2024, but early application is permitted.
- On January 30, 2014, the IASB published the “IFRS 14 – Regulatory Deferral Accounts”, which allow only those who adopt IFRS for the first time to continue to recognize the amounts relating to activities subject to regulated tariffs (so-called “Rate Regulation Activities”) according to the previous accounting principles adopted. As the Company/Group is not a first-time adopter, this standard is not applicable.

The directors do not expect these standards and amendments to have a significant effect on the Group's financial statements.

MEASUREMENT CRITERIA AND BASIS OF PRESENTATION

The consolidated financial statements adopt the cost method, with the exception of derivatives and financial assets, which are measured at fair value. The consolidated financial statements are presented in euro, the functional currency of the parent company Italmobiliare S.p.A. All amounts in the accounting schedules and in the notes are rounded to thousands of euro, unless otherwise specified.

The basis of presentation of the Group financial statements is as follows:

- current and non-current assets and current and non-current liabilities are presented as separate classifications on the statement of financial position. Current assets, which include cash and cash equivalents, are assets that the Group intends to realize, sell or consume during its normal business cycle; current liabilities are liabilities that the Group expects to settle during the normal business cycle or in the twelve months after the end of the reporting period;

- on the income statement, costs are analysed by nature;
- with regard to comprehensive income, the Group presents two statements: the first statement reflects traditional income statement components and the profit (loss) for the year, while the second statement, beginning with the profit (loss) for the year, presents other comprehensive income: fair value gain and losses on investments in equity instruments measured at FVTOCI and derivatives designated as hedge accounting, translation differences and effects of the remeasurement of defined benefit plans, presenting separately the components that can subsequently be recycled to profit or loss for the year from those that will not be reclassified;
- the indirect method is used for the statement of cash flows, with separate reporting of any cash flows by operating, investing and financing activities associated with discontinued operations. In particular, although the Group does not diverge from the provisions of IAS 7 in the classification of items, please note:
 - cash flows from operating activities report cash flows from core operations, interest on loans granted and obtained and dividends received from associates;
 - investing activities comprise investments in property, plant and equipment and intangible assets, shareholdings, private equity funds and disposals of such assets. They include, also, the effects of business combinations in which the Group acquires or loses control of companies, as well as other minor investments;
 - cash flows from financing activities include cash flows generated by liability management transactions and leases, dividends and interim dividends paid to owners of the Parent and non-controlling interests and the effects of transactions in non-controlling interests that do not change the status of control of the companies involved;
- a separate item is used to report the impact of exchange rates on cash and cash equivalents and their impact on profit or loss is eliminated in full in order to neutralize the effect on cash flows from operating activities.

SIGNIFICANT JUDGEMENTS AND USE OF ESTIMATES

The financial statements have been prepared on a going-concern basis. Despite the general economic and financial situation characterised by volatility, the Group is of the opinion that there are no significant uncertainties about its going-concern status, by virtue of its financial solidity and the action already taken to respond to the changes in demand, as explained in the "Directors' Report".

In preparing the consolidated financial statements, the following "significant judgements" were made when applying the Group's accounting standards.

- the investment in Bacco S.p.A. is measured at FVTOCI in line with 2022 financial statements;
- the investment in the CCC Holdings Europe group (Italy), as the investment fell below 10% and there is no longer a member in the Board of Directors, is reclassified among the investments valued at FVTOCI;
- the investment in the Florence InvestCo group (Italy), following the announcement of the sale to Permira, is reclassified as assets held for sale;
- the investment in Bene Assicurazioni is measured at FVTOCI. Notwithstanding the Company has the right to appoint a Director, the management excludes the presence of a significant influence over the investee, because the controlling shareholder owns a 55% stake in the company and the remaining stake is owned by a second investor (Nurberger at 25%). As a consequence, the director appointed by Italmobiliare does not have a significant influence over the decision to be taken by Bene Assicurazioni's Board of Directors (in the absence of shareholders agreements among the parties).

The main assumptions regarding the future and the main causes of uncertainty at June 30, 2023 that present a significant risk of giving rise to significant adjustments to the carrying amounts of assets and liabilities within next year are shown below:

- impairment of goodwill and investments in associates (for further details, see the paragraph on goodwill);
- fair value of financial assets: as regards investments in listed companies, the fair value is calculated on the basis of the stock market price at the reporting date and could undergo significant changes during the following period; while for financial assets valued with a level 2 and 3 fair value, there is a high degree of judgement due to the elements of complexity inherent in the valuation techniques and significant inputs. As regards the private equity funds, the assessments are made on the basis of the latest NAV communicated by the fund (updated on March 31, 2023);
- calculation of expected credit loss: at the moment, the subsidiaries have not encountered significant problems in recovering trade receivables and do not expect to have such problems in the future;
- provisions (for further details, see the paragraph on current and non-current provisions).

Furthermore, when preparing these condensed consolidated interim financial statements, the significant judgements in the application of the Group's accounting policies and the main sources of uncertainties in estimates were the same as those applied when preparing the consolidated financial statements for the year ended December 31, 2022.

EXCHANGE RATES USED TO TRANSLATE THE FINANCIAL STATEMENTS OF FOREIGN OPERATIONS

Currencies	Average rate		Closing rate	
	H1 2023	H1 2022	June 30, 2023	December 31, 2022
US dollar	1.08059	1.09339	1.08660	1.02870
New Romanian leu	4.93449	4.94572	4.96350	4.94640
Pound sterling	0.87630	0.84240	0.85828	0.85820

The exchange rates used to translate the financial statements of the foreign companies are those published by the Bank of Italy.

SIGNIFICANT EVENTS AND CHANGES IN THE CONSOLIDATION AREA

During the half year period, the main changes in the consolidation area were as follows:

- measurement at FVTOCI, instead of using the equity method with regard to CCC Holdings Europe (Italy), as the investment fell below 10% and there is no longer a member in the Board of Directors;
- Dokimè (Italy), previously measured using the equity method, made partial repayment of capital to shareholders and started liquidation proceedings;
- change in the consolidation percentage using the equity method from 31.833% to 24.095% in Farmagorà (Italy) due to the entry of new shareholders;
- line-by-line consolidation of San Samuele (Italy), 100% acquired by Officina Profumo-Farmaceutica di Santa Maria Novella, with an investment amount of 0.7 million euro;
- establishment and subsequent line-by-line consolidation of Gres Art (Italy), a 100% owned subsidiary of Gres Hub;
- initial line-by-line consolidation of Chirotherapic (Italy), 100% acquired and subsequently merged in the first half of the year into CDS Medical, with an investment amount of 1.7 million euro;
- line-by-line consolidation of Dogma (Italy), 100% acquired by Casa della Salute, with an investment amount of 0.9 million euro.

SEASONAL NATURE OF INTERMEDIATE RESULTS

The Group's industrial sectors are influenced by seasonal phenomena, and this circumstance must be considered in examining and evaluating interim results. In particular, the companies most affected are Italgas, Tecnica Group, Iseo and AGN Energia, which rather limits the representativeness of the first-half results as a trend for the whole year. For a description of the individual companies' activities, please refer to the explanations given in the 2022 annual report.

Operating segment disclosure

The activities in which the Group operates and which constitute the information by operating segment required by IFRS 8 are the following groups: Caffè Borbone, Officina Profumo-Farmaceutica di Santa Maria Novella, Italgem, Casa della Salute, Capitelli, Callmewine, SIDI Sport, Clessidra Group, Tecnica Group, AGN Energia, Iseo and "Other companies" that include Crédit Mobilier de Monaco and Italmobiliare Servizi (which constitute 0.4% of consolidated revenue).

The Group management and organisational structure reflects the disclosure by business segment described above. Identification of the operating segments is based on the elements used by senior management of the Group to take decisions regarding the allocation of resources and the evaluation of results.

The following table sets out revenue figures and results by segment at June 30, 2023:

(in thousands of euro)	Revenue and income	Intercompany sales	Contribution revenue	Gross operating profit (EBITDA)	Operating profit (EBIT)	Net finance income/(costs)	Impairment losses on financial assets	Share of profit (loss) of equity-accounted associates	Profit (loss) before tax	Income tax
Italmobiliare	57,183	(43,019)	14,164	21,703	21,320		(4,129)			
Caffè Borbone	153,735	(4)	153,731	41,112	35,423					
Officina Profumo-Farmaceutica di Santa Maria Novella	23,685	(20)	23,665	4,366	1,881					
Italgem	24,411	(1,402)	23,009	(276)	(3,309)			(687)		
Casa della Salute	20,918		20,918	2,080	(1,408)					
Capitelli	11,255		11,255	1,645	1,115					
Callmewine	6,622	(8)	6,614	(884)	(1,160)					
Clessidra Group	17,758		17,758	4,875	3,795					
SIDI Sport	12,852		12,852	1,870	1,213					
Tecnica Group								(4,165)		
AGN Energia								5,643		
Iseo								561		
Other companies	2,315	(1,242)	1,073	283	88			1,479		
Unallocated items and adjustments	(45,695)	45,695		(42,408)	(42,212)	(3,957)	4,129		15,620	(6,688)
Total	285,039		285,039	34,366	16,746	(3,957)		2,831	15,620	(6,688)

The following table sets out the revenue figures and results by segment at June 30, 2022:

(in thousands of euro)	Revenue and income	Intercompany sales	Contribution revenue	Gross operating profit (EBITDA)	Operating profit (EBIT)	Net finance income/(costs)	Impairment losses on financial assets	Share of profit (loss) of equity-accounted associates	Profit (loss) before tax	Income tax
Italmobiliare	140,943	(112,461)	28,482	103,538	103,187		(47,933)			
Caffè Borbone	134,038	(1)	134,037	33,887	28,448					
Officina Profumo-Farmaceutica di Santa Maria Novella	19,487	(21)	19,466	4,075	1,983					
Italgem	22,282		22,282	877	(2,072)			1,188		
Casa della Salute	16,601		16,601	2,474	(644)					
Capitelli	9,680	(1)	9,679	1,561	1,059					
Callmewine	7,691		7,691	(1,051)	(1,230)					
Clessidra Group	15,757		15,757	4,576	3,416					
SIDI Sport										
Tecnica Group								(2,225)		
AGN Energia								2,693		
Iseo								2,430		
Other companies	2,000	(563)	1,437	(98)	(321)			(1,161)		
Unallocated items and adjustments	(113,047)	113,047		(112,021)	(111,819)	(554)	47,933		24,378	(11,817)
Total	255,432		255,432	37,818	22,007	(554)		2,925	24,378	(11,817)

The following table sets out other segment figures at June 30, 2023:

(in thousands of euro)	June 30, 2023		June 30, 2023			
	Total assets	Total liabilities	Capital expenditure	Non-current financial investments	Amortisation and depreciation	Impairment losses of non-current assets
Italmobiliare	1,341,727	41,244	6,494	18,381	(384)	
Caffè Borbone	453,547	89,531	4,533		(5,689)	
Officina Profumo-Farmaceutica di Santa Maria Novella	225,965	27,904	8,532	674	(2,486)	
Italgen	105,577	76,754	8,973		(3,033)	
Casa della Salute	92,914	76,093	21,618	2,615	(3,488)	
Capitelli	27,630	11,040	677		(530)	
Callmewine	24,149	5,414	787		(276)	
Clessidra Group	169,777	131,609	411		(1,079)	
SIDI Sport	98,371	46,568	366		(657)	
Tecnica Group	66,914					
AGN Energia	75,665					
Iseo	46,099					
Other companies	93,164	19,582	2,170	400	(289)	
Intersegment eliminations	(767,947)	(36,847)			197	94
Total	2,053,552	488,892	54,561	22,070	(17,714)	94
From assets classified as held for sale	31,238					
Total	2,084,790	488,892	54,561	22,070	(17,714)	94

Capital expenditure on tangible and intangible assets includes increases due to the application of IFRS 16 for 18,384 thousand euro.

The following table sets out other segment figures at December 31, 2022 and June 30, 2022:

(in thousands of euro)	December 31, 2022		June 30, 2022			
	Total assets	Total liabilities	Capital expenditure	Non-current financial investments	Amortisation and depreciation	Impairment losses of non-current assets
Italmobiliare	1,363,353	73,611	520	85,816	(351)	
Caffè Borbone	460,331	91,020	5,748	2,239	(5,439)	
Officina Profumo-Farmaceutica di Santa Maria Novella	239,659	26,700	2,043		(2,092)	
Italgen	97,365	60,913	3,070		(2,949)	
Casa della Salute	71,418	59,693	8,322		(3,091)	(27)
Capitelli	28,056	10,830	176		(502)	
Callmewine	23,115	3,513	161	4,500	(179)	
Clessidra Group	169,027	132,735	1,996		(1,161)	
SIDI Sport	99,524	47,042				
Tecnica Group	76,500					
AGN Energia	71,308					
Iseo	47,531					
Other companies	81,836	23,742	140		(223)	
Intersegment eliminations	(742,372)	(53,218)			203	
Total	2,086,651	476,581	22,176	92,555	(15,784)	(27)
From assets classified as held for sale						
Total	2,086,651	476,581	22,176	92,555	(15,784)	(27)

Capital expenditure on tangible and intangible assets includes increases due to the application of IFRS 16 for 4,030 thousand euro.

Market capitalisation

During the period, Italmobiliare S.p.A. market capitalisation recorded a slight decrease compared with December 31, 2022 (going from 1,080.3 million euro to 1,059.2 million euro, equal to 2.0%) compared with the increase of the stock market of reference (ITSTAR +6.41%).

There has been a slight increase in NAV, already commented on in the Directors' Report, against a slight decrease in market capitalisation, so for this reason the discount on NAV increased.

ASSETS

Non-current assets

1) PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment amount to 250,266 thousand euro. The increases for new investments amounted to 49,873 thousand euro (of which 18,384 in the scope of IFRS 16) and were mainly concentrated in Italy for 44,087 thousand euro.

Amortisation and depreciation in the caption "Property, plant and equipment" for the period amounted to 12,399 thousand euro (10,122 thousand euro in the first half of 2022), of which 4,200 thousand euro for the application of IFRS 16.

Fixed assets are not used to guarantee bank loans.

2) GOODWILL

The goodwill shown in the financial statements at June 30, 2023 amounts to 309,298 thousand euro (301,586 thousand euro at December 31, 2022) and relates to:

- Caffè Borbone for 160,196 thousand euro;
- SIDI Sport Group for 57,628 thousand euro;
- Officina Profumo-Farmaceutica di Santa Maria Novella for 33,977 thousand euro;
- Casa della Salute for 26,533 thousand euro;
- Callmewine for 14,382 thousand euro;
- Capitelli for 8,011 thousand euro;
- Clessidra Group for 8,225 thousand euro;
- Italgen Group for 346 thousand euro.

Goodwill impairment testing

Goodwill acquired in a business combination is allocated to the cash-generating units (CGUs). The Group tests the recoverability of goodwill at least once a year, or more frequently if there are signs of impairment.

There are no signs of any trigger events that would require an impairment test. Please remember that management calculated NAV for all the portfolio companies (with the same valuation methods used at December 31, 2022 to determine their recoverable amounts under IAS 36) and from that exercise no significant reduction in their values arose with respect to last year. Please note, finally, that for the performance of the above-described exercise, Clessidra revised its multi-year business plan, while the multi-year business plans of Italgen, Officina Profumo-Farmaceutica di Santa Maria Novella, Caffè Borbone and Casa della Salute as well as the 2023 budget of Capitelli, can still be considered to provide a reasonable estimate of the future performance.

3) INVESTMENTS IN EQUITY-ACCOUNTED ASSOCIATES

This caption reflects the portions of net equity held in equity-accounted investments in associates. The main equity-accounted investments in associates are listed below:

(in thousands of euro)	Carrying amount of investments		Share of profit (loss)	
	June 30, 2023	December 31, 2022	2023	2022
Associates				
Tecnica Group	66,914	74,373	(4,165)	(2,225)
Iseo	46,099	47,531	561	2,430
AGN Energia	75,665	71,308	5,643	2,693
S.E.S.	7,500	7,500		
Dokimè		1,893	87	
Florence InvestCo	31,238	31,238		(674)
Other (*)	18,986	23,348	705	701
Total investments in associates	246,402	257,191	2,831	2,925

(*) Related to 2023 Share of profit (loss) the value "Other" includes the impact of associate CCC Holding fair value adjustment for 1,869 thousand euros, in connection with its classification as "investment in other companies".

The negative result of Tecnica Group has been influenced by the seasonal nature of its business.

The decrease in the item "Other" refers to the reclassification to the category "Investments in other companies" valued at FVTOCI of the investment in CCC Holdings Europe for 7.5 million euro made in the first half of 2023, where the percentage held decreased from 10% to 8.64% as a result of the capital increase subscribed by third parties and no members in the Board of Directors.

As anticipated in the 2023 Interim Financial Statements and 2022 Annual Report, the Tecnica Group has located part of its production for winter sports brands in Ukraine. To date, the Russian-Ukrainian conflict continues to have a limited impact on factories and subcontractors, but the situation is constantly monitored.

The indirect effects of the conflict on the current and future economic performance and on the business model of the portfolio companies are described in the Directors' Report.

No trigger events have emerged that would require an impairment test. It is worth remembering that management has calculated the NAV for all of the portfolio companies, including associates (with the same valuation methods used at December 31, 2022 to determine the recoverable amounts pursuant to IAS 36) and from that exercise no significant reduction in their values arose in respect to last year. Lastly, it should be noted that in carrying out this exercise, the managements of Tecnica and Iseo revised their budget/preliminary results for 2023 in order to take into account the effects of the new macroeconomic and business sector context. On the other hand, the 2023 budget of AGN Energia can still be considered representative, despite the fact that the macroeconomic context has changed.

4) OTHER EQUITY INVESTMENTS

Other equity investments at June 30, 2023 were as follows:

(in thousands of euro)	Number of shares	June 30, 2023
Investments in listed companies		
HeidelbergCement	205,000	15,416
Ariston	975,000	9,121
Vontobel	115,238	6,676
Piaggio	169,699	645
Cairo Communication	189,198	313
Can Fite	204	
	Total	32,171
Investments in non-listed companies		
Bene Assicurazioni		41,051
Archimede		8,972
Bacco		28,410
Fin. Priv.		22,792
KKR Teemo		13,744
New Flour		7,011
Sesaab		800
CCC Holdings Europe		7,517
Other		2,164
	Total	132,461
	At June 30, 2023	164,632

The fair value of listed companies is determined on the basis of the official share price on the last business day that prices are quoted.

For unlisted securities, their fair value was determined using different valuation techniques according to the characteristics and data available (DCF, market multiples or, if sufficient information is not available, shareholders' equity resulting from the latest approved financial statements).

The carrying amount of equity investments has decreased by 10,106 thousand euro compared with December 31, 2022 (174,738 thousand euro).

The change is mainly due to the following events:

- disposal of the remaining shares in UniCredit for 2,712 thousand euro (including the transfer of the FVTOCI reserve to retained earnings for 440 thousand euro);
- partial disposal of shares in HeidelbergCement for 30,411 thousand euro (including the transfer of the FVTOCI reserve to retained earnings for 6,702 thousand euro) and fair value adjustment for 4,494 thousand euro;
- partial disposal of shares in Ariston for 336 thousand euro (including the transfer of the FVTOCI reserve to retained earnings for 21 thousand euro) and fair value adjustment for 57 thousand euro;
- fair value adjustment of Fin.Priv. for 3,999 thousand euro;
- fair value adjustment of KKR Teemo for 2,000 thousand euro;
- fair value adjustment of Vontobel for -498 thousand euro.

These fair value adjustments have been recognised in the specific FVTOCI reserve in shareholders' equity.

5) TRADE RECEIVABLES AND OTHER NON-CURRENT ASSETS

(in thousands of euro)	June 30, 2023	December 31, 2022	Change
Non-current receivables	11,101	11,257	(156)
Financial assets at FVTPL NFP	2,319	2,052	267
Financial assets at FVTPL non-NFP	223,531	213,352	10,179
Guarantee deposits	1,815	1,732	83
Other	1,881	2,143	(262)
Total	240,647	230,536	10,111

“Financial assets at FVTPL non-NFP” include Private Equity funds and increased because of investments for 16,785 thousand euro, net write-downs for 5,261 thousand euro and partial repayments for 1,345 thousand euro.

6) DEFERRED TAX ASSETS AND DEFERRED TAX LIABILITIES

Deferred tax assets of 11,899 thousand euro (11,898 thousand euro at December 31, 2022) mainly consist of deferred tax assets calculated on the temporary differences of the various subsidiaries. The assets are recognised on the basis of a forecast made by the consolidated companies, which consider that sufficient taxable profit is likely to be made in the next years.

The deferred tax liabilities of 9,830 thousand euro (9,500 thousand euro at December 31, 2022) are mainly attributable to deferred taxes relating to intangible assets and "tax stepped-up" goodwill.

Current assets

7) TRADE RECEIVABLES

(in thousands of euro)	June 30, 2023	December 31, 2022	Change
Gross amount	220,049	210,409	9,640
Impairment losses	(5,976)	(4,773)	(1,203)
Total	214,073	205,636	8,437

The increase is mainly attributable to the increase in Caffè Borbone's revenue and DSOs.

8) EQUITY INVESTMENTS, BONDS AND CURRENT FINANCIAL RECEIVABLES

This caption is broken down as follows:

(in thousands of euro)	June 30, 2023	December 31, 2022	Change
Equity investments measured at FVTPL	15,123	16,490	(1,367)
Funds and other financial instruments	112,908	126,627	(13,719)
Other receivables	3,195	6,688	(3,493)
Total	131,226	149,805	(18,579)

Note that “Funds and other financial instruments” include the movement on the Vontobel Fund: a partial disposal of the fund for 14,950 thousand euro and a revaluation for 376 thousand euro.

9) CASH AND CASH EQUIVALENTS

(in thousands of euro)	June 30, 2023	December 31, 2022	Change
Cash and checks in hand	992	1,841	(849)
Bank and postal deposits	91,667	99,695	(8,028)
Cash-in-transit	310	105	205
Total	92,969	101,641	(8,672)

Short-term deposits have various maturities of up to three months. Main variations of the caption are explained in the analysis of the cash flow movements.

There are escrow accounts of 20 million euro in the Group.

10) ASSETS CLASSIFIED AS HELD FOR SALE

The equity investment in the Florence InvestCo Group (Italy) was reclassified under this item, following the announcement of its sale to Permira, that is expected to be completed in the second half of 2023.

EQUITY AND LIABILITIES

Share capital, reserves and retained earnings

11) SHARE CAPITAL

At June 30, 2023, the Parent Company's fully paid-up share capital amounted to 100,166,937 euro represented by 42,500,000 ordinary shares with no par value, as follows:

Number of shares	June 30, 2023	December 31, 2022	Change
Ordinary shares	42,500,000	42,500,000	
Total	42,500,000	42,500,000	

12) RESERVES

Fair value reserve for financial assets measured at FVTOCI – Group share

The reserve changes are due to the reclassification to retained earnings of the share of the reserve linked to the disposal of equity investments for 7,162 thousand euro and for the fair value adjustment of the FVTOCI financial assets for 10,616 thousand euro.

Translation reserve – Group share

At June 30, 2023, this reserve is positive and amounts to 856 thousand euro, broken down into the following currencies:

(in thousands of euro)	June 30, 2023	December 31, 2022	Change
US Dollar	481	537	(56)
UK Pound Sterling	(6)	(35)	29
Romanian leu	4		4
Other currencies (related to equity-accounted associates)	377	815	(438)
Total	856	1,317	(461)

Dividends paid

The Parent Company Italmobiliare S.p.A. has paid the following dividends:

	2023	2022	2023	2022
	(euro per share)	(euro per share)	(in thousands of euro)	(in thousands of euro)
Ordinary shares	0.700	1.400	29,598	59,196
Total dividends			29,598	59,196

13) TREASURY SHARES

At June 30, 2023 the carrying amount of treasury shares in portfolio stood at 5,166 thousand euro, the same as December 31, 2022.

The composition is as follows:

	No. ordinary shares	Carrying amount (in thousands of euro)
At the beginning of period	217,070	5,166
Changes		
At the end of period	217,070	5,166

14) NON-CONTROLLING INTERESTS

Equity attributable to non-controlling interests at June 30, 2023 amounted to 180,954 thousand euro (183,316 thousand euro at December 31, 2022), and mainly refer to the 40% non-controlling interest in Caffè Borbone S.r.l., the 20% interest in Capitelli, the 20% interest in Callmewine and for a small percentage to the Casa della Salute group and the Officina Profumo-Farmaceutica di Santa Maria Novella. The change is mainly attributable to the distribution of dividends for 12,300 thousand euro, offset by the share of profit for the period of 9,647 thousand euro.

Non-current and current liabilities

15) PROVISIONS

Total current and non-current provisions amounted to 27,945 thousand euro at June 30, 2023 (28,165 thousand euro at December 31, 2022). They mainly include provisions for legal disputes and provisions for contractual and commercial liabilities. Please refer to the Directors' Report for other updates about the half year.

16) BORROWINGS

The following table shows borrowings by category, included in the net financial position, split between the current and non-current parts:

(in thousands of euro)	June 30, 2023	December 31, 2022	Change
Bank loans and borrowings	93,924	66,276	27,648
Bonds	35,794	35,555	239
Other loans and borrowings	174	177	(3)
Lease payables	55,188	45,381	9,807
Non-current loans and borrowings	185,080	147,389	37,691
Fair value of hedging derivatives			
Total non-current financial liabilities	185,080	147,389	37,691
Current loans and borrowings	106,831	119,539	(12,708)
Current portion of borrowings	6,366	4,152	2,214
Other loans and borrowings	6,808	4,139	2,669
Lease payables	6,340	5,693	647
Loans and borrowings and current financial liabilities	126,345	133,523	(7,178)
Other current financial liabilities	7,188	9,084	(1,896)
Accrued interest expense	108	193	(85)
Fair value of derivatives	462	506	(44)
Total current financial liabilities	134,103	143,306	(9,203)
Total financial liabilities	319,183	290,695	28,488

Long-term borrowings can be analysed by currency as follows:

(in thousands of euro)	June 30, 2023	December 31, 2022	Change
Euro	178,185	140,623	37,562
US dollar	4,039	3,894	145
UK Pound sterling	677	717	(40)
Romanian leu	2,179	2,155	24
Total	185,080	147,389	37,691

Long-term borrowings can be analysed by maturity as follows:

(in thousands of euro)	June 30, 2023	December 31, 2022	Change
2023	387	983	(596)
2024	22,236	23,085	(849)
2025	60,686	50,089	10,597
2026	26,632	17,215	9,417
2027	33,929	26,563	7,366
2028	12,977	9,506	3,471
Beyond	28,233	19,948	8,285
Total	185,080	147,389	37,691

The change is mainly due to new loans granted to the Italgem group, Caffè Borbone, and the Casa della Salute group, which made significant investments in new leased fixed assets.

This difference does not match the change in financial payables resulting from the statement of cash flows, mainly due to the non-monetary impact of investments according to IFRS 16 on the Group's statement of cash flows.

Net financial position

The net financial position at June 30, 2023 is positive and is included in the following balance sheet items:

(in thousands of euro)	Caption	Non NFP	NFP	Current assets	Current liabilities	Non-current assets	Non-current liabilities
Trade receivables and other non-current assets	240,647	228,614	12,033			12,033	
Other current assets including derivative financial instruments	35,850	25,452	10,398	10,398			
Investments, bonds and current financial receivables	131,226		131,226	131,226			
Cash and cash equivalents	92,969		92,969	92,969			
Non-current financial liabilities	(185,080)		(185,080)				(185,080)
Other non-current payables and liabilities	(7,862)	(7,862)					
Current financial liabilities	(126,453)		(126,453)		(126,453)		
Other liabilities	(60,436)	(52,786)	(7,650)		(7,650)		
Total	120,861	193,418	(72,557)	234,593	(134,103)	12,033	(185,080)

For more details on the items included or not included in the NFP, see the table of comparison between the fair value and carrying amount of financial assets and liabilities.

The net financial position at June 30, 2023, which is negative for 72,557 thousand euro, is made up as follows:

(in thousands of euro)	June 30, 2023	December 31, 2022	Change
Current financial assets	234,593	262,917	(28,324)
Cash and cash equivalents	92,969	101,641	(8,672)
Derivative financial instruments	499	688	(189)
Other current financial assets	141,125	160,588	(19,463)
Current financial liabilities	(134,103)	(143,306)	9,203
Bank loans and overdrafts	(106,831)	(99,652)	(7,179)
Borrowings	(26,810)	(43,148)	16,338
Derivative financial instruments	(462)	(506)	44
Non-current financial assets	12,033	12,106	(73)
Non-current financial assets	11,646	11,651	(5)
Derivative financial instruments	387	455	(68)
Non-current financial liabilities	(185,080)	(147,389)	(37,691)
Borrowings	(185,080)	(147,389)	(37,691)
Derivative financial instruments			
Total net financial position	(72,557)	(15,672)	(56,885)

Net financial position as at June 30, 2023, calculated as envisaged in the Consob communication "Call for attention no. 5/21 of April 29, 2021", is positive (i.e. the net financial position is negative) for 84,590 thousand euro (positive for 27,778 thousand euro at December 31, 2022), net of "Non-current financial assets".

Current financial assets include all assets due within 12 months.

The Group has no reverse factoring/supply agreements.

COMPARISON BETWEEN FAIR VALUE AND CARRYING AMOUNT

The following table compares the fair value and the carrying amount of financial assets and liabilities at June 30, 2023:

(in thousands of euro)	Carrying amount					Total	Fair value			
	FVTPL	FVTOCI	Amortised cost	FV hedges	Other financial liabilities		Level 1	Level 2	Level 3	Total
Financial assets										
Other equity investments		164,632				164,632	32,170	22,793	109,669	164,632
Trade receivables and other non-current assets	225,850		14,410	387		240,647	239	2,467	223,531	226,237
Financial assets at FVTPL NFP	2,319					2,319	239	2,080		2,319
Financial assets at FVTPL non-NFP	223,531					223,531			223,531	223,531
Non-current receivables			11,101			11,101				
Trade receivables			1,494			1,494				
Derivatives				387		387		387		387
Guarantee deposits			1,815			1,815				
Trade receivables			214,073			214,073				
Current assets including derivative financial instruments			35,351	499		35,850		499		499
Derivatives				499		499		499		499
Trade receivables			9,899			9,899				
Other receivables			25,452			25,452				
Equity investments, bonds and current financial receivables	128,031		3,195			131,226	43,474	84,273	284	128,031
Equity investments at FVTPL NFP	15,123					15,123	15,123			15,123
Financial assets at FVTPL NFP	112,908					112,908	28,351	84,273	284	112,908
Financial receivables and accruals			3,195			3,195				
Cash and cash equivalents			92,969			92,969				
Total	353,881	164,632	359,998	886		879,397	75,883	110,032	333,484	519,399
Financial liabilities										
Non-current financial liabilities					185,080	185,080		185,080		185,080
Bond loans					35,794	35,794		35,794		35,794
Bank loans and borrowings					93,924	93,924		93,924		93,924
Finance lease payables					55,188	55,188		55,188		55,188
Other loans and borrowings					174	174		174		174
Other non-current liabilities			2,484			2,484				
Derivatives										
Other non-current payables			2,484			2,484				
Current financial liabilities					126,453	126,453		126,453		126,453
Bank loans and borrowings					93,250	93,250		93,250		93,250
Finance lease payables					6,340	6,340		6,340		6,340
Other loans and borrowings					11	11		11		11
Other financial payables					26,852	26,852		26,852		26,852
Trade liabilities			63,014			63,014				
Other liabilities	462		59,974			60,436		462		462
Derivatives	462					462		462		462
Trade payables			7,188			7,188				
Other payables, accruals and deferrals			52,786			52,786				
Total	462		125,472		311,533	437,467		311,995		311,995

The following table compares the fair value and the carrying amount of financial assets and liabilities at December 31, 2022:

(in thousands of euro)	Carrying amount					Total	Fair value			
	FVTPL	FVTOCI	Amortised cost	FV hedges	Other financial liabilities		Level 1	Level 2	Level 3	Total
Financial assets										
Other equity investments		174,738				174,738	54,655	18,793	101,290	174,738
Trade receivables and other non-current assets	215,404		14,677	455		230,536	237	2,270	213,352	215,859
Financial assets at FVTPL NFP	2,052					2,052	237	1,815		2,052
Financial assets at FVTPL non-NFP	213,352					213,352			213,352	213,352
Non-current receivables			11,257			11,257				
Trade receivables			1,688			1,688				
Derivatives				455		455		455		455
Guarantee deposits			1,732			1,732				
Trade receivables			205,636			205,636				
Current assets including derivative financial instruments	259		33,735	429		34,423		688		688
Derivatives	259			429		688		688		688
Trade receivables			10,783			10,783				
Other receivables			22,952			22,952				
Equity investments, bonds and current financial receivables	143,117		6,688			149,805	43,815	98,846	456	143,117
Equity investments at FVTPL NFP	16,490					16,490	16,490			16,490
Financial assets at FVTPL NFP	126,627					126,627	27,325	98,846	456	126,627
Financial receivables and accruals			6,688			6,688				
Cash and cash equivalents			101,641			101,641				
Total	358,780	174,738	362,377			896,779	98,707	120,597	315,098	534,402
Financial liabilities										
Non-current financial liabilities					147,389	147,389		147,389		147,389
Bond loans					35,555	35,555		35,555		35,555
Bank loans and borrowings					66,276	66,276		66,276		66,276
Finance lease payables					45,381	45,381		45,381		45,381
Other loans and borrowings					177	177		177		177
Other non-current liabilities			493			493				
Derivatives										
Other non-current payables			493			493				
Current financial liabilities					133,523	133,523		133,523		133,523
Bank loans and borrowings					103,804	103,804		103,804		103,804
Finance lease payables					5,693	5,693		5,693		5,693
Other loans and borrowings					10	10		10		10
Other financial payables					24,016	24,016		24,016		24,016
Trade liabilities			71,183			71,183				
Other liabilities	506		69,325			69,831		506		506
Derivatives	506					506		506		506
Trade payables			9,277			9,277				
Other payables, accruals and deferrals			60,048			60,048				
Total	506		141,001		280,912	422,419		281,418		281,418

The Group uses the following hierarchy based on different measurement methods to determine and document the fair value of financial instruments:

- Level 1: financial instruments with prices quoted on active markets;
- Level 2: prices quoted on active markets for similar financial instruments, or fair value determined with other measurement methods where all significant inputs are based on observable market data;
- Level 3: fair value determined with measurement methods where no significant input is based on observable market data.

At June 30, 2023 the changes in Level 3 are detailed as follows:

(in thousands of euro)	Level 3 31/12/2022	Increases					Decreases					Level 3 30/06/2023		
		Purchases	Gains on disposals in income statement	Other gains in income statement	Gains in equity	Other changes	Transfers from other levels	Sales	Repayments	Losses on disposals in income statement	Other losses in income statement		Losses in equity	Other changes
Non-current equity investments	101,290	417			2,440					(12)	(1,983)	7,517		109,669
Receivables and other non-current assets	213,352	16,785		5,319				(1,345)		(10,580)				223,531
Equity investments, bonds and current financial receivables	456	49					(162)			(60)				284

"Receivables and other non-current assets" are composed of the Private Equity funds. Movements refer to repayments and payments made in the six-month period and fair value revaluations and write-downs.

Covenants

In addition to the usual clauses, certain loan agreements granted to Group companies include special clauses known as "covenants", which require compliance with certain financial indices, mainly determined at the year-end.

Borrowings subject to such covenants at June 30, 2023 include 30.1 million euro.

The contractual conditions of these loans provide that the covenants are only to be calculated once a year, on 31 December, so at 30 June 2023 the loans were not tested for compliance with the financial index of reference, namely leverage (the ratio between gross financial debt net of cash and cash equivalents and EBITDA).

Loan covenants of the Casa della Salute Group at June 30, 2023 amounted to 15.0 million euro. The covenants are met as of June 30, 2023.

Derivatives

The table below shows the fair value of the financial instruments recognized in the statement of financial position, divided by type of hedge:

(in thousands of euro)	June 30, 2023		December 31, 2022	
	Assets	Liabilities	Assets	Liabilities
Interest-rate derivatives hedging cash flows	499		429	
Interest-rate derivatives	499		429	
Derivatives on shares and securities		(462)	259	(506)
Total current instruments	499	(462)	688	(506)
Interest-rate derivatives hedging cash flows	205		293	
Interest-rate derivatives to hedge fair value	182		162	
Interest-rate derivatives	387		455	
Total long-term instruments	387		455	
Total	886	(462)	1,143	(506)

Liquidity risk

The Group also has unconfirmed credit lines for 133.6 million euro at June 30, 2023 (124.5 million euro at December 31, 2022).

The existence of cash and bank balances (93.0 million euro) and readily marketable investment funds (Vontobel Fund of 21 million euro) reduce liquidity risk practically to zero, also considering the maturities of the medium-long term liabilities shown above.

17) TRADE PAYABLES

This caption includes:

(in thousands of euro)	June 30, 2023	December 31, 2022	Change
Trade payables due to suppliers	63,014	71,183	(8,169)
Total	63,014	71,183	(8,169)

18) OTHER LIABILITIES

(in thousands of euro)	June 30, 2023	December 31, 2022	Change
Due to employees	12,873	25,519	(12,646)
Due to social security bodies	4,119	5,295	(1,176)
Due to tax authorities	11,523	8,311	3,212
Accrued expenses and deferred income	12,498	9,206	3,292
Derivatives	462	506	(44)
Due to financial and private equity companies	7,188	9,277	(2,089)
Advances from customers	720	399	321
Due to suppliers for non-current assets	1,130	1,530	(400)
Other liabilities	9,923	9,788	135
Total	60,436	69,831	(9,395)

Commitments

At June 30, 2023 there are commitments for future payments into private equity funds for a total of € 95,051 thousand, USD 3,566 thousand and GBP 872 thousand.

INCOME STATEMENT

Note that the 2022 income statement figures have been presented on the basis of IFRS 5, according to which all of the income statement items of the Sirap group, attributable to the disposal of operating activities, are to be shown on the line "Profit/(loss) from discontinued operations, net of tax".

19) REVENUE AND INCOME

Revenue and income totalled 285,039 thousand euro, broken down as follows:

(in thousands of euro)	H1 2023	H1 2022	Change	Change %
Industrial revenue				
Product sales	208,107	170,863	37,244	21.8%
Services provided	44,246	39,274	4,972	12.7%
Total	252,353	210,137	42,216	20.1%
Financial revenue				
Interest	3,216	1,538	1,678	n.s.
Dividends	2,039	2,986	(947)	-31.7%
Gains realised and other revenues	11,481	24,846	(13,365)	-53.8%
Commissions	15,201	14,797	404	2.7%
Total	31,937	44,167	(12,230)	-27.7%
Revenues from other activities				
Interest	640	565	75	13.3%
Other revenue	109	563	(454)	-80.6%
Total	749	1,128	(379)	-33.6%
Grand total	285,039	255,432	29,607	11.6%

n.s. not significant

The industrial revenue relates to Caffè Borbone, Italgel, Officina Profumo-Farmaceutica di Santa Maria Novella, Casa della Salute, Callmewine, Capitelli, and SIDI Sport (entry into the group in December 2022) while the financial revenue is attributable to Italmobiliare and Clessidra.

The increase in industrial revenue is reported in all sectors with the exception of Callmewine. Please refer to the Directors' Report for comments on the changes in revenues and purchase costs. In "Commissions" the slight increase is attributable to the Clessidra Group and particularly to Clessidra Private Equity and Clessidra Factoring.

20) RAW MATERIALS AND SUPPLIES

Raw materials and supplies amounted to 112,720 thousand euro, broken down as follows:

(in thousands of euro)	H1 2023	H1 2022	Change	Change %
Raw materials and semifinished goods	51,154	44,612	6,542	14.7%
Fuel	1,788	2,113	(325)	-15.4%
Materials and machinery	33,205	30,584	2,621	8.6%
Finished goods	11,012	13,775	(2,763)	-20.1%
Electricity and water	12,543	14,827	(2,284)	-15.4%
Change in inventories of raw materials, consumables and other	3,018	(4,002)	7,020	n.s.
Total	112,720	101,909	10,811	10.6%

n.s. not significant

Raw material costs increase along with revenue, also being affected by the rise in purchase prices resulting from the new macroeconomic context.

21) SERVICES

Services amount to 58,467 thousand euro and refer to:

(in thousands of euro)	H1 2023	H1 2022	Change	Change %
External services	4,000	3,385	615	18.2%
Maintenance	1,730	1,669	61	3.7%
Transport	9,414	7,923	1,491	18.8%
Legal fees and consultancy	8,844	6,576	2,268	34.5%
Rents	5,082	3,269	1,813	55.5%
Insurance	1,274	987	287	29.1%
Membership fees	198	101	97	96.0%
Other miscellaneous expense	27,925	24,057	3,868	16.1%
Total	58,467	47,967	10,500	21.9%

“Rents” mainly refer to fees on concessions that do not fall within the scope of IFRS 16.

In “Other miscellaneous expense” marketing and advertising costs also increased by 11,556 thousand euro (10,363 thousand euro in the first half of 2022).

22) PERSONNEL EXPENSES

Personnel expenses amount to 50,126 thousand euro, broken down as follows:

(in thousands of euro)	H1 2023	H1 2022	Change	Change %
Wages and salaries	35,334	27,827	7,507	27.0%
Social contributions	8,601	7,219	1,382	19.1%
Social security contributions	1,632	1,484	148	10.0%
Other expenses	4,559	5,126	(567)	-11.1%
Total	50,126	41,656	8,470	20.3%

The increase in personnel expenses is due to the increase in the number of employees.

The number of employees is shown below:

(headcount)	H1 2023	H1 2022	Change
Number of employees at the end of period	1,411	945	466
Average number of employees	1,382	914	468

The increase in the number of employees is mainly attributable to the entry into the consolidation area of the SIDI Sport group by 264 employees and the increase in the Casa della Salute group by 110 employees (due to the expansion of activities and opening of new centres).

23) OTHER OPERATING INCOME (EXPENSES)

Other operating expenses, net of other operating income, amounted to 34,271 thousand euro, broken down as follows:

(in thousands of euro)	H1 2023	H1 2022	Change	Change %
Other taxes	6,756	3,876	2,880	74.3%
Provision for bad debt reserve	1,839	808	1,031	n.s.
Interest expense and other finance costs	15,773	24,555	(8,782)	-35.8%
Increase to provisions and other expense	13,121	3,613	9,508	n.s.
Other income	(3,742)	(2,644)	(1,098)	41.5%
Net gains from the sale of non-current assets	(10)	(84)	74	-88.1%
Other (income) expense	534	290	244	84.1%
Total	34,271	30,414	3,857	12.7%

n.s. not significant

The decrease in "Interest expense and other finance costs" is mainly attributable to Italmobiliare for lower write-downs of financial assets measured at fair value through profit or loss for 11,044 thousand euro.

The increase in "Increase to provisions and other expense" is mainly due to the liability arising from the Long-Term Incentive (LTI) and MBO in Italmobiliare for 7,816 thousand euro.

The allowance for doubtful accounts is not significant to require a separate line item in the financial statements.

24) FINANCE INCOME AND COSTS, NET GAINS (LOSSES) ON EXCHANGE-RATE DIFFERENCES AND DERIVATIVES

Net finance costs amounted to 3,957 thousand euro. This amount is composed as follows:

(in thousands of euro)	H1 2023		H1 2022	
	Income	Costs	Income	Costs
Interest income	278		35	
Interest expense		(3,916)		(481)
Dividends and income (costs) from equity investments				
Gains/losses on sale of equity investments	2			(148)
Other finance income	221		37	
Capitalised interest expense				
Other finance costs		(498)		(567)
Total finance income (costs)	501	(4,414)	72	(1,196)
Gains/losses on interest-rate derivatives	15			
Gains/losses on exchange-rate derivatives	30			
Net exchange-rate differences		(89)	570	
Net gain/(loss) on exchange-rate differences and derivatives		(44)	570	
Total finance income (costs), exchange-rate differences and net gains (losses) on derivatives		(3,957)		(554)

Interest expenses for lease contracts amount to 482 thousand euro (90 thousand euro in the first half of 2022).

25) INCOME TAX

Income tax for the period is negative for 6,688 thousand euro, analysed as follows:

(in thousands of euro)	H1 2023	H1 2022	Change	Change %
Current tax	6,680	9,330	(2,650)	-28.4%
Prior-year tax and other prior-year tax items	(204)	999	(1,203)	n.s.
Deferred tax	212	1,488	(1,276)	-85.8%
Total	6,688	11,817	(5,129)	-43.4%

n.s. not significant

The change in current taxes is mainly attributable to lower profit margins.

26) STATEMENT OF COMPREHENSIVE INCOME

(in thousands of euro)	Gross amount	Income tax	Net amount
Other comprehensive income at June 30, 2023			
Fair value gains (losses) on:			
Financial assets measured at FVTOCI	9,690	(88)	9,602
Derivatives	1,114	8	1,122
Translation differences	(462)		(462)
Actuarial gains (losses) on defined benefit plans	(54)		(54)
Other comprehensive income (expense)	10,288	(80)	10,208

27) EARNINGS (LOSSES) PER SHARE

Earnings (losses) per share at June 30 are calculated on the basis of the result attributable to the Parent Company and is recognised for ordinary shares.

Basic earnings per share

The weighted average number of shares and attributable profit (loss) are shown below:

	H1 2023	H1 2022
(no. shares in thousands)	Ordinary shares	Ordinary shares
No. shares at January 1	42,500	42,500
Treasury shares at January 1	(217)	(217)
Weighted average number of treasury shares sold in the period		
Total	42,283	42,283
Attributable profit in thousands of euro	(715)	3,293
Basic earnings per share in euro	(0.017)	0.078

Profit attributable by share category was determined as follows:

	H1 2023	H1 2022
(in thousands of euro)	Ordinary shares	Ordinary shares
Residual profit apportioned to all shares	(715)	3,293
Total	(715)	3,293

Basic earnings per share relating to continuing operations

The weighted average number of shares and attributable profit (loss) relating to continuing operations are shown below:

	H1 2023	H1 2022
(no. shares in thousands)	Ordinary shares	Ordinary shares
No. shares at January 1	42,500	42,500
Treasury shares at January 1	(217)	(217)
Weighted average number of treasury shares sold in the period		
Total	42,283	42,283
Attributable profit in thousands of euro relating to continuing operations	(715)	5,539
Basic earnings per share in euro	(0.017)	0.131

Profit (loss) relating to continuing operations attributable by share category was determined as follows:

	H1 2023	H1 2022
(in thousands of euro)	Ordinary shares	Ordinary shares
Residual profit relating to continuing operations apportioned to all shares	(715)	5,539
Total	(715)	5,539

Basic earnings per share relating to assets classified as held for sale

The weighted average number of shares and attributable profit (loss) are shown below:

	H1 2023	H1 2022
(no. shares in thousands)	Ordinary shares	Ordinary shares
No. shares at January 1	42,500	42,500
Treasury shares at January 1	(217)	(217)
Weighted average number of treasury shares sold in the period		
Total	42,283	42,283
Attributable profit in thousands of euro relating to discontinuing operations		(2,246)
Basic earnings per share in euro		(0.053)

Profit (loss) attributable by share category was determined as follows:

	H1 2023	H1 2022
(in thousands of euro)	Ordinary shares	Ordinary shares
Residual profit relating to discontinuing operations apportioned to all shares		(2,246)
Total		(2,246)

28) TRANSACTIONS WITH RELATED PARTIES

The figures for transactions with related parties at June 30, 2023 are summarised in the following table:

(in thousands of euro)	Revenue and income (expense)	Trade receivables (payables)	Financial assets (liabilities)	Net finance income/(costs)	Other operating income (expense)
Associates not consolidated line-by-line	76	68	1,848	35	
	(43)	(8)			
Other related parties	10	5			
	(422)				(350)
Total	86	73	1,848	35	
	(465)	(8)			(350)
% impact on financial statement items	0.0%	0.0%	0.7%	7.0%	
	0.2%	0.0%			1.0%

The corresponding figures at June 30, 2022 are as follows:

(in thousands of euro)	Revenue and income (expense)	Trade receivables (payables)	Financial assets (liabilities)	Net finance income (costs)	Other operating income (expense)
Associates not consolidated line-by-line	562	68	23,340	22	
Other related parties	25				
	(434)	(270)			(300)
Total	587	68	23,340	22	
	(434)	(270)			(300)
% impact on financial statement items	0.2%	0.0%	6.6%	30.6%	
	0.2%	0.5%			1.0%

At June 30, 2023, the item "Other charges of other related parties" includes 350 thousand euro of contributions set aside by Italmobiliare S.p.A. to Fondazione Cav. Lav. Carlo Pesenti (300 thousand euro in the first half of 2022).

29) STATEMENT OF CASH FLOWS

Equity investments mainly relate to Farmagorà for 1,596 thousand euro, Chirotherapic and Dogma (Casa della Salute group) for 2,615 thousand euro and private equity drawdowns for 16,785 thousand euro. Disposals include the disposal of shares in Unicredit for 3,984 thousand euro, the partial disposal of shares in HeidelbergCement for 30,545 thousand euro and private equity funds reimbursements for 1,345 thousand euro.

Grants from the Public Administration

Following approval of the annual Competition Law no. 124/2017 aimed at improving the transparency of public grants received, it should be noted that:

- Italgen, during the period, received from Gestore dei Servizi Energetici S.p.A GRIN incentives (a new form of incentive provided under ministerial decree 06/07/2012 for all IAFR ex Green Certificates plant, effective as from 2016) totalling 129 thousand euro gross of tax withholdings and operating expense as per art. 4 of the incentivised tariff agreement, as well as electric energy sales at the All-Inclusive Tariff, i.e. tariffs for withdrawal of power sent to the grid whose value includes both the price component and the incentivised component, also from Gestore dei Servizi Energetici S.p.A., for 291 thousand euro, and FER-E incentivised electric energy sales for 362 thousand euro, also from Gestore dei Servizi Energetici S.p.A.;

- during the period, Idroenergy received from Gestore dei Servizi Energetici S.p.A. GRIN incentives (a new form of incentive provided under ministerial decree 06/07/2012 for all IAFR ex Green Certificates plant, effective as from 2016) totalling 3 thousand euro gross of tax withholdings and operating expense as per art. 4 of the incentivised tariff agreement, as well as 21 thousand euro for FER-E incentivised electric energy sales and 82 thousand euro for sales of Dedicated Withdrawal electricity at minimum guaranteed prices;
- during the period, Idrodezzo received from Gestore dei Servizi Energetici S.p.A. 6 thousand euro for FER-E incentivised electric energy sales;
- during the period, Rovale received from Gestore dei Servizi Energetici S.p.A. 52 thousand euro for sales of Dedicated Withdrawal electricity at minimum guaranteed prices;
- during the period, the Casa della Salute group collected 494 thousand euro as a credit tax for Industry 4.0 investments and 33 thousand euro as an energy tax credit (electricity and gas);
- SIDI Sport used 17 thousand euro as an energy tax credit (electricity and gas);
- Caffè Borbone received relief from social contributions under the “Decontribution for Southern Italy” scheme for 554 thousand euro, used 801 thousand euro as an energy tax credit (electricity and gas), 2,077 thousand euro as a tax credit for Industry 4.0 investments, and 1 thousand euro as advertising bonus;
- Capitelli used 19 thousand euro as an energy tax credit (electricity and gas) and 2 thousand euro as advertising bonus;
- Callmewine used 33 thousand euro as advertising bonus.

Significant events after the reporting date

On May 25, 2023, the signing of an agreement was announced for the sale to Permira of Florence InvestCo S.r.l., a company that holds a majority stake in the Florence S.p.A. Group and in which Italmobiliare holds 13.98%. Italmobiliare has been a shareholder in Florence S.p.A. since the start of this initiative, born with the aim of aggregating Italian industrial excellence in the subcontracting of luxury textile manufacturing. It is estimated that Italmobiliare should realize around 75 million euro as a result of the sale, net of transaction costs and top management bonuses (compared with a net carrying amount of 31,238 thousand euro).

Events after the reporting date

There are no significant events to report.

Outlook

In the first half of the year, the world economic cycle showed not only greater solidity than expected, but also an acceleration in growth, supported by the lifting of the lockdown in China and a milder winter in Europe. Despite the erosion of purchasing power, consumer demand, especially in developed areas, was fuelled by strong labour markets and the excess savings accumulated over the previous two years. The expansive phase of the cycle is characterised by a significant divergence between the service sector, which is above its long-term trend, and manufacturing, which is contracting, weighed down by a new orders/stock ratio that is negative, albeit above the lows of 2022, and by greater sensitivity to tighter credit conditions. Emerging nations are showing a more sustained trend than developed economies, with some regions (South-East Asia, India and Mexico) enjoying a boom in manufacturing. However, the momentum of growth is decelerating in developed countries (particularly the Eurozone) and in China. Price dynamics continue to benefit from the disinflationary trend of goods versus greater stickiness in the service sector. While most of the central banks in emerging nations have stopped raising interest rates, in developed countries they are still doing so, with further increases expected in the coming months. However, considering the progress made in terms of reducing inflation and draining excess demand in the labour market, the Fed is probably close to the final phase, whereas the ECB may continue its restrictive measures, unless there is a further significant weakening of the Eurozone economy. In the coming months, a slowdown in global expansion is forecast, but the risk of a global recession is being held in check, for the time being, by the resilience of the labour

market and consumer demand: the United States, in particular, is showing an increase in real disposable income, even though the excess savings buffer has shrunk. Looking ahead, within the next twelve months, the risk of recession is a function of the speed of reduction of inflation and the impulses of economic policy in certain areas (above all, China). We also have to consider the time lags for the transmission of interest rate hikes to credit conditions in general (including the renewal on maturity of corporate debt contracted in previous years at lower rates) and then to real variables. Moreover, the possibility of reversing the trend by which the Eurozone is getting weaker depends above all on the resilience of global demand. Lastly, exogenous variables (widespread geopolitical instability and the conflict in Ukraine in particular) continue to weigh on the scenario

In this context of prolonged uncertainty of an extraordinary magnitude, both macroeconomic and geopolitical, Italmobiliare is consolidating a way of managing its investees by focusing on proactive risk management, implementing transformational evolution based on sustainability and constant strategic support in facing up to the challenges of a complex scenario: an approach that has made it possible to add considerable resilience and responsiveness to management of the portfolio.

Margin recovery measures are underway at all portfolio companies, thanks to the implementation of careful pricing policies, greater efficiency in terms of costs and energy consumption, optimisation of networks and distribution channels, constantly looking for process efficiencies and technological developments and, last but not least, an increasingly structured approach to marketing strategies in line with the portfolio companies' positioning as it evolves and with changing trends shown by international markets.

The factors of prolonged uncertainty also lead to reflections on the necessary strategic reorganisation in many sectors: from the reorganisation of production chains with a view to greater resilience and flexibility, to synergistic aggregation around platforms capable of overcoming traditional size constraints that tend to condition SMEs, to strategic partnerships to penetrate increasingly complex and competitive international markets or to develop innovative solutions in the areas of creative management, marketing and distribution. Thanks to its network and a series of broadly based skills, Italmobiliare is able to provide constant support to its investees in exploring these evolutionary frontiers.

The alternative investment sector (private equity and private debt) is also clearly influenced by profound changes currently underway that require considerations of a strategic nature: in this context Italmobiliare supports the Clessidra Group in its ambitious path of constant evolution of its platform of activities and products and in the definition of further development trajectories to better intercept the financial needs of the business community and increasingly attentive and demanding investors in evaluating adequate risk-return profiles.

Milan, July 28, 2023

**For the Board of Directors
The Chief Executive Officer
(Carlo Pesenti)**

ANNEX

The table below sets out equity investments held also indirectly when such investments exceed 10% of voting share capital. It also indicates the consolidation method and non-controlling interests.

Company	Head Office	Share Capital	Interest held by Group Companies			
			Direct	Indirect	%	
Parent Company						
Italmobiliare S.p.A.	Milan	I	EUR	100,166,937.00		
035 Investimenti S.p.A.	Bergamo	I	EUR	4,157,928.00	10.588	10.588
4Ward S.r.l.	Bolzano	I	EUR	80,000.00		100.000
AGN Energia S.p.A.	Volpiano (TO)	I	EUR	11,287,783.00	32.019	32.019
Alba Tramezzini S.p.A.	Faggiano (TA)	I	EUR	90,000.00		70.000
Ape S.r.l.	Palermo	I	EUR	3,640,000.00		100.000
Archimede S.p.A.	Milan	I	EUR	1,000,000.00	17.241	17.241
Autogas Riviera S.r.l.	Taggia (IM)	I	EUR	102,000.00		50.000
Bea Arquata S.r.l.	Busalla (GE)	I	EUR	60,000.00		80.000
BEA Biella S.r.l.	Busalla (GE)	I	EUR	130,000.00		51.000
Beijing Tecnica Sport Equipment Co., Ltd	Beijing	RC	CNY	25,727,280.00		50.000
Bene Assicurazioni S.p.A. Società Benefit	Milan	I	EUR	25,199,000.00	19.996	19.996
Blizzard Produktion GmbH	Chop	UA	EUR	6,001,701.00		100.000
Blizzard Sport GmbH	Mittersill	A	EUR	36,336.00		100.000
Blizzard Sport Liegenschaftsverwaltungs GmbH	Mittersill	A	EUR	36,336.00		99.000
bService S.C.A.R.L. Società Benefit	Milan	I	EUR	50,000.00		51.000
Caffè Borbone S.r.l.	Caivano (NA)	I	EUR	1,000,000.00	60.000	60.000
Caffè Borbone America Corp.	Fairfield (NJ)	USA	USD	10,000.00		100.000
Callmewine S.r.l.	Milan	I	EUR	12,245.92		80.000
Callmewine UK Limited	London	UK	GBP	5,000.00		100.000
Calzaturificio Idea S.n.c.	Giavera del Montello (TV)	I	EUR	21,000.00		100.000
Capitelli F.lli S.r.l.	Borgonovo Val Tidone (PC)	I	EUR	51,480.00	80.000	80.000
Casa della Salute S.p.A.	Genova	I	EUR	3,459,196.00	84.719	84.719
Casa della Salute Sardegna S.r.l.	Genova	I	EUR	1,000,000.00		90.000
CDS Medical S.r.l.	Genova	I	EUR	3,400,000.00		100.000
Cerraduras Iseo Iberica S.L.	Ajalvir - Madrid	E	EUR	300,500.00		90.000
Clessidra Capital Credit SGR S.p.A.	Milan	I	EUR	2,550,000.00		100.000
Clessidra CRF G.P. società semplice	Milan	I	EUR	10,000.00		49.000
Clessidra Factoring S.p.A.	Milan	I	EUR	13,650,000.00		100.000
Clessidra Holding S.p.A.	Milan	I	EUR	10,000,000.00	100.000	100.000
Clessidra Private Equity SGR S.p.A.	Milan	I	EUR	3,600,000.00		100.000
Cloudnova S.r.l.	Cittadella (PD)	I	EUR	10,000.00		100.000
C.R.M. S.p.A.	Modena	I	EUR	110,000.00		100.000
Compagnia Fiduciaria Nazionale S.p.A.	Milan	I	EUR	90,000.00	16.668	16.668
Crédit Mobilier de Monaco S.A.	Montecarlo	MC	EUR	5,810,000.00	99.914	99.914
D.O.G.M.A. S.r.l.	Genova	I	EUR	27,000.00		100.000
Dokimè S.r.l. (under liquidation) (*)	Milan	I	EUR	100,000.00	20.627	20.627
Eco Park Wind Power	Sofia	BG	BGN	5,000.00		100.000
Ecoclisma S.r.l.	Ariano nel Polesine (RO)	I	EUR	90,000.00		55.000
Fara Real Estate S.r.l.	Bergamo	I	EUR	10,000.00		100.000
Farmacia Barberis S.r.l.	Sanfré (CN)	I	EUR	10,000.00		100.000
Farmacia Bonanni S.r.l.	Genova	I	EUR	10,000.00		100.000
Farmacia Businelli S.r.l.	Cernusco sul Naviglio (MI)	I	EUR	10,000.00		100.000
Farmacia Centrale S.r.l.	Genova	I	EUR	20,000.00		100.000
Farmacia Centrale Ambrosi La Spezia S.r.l.	La Spezia	I	EUR	10,000.00		99.000
Farmacia Corti S.r.l.	Novate Mezzola (SO)	I	EUR	50,000.00		80.000
Farmacia degli Angeli S.r.l.	Volpiano (TO)	I	EUR	10,000.00		100.000
Farmacia Murtas S.r.l.	Cagliari	I	EUR	10,000.00		100.000
Farmacia Santagostino S.r.l.	Assago (MI)	I	EUR	60,000.00		100.000
Farmagorà 7 S.r.l.	Bergamo	I	EUR	10,000.00		100.000

Method	Non-controlling interest %	Equity at 31/12/2022	Profit for the year 2022	Company
				Parent Company
				Italmobiliare S.p.A.
Fair Value		EUR 6,968,927	EUR -246,134	035 Investimenti S.p.A.
Fair Value		EUR 12,782,532	EUR -1,948,009	4Ward S.r.l.
Equity		EUR 195,956,043	EUR 1,720,251	AGN Energia S.p.A.
Fair Value		EUR 6,091,535 ²	EUR -300,459 ²	Alba Tramezzini S.p.A.
Cost		EUR 3,287,122	EUR -999,700	Ape S.r.l.
Fair Value		EUR 50,492,651	EUR -1,707,349	Archimede S.p.A.
Equity		EUR 2,237,585	EUR 511,884	Autogas Riviera S.r.l.
Cost		EUR 60,000	EUR -18,125	Bea Arquata S.r.l.
Line-by-line	49,000	EUR 477,918	EUR 225,281	BEA Biella S.r.l.
Equity		CNY -31,900,384	CNY -11,674,541	Beijing Tecnica Sport Equipment Co., Ltd
Fair Value		EUR 60,357,248	EUR -177,939	Bene Assicurazioni S.p.A. Società Benefit
Equity		EUR 1,640,321	EUR 21,521	Blizzard Produktion GmbH
Equity		EUR 36,065,377	EUR 17,889,824	Blizzard Sport GmbH
Equity		EUR 5,627,765	EUR 4,983	Blizzard Sport Liegenschaftsverwaltungs GmbH
Fair Value		EUR 65,449	EUR 10,461	bService S.C.A.R.L. Società Benefit
Line-by-line	40,000	EUR 369,419,086	EUR 38,958,263	Caffè Borbone S.r.l.
Line-by-line		USD -116,278	USD -126,278	Caffè Borbone America Corp.
Line-by-line	20,000	EUR 2,928,595	EUR -1,215,456	Callmewine S.r.l.
Line-by-line		GBP -14,234	GBP -19,234	Callmewine UK Limited
Equity		EUR -327,432	EUR 9,378	Calzaturificio Idea S.n.c.
Line-by-line	20,000	EUR 17,225,913	EUR 1,279,239	Capitelli F.lli S.r.l.
Line-by-line	15,281	EUR 8,684,299	EUR -1,714,934	Casa della Salute S.p.A.
Line-by-line	10,000	EUR 989,594	EUR -10,405	Casa della Salute Sardegna S.r.l.
Line-by-line		EUR 4,841,815	EUR 301,563	CDS Medical S.r.l.
Equity		EUR 3,641,477	EUR 565,302	Cerraduras Iseo Iberica S.L.
Line-by-line		EUR 3,570,439	EUR -1,779,700	Clessidra Capital Credit SGR S.p.A.
Line-by-line	51,000	EUR 11,917	EUR -330,154	Clessidra CRF G.P. società semplice
Line-by-line		EUR 18,068,716	EUR 2,365,896	Clessidra Factoring S.p.A.
Line-by-line		EUR 31,873,519	EUR -406,245	Clessidra Holding S.p.A.
Line-by-line		EUR 9,542,138	EUR 2,084,171	Clessidra Private Equity SGR S.p.A.
Fair Value		EUR 478,881	EUR 387,942	Cloudnova S.r.l.
Fair Value		EUR 13,543,727 ²	EUR -6,392,375 ²	C.R.M. S.p.A.
Fair Value		EUR 4,465,301	EUR 146,963	Compagnia Fiduciaria Nazionale S.p.A.
Line-by-line	0,086	EUR 5,752,000	EUR 132,000	Crédit Mobilier de Monaco S.A.
Line-by-line		EUR 322,225	EUR -28,749	D.O.G.M.A. S.r.l.
Equity		EUR 9,171,848	EUR -203,504	Dokimè S.r.l. (under liquidation) (*)
Equity		BGN 5,405,000	BGN 2,710,000	Eco Park Wind Power
Equity		EUR 899,790	EUR 33,636	Ecoclina S.r.l.
Equity		EUR 32,404	EUR -32,648	Fara Real Estate S.r.l.
Equity		EUR 271,810	EUR 261,811	Farmacia Barberis S.r.l.
Equity		EUR -48,252	EUR -23,989	Farmacia Bonanni S.r.l.
Equity		EUR 98,921	EUR 52,376	Farmacia Businelli S.r.l.
Equity		EUR 62,283	EUR -266,063	Farmacia Centrale S.r.l.
Equity		EUR 146,887	EUR 6,010	Farmacia Centrale Ambrosi La Spezia S.r.l.
Equity		EUR 100,006	EUR 40,004	Farmacia Corti S.r.l.
Equity		EUR 389,445	EUR 356,489	Farmacia degli Angeli S.r.l.
Equity		EUR 3,873,384	EUR -351,880	Farmacia Murtas S.r.l.
Equity		EUR 2,222,582	EUR -37,420	Farmacia Santagostino S.r.l.
Equity		EUR 219,724	EUR -19,283	Farmagorà 7 S.r.l.

Company	Head Office	Share Capital			Interest held by Group Companies		
					Direct	Indirect	%
Farmagorà 11 S.r.l.	Bergamo	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà 12 S.r.l.	Bergamo	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà 13 S.r.l.	Bergamo	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà 15 S.r.l.	Bergamo	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà 16 S.r.l.	Bergamo	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà 17 S.r.l.	Bergamo	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà 18 S.r.l.	Bergamo	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà 19 S.r.l.	Bergamo	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà 20 S.r.l.	Bergamo	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà 21 S.r.l.	Bergamo	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà 22 S.r.l.	Bergamo	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà 23 S.r.l.	Bergamo	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà Barlassina S.r.l.	Barlassina (MB)	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà Bovolone S.r.l.	Bovolone (VR)	I	EUR	10,000.00	100.000	100.000	Farmagorà 19 S.r.l.
Farmagorà Cantù S.r.l.	Cantù	I	EUR	90,000.00	100.000	100.000	Farmagorà 15 S.r.l.
Farmagorà Carmagnola S.r.l.	Bergamo	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà Cernusco S.N. 1 S.r.l.	Cernusco sul Naviglio (MI)	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà Chivasso S.r.l. (former Farmacia Chivasso Est Srl)	Chivasso (TO)	I	EUR	30,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà Distribuzione S.r.l.	Bergamo	I	EUR	100,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà Garbagnate S.r.l.	Garbagnate Milanese (MI)	I	EUR	10,000.00	100.000	100.000	Farmagorà 18 S.r.l.
Farmagorà Holding S.p.A.	Bergamo	I	EUR	58,765,714.00	24.095	24.095	Italmobiliare S.p.A.
Farmagorà Lumezzane S.r.l.	Lumezzane (BS)	I	EUR	10,000.00	100.000	100.000	Farmagorà 12 S.r.l.
Farmagorà Mantello S.r.l.	Mantello (SO)	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà Montjovet S.r.l.	Montjovet (AO)	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà Ponte Nizza S.r.l.	Ponte Nizza (PV)	I	EUR	102,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà Presezzo S.r.l. (former Farmacia dell'Isola S.r.l.)	Presezzo (BG)	I	EUR	50,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà Sant'Omobono T. S.r.l. (former Farmacia Vanoncini Srl)	Sant'Omobono Terme (BG)	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà Solza S.r.l.	Solza (BG)	I	EUR	30,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà Trescore S.r.l.	Trescore Balneario (BG)	I	EUR	10,000.00	100.000	100.000	Farmagorà Holding S.p.A.
Farmagorà Vicenza S.r.l.	Vicenza	I	EUR	10,000.00	100.000	100.000	Farmagorà 21 S.r.l.
Feroneria Prod. S.A.	Arad	RO	RON	20,628,636.40	99.9999	99.9999	Iseo Serrature S.p.A.
					0.0001	0.0001	Microhard S.r.l.
Fin.Priv. S.r.l. (**)	Milan	I	EUR	20,000.00	14.285	14.285	Italmobiliare S.p.A.
FIT S.r.l. Società Benefit	Seregno (MB)	I	EUR	120,000.00	100.000	100.000	Bene Assicurazioni S.p.A.
Florence InvestCo S.r.l.	Milan	I	EUR	1,988,583.00	13.983	13.983	Italmobiliare S.p.A.
Formula S.p.A.	Milan	I	EUR	4,000,000.00	100.000	100.000	Impresoft S.p.A.
Franco Tosi Ventures S.r.l.	Milan	I	EUR	100,000.00	100.000	100.000	Italmobiliare S.p.A.
FT2 S.r.l.	Milan	I	EUR	10,000.00	100.000	100.000	Italmobiliare S.p.A.
FT3 S.r.l.	Milan	I	EUR	10,000.00	100.000	100.000	Italmobiliare S.p.A.
FT4 S.r.l.	Milan	I	EUR	10,000.00	100.000	100.000	Italmobiliare S.p.A.
G.D.S. Media & Communication S.r.l. Società unipersonale (under liquidation)	Palermo	I	EUR	30,000.00	100.000	100.000	S.E.S. Società Editrice Sud S.p.A.
Gardawind S.r.l.	Vipiteno (BZ)	I	EUR	100,000.00	49.000	49.000	Italgen S.p.A.
Gastone S.r.l.	Ravenna	I	EUR	60,000.00	100.000	100.000	C.R.M. S.p.A.
Giornale di Sicilia Editoriale Poligrafica S.p.A.	Palermo	I	EUR	9,717,608.00	100.000	100.000	APE S.r.l.
GN Techonomy S.r.l.	Milan	I	EUR	25,500.00	100.000	100.000	Impresoft S.p.A.
Gres Art S.r.l. Società Benefit	Bergamo	I	EUR	50,000.00	100.000	100.000	GRES Hub S.r.l.
GRES Hub S.r.l.	Milan	I	EUR	10,000.00	100.000	100.000	Italmobiliare Servizi S.r.l.
Gruppo Energia Italia S.r.l. (****)	Volpiano (TO)	I	EUR	108,000.00	50.000	50.000	AGN Energia S.p.A.
Haekon Eood	Sofia	BG	BGN	5,000.00	100.000	100.000	Gardawind S.r.l.
Hiteco S.p.A.	Milan	I	EUR	100,000.00	100.000	100.000	Impresoft S.p.A.
Idrodezzo S.r.l.	Villa di Serio (BG)	I	EUR	10,000.00	100.000	100.000	Italgen S.p.A.
Idroenergy S.r.l.	Villa di Serio (BG)	I	EUR	99,000.00	100.000	100.000	Italgen S.p.A.
Immobiliare Lido di Classe S.r.l. (under liquidation)	Roma	I	EUR	255,000.00	18.036	18.036	Italmobiliare S.p.A.
Impresoft S.p.A.	Milan	I	EUR	50,000.00	100.000	100.000	Pitagora S.p.A.

Method	Non-controlling interest %	Equity at 31/12/2022	Profit for the year 2022	Company
Equity	EUR	704,483	EUR -5,516	Farmagorà 11 S.r.l.
Equity	EUR	955,864	EUR -4,136	Farmagorà 12 S.r.l.
Equity	EUR	-323	EUR -10,321	Farmagorà 13 S.r.l.
Equity	EUR	6,174	EUR -3,826	Farmagorà 15 S.r.l.
Equity	EUR	6,465	EUR -3,536	Farmagorà 16 S.r.l.
Equity	EUR	7,062	EUR -2,939	Farmagorà 17 S.r.l.
Equity	EUR	6,985	EUR -3,016	Farmagorà 18 S.r.l.
Equity	EUR	6,985	EUR -3,015	Farmagorà 19 S.r.l.
Equity	EUR	n.d.	EUR n.d.	Farmagorà 20 S.r.l.
Equity	EUR	n.d.	EUR n.d.	Farmagorà 21 S.r.l.
Equity	EUR	n.d.	EUR n.d.	Farmagorà 22 S.r.l.
Equity	EUR	n.d.	EUR n.d.	Farmagorà 23 S.r.l.
Equity	EUR	741,588	EUR -40,618	Farmagorà Barlassina S.r.l.
Equity	EUR	-17,133	EUR 282,083	Farmagorà Bovolone S.r.l.
Equity	EUR	90,000	EUR 193,152	Farmagorà Cantù S.r.l.
Equity	EUR	-128,127	EUR -138,127	Farmagorà Carmagnola S.r.l.
Equity	EUR	959,005	EUR -312,524	Farmagorà Cernusco S.N. 1 S.r.l.
Equity	EUR	65,986	EUR 2,903	Farmagorà Chivasso S.r.l. (former Farmacia Chivasso Est Srl)
Equity	EUR	n.d.	EUR n.d.	Farmagorà Distribuzione S.r.l.
Equity	EUR	11,268	EUR -120,052	Farmagorà Garbagnate S.r.l.
Equity	EUR	41,433,906	EUR -1,004,340	Farmagorà Holding S.p.A.
Equity	EUR	230,468	EUR 199,006	Farmagorà Lumezzane S.r.l.
Equity	EUR	-117,268	EUR -124,211	Farmagorà Mantello S.r.l.
Equity	EUR	642,553	EUR -69,573	Farmagorà Montjovet S.r.l.
Equity	EUR	636,014	EUR -128,307	Farmagorà Ponte Nizza S.r.l.
Equity	EUR	51,509	EUR 13,702	Farmagorà Presezzo S.r.l. (former Farmacia dell'Isola S.r.l.)
Equity	EUR	49,825	EUR 25,974	Farmagorà Sant'Omobono T. S.r.l. (former Farmacia Vanoncini Srl)
Equity	EUR	609,601	EUR -131,924	Farmagorà Solza S.r.l.
Equity	EUR	2,201,878	EUR 391,580	Farmagorà Trescore S.r.l.
Equity	EUR	320,505	EUR -45,652	Farmagorà Vicenza S.r.l.
Equity	RON	33,149,484	RON 773,191	Feroneria Prod. S.A.
Fair Value	EUR	104,565,654	EUR 10,293,017	Fin.Priv. S.r.l. (**)
Fair Value	EUR	573,523	EUR 102,604	FIT S.r.l. Società Benefit
Equity	EUR	228,174,468	EUR -23,250	Florence InvestCo S.r.l.
Fair Value	EUR	21,192,896	EUR -1,808,035	Formula S.p.A.
Line-by-line	EUR	657,494	EUR -2,294	Franco Tosi Ventures S.r.l.
Line-by-line	EUR	208,814,053	EUR 7,804,501	FT2 S.r.l.
Line-by-line	EUR	17,765,449	EUR -23,380	FT3 S.r.l.
Line-by-line	EUR	53,418,734	EUR -91,266	FT4 S.r.l.
Cost	EUR	-700,907 ²	EUR -831,778 ²	G.D.S. Media & Communication S.r.l. Società unipersonale (under liquidation)
Equity	EUR	1,171,692	EUR 6,084	Gardawind S.r.l.
Fair Value	EUR	835,231 ²	EUR -332,507 ²	Gastone S.r.l.
Cost	EUR	13,385,644	EUR -1,715,024	Giornale di Sicilia Editoriale Poligrafica S.p.A.
Fair Value	EUR	5,764,076	EUR 60,528	GN Techonomy S.r.l.
Line-by-line	EUR	n.d.	EUR n.d.	Gres Art S.r.l. Società Benefit
Line-by-line	EUR	2,939,043	EUR -55,483	GRES Hub S.r.l.
Equity	EUR	3,887,642 ²	EUR 1,303,463 ²	Gruppo Energia Italia S.r.l. (***)
Equity	BGN	5,929,000	BGN 2,411,000	Haekon Eood
Fair Value	EUR	3,046,953	EUR 862,578	Hiteco S.p.A.
Line-by-line	EUR	1,998,900	EUR -395,075	Idrodezzo S.r.l.
Line-by-line	EUR	3,516,804	EUR -466,519	Idroenergy S.r.l.
Cost	EUR	-3,648,928 ²	EUR -83,175 ²	Immobiliare Lido di Classe S.r.l. (under liquidation)
Fair Value	EUR	110,951,365 ¹	EUR -1,372,239 ¹	Impresoft S.p.A.

Company	Head Office	Share Capital			Interest held by Group Companies		
					Direct	Indirect	%
IQ-Sports Verwaltungs GmbH	Mittersill	A	EUR	35,000.00		100.000	Tecnica Group S.p.A.
Iseo (Beijing) Security Technology Co., Ltd	Beijing	RC	CNY	500,000.00		100.000	Iseo Asia Limited
Iseo Asia Limited	Hong Kong	HK	HKD	1,000,000.00		100.000	Iseo Serrature S.p.A.
Iseo Asia Pacific Sdn Bhd	Puchong, Selangor D.E.	MAL	MYR	715,560.00		100.000	Iseo Asia Limited
Iseo Colombia S.A.S.	Bogotá	CO	COP	1,800,000,000.00		55.556	Iseo Serrature S.p.A.
Iseo Denmark A.P.S.	Copenhagen	DK	EUR	18,000.00		55.000	Iseo Serrature S.p.A.
Iseo Deutschland GmbH	Gera	D	EUR	1,000,000.00		100.000	Iseo Serrature S.p.A.
Iseo France S.A.S.	Vaux Le Pénil	F	EUR	1,075,440.00		100.000	Iseo Serrature S.p.A.
Iseo Galvanica S.r.l.	Arad	RO	RON	2,800,000.00		99.500	Iseo Serrature S.p.A.
						0.500	Microhard S.r.l.
Iseo Gulf LCC	Dubai	UAE	AED	300,000.00		100.000	Iseo Middle East FZE
Iseo Iberica System & Services S.L. (former Locken Iberica S.L.)	Madrid	ES	EUR	5,000.00		100.000	Iseo Serrature S.p.A.
Iseo Middle East FZE	Dubai	UAE	AED	1,000,000.00		100.000	Iseo Denmark A.P.S.
Iseo Peru S.A.C.	Lima	PE	PEN	1,250,000.00		90.000	Iseo Serrature S.p.A.
Iseo Serrature S.p.A.	Pisogne (BS)	I	EUR	24,429,800.00	39.246	39.246	Italmobiliare S.p.A.
Iseo South Africa Proprietary Limited	Cape Town	ZA	ZAR	2,163.00		100.000	Iseo Serrature S.p.A.
Iseo UKI Limited (former Locken UK Limited)	London	GB	GBP	1,000.00		100.000	Iseo Serrature S.p.A.
Italgem S.p.A.	Villa di Serio (BG)	I	EUR	20,000,000.00	100.000	100.000	Italmobiliare S.p.A.
Italmobiliare Servizi S.r.l.	Milan	I	EUR	3,520,000.00	100.000	100.000	Italmobiliare S.p.A.
ITM Bacco S.r.l.	Milan	I	EUR	100,000.00	60.000	60.000	Italmobiliare S.p.A.
La Sierra Scarpe S.R.L.	Popești Leordeni	RO	RON	50,000.00		100.000	SIDI Sport S.r.l.
Lowa Boots LLC	Stanford	USA	USD	35,000.00		99.900	Lowa Sportschuhe GmbH
						0.100	Tecnica Group S.p.A.
Lowa Production Sro	Bošany	SK	EUR	1,068,115.00		100.000	Lowa R&D S.r.l. (former Riko Sport S.r.l.)
Lowa R&D S.r.l.	Caselle di Altivole (TV)	I	EUR	780,000.00		100.000	Lowa Sportschuhe GmbH
Lowa Schuhe AG	Interlaken	CH	CHF	1,100,000.00		100.000	MM Holding AG
Lowa Sportschuhe GmbH	Jetzendorf	D	EUR	5,000,000.00		80.000	Tecnica Group S.p.A.
Mesomarket Eood	Sofia	BG	BGN	5,000.00		100.000	Gardawind S.r.l.
Microhard S.r.l.	Rovellasca (CO)	I	EUR	100,000.00		100.000	Iseo Serrature S.p.A.
MM Holding AG	Stans	CH	CHF	100,000.00		100.000	Lowa Sportschuhe GmbH
New Flour S.p.A.	Milan	I	EUR	163,000.00	16.974	16.974	Italmobiliare S.p.A.
NextCRM S.r.l.	Vicenza	I	EUR	59,035.00		100.000	Impresoft S.p.A.
Nexttech S.r.l.	Mira (VE)	I	EUR	10,000.00		100.000	Impresoft S.p.A.
Norfin S.r.l.	Giavera del Montello (TV)	I	EUR	95,000.00		100.000	Tecnica Group S.p.A.
Officina Profumo Farmaceutica di Santa Maria Novella S.p.A.	Firenze	I	EUR	2,100,000.00		95.000	FT2 S.r.l.
Officina Profumo Farmaceutica di Santa Maria Novella of America Corporation	New York	USA	USD	2,000,000.00		100.000	Officina Profumo Farmaceutica di Santa Maria Novella S.p.A.
Opensymbol S.r.l.	Vicenza	I	EUR	10,000.00		100.000	Impresoft S.p.A.
Pitagora S.p.A. (former Formula Impresoft S.p.A.)	Milan	I	EUR	5,156,916.93		58.869	Archimede S.p.A.
Punta Ala Promozione e Sviluppo Immobiliare S.r.l.	Milan	I	EUR	1,300,000.00	100.000	100.000	Italmobiliare S.p.A.
Qualitas Informatica S.p.A.	Santorso (VI)	I	EUR	640,000.00		100.000	Impresoft S.p.A.
R.T.P. Radio Televisione Peloritana S.r.l.	Messina	I	EUR	200,000.00		100.000	S.E.S. Società Editrice Sud S.p.A.
Rovale S.r.l.	Villa di Serio (BG)	I	EUR	10,000.00		51.000	Italgem S.p.A.
S.E.S. Società Editrice Sud S.p.A.	Messina	I	EUR	10,695,505.08	33.527	33.527	Italmobiliare S.p.A.
San Samuele S.r.l.	Venezia	I	EUR	30,000.00		100.000	Officina Profumo Farmaceutica di Santa Maria Novella S.p.A.
Santa Maria Novella France S.A.S.	Levallois-Perret	FR	EUR	20,000.00		100.000	Officina Profumo Farmaceutica di Santa Maria Novella S.p.A.
Santa Maria Novella UK Limited	London	UK	GBP	1,000.00		100.000	Officina Profumo Farmaceutica di Santa Maria Novella S.p.A.
Sc QRMES S.R.L.	Sibiu	RO	RON	874.00		99.000	Qualitas Informatica S.p.A.
Schöffel-Lowa-Sportartikel GmbH & Co. KG	Schwabmünchen	D	EUR	100,523.00		50.000	Lowa Sportschuhe GmbH
Sicilia On Line S.r.l. (under liquidation)	Palermo	I	EUR	99,000.00		50.000	Giornale di Sicilia Editoriale Poligrafica S.p.A.
SIDI Sport S.r.l.	Maser (TV)	I	EUR	500,000.00		100.000	FT4 S.r.l.

Method	Non-controlling interest %	Equity at 31/12/2022	Profit for the year 2022	Company
Equity		EUR 14,560,948	EUR -7,838	IQ-Sports Verwaltungs GmbH
Equity		CNY 6,280,004	CNY 428,454	Iseo (Beijing) Security Technology Co., Ltd
Equity		EUR 70,121	EUR -2,715	Iseo Asia Limited
Equity		MYR 158,324	MYR 115,322	Iseo Asia Pacific Sdn Bhd
Equity		COP 13,648,607	COP -835,994,244	Iseo Colombia S.A.S.
Equity		EUR -81,194	EUR -90,935	Iseo Denmark A.P.S.
Equity		EUR 3,472,507	EUR 161,805	Iseo Deutschland GmbH
Equity		EUR 22,724,541	EUR 4,846,067	Iseo France S.A.S.
Equity		RON 1,010,353	RON -116,762	Iseo Galvanica S.r.l.
Equity		AED 429,969	AED 1,552	Iseo Gulf LCC
Equity		EUR 79,332	EUR -258,171	Iseo Iberica System & Services S.L. (former Locken Iberica S.L.)
Equity		EUR 4,873,950	EUR 1,265,052	Iseo Middle East FZE
Equity		PEN 1,402,699	PEN 212,643	Iseo Peru S.A.C.
Equity		EUR 93,557,556	EUR 7,355,779	Iseo Serrature S.p.A.
Equity		ZAR -329,354	ZAR -3,274,696	Iseo South Africa Proprietary Limited
Equity		EUR 1,618,579	EUR 1,153,915	Iseo UKI Limited (former Locken UK Limited)
Line-by-line		EUR 33,516,866	EUR 4,242,852	Italgen S.p.A.
Line-by-line		EUR 11,317,159	EUR 126,115	Italmobiliare Servizi S.r.l.
Line-by-line	40,000	EUR 19,254,491	EUR -16,711	ITM Bacco S.r.l.
Line-by-line		RON -1,969,116	RON -2,019,116	La Sierra Scarpe S.R.L.
Equity		USD 16,656,327	USD 1,861,854	Lowa Boots LLC
Equity		EUR 24,106,163	EUR 3,130,377	Lowa Production Sro
Equity		EUR 27,108,307	EUR 3,614,585	Lowa R&D S.r.l.
Equity		CHF 7,238,411	CHF 3,213,627	Lowa Schuhe AG
Equity		EUR 102,775,688	EUR 21,590,352	Lowa Sportschuhe GmbH
Equity		BGN 1,215,000	BGN 3,941,000	Mesomarket Eood
Equity		EUR 2,965,752	EUR 473,456	Microhard S.r.l.
Equity		CHF 9,031,380	CHF 1,264,176	MM Holding AG
Fair Value		EUR 22,814,465 ²	EUR -296,965 ²	New Flour S.p.A.
Fair Value		EUR 472,016	EUR 176,855	NextCRM S.r.l.
Fair Value		EUR 10,835,412	EUR -372,863	Nexttech S.r.l.
Equity		EUR -166,060	EUR -362,934	Norfin S.r.l.
Line-by-line	5,000	EUR 157,269,064	EUR -591,698	Officina Profumo Farmaceutica di Santa Maria Novella S.p.A.
Line-by-line		USD -637,039	USD 478,718	Officina Profumo Farmaceutica di Santa Maria Novella of America Corporation
Fair Value		EUR 4,102,617	EUR 482,712	Opensymbol S.r.l.
Fair Value		EUR 117,915,495	EUR 4,304,449	Pitagora S.p.A. (former Formula Impresoft S.p.A.)
Line-by-line		EUR 1,341,303	EUR 299,662	Punta Ala Promozione e Sviluppo Immobiliare S.r.l.
Fair Value		EUR 8,352,328	EUR -215,238	Qualitas Informatica S.p.A.
Cost		EUR 450,285	EUR 302,038	R.T.P. Radio Televisione Peloritana S.r.l.
Line-by-line	49,000	EUR 476,199	EUR -79,126	Rovale S.r.l.
Equity		EUR 42,363,869	EUR -1,610,731	S.E.S. Società Editrice Sud S.p.A.
Line-by-line		EUR 115,603	EUR 61,073	San Samuele S.r.l.
Line-by-line		EUR 47,613	EUR 27,613	Santa Maria Novella France S.A.S.
Line-by-line		GBP 740,893	GBP 76,667	Santa Maria Novella UK Limited
Fair Value		RON 153,876	RON 9,558	Sc QRMES S.R.L.
Equity		EUR 2,594,549	EUR 229,517	Schöffel-Lowa-Sportartikel GmbH & Co. KG
Cost		EUR -25,740 ²	EUR -62,743 ²	Sicilia On Line S.r.l. (under liquidation)
Line-by-line		EUR 30,185,569	EUR 3,656,272	SIDI Sport S.r.l.

Company	Head Office	Share Capital	Interest held by Group Companies			
			Direct	Indirect	%	
Sirap Gema S.r.l. (****)	Bergamo	I EUR	2,500,000.00	100.000	100.000	Italmobiliare S.p.A.
Société d'Etudes de Participations et de Courtages S.A.	Montecarlo	MC EUR	1,290,000.00	99.983	99.983	Italmobiliare S.p.A.
Sofia S.r.l.	Pisogne (BS)	I EUR	18,918.00	55.001	55.001	Iseo Serrature S.p.A.
Solar Derthona S.r.l.	Villa di Serio (BG)	I EUR	30,000.00	100.000	100.000	Italgen S.p.A.
Solar Rooftop S.r.l.	Villa di Serio (BG)	I EUR	50,000.00	100.000	100.000	Italgen S.p.A.
Splendorgas S.r.l.	Santi Cosma e Damiano (LT)	I EUR	10,000.00	60.000	60.000	AGN Energia S.p.A.
Stoccaggi Riuniti Cotignola Scarl	Cotignola (RA)	I EUR	12,000.00	100.000	100.000	AGN Energia S.p.A.
T.G.S. Telegiornale di Sicilia S.r.l.	Palermo	I EUR	336,000.00	98.099	98.099	Giornale di Sicilia Editoriale Poligrafica S.p.A.
Tecnica Group Canada Inc	Saint-Laurent	CA CAD	4,000,000.00	100.000	100.000	Tecnica Group S.p.A.
Tecnica Group France S.a.r.l.	Annecy-Le-Vieux	FR EUR	1,000,000.00	100.000	100.000	Tecnica Group S.p.A.
Tecnica Group Germany GmbH	Jetzendorf	D EUR	715,808.00	100.000	100.000	Tecnica Group S.p.A.
Tecnica Group Japan Ltd	Tokyo	JP YEN	100,000,000.00	99.900	99.900	Tecnica Group S.p.A.
Tecnica Group S.p.A.	Giavera del Montello (TV)	I EUR	38,533,835.00	40.000	40.000	Italmobiliare S.p.A.
Tecnica Group Schweiz AG	Stans	CH CHF	500,000.00	100.000	100.000	Tecnica Group S.p.A.
Tecnica Group USA-Corp.	West Lebanon	USA USD	5,800,000.00	100.000	100.000	Tecnica Group S.p.A.
Tecnica Ungheria Kft.	Nagykálló	H EUR	98,352.00	99.000	99.000	Tecnica Group S.p.A.
				1.000	1.000	Norfin S.r.l.
Tecnigas S.r.l.	Prevalle (BS)	I EUR	49,920.00	50.000	50.000	AGN Energia S.p.A.
Tianjing Technica International Trading Co., Ltd	Tianjin Port	RC CNY	2,417,770.00	50.000	50.000	Tecnica Group S.p.A.
Versilgas S.r.l.	S. Stefano di Magra (SP)	I EUR	36,400.00	50.000	50.000	AGN Energia S.p.A.

(*) Balance sheet at 31/07/2022

(**) Balance sheet at 30/11/2022

(****) Balance sheet at 30/09/2022

(*****) On 11/07/2023, the reduction of the share capital to 500,000 euro was registered with the Companies Register

1 Interim financial statements at 31/03/2022

2 Balance sheet at 31/12/2021

Method	Non-controlling interest %	Equity at 31/12/2022	Profit for the year 2022	Company
Line-by-line		EUR 8,681,943	EUR -2,365,453	Sirap Gema S.r.l. (****)
Line-by-line	0,020	EUR 240,144	EUR -43,867	Société d'Etudes de Participations et de Courtages S.A.
Equity		EUR 953,545	EUR -176,121	Sofia S.r.l.
Line-by-line		EUR 12,505	EUR -17,495	Solar Derthona S.r.l.
Line-by-line		EUR 8,057	EUR -23,800	Solar Rooftop S.r.l.
Equity		EUR 372,671	EUR 17,934	Splendorgas S.r.l.
Equity		EUR 127,524	EUR 12,673	Stoccaggi Riuniti Cotignola Scarl
Cost		EUR 876,304	EUR -821,299	T.G.S. Telegiornale di Sicilia S.r.l.
Equity		CAD 6,629,714	CAD 322,256	Tecnica Group Canada Inc
Equity		EUR 3,789,798	EUR 602,203	Tecnica Group France S.a.r.l.
Equity		EUR 525,621	EUR 25,091	Tecnica Group Germany GmbH
Equity		YEN 259,269,188	YEN 59,898,346	Tecnica Group Japan Ltd
Equity		EUR 122,134,280	EUR 23,939,325	Tecnica Group S.p.A.
Equity		CHF 2,314,288	CHF 1,145,503	Tecnica Group Schweiz AG
Equity		USD 44,099,321	USD 7,663,695	Tecnica Group USA-Corp.
Equity		EUR 12,466,834	EUR 897,099	Tecnica Ungheria Kft.
Equity		EUR 2,791,581	EUR 436,871	Tecnigas S.r.l.
Equity		CNY -1,712,985	CNY -25,659	Tianjing Tecnica International Trading Co., Ltd
Equity		EUR 1.112.940	EUR 14,349	Versilgas S.r.l.

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Statement pursuant to art. 154-bis.5 of the Italian Consolidated Finance Act (TUF) regarding the condensed interim consolidated financial statements pursuant to art. 81-ter of the Consob Regulation no. 11971 of May 14, 1999 and subsequent modifications and integrations

1. The undersigned Carlo Pesenti, Chief Executive Officer and Mauro Torri, Manager in charge of financial reporting of Italmobiliare S.p.A, also taking into consideration art. 154-bis, paragraphs 3 and 4, of the Legislative Decree no. 58 of February 24, 1998, hereby state:
 - the adequacy in relation to the company characteristics and
 - the actual application of the administrative and accounting procedures adopted for the preparation of the **condensed interim consolidated financial statements**, as at and for the period from January 1, 2023 to June 30, 2023.
 2. The assessment of the adequacy of the administrative and accounting procedures adopted for the preparation of condensed interim consolidated financial statements at June 30, 2023 is based on a model identified by Italmobiliare according to the CoSO framework (illustrated in the CoSO Report) and also takes into account the document "*Internal Control over Financial Reporting – Guidance for Smaller Public Companies*", both issued by the Committee of Sponsoring Organizations of the Treadway Commission representing a generally accepted international framework.
- 2.It is also stated that:
- 3.1 the condensed interim consolidated financial statements at June 30, 2023:
 - a) were prepared in compliance with applicable international financial reporting standards recognised by the European Community pursuant to European Parliament and Council Regulation no. 1606/2002 of July 19, 2002;
 - b) correspond to the accounting books and entries;
 - c) are suitable to provide a true and fair view of the financial position, results of operations and cash flows of Italmobiliare S.p.A. and the companies included in the consolidation area.
 - 3.2 The directors' report includes a reliable analysis of the significant events occurred in the first six months of the year and their impact on the condensed interim consolidated financial statements, together with a description of the main risks and uncertainties for the remaining six months of the year. The directors' report also includes a reliable analysis of the information on significant transactions with related parties.

July 28, 2023

Signed on the original

Carlo Pesenti, Chief Executive Officer
Mauro Torri, Manager in charge of financial reporting

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REPORT ON REVIEW OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

To the Shareholders of
Italmobiliare S.p.A.

Introduction

We have reviewed the accompanying condensed consolidated interim financial statements of Italmobiliare S.p.A. and subsidiaries (the "Italmobiliare Group"), which comprise the statement of financial position as of June 30, 2023 and the income statement, statement of comprehensive income, consolidated statement of changes in equity and statement of cash flows for the six month period then ended, and the explanatory notes. The Directors are responsible for the preparation of the condensed consolidated interim financial statements in accordance with the International Accounting Standard applicable to the interim financial reporting (IAS 34) as adopted by the European Union. Our responsibility is to express a conclusion on the condensed consolidated interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with the criteria recommended by the Italian Regulatory Commission for Companies and the Stock Exchange ("Consob") for the review of the half-yearly financial statements under Resolution n° 10867 of July 31, 1997. A review of half-yearly condensed consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing (ISA Italia) and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Ancona Bari Bergamo Bologna Brescia Cagliari Firenze Genova Milano Napoli Padova Parma Roma Torino Treviso Udine Verona

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Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements of the Italmobiliare Group as at June 30, 2023 are not prepared, in all material respects, in accordance with the International Accounting Standard applicable to the interim financial reporting (IAS 34) as adopted by the European Union.

DELOITTE & TOUCHE S.p.A.

Signed by
Massimiliano Semprini
Partner

Milan, Italy
August 3, 2023

This independent auditor's report has been translated into the English language solely for the convenience of international readers. Accordingly, only the original text in Italian language is authoritative.

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