

ITALEAF: the Board of Directors of TerniEnergia reapproved the Half-Yearly Financial Report at 30 June 2017

- **The explanatory notes to the consolidated half-yearly report at 30 June 2017 are supplemented**
- **Unchanged economic and financial results**
- **Elected the chairmen of the Control and Risks and Related Parties Committees**

The Board of Directors of TerniEnergia, a company listed on the Star segment of the Italian Stock Exchange and part of the Italeaf Group, met under the chairmanship of Stefano Neri, reapproved the Half-Yearly Financial Report at 30 June 2017.

Taking into account the events that occurred following September 28, 2017, as well as the requests received from Consob pursuant to Article 114, paragraph 5, of the TUF on November 8, 2017 and the press release issued on November 10, 2017, it was considered appropriate to update and supplement the information previously contained in the half-yearly financial report, with particular reference to the assessments of directors on going concern.

The economic and financial results achieved by the Company at consolidated level in the period ended June 30, 2017 remain unchanged from those communicated on September 28, 2017, to which reference should be made and which are summarised below:

CONSOLIDATED RESULTS AS AT JUNE 30, 2017

Revenues amounted to Euro 40.2 million (Euro 50.5 million; -20.4%), showing the contribution of the energy management activities and of the new plants based in Tunisia and in Zambia, and the revenues attributable to the energy efficiency project of Copernico Torino.

EBITDA amounted to Euro 6.8 million, showing a decrease (-28.2%) compared to June 30, 2016 (Euro 95 million) with **Ebitda Margin** equal to 17% (18.8% as at 06/30/2016).

Net operating income (EBIT) amounted to Euro - 6.2 million (Euro 5.9 million as at June 30, 2016), after depreciation, amortization and write-downs of Euro 13 million. The depreciation is largely attributable to the suspension of EPC's activities, resulting from the choices made by previous management and partly to the alignment of the impairment of an asset.

Net profit amounted to Euro - 6.5 million (1.1 million at June 30, 2016).

The **net financial position** amount to Euro 87.5 million (in reduction compared to Euro 93.9 million as at 12/31/2016). The non-current NFP is Euro 76.6 million, while the net financial position in short term amounted to Euro 10.9 million. The NFP/Net equity ratio equal to 1.62x (1.63x as at 12/31/2016).

The Net Equity amounted to Euro 54.1 million (Euro 57.5 million at 12/31/2016). Net equity takes into account the treasury shares held in portfolio, which amounted to No. 1,012,998 (2.15% of the Share Capital).

The Half-Yearly Financial Report at 30 June 2017, approved by TerniEnergia's Board of Directors on 1 December 2017 - together with the Report containing the opinion of the Independent Auditors - will be

published today on the authorized storage mechanism "1INFO (www.1info.it) and on the Company's website www.ternienergia.com (Investor Relations section).

Declaration pursuant to Article 154-bis, paragraph two, of the Consolidated Finance Act

The Officer responsible for the preparation of the corporate accounting documents, Mr Paolo Allegretti, declares, pursuant to paragraph 2, art. 154-bis of the Consolidated Financial Act, that the accounting information that is contained in this press release correspond to the documentary results, the accounting books and records

COMMITTEES

TerniEnergia announces that the Related Parties Committee has elected the independent director Stefania Bertolini as Chairman. The Related-party Committee is composed as follows: Stefania Bertolini (Chairman), Mario Molteni, Paolo Migliavacca. The Control and Risk Committee elected Paolo Migliavacca, the independent director, as Chairman. The Control and Risk Committee is therefore composed as follows: Paolo Migliavacca (Chairman), Stefania Bertolini, Mario Molteni.

This press release is also available on the Company's website: www.ternienergia.com.

TERNIENERGIA (TER.MI), established in September 2005, and part of Italeaf Group, is the first Italian smart energy company, committed to bring worldwide integrated and sustainable energy solutions. Organized into two strategic business units (Assets and Smart solutions and services), with about 400 employees and a geographic presence in almost the continents, with operational and sales offices, TerniEnergia develops solutions, innovative products and services based on digital and industrial technologies for the energy sector. TerniEnergia, also through its subsidiaries (Softeco Sismat, Selesoft Consulting, Greenled Industry, GreenAsm, Wisave, Ant Energy), shall pursue the objectives of increasing energy production from renewable sources, energy efficiency and emissions reduction, as laid down by European environmental policy, and participates actively in the distributed power generation revolution and energy smart grids. TerniEnergia is the ideal partner for large utilities, distributors and grid operators, power producers, public authorities, industrial customers and investors who intends to carry out large projects for the production of renewable energy plants and modern systems with high energy efficiency, solutions for the management and maintenance of the infrastructure and the electrical systems. TerniEnergia, through a complete technological and commercial offer, develops and provides technologies, turn-key services and solutions for energy consumers in the public and private sectors. The company is listed on the STAR segment of the Italian Stock Exchange.

Italeaf SpA is obliged to make public this information pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the contact person set out below, at 06.30 CET on 4 December 2017.

This press release is also available on the Company's website: www.italeaf.com

Certified Adviser

Mangold Fondkommission AB, +46 (0)8 5030 1550, is the Certified Adviser of Italeaf SpA on Nasdaq First North.

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Italeaf SpA, established in December 2010, is a holding company and a business accelerator for companies and startups in the areas of innovation and cleantech. Italeaf operates as a company builder, promoting the creation and development of industrial startups in the fields of cleantech, smart energy and technological innovation. Italeaf has headquarters and plants in Italy at Nera Montoro (Narni), Terni, Milano and Lecce; has international offices in London and Hong Kong. The company controls TerniEnergia, listed on the STAR segment of the Italian Stock Exchange and active in the fields of renewable energy, energy efficiency and waste management, and Skyrobotic, in the business development and manufacture of civil and commercial drones in mini and micro classes for the professional market, Numanova, operating in the field of innovative metallurgy and additive manufacturing, and Italeaf RE, a real estate company. Italeaf holds a minority stake in Vitruviano LAB, a research center active in the R&D sector for special materials, green chemistry, digital transformation and cleantech.