

**PRESS RELEASE**

**THE BOARD OF DIRECTORS OF ELICA S.P.A.  
APPROVES THE 2015 HALF-YEAR REPORT**

**GROWTH IN FIRST HALF-YEAR: REVENUES, MARGINS AND NET PROFIT ALL UP**

**H1 2015 Consolidated results (January-June 2015)**

- **Revenues: Euro 203.2 million (up 3.8%);**
- **EBITDA before restructuring charges: Euro 14.4 million (up 10.3%);**
- **EBIT: Euro 4.9 million (up 20.2%);**
- **Net Profit: Euro 1.6 million (up 22.6%);**
- **Net Debt: Euro 63.8 million**, compared to Euro 51.4 million at December 31, 2014 and Euro 60.9 million at June 30, 2014, **impacted by non-recurring charges of Euro 6.8 million**, generated and expensed in 2013 and 2014.

**Fabriano, August 27, 2015** – The Board of Directors of **Elica S.p.A.**, the parent company of a Group that is the leading manufacturer of kitchen range hoods, meeting today in Fabriano approved the **Half-Year Report at June 30, 2015**, prepared in accordance with IFRS.

**Consolidated revenues - H1 2015**

**In the first half of 2015 Elica Group consolidated revenues amounted to Euro 203.2 million - an increase of 3.8%** on the same period of the previous year and substantially stable at like-for-like exchange rates. Global range hood demand meanwhile decreased 2.8%<sup>1</sup> in the period, principally due to the further contractions on the Asian<sup>2</sup> (-4.1%) and Latin American (-3.2%) markets and the steeper decline of the Eastern European market (-8.3%), which was heavily impacted by the Russian performance. The Western European market continued to recover however (+2.7%), as did North America (+4.2%).

*“Strong dynamics were evident in the first half-year, with growth at all levels. We have strongly focused on the Elica brand, on expanding our direct presence on the market and on internal efficiency and we are seeing the first signs of rising growth levels” stated the Chairman of Elica Francesco Casoli.*

**The Cooking segment saw 3.1% revenue growth on H1 2014, following both increased third party brand (+1.5%) and own brand sales (+5.5%) - which significantly developed.** In particular, **the Elica brand reported extraordinary growth of 16.7% following major brand-focused investment.**

**The Motors segment in H1 2015 also reports strong revenue growth of 8.1%, following excellent heating sector results, which recovered significantly in the second quarter.**

<sup>1</sup>Global range hood market volumes.

<sup>2</sup>Concerning “Other Countries” demand - principally the Asian markets.

Analysing revenues by the principal markets<sup>3</sup>, **the Americas grew 17.3%**, principally due to favourable exchange rate movements. **European revenues also grew (+2.3%)**, although impacted by currency movements, **while Asian revenues reduced 2.0%, impacted by - among other issues - the weakened Japanese market.**

For completeness, the breakdown of consolidated revenues by geographic location of the Group companies is reported below.

INCOME STATEMENT	Europe		America		Asia and the Rest of World		Unallocated and eliminations		Consolidated	
	H1 15	H1 14	H1 15	H1 14	H1 15	H1 14	H1 15	H1 14	H1 15	H1 14
<b>Segment revenue:</b>										
Third parties	151,300	145,907	30,476	27,697	21,436	22,138			203,212	195,743
Inter-segment	7,119	7,270	9	3	1,170	490	(8,297)	(7,763)	-	-
<b>Total revenues</b>	<b>158,419</b>	<b>153,178</b>	<b>30,485</b>	<b>27,701</b>	<b>22,606</b>	<b>22,628</b>	<b>(8,297)</b>	<b>(7,763)</b>	<b>203,212</b>	<b>195,743</b>

#### Profitability - H1 2015

**EBITDA before restructuring charges in H1 2015 of Euro 14.4 million increased 10.3% on H1 2014, principally due to production efficiencies generated by improved value chain integration and procurement operations, together with favourable exchange rate movements.** EBITDA net of restructuring charges totalled Euro 13.4 million - up 8.8% on the first half of the previous year. **The restructuring charges of Euro 0.9 million relate principally to the plan being implemented at the Mexican subsidiary.**

**EBIT of Euro 4.9 million improved 20.2% on Euro 4.1 million in H1 2014.**

**The Net Profit of Euro 1.6 million was up 22.6% on Euro 1.3 million in the first half of 2014.**

**The Group Net Profit of Euro 1.4 million increased 85.0% on the first half of the previous year.**

<i>In Euro thousands</i>	H1 15	%	H1 14	%	15 Vs 14
		revenues		revenues	%
Revenues	203,212		195,743		3.8%
EBITDA before restructuring charges	14,354	7.1%	13,018	6.7%	10.3%
EBITDA	13,412	6.6%	12,326	6.3%	8.8%
EBIT	4,873	2.4%	4,054	2.1%	20.2%
Financial income/(charges)	(1,052)	(0.5%)	(2,052)	(1.0%)	(48.7%)
Income taxes	(2,206)	(1.1%)	(685)	(0.3%)	222.0%
<b>Net profit from continuing operations</b>	<b>1,615</b>	<b>0.8%</b>	<b>1,317</b>	<b>0.7%</b>	<b>22.6%</b>
Net profit from continuing operations and discontinued operations	1,615	0.8%	1,317	0.7%	22.6%
Group Net Profit	1,371	0.7%	741	0.4%	85.0%
Basic earnings per share on continuing operations and discontinued operations (Euro/cents)	2.21		1.19		85.1%
Diluted earnings per share on continuing operations and discontinued operations (Euro/cents)	2.21		1.19		85.1%

<sup>3</sup> Data concerns sales revenues by geographic area and therefore does not refer to the breakdown by operating segment according to the various Group company locations.

\*The earnings per share for H1 2015 and 2014 were calculated by dividing the Group net result from continuing and discontinued operations by the number of outstanding shares at the respective reporting dates.

## Balance Sheet

**The Net Debt at June 30, 2015 of Euro 63.8 million** increased on Euro 51.4 million at December 31, 2014 and Euro 60.9 million at June 30, 2014, particularly due to the payment of Euro 6.8 million for non-recurring charges, mainly relating to the restructuring plan already concluded and expensed in 2013 and 2014.

<i>In Euro thousands</i>	<b>June 30, 15</b>	<b>Dec. 31, 14</b>	<b>June 30, 14</b>
<b>Cash and cash equivalents</b>	<b>26,976</b>	<b>35,241</b>	<b>24,970</b>
Finance leases and other lenders	(10)	(12)	(13)
Bank loans and mortgages	(25,575)	(29,277)	(29,973)
<b>Long-term debt</b>	<b>(25,585)</b>	<b>(29,289)</b>	<b>(29,986)</b>
Finance leases and other lenders	(9)	(12)	(13)
Bank loans and mortgages	(65,149)	(57,364)	(55,900)
<b>Short-term debt</b>	<b>(65,158)</b>	<b>(57,376)</b>	<b>(55,913)</b>
<b>Net Debt</b>	<b>(63,767)</b>	<b>(51,424)</b>	<b>(60,929)</b>

**The Managerial Working Capital on annualised revenues of 8.5% is significantly lower than 10.3% at June 30, 2014** and in line with 8.4% at December 31, 2014. **This excellent result, due in particular to improved inventory levels on the previous quarter, stems from Elica's constant focus on optimising resource allocation.**

<i>In Euro thousands</i>	<b>June 30, 15</b>	<b>Dec. 31, 14</b>	<b>June 30, 14</b>
Trade receivables	73,518	63,456	75,643
Inventories	63,851	57,609	59,876
Trade payables	(102,747)	(88,238)	(95,390)
<b>Managerial Working Capital</b>	<b>34,622</b>	<b>32,827</b>	<b>40,129</b>
as a % of annualised revenues	8.5%	8.4%	10.3%
Other net receivables/payables	(9,649)	(11,854)	(15,144)
<b>Net Working Capital</b>	<b>24,973</b>	<b>20,973</b>	<b>24,985</b>

## Significant events in the first half of 2015 and subsequent events after June 30, 2015

**On January 27, 2015**, in accordance with Article 2.6.2, paragraph 1, letter b) of the Regulations of the Markets organised and managed by Borsa Italiana S.p.A., Elica S.p.A. published the financial calendar for the year 2015.

The Board of Directors of Elica S.p.A. **on February 12, 2015** approved the 2014 Fourth Quarter Report, prepared in accordance with IFRS accounting standards.

At the same meeting, the Board of Directors also decided to appoint Equita SIM, a leading merchant bank involved in stock markets globally and a leading broker for institutional investors interested in Italian equities, as the new Specialist for Elica S.p.A.. Equita SIM's appointment was effective from March 2, 2015.

**On March 7, 2015**, at the Italian Cultural Institute in Paris, Elica presented the newly created Elica France.

**On March 19, 2015** the Board of Directors of Elica S.p.A approved the Consolidated Financial Statements at December 31, 2014 and the Separate Financial Statements at December 31, 2014 of Elica S.p.A.. The Board in addition proposed the distribution of a dividend of Euro 0.0284 per share (before withholding taxes) from the Parent Company Net Profit, resulting in a payout ratio of 36.3% on the Parent Company Net Profit. Dividend coupon No. 7 of May 25, record date of May 26 and payment date of May 27, 2015 was proposed.

The Board of Directors on the same date approved the 2014 Corporate Governance and Ownership Structure Report, the Remuneration Report, the Illustrative Report to the Shareholders' Meeting for the appointment of the Board of Directors and fixing of relative remuneration, the Illustrative Report to the Shareholders' Meeting for the appointment of the Board of Statutory Auditors and fixing of relative remuneration, the Illustrative Report to the Shareholders' Meeting concerning the proposal of the Board of Statutory Auditors for the appointment of the Independent Audit Firm and the Directors' Report to the Shareholders' Meeting on the proposal to authorise the purchase and utilisation of treasury shares.

Elica considers that the Guidance performance objectives announced to the market on February 14, 2014 were substantially achieved.

**On March 25, 2015**, Elica participated at the STAR Conference 2015 in Milan.

**On April 5, 2015**, Elica announced that on April 2, 2015 the slate for the renewal of the Board of Directors and the Board of Statutory Auditors of the majority shareholder FAN S.R.L., holder of 52.809% of the subscribed and paid-in share capital, was filed.

**On April 7, 2015**, Elica made available to the public at the registered office of the company, on the authorised storage mechanism 1INFO ([www.1info.it](http://www.1info.it)) and on the Elica S.p.A. website at <http://corporation.elica.com>, the Annual Report comprising the Separate and Consolidated Financial Statements at December 31, 2014, the Directors' Report and the Declaration as per Article 154-bis, paragraph 5 of Legs. Decree No. 58/1998, together with the Board of Statutory Auditors' Report, the Independent Auditors' Report, the 2014 Corporate Governance and Ownership Structure Report and the Remuneration Report and the Directors' Report to the Shareholders' Meeting on the proposal to authorise the purchase and utilisation of treasury shares. The Annual Accounts and/or the Financial Statements as per Article 2429 of the Civil Code of the subsidiaries and associated companies of Elica S.p.A. and the Financial Statements of the subsidiaries as per Article 36 of the Market Regulation were made available to the public at the registered office.

**On April 29, 2015**, the Shareholders' AGM of Elica S.p.A., meeting in ordinary session, approved the 2014 Annual Accounts of Elica S.p.A., the Directors' Report, the Board of Statutory Auditors' Report and the Independent Auditors' Report.

The Shareholders' AGM also approved the distribution of a dividend of Euro 0.0284 per share (before withholding taxes) from the Parent Company Net Profit, resulting in a payout ratio of 36.3% on the Parent Company Net Profit. Dividend coupon No. 7 of May 25, record date of May 26 and payment date of May 27, 2015 was approved.

The Shareholders' AGM of Elica S.p.A. considered the content of the Remuneration Report and expressed its approval of the first section of the report. The Meeting appointed K.P.M.G. S.p.A. as the Audit Firm for the 2015-2023 period, with the remuneration and adjustment criteria also approved.

The Directors were appointed, who will remain in office for the years 2015, 2016 and 2017, until the Shareholders' AGM called for the approval of the 2017 Annual Accounts, which shall consist of eight members: Francesco Casoli, appointed Chairman, Giuseppe Perucchetti, Gianna Pieralisi, Enrico Vita, Elio Cosimo Catania Katiusa (Katia) Da Ros, Davide Croff and Gennaro Pieralisi. Messrs. Enrico Vita, Elio Cosimo Catania, Katia Da Ros and Davide Croff declared their independence in accordance with the regulations in force.

The AGM also appointed the three standing members of the Board of Statutory Auditors: Gilberto Casali, Chairman, Simona Romagnoli and Franco Borioni.

The Shareholders' AGM finally approved the authorisation to purchase and utilise treasury shares, pursuant to Article 2357 and 2357 ter of the Civil Code, in order to provide the company with an important instrument of strategic and operative flexibility.

Also on **April 29, 2015**, the Board of Directors appointed Francesco Casoli, Giuseppe Perucchetti and Gianna Pieralisi as executive directors of Elica S.p.A.; assessed the independence of the Directors Elio Catania, Davide Croff, Katia Da Ros and Enrico Vita, declaring them independent in accordance with Article 148, paragraph 3 of the CFA (restated in Article 147-ter, paragraph 4 of the CFA) and under Article 3.C.1. of the Self-Governance Code for listed companies; appointed Elio Catania (Chairman), Davide Croff and Enrico Vita, independent/non-executive directors as members of the Appointments and Remuneration Committee and also appointed Davide Croff (Chairman), Elio Catania and Enrico Vita, independent/non-executive directors, as members of the Internal Control and Risk Management Committee; appointed independent director Katia Da Ros as Lead Independent Director; identified the Executive Director Francesco Casoli as the Internal Control and Risk Management System Manager; appointed the director Giuseppe Perucchetti with responsibilities for "Employment".

Mr. Alberto Romagnoli, holding the necessary requirements pursuant to the Company By-Laws, was appointed as Executive Responsible for the Preparation of the Corporate Accounting Documents, having heard the opinion of the Board of Statutory Auditors.

The Board of Directors of Elica S.p.A. on **May 14, 2015** approved the 2015 First Quarter Report, prepared in accordance with IFRS accounting standards.

On **May 15, 2015**, Elica participated in an Investor Presentation, organised in Milan by Equita Sim, undertaking presentations and meetings with institutional investors.

On **May 20, 2015**, Elica was involved in the Italian Stock Market Opportunities Conference, organised in Paris by Banca IMI.

On **May 25, 2015**, the minutes of the Shareholders' AGM of April 29, 2015, together with the relative attachments, were made available at the registered office of the company, on the authorised storage mechanism 1Info at [www.1info.it](http://www.1info.it) and on the company website <http://corporation.elica.com>, Shareholders' Meetings section.

On **July 9, 2015**, Elica took part in the Mid&Small Cap Event, organised in Frankfurt by Equita SIM, holding meetings with the financial community.

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The Half-Year Report at June 30, 2015 was filed today and made available to whomever making such request at the registered offices of the Company at the storage mechanism 1Info at [www.1info.it](http://www.1info.it) and on the Company internet site <http://corporation.elica.com> Investor Relations/Accounts and Reports section. The Financial Presentation concerning the H1 2015 consolidated results will also be available on the website <http://corporation.elica.com> in the Investor Relations/Presentation section.

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

The Chief Executive Officer, Mr. Giuseppe Perucchetti and the Executive responsible for the preparation of corporate accounting documents, Mr. Alberto Romagnoli, declare, pursuant to Article 154-bis, second paragraph of Legs. Decree No. 58/98, that the present press release corresponds to the underlying accounting documents, records and accounting entries.

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The Elica Group has been present in the cooker hood market since the 1970's, is chaired by Francesco Casoli and led by Giuseppe Perucchetti and today is the world leader in terms of units sold. It is also a European leader in the design, manufacture and sale of motors for central heating boilers. With approximately 3,500 employees and an annual output of over 19 million units, the Elica Group has eight plants, including in Italy, Poland, Mexico, Germany, India and China. With many years' experience in the sector, Elica has combined meticulous care in design, judicious choice of material and cutting edge technology guaranteeing maximum efficiency and reducing consumption making the Elica Group the prominent market figure it is today. The Group has revolutionised the traditional image of the kitchen cooker hood: it is no longer seen as simple accessory but as a design object which improves the quality of life.

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**ATTACHMENT A**  
**H1 2015 Consolidated Income Statement**

<i>In Euro thousands</i>	<b>H1 15</b>	<b>H1 14</b>
Revenues	203,212	195,743
Other operating revenues	1,386	4,122
Changes in inventories of finished and semi-finished goods	3,675	3,850
Increase in internal work capitalised	3,081	2,571
Raw materials and consumables	(112,990)	(110,784)
Services	(37,121)	(32,842)
Labour costs	(41,939)	(42,354)
Amortisation & Depreciation	(8,539)	(8,272)
Other operating expenses and provisions	(4,950)	(7,288)
Restructuring charges	(942)	(692)
<b>EBIT</b>	<b>4,873</b>	<b>4,054</b>
Share of profit/(loss) from associates	(5)	(9)
Financial income	72	210
Financial charges	(1,849)	(2,126)
Exchange gains/(losses)	730	(127)
<b>Profit before taxes</b>	<b>3,821</b>	<b>2,002</b>
Income taxes	(2,206)	(685)
<b>Net profit from continuing operations</b>	<b>1,615</b>	<b>1,317</b>
<b>Net profit from discontinued operations</b>	<b>-</b>	<b>-</b>
<b>Net profit</b>	<b>1,615</b>	<b>1,317</b>
of which:		
Minority interests share	244	576
Group Net Profit	1,371	741
<b><i>Basic earnings per Share (Euro/cents)</i></b>	<b>2.21</b>	<b>1.19</b>
From continuing and discontinued operations (Euro/cents)	2.21	1.19
From continuing operations (Euro/cents)	2.21	1.19
<b><i>Diluted earnings per Share (Euro/cents)</i></b>	<b>2.21</b>	<b>1.19</b>
From continuing and discontinued operations (Euro/cents)	2.21	1.19
From continuing operations (Euro/cents)	2.21	1.19

**ATTACHMENT B**  
**H1 2015 Comprehensive Consolidated Income Statement**

<i>In Euro thousands</i>	<b>H1 15</b>	<b>H1 14</b>
<b>Net Profit</b>	<b>1,615</b>	<b>1,317</b>
<b>Other comprehensive profits/(losses) which may not be subsequently reclassified to net profit/(loss) for the period:</b>		
Actuarial gains/(losses) of employee defined plans	189	(643)
Tax effect concerning the Other profits/(losses) which may not be subsequently reclassified to the net profit/(loss) for the period	(44)	209
<b>Total other comprehensive profits/(losses) which may not be subsequently reclassified to net profit/(loss) for the period, net of the tax effect</b>	<b>145</b>	<b>(434)</b>
<b>Other comprehensive profits/(losses) which may be subsequently reclassified to net profit/(loss) for the period:</b>		
Exchange differences on the conversion of foreign financial statements	3,769	151
Net change in cash flow hedges	(128)	(30)
Tax effect concerning the Other profits/(losses) which may be subsequently be reclassified to the net profit/(loss) for the period	35	8
<b>Total other comprehensive profits/(losses) which may be subsequently reclassified to net profit/(loss) for the period, net of the tax effect</b>	<b>3,676</b>	<b>129</b>
<b>Total other comprehensive income statement items, net of the tax effect:</b>	<b>3,821</b>	<b>(305)</b>
<b>Total comprehensive profit</b>	<b>5,436</b>	<b>1,012</b>
of which:		
Minority interests share	758	687
<b>Group comprehensive profit</b>	<b>4,678</b>	<b>325</b>



# ATTACHMENT C - Consolidated Balance Sheet at June 30, 2015

<i>In Euro thousands</i>	<b>June 30, 15</b>	<b>Dec. 31, 14</b>
Property, plant & equipment	90,748	88,014
Goodwill	45,923	44,911
Other intangible assets	27,603	26,660
Investments in associated companies	1,430	1,437
Other receivables	242	182
Tax receivables	5	5
Deferred tax assets	15,279	15,265
AFS financial assets	156	156
Derivative financial instruments	28	1
<b>Total non-current assets</b>	<b>181,414</b>	<b>176,631</b>
Trade and financial receivables	73,518	63,456
Inventories	63,851	57,609
Other receivables	8,542	6,935
Tax receivables	10,066	7,330
Derivative financial instruments	202	146
Cash and cash equivalents	26,976	35,241
<b>Current assets</b>	<b>183,155</b>	<b>170,717</b>
<b>Total Assets</b>	<b>364,569</b>	<b>347,348</b>
Liabilities for post-employment benefits	10,690	12,752
Provisions for risks and charges	2,662	5,441
Deferred tax liabilities	5,077	4,910
Finance leases and other lenders	10	12
Bank loans and mortgages	25,575	29,277
Other payables	4,030	4,786
Tax payables	503	568
Derivative financial instruments	88	146
<b>Non-current liabilities</b>	<b>48,635</b>	<b>57,892</b>
Provisions for risks and charges	5,117	3,006
Finance leases and other lenders	9	12
Bank loans and mortgages	65,149	57,364
Trade payables	102,747	88,238
Other payables	15,643	16,394
Tax payables	7,496	6,719
Derivative financial instruments	1,427	2,113
<b>Current liabilities</b>	<b>197,588</b>	<b>173,846</b>
Share capital	12,665	12,665
Capital reserves	71,123	71,123
Hedging, translation and stock option reserve	(6,426)	(9,585)
Reserve for actuarial gains/losses	(3,049)	(3,188)
Treasury shares	(3,551)	(3,551)
Retained earnings	40,792	39,894
Group Profit	1,371	2,592
<b>Group shareholders' equity</b>	<b>112,925</b>	<b>109,950</b>
Capital and reserves of minority interests	5,177	4,766
Minority interest profit	244	894
<b>Minority interest equity</b>	<b>5,421</b>	<b>5,660</b>
<b>Consolidated shareholders' equity</b>	<b>118,346</b>	<b>115,610</b>
<b>Total liabilities and shareholders' equity</b>	<b>364,569</b>	<b>347,348</b>

**ATTACHMENT D - Consolidated cash flow statement at June 30, 2015**

<i>In Euro thousands</i>	<b>June 30, 15</b>	<b>June 30, 14</b>
<b>Opening cash and cash equivalents</b>	<b>35,241</b>	<b>27,664</b>
EBIT - Operating profit	4,873	4,054
Amortisation, depreciation and write-downs	8,539	8,272
EBITDA	13,412	12,326
Trade working capital	(1,343)	1,410
Other working capital accounts	(4,099)	(3,637)
Income taxes paid	(2,362)	(3,175)
Change in provisions	(2,677)	885
Other changes	177	(475)
<b>Cash flow from operating activity</b>	<b>3,108</b>	<b>7,334</b>
Net increases	(10,081)	(8,101)
Intangible assets	(3,785)	(3,172)
Property, plant & equipment	(6,296)	(4,923)
Equity investments and other financial assets	0	(6)
Acquisition/Sale of investments	0	44
<b>Cash flow from investing activity</b>	<b>(10,081)</b>	<b>(8,057)</b>
Dividends	(2,551)	(2,413)
Increase (decrease) financial payables	3,435	1,651
Net changes in other financial assets/liabilities	(1,423)	362
Interest paid	(1,656)	(1,755)
<b>Cash flow from financing activity</b>	<b>(2,195)</b>	<b>(2,155)</b>
<b>Change in cash and cash equivalents</b>	<b>(9,167)</b>	<b>(2,878)</b>
Effect of exchange rate change on liquidity	902	183
<b>Closing cash and cash equivalents</b>	<b>26,976</b>	<b>24,969</b>