INTEK GROUP

PRESS RELEASE

- **Intek Group SpA 2014 Draft Financial Statements Approved**
  - Prepared in an innovative way by applying the IFRS accounting standard on Investment Entities that best represents the Group's business model;
  - The holding company reported Euro 10.9 million in profit after recognising Euro 19.1 million in net fair value gains arising from the application of the new standard, which are non-distributable;
  - The Holding company (which includes both Intek Group and KME Partecipazioni) reduced its Net Reclassified Financial Debt from Euro 77.2 million as at 31 December 2013 to Euro 10.6 million as at 31 December 2014;
  - Cash and cash equivalents at the end of the year totalled Euro 48.9 million and they were up Euro 38.0 million in 2015 following a bond issue;
  - As at 31 December 2014, the Investments held by the Company amounted to Euro 458.1 million; the holding company's equity totalled Euro 447.4 million, compared to Euro 436.1 million in 2013.
- **Proposal for the distribution of available reserves by giving all shareholders in the Intek Group 1 savings share held by the Company or the Group for every 111 ordinary and/or savings shares held.**
- **Proposal to amend the Articles of Association to introduce "enhanced voting rights".**
- **Mandate to the Chairman and the Deputy Chairman to convene:**
- **the Ordinary and Extraordinary Shareholders' Meeting to be held on 18 June 2015 on first call and 19 June 2015 on second call.**
- **the Special Meeting of Holders of Savings Shares to (i) appoint the Common Representative for the years 2015, 2016 and 2017, and (ii) establish the expense fund. The Meeting is to be held on 17 June 2015 on first call, 18 June 2015 on second call, and 19 June 2015 on third call.**
- **Furthermore, the Intek Group's Board of Directors performed the periodic assessment of whether the Independent Directors meet the independence requirements: the outcome was positive.**

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- **Proposal for the mandatory conversion of the Intek Group's savings shares into ordinary shares plus Euro 0.20 per savings share converted paid in cash.**
- **Mandate to the Chairman and the Deputy Chairman to convene:**
- **the Extraordinary Shareholders' Meeting to be held on 16 July 2015 on first call and 17 July 2015 on second call to decide on the proposal for the mandatory conversion.**
- **the Special Meeting of Holders of Savings Shares to be held on 15 July 2015 on first call, 16 July 2015 on second call, and 17 July 2015 on third call to decide on the proposal for the mandatory conversion.**

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Milan, 27 April 2015 - The Board of Directors of Intek Group SpA, a diversified investment holding company with a dynamic approach to investing, today approved the parent's draft financial statements, the consolidated results for the year 2014, the report on corporate governance and ownership structure prepared pursuant to article 123 bis of Italy's Consolidated Law on Finance (TUF, *Testo Unico sulla Finanza*), and the report on remuneration prepared pursuant to article 123 ter of the TUF. The Annual Financial Report as at 31 December 2014 as well as the reports on corporate governance and remuneration will be available together with the reports of the Independent Auditors and the Board of Statutory Auditors within the terms as provided in laws and regulations at the registered office as well as on the website www.itkgroup.it and the authorised storage mechanism 1info (www.1info.it).

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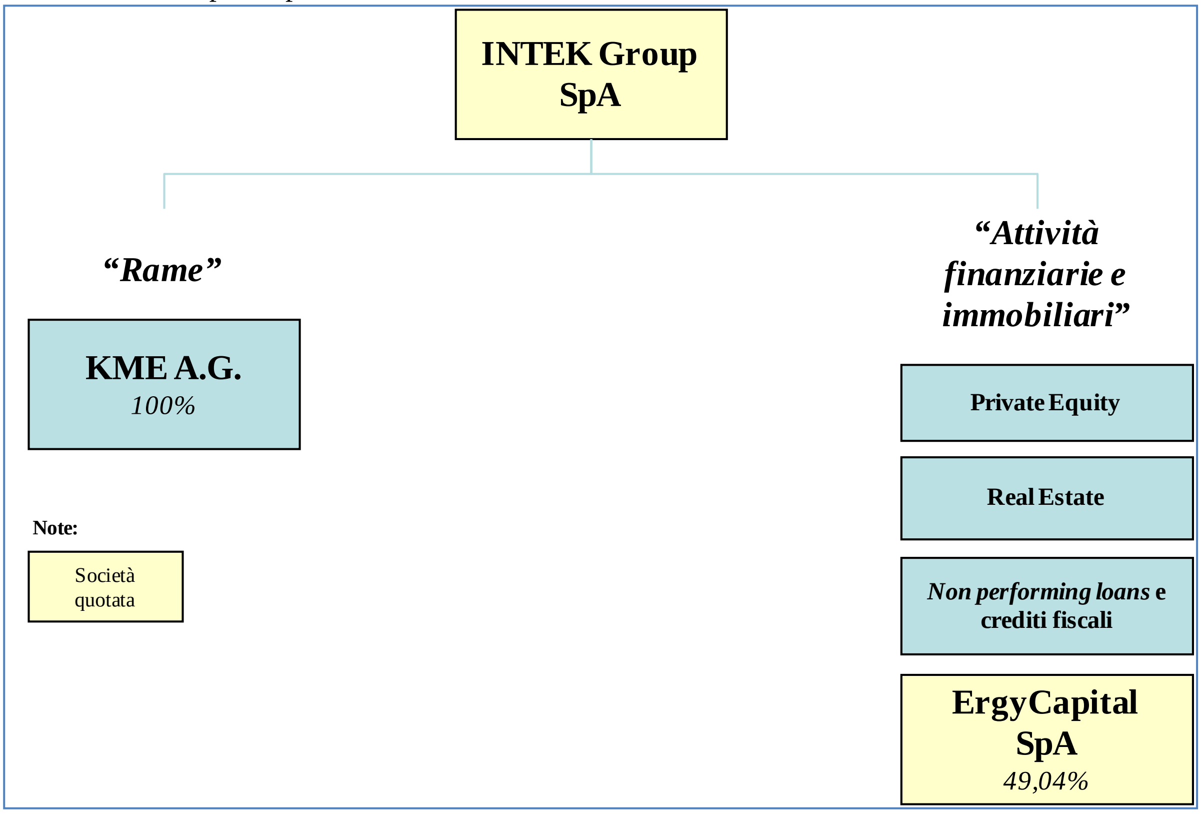
The Group's corporate structure is as follows:



The **investment sectors** of INTEK Group SpA (hereinafter referred to as the "Intek Group" or the "Company") are: the traditional one of "**copper**", which includes the production and marketing of copper and copper-alloy semi-finished products, held by German subsidiary KME AG; and the sector of "**financial and real estate assets**", including the private equity business that is mainly carried out through the closed-end investment fund I2 Capital Partners (the "**Fund**") as well as the management of receivables (tax and non-performing receivables and those arising from insolvency procedures) and real estate assets. The sector of financial and real estate assets includes also the interest in ErgyCapital, which in the 2013 financial statements and previous financial reports was included together with Cobra in the advanced services sector. As for "**financial and real estate assets**", the Company continued with its programmes to accelerate the gradual sale of the assets held.

As for the "private equity" investments, the future programmes focus on maximizing the value of the interests held by the Fund, whose investment period ended in late July 2012.

ErgyCapital intends to continue looking for and considering extraordinary operations for both the Company as a whole as well as the individual business units to create shareholder value. During

2014, the sector was penalised by the introduction of measures to spread incentives over a longer timeframe.

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INTEK Group SpA highlights

In the past, Intek Group made medium-long term investments combining its entrepreneurial spirit with a solid financial structure. The new strategy seeks to establish a more flexible portfolio with short investment cycles and faster cash flow generation, also by selling no longer essential assets to the new growth strategies.

In line with this strategic redefinition, please note that in evaluating the Intek Group's overall performance, it is necessary to consider not only the results for the period, but also and above all the increase in the value of the individual assets over time and their potential for creating shareholder value.

This assessment is at the heart of the choices made by management in allocating financial resources, rewarding only those sectors which appear high-performing and promising while facilitating the exit from industrial and financial segments with limited potential for value creation or a payback period not in line with the Group's new operating policies.

To maximise the value of the assets managed, the Company carefully defines business strategies and controls the subsidiaries, looks for agreements and/or partnership opportunities, sells specific assets, and manages extraordinary operations involving the subsidiaries.

From the end of 2014, the Intek Group meets the requirements of the new accounting standard on Investment Entities, introduced with EU Regulation no. 1174/2013 (the "Regulation") by amending IFRS 10 and 12 and IAS 27.

Therefore, the Company prepared the separate and consolidated financial statements by applying said standard, which requires Investment Entities not to consolidate their interests in subsidiaries on a line-by-line basis, but rather measure them at fair value through profit or loss. By applying this standard on a prospective basis, the Company recognised a Euro 19.1 million positive effect on equity and the profit for the year in its separate financial statements. Please note that in accordance with article 6 of Italian Legislative Decree 38/2005, fair value gains cannot be distributed and must be recognised in a specific non-distributable reserve until they are actually realised.

The Intek Group's financial highlights can be summarised as follows:

Condensed separate statement of financial position				
(in thousands of Euro)	*31 Dec. 2014*		*31 Dec. 2013*	
Copper	**393,997**	**86.02%**	**382,449**	**74.50%**
Financial and real estate assets				
Private Equity	*8,288*		*9,910*	
Non operating assets	*4,554*		*8,042*	
Real Estate/Others	*27,204*		*25,474*	
ErgyCapital/Other Services	*20,243*		*29,572*	
Total financial and real estate assets	**60,289**	**13.16%**	**72,998**	**14.22%**
Cobra AT	**-**		**54,069**	**10.53%**
Other assets/liabilities	**3,766**	**0.82%**	**3,861**	**0.75%**
Net investments	**458,052**	**100.00%**	**513,377**	**100.00%**
Quasi-equity instruments and Bonds outstanding	*(61,962)*		*(59,567)*	
Other net financial debts due to third parties	*1,387*		*(18,365)*	
Net financial debts due to third parties	**(60,575)**		**(77,932)**	
KME Partecipazioni net reclassified financial debts due to third parties	**49,933**		**689**	
Holding company financial debts due to third parties	**(10,642)**	**2.32%**	**(77,243)**	**15.05%**
Total shareholders' equity	**447,410**	**97.68%**	**436,134**	**84.95%**

Notes:

- *Investments are presented net of any outstanding financial receivables/payables with Intek Group or KME Partecipazioni.*
- *The amounts for the year 2013 were restated, also in light of the sale of Cobra and the inclusion of ErgyCapital among financial and real estate assets, by replacing the value of Intek's interest in KME Partecipazioni with the amounts of the investee's assets and liabilities.*

Investments

The Net investments held by the Company amounted to Euro 458.1 million as at 31 December 2014 (Euro 513.4 million at the end of 2013), of which 86% were in the “copper” sector and the rest in financial and real estate assets. The Euro 55.3 million decline in investments was largely related to the sale of the interest in Cobra, which in 2013 had been measured at Euro 54.1 million, including outstanding loans. Please note that the direct wholly-owned subsidiary KME Partecipazioni made a Euro 75.8 million collection, including the repayment of outstanding loans, on said disposal. Other changes mainly referred to valuation effects concerning, besides the measurement of investments in subsidiaries at fair value rather than cost, impairment losses on investments in real estate assets as well as renewable energy/other services.

Financial performance

The holding company posted a Euro 10.9 million profit, benefiting from Euro 19.1 million arising on the application of the standard on Investment Entities as described above. Excluding this effect, it would have reported a Euro 8.2 million loss, also due to non-recurring costs totalling Euro 5.2 million. The resulting profit is to be allocated to a non-distributable reserve.

Equity

The holding company's equity amounted to Euro 447.4 million, compared to Euro 436.1 million as at 31 December 2013; the change was almost entirely attributable to the profit for the year 2014.

Equity per share was Euro 1.13 Euro, up 3% from the previous year.

Financing activities

As previously mentioned, the holding company (which includes both Intek Group and KME Partecipazioni) had net financial debts due to third parties totalling Euro 10.6 million Euro as at 31 December 2014, compared to Euro 77.2 million as at 31 December 2013, thanks to the cash arising on the disposal of Cobra. Said debts amounted to slightly more than 2% as a proportion of investments and referred exclusively to payables due to the Group's companies, except for the bonds issued.

As at the end of 2014, Intek, also through the subsidiary KME Partecipazioni, had Euro 48.9 million in cash and cash equivalents. These were up Euro 38.0 million thanks to the net cash flows from the new bond issue and the early redemption of outstanding bonds in early 2015.

In the first quarter of 2015, the Company carried out an important financial operation that allowed to optimise the debt structure in terms of both maturities and funding costs as well as obtain new financing to further develop the Group's investing activities. On 2 December 2014, the Company's Board of Directors had approved:

- the launch of a voluntary public exchange offer for all the 22,655,247 “Intek Group SpA 2012 – 2017” bonds outstanding and 115,863,263 “Intek Group S.p.A. 2012 – 2017 quasi-equity bonds”, offering up to Euro 61.7 million in new bonds issued by the Intek Group as consideration (the “Exchange Offer”)—nearly a three percent premium over the par value of existing securities;
- the launch of a public offering of bonds totalling approximately Euro 40 million, which the Company could increase up to nearly Euro 101.7 million according to the number of securities tendered to the Exchange Offer.

The newly issued bonds, numbering 4,708,507 and with a unit par value of Euro 21.60, for a total of Euro 101.7 million, are issued in 2015, reach maturity in 2020 and yield a fixed 5% interest, compared to 8% on the Intek Group 2012 – 2017 Bond and the Quasi-Equity Instruments concerned by the Exchange Offer. Those that were not tendered to the offer were redeemed mandatorily.

This issue was the first a non-banking company carried out directly on the MOT without a placement agent, and it was remarkably successful. The bond issue attracted bids of over Euro 177 million, compared to the Euro 40 million originally on offer.

The new bonds were issued on 20 February 2015. On the same day, they were exchanged with the securities tendered to the Exchange Offer. On 20 March 2015, the Company redeemed the existing bonds that were not tendered to the offer.

The investment sectors

Sale of the interest in Cobra AT

On 16 June 2014, the Issuer, together with its wholly-owned subsidiary KME Partecipazioni, Cobra's Chairman Serafino Memmola, and Cobra SM (a company owned by Serafino Memmola), entered into a framework agreement (the “Framework Agreement”) with Vodafone Global Enterprise

Limited (“Vodafone”), under which the latter committed to launch a voluntary any-and-all bid (the “Cobra bid”) for the shares of Cobra listed on the MTA at a price of Euro 1.49 per share.

Under the Framework Agreement, Intek committed to, among other things, tender all 49,891,560 Cobra ordinary shares it indirectly held to the Cobra bid. These shares amounted to 51.402% of the company's share capital and were worth Euro 74,338,424.40 (the “bid consideration”). In addition, Intek entered into the Framework Agreement as the guarantor for the additional obligations assumed by KME Partecipazioni under the Framework Agreement.

On 15 July 2014, fulfilling the commitment to tender to the Cobra bid as provided in the Framework Agreement, KME Partecipazioni tendered all 49,891,560 Cobra ordinary shares it held. The period for tendering to the Cobra bid ended on 1 August 2014. On 8 August 2014, Vodafone paid the Consideration.

The transaction resulted in a gross Euro 34.1 million gain at the consolidated level compared to the carrying amounts as at 30 June 2014.

“Copper” sector

The “copper” sector includes the production and marketing of copper and copper-alloy semi-finished products by German subsidiary **KME AG**.

The challenging macroeconomic conditions, which aggravated the structural over-capacity of certain segments and thus caused pricing pressures, compel the operating units of the “copper” sector to bolster their operating efficiency and organisational flexibility as well as optimise business activities, focusing more resources on higher value-added products and faster-growing markets. The resulting strategy consists in discontinuing non-core operations, which are too small or not competitive, and reducing complexity while promoting cash flow generation and identifying solutions, also through agreements or partnerships, to develop those sectors that currently fail to deliver an acceptable return on the resources invested. To this end, as mentioned in previous reports and press releases, the Company entered into several agreements in China and Great Britain.

As at 31 December 2014, the Consolidated Revenue of the Group headed by KME AG amounted to Euro 2,027.9 million, down 13.2% from Euro 2,335.1 million in 2013. This decrease was attributable to lower average raw material prices. Excluding their impact, revenue declined from Euro 669.2 million to Euro 606.2 million, down 9.4% (3.0% on a like-for-like basis). During the year, the U.K and German “connector” operations were removed from the scope of consolidation: the former were sold to third parties, and the latter transferred to JV China.

The copper sector posted a Euro 5.2 million consolidated loss net of tax, down from Euro 17.2 million in 2013 thanks to the gains arising on the sale of the sanitary tubing operations in Great Britain and the spin-off of the German connector operations, which were transferred to the joint venture in China.

The consolidated Net Financial Position of the copper sector as at 31 December 2014 was negative to the tune of Euro 242.8 million, an improvement compared to Euro 264.0 million at the end of December 2013. The net financial impact of the sale of sanitary tubing operations in Great Britain and the spin-off of the Stolberg plant (connectors) accounted for nearly Euro 20 million of the decrease in debt.

In order to maximise manufacturing efficiency and sales effectiveness as well as the value of its assets, the KME Group, as it continues seeking alliances with leading industry players, is changing its organisational structure, separating the Special products, Brass Bars and German Standard products from the Standard products in Italy, France and Spain.

This will allow for more effective operations by reducing excess capacity. To this end, the Group is considering projects to restructure some manufacturing sites that could have a material impact in terms of productivity and profitability gains.

“Financial and real estate assets” sector

The Intek Group continues creating value from these assets and investing in operations in the special situations sector, where it has developed significant experience in bankruptcy proceedings, especially compositions with creditors.

It continued to divest assets, receiving Euro 1.5 million from the I2 Capital Partners Fund, Euro 1.6 million from the previous leasing and factoring operations, and Euro 9.9 million (part of which were collected in 2015) from tax receivables held by FEB and its subsidiaries.

It also continued creating value from assets in the real estate sector.

As for renewable energy, ErgyCapital SpA intends to focus on generating cash flows from the plants in operation and carefully managing liquidity. Over the last few years, the Company has redefined the mission of the group, downsized its operations by closing operating facilities, and reduced the headcount, significantly cutting operating costs. In 2014, operations in the photovoltaic sector were affected by adverse regulatory changes.

ErgyCapital intends to continue looking for and considering extraordinary operations for both the Company as a whole as well as the individual business units to create shareholder value.

In 2014, ErgyCapital recorded revenue of Euro 17.0 million, down from Euro 17.8 million in the previous year. It posted a net loss of Euro 2.8 million (Euro 2.6 million in 2013).

The net financial position improved from a Euro 73.7 million debt as at 31 December 2013 to Euro 71.3 million as at 31 December 2014.

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Intek Group Consolidated Financial Statements

The application of the accounting standard on Investment Entities substantially aligned consolidated equity (Euro 442.3 million compared to Euro 267.6 million as at 31 December 2013) with the corresponding figure in the separate financial statements. The profit for the year benefited from this alignment. Excluding it, the Company would have posted a Euro 9.6 million profit, compared to a Euro 26.5 million loss in 2013, thanks to the positive impact of extraordinary operations finalised in 2014.

The Consolidated Net Financial Position amounted to Euro 30.2 million. Had the Company not applied the accounting standard on Investment Entities, it would have totalled Euro 278.0 million, significantly improving from Euro 371.1 million at the end of 2013.

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Assignment of savings shares

The Board of Directors resolved to propose to Shareholders to distribute available reserves by assigning a total 3,479,875 Intek Group savings shares held by the Company and the Group's companies, giving 1 savings share for every 111 ordinary and/or savings shares held (the “**Distribution**”) (ex-dividend date 29 June 2015, record date 30 June 2015, and payment date 1 July 2015), excluding treasury shares. This would be recognised as a deduction from the relevant reserve, and the Company may use the distributable component. The resulting fractional entitlements at each depository bank will be liquidated through authorised intermediaries. Shareholders will not incur any expenses, fees or other charges.

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Buyback and disposals of Company shares

The Board of Directors decided to once again seek authorisation from shareholders to buyback and dispose of ordinary and/or savings shares in Intek Group SpA pursuant to articles 2357 and 2357 ter of the Italian Civil Code as well as article 132 of Italian Legislative Decree 58/1998 and the relevant enabling provisions, revoking first the authorisation granted by the meeting of 11 June 2014.

The proposal is intended to give the Company an effective operating instrument for all purposes allowed under applicable laws.

The authorisation to buyback Intek Group SpA ordinary and/or savings shares would last for 18 months and be subject to the maximum limit as provided in applicable laws enacted from time to time (currently, said limit is 20% of the share capital pursuant to article 2357 paragraph 3 of the Italian Civil Code), and in any case to the extent of available profit reported in the most recent approved financial statements (including interim financial statements) at the date of the transaction.

The authorisation to dispose of Intek Group SpA ordinary and/or savings shares would not be limited in time.

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Amendments to the Articles of Association and proposal to introduce "enhanced voting rights"

Shareholders will also decide at an extraordinary meeting on the proposed amendments to the Articles of Association, which largely refer to the cancellation of the Intek Group Quasi-Equity Instruments and the introduction of "enhanced voting rights" (in accordance with article 127-*quinquies* of Italian Legislative Decree 58/1998)

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Assessment of the requirements for Independent Directors

The Board of Directors verified that the Independent Directors Mario d'Urso, Giuseppe Lignana, Alberto Pirelli, Luca Ricciardi, and Franco Spalla meet the independence requirements based on the information received from the Directors in accordance with article 148 paragraph 3 of Italian Legislative Decree 58/98 and the criteria provided in article 3 paragraph 1 of the Corporate Governance Code.

The Company did not use parameters nor quantitative and/or qualitative criteria other than the above.

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Mandatory conversion of Intek Group savings shares in Intek Group ordinary shares

The Board of Directors also examined and approved a project to streamline the share capital structure through the mandatory conversion (the "**Mandatory Conversion**") of the outstanding 50,109,818 Intek Group savings shares into Intek Group ordinary shares. This would happen once the Distribution is complete.

The Board of Directors, also supported by UBI Banca Scpa, determined a conversion ratio of 1 newly issued ordinary share for every savings share plus Euro 0.20 per savings share converted paid in cash, up to a total Euro 10,021,963.60, without changing the amount of the share capital.

The proposal for the Mandatory Conversion will be submitted to the Extraordinary Shareholders' Meeting to be held on 16 July 2015 on first call and 17 July 2015 on second call, provided the Special Meeting of Holders of the Company's Savings Shares, to be held on 15 July 2015 on first call, 16 July 2015 on second call, and 17 July 2015 on third call, approved it first.

Should the Mandatory Conversion receive the approval of the Special Meeting of Holders of Intek Group's Savings Shares in accordance with article 146 of the TUF and of the Extraordinary Shareholders' Meeting, the holders of savings shares that did not vote in favour of the relevant resolution will be entitled to withdraw their shares within fifteen days of the date the resolutions concerning the Mandatory Conversion are filed with the Milan Business Register in accordance with article 2437-bis of the Italian Civil Code. The Issuer will disclose said date by publishing an announcement in a national newspaper as well as on its website (www.itkgroup.it).

The Issuer will disclose the liquidation value of the Intek Group savings shares in the event holders exercise their right of withdrawal by publishing an announcement in a national newspaper as well as on its website (www.itkgroup.it). It will determine said value in accordance with article 2437-ter of the Italian Civil Code based on the arithmetic mean closing price of the savings shares for the six months prior to the publication of the notice of the Special Meeting of Holders of Savings Shares convened to approve the Mandatory Conversion.

The effectiveness of the Mandatory Conversion is conditional on the outflow of resources of the Issuer—in accordance with article 2437-quater of the Italian Civil Code—should holders of savings shares exercise their right of withdrawal not exceeding Euro 3,000,000 (the "**Maximum Outflow Condition**"). The Maximum Outflow Condition is solely for the benefit of the Company, which may waive it.

The ordinary shares issued following the Mandatory Conversion will carry dividend rights.

Once the Mandatory Conversion becomes effective, the savings shares will no longer be listed on the Mercato Telematico Azionario organised and managed by Borsa Italiana S.p.A. and the entire share capital of the Intek Group will consist of ordinary shares without par value.

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Mandate to convene the Shareholders' Meeting and the Special Meeting of Holders of Savings Shares

The Board of Directors vested the Chairman and the Deputy Chairman with the power to convene severally:

- the Ordinary and Extraordinary Shareholders' Meeting of the Intek Group that will decide, among other things, on the separate financial statements as at 31 December 2014, the report on remuneration, the appointment of the corporate bodies, the authorisation to buyback and dispose of Company shares, and the amendments to the Articles of Association (including the introduction of “enhanced voting rights”), to be held on 18 June 2015 on first call and 19 June 2015 on second call; and
- the Special Meeting of Holders of Savings Shares of the Intek Group to (i) appoint the Common Representative for the years 2015, 2016 and 2017, and (ii) establish the expense fund. The Meeting is to be held on 17 June 2015 on first call, 18 June 2015 on second call, and 19 June 2015 on third call.

In addition, the Board of Directors vested the Chairman and the Deputy Chairman with the power to convene severally:

- the Ordinary and Extraordinary Shareholders' Meeting of the Intek Group that will decide on the Mandatory Conversion, to be held on 16 July 2015 on first call and 17 July 2015 on second call; and
- the Special Meeting of Holders of Savings Shares of the Intek Group that will decide on the Mandatory Conversion, to be held on 15 July 2015 on first call, 16 July 2015 on second call, and 17 July 2015 on third call.

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The Financial Reporting Manager, Giuseppe Mazza, hereby declares that, pursuant to article 154-bis, paragraph 2 of the Consolidated Law on Finance (Italian Legislative Decree no. 58/1998), the accounting information contained in this press release corresponds to the company’s documents, books, and accounting records.

*This press release is available at the website www.itkgroup.it, where you may also directly ask the Company for information (*phone 02.806291; e.mail: info@itk.it)

Milan, 27 April 2015 The Board of Directors

Annexes:

1) Intek Group SpA Condensed Separate Statement of Financial Position
2) Intek Group SpA Reclassified Income Statement
3) Reclassifications and Reconciliations with IFRS Accounting Standards
4) Reclassified Consolidated Income Statement
5) Consolidated Statement of Financial Position

N.B. This press release contains reclassifications of the consolidated income statement and non-IFRS alternative performance indicators whose meaning and content are described in the Annex.

Annex 1: Intek Group SpA Condensed Separate Statement of Financial Position

Condensed Separate Statement of Financial Position				
(in thousands of Euro)	*31 Dec. 2014*		*31 Dec. 2013*	
Copper	**393,997**	**86.02%**	**382,449**	**74.50%**
Financial and real estate assets				
Private Equity	*8,288*		*9,910*	
Non operating assets	*4,554*		*8,042*	
Real Estate/Others	*27,204*		*25,474*	
ErgyCapital/Other Services	*20,243*		*29,572*	
Total financial and real estate assets	**60,289**	**13.16%**	**72,998**	**14.22%**
Cobra AT	**-**		**54,069**	**10.53%**
Other assets/liabilities	**3,766**	**0.82%**	**3,861**	**0.75%**
Net investments	**458,052**	**100.00%**	**513,377**	**100.00%**
Quasi-equity instruments and Bonds outstanding	*(61,962)*		*(59,567)*	
Other net financial debts due to third parties	*1,387*		*(18,365)*	
Net financial debts due to third parties	**(60,575)**		**(77,932)**	
KME Partecipazioni net reclassified financial debts due to third parties	**49,933**		**689**	
Holding company financial debts due to third parties	**(10,642)**	**2.32%**	**(77,243)**	**15.05%**
Total shareholders' equity	**447,410**	**97.68%**	**436,134**	**84.95%**

N.B. The Independent Auditors have not yet completed the audit of the above figures.

Annex 2: Intek Group SpA Reclassified Income Statement

(in thousands of Euro)	*2014*	*2013*
Fair value changes and other gains/losses from investing activities	23,831	5,698
Commission income on guarantees given	4,721	5,441
Costs of investing activities	(2,216)	(806)
Gross gain/loss from investments	**26,336**	**10,333**
Net operating costs	(5,174)	(6,161)
Interest income	453	1,147
Interest expense	(6,774)	(7,679)
Profit/(loss) from continuing operations	**14,841**	**(2,360)**
Non-recurring income/(expense)	(5,218)	2,163
Profit (loss) before tax	**9,623**	**(197)**
Taxes for the year	1,322	39
Net profit (loss) for the year	**10,945**	**(158)**

N.B. The Independent Auditors have not yet completed the audit of the above figures.

INTEK GROUP

Annex 3: Reclassifications and Reconciliations with IFRS Accounting Standards

In the comments on the operating results, the Group used financial and operating information from its ERP systems based on accounting standards that are different from IFRSs, mainly in terms of measurement and presentation. Here below are the main elements:

1. *in order to eliminate the impact of fluctuations in raw material prices, revenue is also presented net of raw material costs.*
2. *the cost of the base-stock component (i.e., inventories that will not be sold) of year-end metals inventories in the copper and copper-alloy semi-finished products sector is determined on a last-in, first-out basis. The stock that will be sold, on the other hand, is measured at its contractual selling prices, which are deemed to be their realisable value. Under IFRSs, on the other hand, inventories are required to be measured at the lower of cost on a FIFO basis and net realisable value. IFRSs also require forward sales and purchase contracts as well as hedging contracts traded on the LME to be separately identified and reported in the financial statements at their fair values, as if they were financial instruments. By not permitting the LIFO measurement of year-end inventories that is used internally for management controlling purposes, IFRSs introduced an exogenous factor whose variability makes it impossible to compare data for different periods on a like-for-like basis, and therefore to accurately present operations.*
3. *Non-recurring items are reported below EBITDA/EBIT.*

To analyse its operating performance, the Group used the above reclassified performance indicators because they are considered more representative of the actual operating and financial performance.

EBITDA

This indicator represents a useful measure to assess the Group's operating performance that derives from EBIT, which excludes amortisation and depreciation and non-recurring (expense)/income.

(in millions of Euro)	*2014 IFRS*		*Reclassifications*	*Adjustments*	*2014 Reclassified*	
Gross revenue	2,027.95	**100.0%**	-	-	2,027.95	
Raw material costs	-		(1,421.80)	-	(1,421.80)	
Revenue net of raw material costs	**-**				**606.15**	**100.0%**
Personnel expenses	(291.87)		2.70	-	(289.17)	
Other consumables and costs	(1,675.87)		1,389.10	(1.40)	(288.17)	
EBITDA	**60.21**	**3.0%**	**(30.00)**	**(1.40)**	**28.81**	**4.8%**
Amortisation and depreciation	(39.12)		-	-	(39.12)	
EBIT	**21.09**	**1.0%**	**(30.00)**	**(1.40)**	**(10.31)**	**-1.7%**
Net financial expenses	6.48		1.70	-	8.18	
Profit before non-recurring items	**27.57**	**1.4%**	**(28.30)**	**(1.40)**	**(2.13)**	**-0.4%**
Non-recurring income (expense)	-		28.30	-	28.30	
Effect of IFRS measurement of inventories and financial instruments	-		-	1.40	1.40	
Taxes on IFRS measurement of inventories and financial instruments	-		-	0.30	0.30	
Current taxes	(2.75)		-	-	(2.75)	
Deferred taxes	(9.94)		-	(0.30)	(10.24)	
Profit/(loss) after taxes (IFRS inventory measurement)	**14.88**	**0.7%**	**-**	**-**	**14.88**	**2.5%**
Share of profit/(loss) of equity-accounted investees	(5.21)		-	-	(5.21)	
Profit /(loss) from discontinued operations	-		-	-	-	
Net profit (loss) for the period	**9.67**	**0.5%**	**-**	**-**	**9.67**	**1.6%**
Profit/ (loss) attributable to non-controlling interests	0.11		-	-	0.11	
Profit/(Loss) attributable to the owners of the parent (*)	**9.56**	**0.5%**	**-**	**-**	**9.56**	**1.6%**

(*) Excluding the impact of the application of the accounting standard on Investment Entities

Annex 4: Reclassified Consolidated Income Statement

(in millions of Euro)	*2014 Reclassified*		*2013 Reclassified*	
Gross revenue	2,027.95		2,335.12	
Raw material costs	(1,421.80)		(1,665.90)	
Revenue net of raw material costs	**606.15**	**100.0%**	**669.22**	**100.0%**
Personnel expenses	(289.17)		(296.72)	
Other consumables and costs	(288.17)		(310.94)	
EBITDA	**28.81**	**4.8%**	**61.56**	**9.2%**
Amortisation and depreciation	(39.12)		(45.42)	
EBIT	**(10.31)**	**-1.7%**	**16.14**	**2.4%**
Net financial expenses	8.18		(20.42)	
Profit before non-recurring items	**(2.13)**	**-0.4%**	**(4.28)**	**-0.6%**
Non-recurring income (expense)	28.30		(10.10)	
Effect of IFRS measurement of inventories and financial instruments	1.40		(16.00)	
Taxes on IFRS measurement of inventories and financial instruments	0.30		2.60	
Current taxes	(2.75)		(14.44)	
Deferred taxes	(10.24)		17.85	
Profit/(loss) after taxes (IFRS inventory measurement)	**14.88**	**2.5%**	**(24.37)**	**-3.6%**
Share of profit/(loss) of equity-accounted investees	(5.21)		(2.17)	
Net profit (loss) for the period	**9.67**	**1.6%**	**(26.54)**	**-4.0%**
Profit/ (loss) attributable to non-controlling interests	0.11		0.38	
Profit/(Loss) attributable to the owners of the parent (*)	**9.56**	**1.6%**	**(26.92)**	**-4.0%**

(*) Excluding the impact of the application of the accounting standard on Investment Entities

N.B. The Independent Auditors have not yet completed the audit of the above figures.

INTEK GROUP

Annex 5: Consolidated Statement of Financial Position

(in thousands of Euro)	*31 Dec. 2014*	*31 Dec. 2013*
Investments in equity interests and units of funds	437,860	9,380
Non-current financial assets	11,760	6,821
Investment property	4,488	80,665
Property, plant and equipment	456	540,426
Goodwill	1,000	125,801
Intangible assets	4	2,569
Investments in subsidiaries	-	11,940
Investments in other companies	-	270
Investments in equity-accounted investees	-	38,601
Other non-current assets	484	6,252
Deferred tax assets	8,633	67,951
Total non-current assets	**464,685**	**890,676**
Current financial assets	12,131	101,270
Inventories	-	525,593
Trade receivables	11,040	123,762
Other current receivables and assets	14,636	57,581
Cash and cash equivalents	48,940	41,795
Total current assets	**86,747**	**850,001**
Non-current assets held for sale	1,559	7,795
Total assets	**552,991**	**1,748,472**
Share capital	314,225	314,225
Reserves and Profit/(Loss) for the year	128,113	(46,662)
Equity attributable to owners of the Parent	**442,338**	**267,563**
Non-controlling interests	-	6,623
Total equity	**442,338**	**274,186**
Employee benefits	471	234,664
Deferred tax liabilities	1,728	101,012
Non-current financial payables and liabilities	63,147	154,464
Other non-current liabilities	938	12,139
Provisions for risks and charges	6,101	24,422
Total non-current liabilities	**72,385**	**526,701**
Current financial payables and liabilities	29,404	351,220
Trade payables	1,276	481,431
Other current liabilities	7,588	101,035
Provisions for risks and charges	-	13,899
Total current liabilities	**38,268**	**947,585**
Total liabilities and equity	**552,991**	**1,748,472**

N.B. The Independent Auditors have not yet completed the audit of the above figures.