



*Share capital € 319.751.714,60 fully paid-in  
Registered Office in Florence  
Registration No. in the company Register of the Court of Florence  
and Tax I.D. No. 00931330583*

***Notice to the holders of  
"2006/2009 KME Group S.p.A. common shares Warrant"***

With reference to the shareholders' Meeting on August 3, 2007 which has approved a motion to distribute to the Company's shareholders available balance sheet reserves in an amount that may not exceed 1,948,445.10 euros by spinning off the Company's entire investment in the KME Green Energy S.r.L. subsidiary (subsequent to KME Green Energy having been transformed into a corporation) and allocating to shareholders 278,349,300 KME Green Energy common shares with no par value, and as an exception to the provisions of the Regulations governing the 2006 -2009 KME Group Common Share Warrants (the "Warrants"), the Board of Directors agreed to allow the Warrant holders to exercise the right to request subscription of new KME Group S.p.A. shares reserved for them during the period between the date when the Shareholders' Meeting approved the abovementioned distribution and the last day of the month following the publication by KME Green Energy of the press release required by Article 114 of the Uniform Financial Code concerning the filing with the Consob of a memorandum setting forth the application required by Articles 94 and 113 of the Uniform Financial Code for the publication of an investment solicitation and stock market listing Prospectus.

Consequently, in order to participate in the distribution of KME Green Energy shares, Warrant holders must exercise their conversion rights by the last day of the month following the publication of the above mentioned press release. In any case, information about the exercise of their conversion rights will be provided to the Warrants holders by means of a special notice published in *MF/Milano Finanza* and also available in [www.kmegroup.it](http://www.kmegroup.it).

Florence, August 3, 2007