

Share Capital Increase

According to current laws and dispositions,

- at July 31st, 2010, n. 1.750 “2006-2011 KME Group S.p.A. common share *warrants*” have been exercised with the issue of n. 875 new common shares, without nominal value for a total amount of Euro 612,50

The following chart shows the new share capital composition.

| | <i>Current share capital</i> | | | <i>Previous share capital</i> | | |
|---|------------------------------|------------------|--------------------------------|-------------------------------|------------------|--------------------------------|
| | <i>Euro</i> | <i>n. shares</i> | <i>Nominal value per share</i> | <i>Euro</i> | <i>n. shares</i> | <i>Nominal value per share</i> |
| Total composed by: | 297.013.585,26 | 490.978.019 | Without nominal value | 297.012.972,76 | 490.977.144 | Without nominal value |
| Ordinary shares (regular ranking: 01.01.10) Coupon No: 2 | 270.577.941,06 | 447.278.603 | Without nominal value | 270.577.335,96 | 447.277.728 | Without nominal value |
| Saving shares non convertibles (regular ranking: 01.01.10) Coupon No: 3 | 26.435.644,20 | 43.699.416 | Without nominal value | 26.435.636,80 | 43.699.416 | Without nominal value |

| | <i>Issued warrants</i> | <i>Outstanding warrants</i> |
|--|------------------------|-----------------------------|
| 2006/2011 KME Group S.p.A. Common Share Warrants | 1.750 | 67.876.124 |
| 2009/2011 KME Group S.p.A. Common Share Warrants | ----- | 73.330.660 |

Florence, August 30th, 2010