PRESS RELEASE

EXPIRATION OF THE DEADLINE TO EXERCISE THE

"2006-2011 KME GROUP S.p.A. COMMON SHARE WARRANTS"

AND THE

"2009-2011 KME GROUP S.p.A. COMMON SHARE WARRANTS"

Florence, January 13, 2012 – KME Group S.p.A. announces that upon the expiration of the December 30, 2010 final deadline for the exercise of the "2006-2011 KME GROUP S.p.A. Common Share Warrants" and the "2009-2011 KME GROUP S.p.A. Common Share Warrants," a total of 6,423,049 warrants were exercised (equal to about 4.4% of the total issued), which resulted in the subscription and issue of 2,390,078 new KME Group S.p.A. common shares, for a total consideration of about 2.2 million euros.

Please note that the abovementioned warrants conveyed, respectively, the right to acquire through subscription KME Group S.p.A. common shares in accordance with the following ratios:
- 1 common share for every 2 "2006-2011 warrants" exercised, at a price of 0.70 euros for each new share;
- 1 common share for each "2009-2011 warrant" exercised, at a price of 0.26 euros for each new share.

The total number of warrants exercised during the last exercise period (December 2011) was:
- 40,558 "2006-2011 warrants" resulting in the issuance of 20,279 new KME Group S.p.A. common shares;
- 48,411 "2009-2011 warrants" resulting in the issuance of 48,411 new KME Group S.p.A. common shares.

Please keep in mind that all warrants that were not exercised by the final deadline of December 30, 2001 lost all rights and, therefore, are invalid for all purposes.

As a result of the abovementioned transactions, the share capital of KME Group S.p.A. now amounts to 297,040,568.04 euros and is comprised of 491,047,066 shares, including 447,347,650 common shares and 43,699,416 savings shares, both share classes without par value.

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This press release is available on the Company website, www.kme.com. Additional information may also be obtained directly from the Company (telephone number +39 055.4411454; e-mail investor.relations@kme.com).