



PRESS RELEASE

Consolidated financial statements of the holding company Siderurgica Investimenti

- SALES REVENUE OF 1.6 BILLION EURO (+27%) DESPITE STEEL PRODUCTION (1.5 MILLION TONNES) DOWN 16%
- STRONG GROWTH IN EBITDA TO 233 MILLION EURO AND FIVEFOLD INCREASE IN NET PROFIT TO 177 MILLION EURO
- SHAREHOLDERS' EQUITY UP 63% AT 600 MILLION EURO.
- READY TO SERVE THE COUNTRY IN THE FRAMEWORK OF THE NRRP INFRASTRUCTURE PLAN AND OTHER EUROPEAN FUNDS

Brescia, 18 September 2023 - **Siderurgica Investimenti**, the holding company of the Lonati and Stabiumi families, **which controls the Alfa Acciai Group**, the Italian market leader in rebar, has reported a consolidated **net profit** in 2022 of 177 million euro, **five times more than the previous year**.

In a year in which our country was facing enormous difficulties because of the Covid-19 pandemic, the invasion of Ukraine by Russia, and the beginning of a war conflict that is still ongoing, generated new and unexpected criticalities.

As is well known, this situation has led to considerable problems in the supply of raw materials and energy sources, with a significant impact on volumes and prices, thus triggering a sharp increase in the inflation rate in Europe and elsewhere.

The following interest rate hikes by the Central Banks aiming at countering the inflationary drive, led to a significant reduction in volumes in many sectors, including the Group's main market: construction.

As a result, Siderurgica Investimenti recorded a drop in production by over 15%, concentrated mainly in the second half of the year, which was offset by the strong growth in sales, thanks to rising sales prices following the above-mentioned increases in raw material, energy, and gas costs.

Revenues increased by more than 340 million euro over 2021 (+27%) to **1,598.7 million** euro.

The **value of production** increased by 435 million euro: +34% compared to the previous year.

As mentioned above, **steel production** amounted to 1.5 million tonnes, down 16%.

EBITDA stood at **233 million euro**, more than three times the 2021 figure.



In 2022, the Group continued its **investment plan** aimed at increasing safety standards, environmental performance, and ensuring high production flexibility and efficiency across the entire product range by introducing the most technologically advanced solutions. Investments totalled 46 million euro, up 35% from the previous year.

The **operating result** was 205 million euro, after depreciation and amortisation for 22.7 million and precautionary provisions to cover trade receivables for 5 million.

Net profit amounted to **177 million euro**, five times the 2021 figure.

All this further strengthened the Group's equity, with a **net asset value** of **600 million euro**, and a **positive net financial position** of **29 million euro**, up by more than 80 million compared to 2021.

The consolidated results are based on the Group perimeter that comprises Alfa Acciai, Alfa Derivati, Acciaierie di Sicilia, Tecnofil and Ferroberica.

"**The current year** still reflects the weaknesses of the world economy and international trade, associated with persisting geopolitical uncertainty and high levels of inflation in the leading economies. The first months of the year were marked by a drop in demand compared to the same period last year, especially in Germany, our traditional market. In addition, compared to the European market, the Italian competitiveness was penalised by the cost of electricity still being double or triple that of the pre-COVID-19 period. However, we are confident in the recovery of consumption thanks to the extraordinary opportunity associated with the NRRP infrastructure investments and other European funds," states the Group's CEO Amato Stabiumi.

"The construction market will provide great opportunities and we are ready to serve it with a range of increasingly high-performance products, thanks to our consolidated verticalization strategy. We pursue our efforts to raise the awareness of the institutions to fully defend the interests and expectations of our customers in the construction sector and the wire drawing steel market," Amato Stabiumi concludes.

In conjunction with the closing of the Annual Financial Statements, the Alfa Acciai Group drew up its third Sustainability Report, and has obtained this year the **certification of its Carbon Footprint according to ISO 14064**.

In this regard, Amato Stabiumi adds: "Alfa Acciai has been engaged in sustainability for almost 70 years, and for this we would like to thank everyone of our 1,221 employees who have contributed to the achievement of our current standards of environmental, economic and social sustainability.

SIDERURGICA INVESTIMENTI CONSOLIDATED FINANCIAL STATEMENTS

		2022	2021	2020
PRODUCTION VALUE	euro/000	1,723,159	1,287,469	686,940
SALES REVENUES	euro/000	1,598,745	1,256,657	698,853
EBITDA	euro/000	233,087	66,850	-4,467
OPERATING RESULT (EBIT)	euro/000	205,330	42,970	-28,329
OPERATING RESULT BEFORE TAXES (EBT)	euro/000	211,643	43,977	-28,572
TAX	euro/000	-34,442	-14,413	8,352
NET PROFIT	euro/000	177,201	29,564	-20,220
NET INVESTMENT	euro/000	46,003	34,175	31,317
AMORTIZATION (after devaluation)	euro/000	22,678	21,729	20,228
NET EQUITY	euro/000	601,471	366,991	323,497
OPERATING CASH FLOW	euro/000	131,663	-7,436	6,968
NET FINANCIAL POSITION	euro/000	29,331	-51,137	-11,697
STEEL PRODUCTION	ton	1,491,609	1,771,000	1,481,000
EMPLOYEES	numbers	1,221	1,207	1,168