

## PRESS RELEASE

- **FREE ISSUE OF WARRANTS TO SHAREHOLDERS, EXERCISE PRICE EURO 4.00**
- **MANDATE ISSUED TO THE ADMINISTRATIVE BODY TO INCREASE THE SHARE CAPITAL BY A TOTAL AMOUNT OF UP TO EURO 10,000,000 FOR THE EXCLUSIVE PURPOSES OF EXTERNAL GROWTH**
- **SIGNIFICANT REDUCTION IN DEBT and DIVIDEND POLICY**

*Filago, 10 September 2018*

*Neodecortech S.p.A. (the “Company” or “Neodecortech”), parent company of the Italian Group which is a leading producer of decorative paper for interior design, and which has been listed since 26 September 2017 on the AIM Italia / Alternative Capital Market, the multilateral trading system organised and managed by Borsa Italiana S.p.A. (“AIM Italia”), provides additional clarification to the Press Release of 29 August 2018 subsequent to requests for further information made to the Company by a number of shareholders.*

### Free Issue of warrants

A maximum number of 13,101,500 warrants will be issued free of charge and without the requirement for further request to all shareholders, on the basis of one for each share held in Neodecortech, excluding treasury shares. In the event of exercise of the warrants, each four warrants held may be exercised to subscribe for one new ordinary share in Neodecortech.

Warrants may be exercised in a single period beginning 3 June 2019 up until the last working day of the month of December 2020.

The exercise price of the warrants is set at Euro 4.00 for each share into which four warrants may be converted.

### Conferral of a Mandate to implement a capital increase

It should be noted that the proposal to grant a mandate to the administrative body, in accordance with articles 2443 and 2420-ter of the Italian Civil Code, to implement a capital increase, divisible in tranches, for a total maximum amount (including any share price premium) of Euro 10,000,000 (the “Mandate”), excluding option rights, is ideally intended to service extraordinary external growth opportunities (i.e. acquisitions), in line with the strategy announced to the market at the time of the IPO. This increase may also be carried out on the basis of equity exchange – shares for shares – transactions.

## Reduction of the debt position and dividend policy

With regard to the current year and the financial year 2019, the approved dividend policy, being granted the necessary approval of the Shareholders' Meeting, allows for the distribution of a dividend of no more than Euro 0.153 per share, i.e. the dividend paid in respect of the financial year 2017. The Company wished to indicate a maximum limit for the dividend per share, as confirmation that the significant reduction of the net financial position is a fundamental objective of the industrial plan.

**Luigi Cogni**, CEO stated: "Several reasons support our decision to approve these operations. The Company was listed on the Stock Exchange about one year ago at Euro 4.00 per share, practically at tangible Shareholders' Equity, and we are giving our shareholders de facto facility to preserve their interest in our Company at a value that remains close to tangible Shareholders' Equity, above all considering that **we have an objective of Net Profit for 2018 of more than Euro 7 million** (established within the parameters of the remedy shares. In addition, because we also wish to achieve another objective, now within reach, of transferring on to the MTA (Mercato Telematico Azionario – main market of the Italian Stock Exchange) in the event that the warrants are exercised we will be in a position to present ourselves on the Regulated Main Market with a lower Net Financial Position and with the possibility of looking more confidently to development on foreign markets. With regard to the capital increase", Mr. Cogni continued, "it is not always possible to make acquisitions without significant cash commitment or without an equity consideration such as that for CorbettaFia. Which, it should be noted, will give us the possibility to enter the most promising European laminate market and, subsequently, thanks to the integration of our skills with those of Corbetta Fia, to broaden our offer to include PPLF (*Plastic Printed Laminated Film*) products, i.e. to new laminated product categories created by the combination of printed pvc film and transparent pvc film subsequently embossed and lacquered, used for the production of LVT (Luxury Vinyl Tile) flooring, where the Neodecortech Group is a recognised leader in the European market. Therefore, in order that we do not overburden our Net Financial Position, we need to provide ourselves with an instrument that will allow us to pursue our external growth objectives with the necessary flexibility and rapidity. The capital increase is to be implemented with the exclusive objective of making acquisitions of new companies which, like CorbettaFia, will allow us to pursue our sole objective: creation of value for our shareholders". Finally, with regard to the dividend policy, Mr. Cogni stated, "the objective we intend to pursue, as previously stated, is to significantly reduce the Net Financial Position without depriving our shareholders of a stable yield."

## **Neodecortech S.p.A**

Neodecortech is the leader in Italy in the production of decorative paper for laminated panels and flooring used in the interior design sector. The Group's business is in the production of complete and technologically advanced solutions for the realization of interior design projects, covering all stages of the production process for the production of decorative paper, from raw material management, through surface finishing and impregnation, until the finished product and the management of end-of-line logistics. The Group is able to offer 51 products divided into the following 5 categories: decorative papers; decorative printings; finish foil; melamine film; PPF or LVT ([www.neodecortech.it](http://www.neodecortech.it)).

ISIN Code for ordinary shares: IT0005275778

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There will be no offer to the public of the Company's shares either in Italy or in the United States, Australia, Canada or Japan or elsewhere.