

PRESS RELEASE

Neodecortech – starting the IPO process on the market AIM Italia/Mercato Alternativo del capitale, organized and managed by Borsa Italiana S.p.A..

Global Offering equal to a 100% increase of the capital, for a total amount of EURO 12.4 million. In addition, there is a Greenshoe option for a maximum amount of around EURO 1.86 million.

Remedy Share mechanism to protect the market.

- **Price range between EURO 3.9 and 4.5;**
- **Pre-money capitalization between 39 and 45 million;**
- **Free float higher than 25% in case of entire subscription of the Greenshoe option;**
- **Bookbuilding period from Monday, September 4th to Friday, September 25th, included.**
- **Consolidated 2016 financial data (pro-forma):**
 - **Revenues equal to EURO 115.7 million, with a 74% export**
 - **EBITDA equal to EURO 15.6 million (+31.5% compared to 2015) with an EBITDA margin equal to 13.5%.**

Filago, August 31st 2017

Neodecortech S.p.A. (“**NDT**” or the “**Company**”), Italian leader in the production of decorative paper for laminated panels and flooring used in the interior design sector, has announced that it has finalised the structure of the IPO operation on the market AIM Italia.

Global Offering includes:

- An offer ordinary shares of new emission for a maximum amount equal to EURO 12.1 million, solely addressed to Italian and foreign qualified investors (so called “First Increase”);
- An offer ordinary shares of new emission for a maximum amount equal to EURO 2 million, solely addressed to investors in Italy (so called “Second Increase”);
- An offer of ordinary shares of new emission for a maximum amount equal to EURO 300 thousand, solely addressed to Group’s employees (so called “Employees Offer”).

However, the maximum number of shares that can be subscribed after the First Increase and the Second Increase is equal to 3.102.564 shares, with a value of EURO 12.100.000. The Second Increase and the Employees Offer are structured in such a way

that they can be included in the exemption of the requirement to publish the prospect required by D.lgs. 58/1998.

The price range is set between EURO 3.9 and 4.5; the company's pre-money capitalization will be included between EURO 39 million and 45 million. Employees can benefit from a 7% maximum discount, with the minimum subscription price equal to EURO 3.9 for each share.

The controlling shareholder has committed a maximum number of 783.247 ordinary shares for the Remedy Shares protection mechanism; the mechanism will be activated in case the Company will not achieve the following objectives in 2017 (pro-forma statement) and 2018:

- 2017 EBITDA equal to EURO 15 million and 2017 consolidated net profit equal to EURO 4.5 million.
- 2018 EBITDA equal to EURO 17 million and 2018 consolidated net profit equal to EURO 7 million.

The listing process includes a Stock Grant Plan for a maximum of 689.608 ordinary shares and for a maximum amount equal to EURO 5 million, reserved to key roles of the Group. This plan will be activated if the above-mentioned figures in relation to the Remedy Shares mechanism are achieved and if the Company, in a 30-month period of time starting from its debut on AIM Italia, will be able to be listed on the MTA segment of Borsa Italiana.

Neodecortech's shareholders have foreseen a Greenshoe Option for the Global Coordinator, which has the option to buy a maximum number of 476.923 ordinary shares at the initial placement price. This option can be exercised, totally or partially, in the 30 days following the admission on AIM Italia. In case the Greenshoe Option will be totally exercised, the free float will be between 25% and 27%.

Luigi Cogni, CEO at Neodecortech, commented: "With this operation, Neodecortech aims at raising on the market the financial resources needed to continue the growth started in previous years. In particular, our attention will be focused on the following actions:

- Market share increase, also thanks to M&A operations;
- Strengthening the company's position as supplier for customers operating in the high-end segment of the décor paper, by increasing customers' loyalty;
- Diversification of the target market, both by enriching product portfolio and by penetrating new market niches with a high profitability;
- Increase of operating efficiency by pursuing a lean and Industry 4.0 approach".

In the first quarter of 2017, the Group's figures are the followings:

- total "pro forma" revenues: approx. EURO 62.5 million;
- EBITDA: approx. EURO 6.7 million;
- EBIT: approx. EURO 3.7 million.

In 2016, the Group's figures were the followings:

- Total "pro-forma" revenues: EURO 115.7 million with an export share equal to 74%;

- EBITDA: EURO 15.6 million (+31.5% compared with 2015, equal to EURO 11.8 million);
- EBITDA margin, with respect to total revenues increased from 9.4% in 2015 to 13.5% in 2016.

In the procedure for admission to trading on AIM Italia, Neodecortech is assisted by: **Advance SIM** (Nomad), **Banca Profilo** (Global Coordinator and Specialist), **GOP Gianni, Origoni, Grippo, Capelli & Partners** (Legal Advisor), **Boldrini, Marchese, Pesarese & Associati** (Fiscal Advisor), **BDO** (auditors), **Studio Lombardini, Matteoni, Berti & Associati** (company reorganisation advisor).

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).

ISIN Code for ordinary shares: IT0005275778

Please note that the Company elected the Italian language for all the documents made available to the shareholders and for any other information to be provided pursuant to the AIM Issuers Regulation. Therefore, the above is only courtesy translation and in case of differences between the English and the Italian text, the Italian text shall prevail.

For further information.

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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.

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