

Press release

ORDINARY SHAREHOLDERS' MEETING OF EMAK S.p.A.

Approved financial statement for 2021 and the distribution of a dividend of € 0.075 per share

Presentation of the consolidated financial statements

Approved section I and II of the Remuneration Report as for Article 123-ter of D.Lgs. 58/1998

Appointed the new Corporate Bodies

Authorized the purchase and disposal of treasury shares

Bagnolo in Piano (RE), 29 April 2022 - The Ordinary Shareholders' meeting of **Emak S.p.A.** met today and resolved, with regard to the various items on the agenda, in the terms briefly reported below.

Approval of Financial Statement and allocation of profit

The Shareholders' Meeting approved the report of the Board of Directors and the Financial Statements 2021 of Emak S.p.A., which closed with a net profit of € 9,946,581.00, and has resolved the distribution of a **gross dividend of € 0.075 per share** (coupon n. 24), for each share outstanding on the ex-dividend date. **The dividend will be paid on June 8, 2022, with ex-dividend date June 6, 2022, and record date June 7, 2022.**

Presentation of 2021 consolidated results

Emak Group achieved consolidated revenues of € 588.3 million, compared to € 469.8 million of last year, an increase of 25.2%. The improvement is due to organic growth for 23.6%, the change in the scope of consolidation for 2.6% while it is penalized by the effect of foreign exchange translation for 1%.

EBITDA *adjusted* (*) stood at € 77.4 million (13.2% of sales) compared to € 56.3 million (12% of sales) of 2020. The result benefited from the significant increase in sales volumes and the contribution deriving from the change in the scope of consolidation

Consolidated net profit stood at € 33.1 million, compared to € 19.6 million of 2020.

Net negative financial position stands at € 144.3 million compared to 126.5 million at 31 December 2020. The figure for 2021 includes € 38.9 million deriving from the application of the IFRS 16 (€ 28.9 million in 2020) and € 12.3 million of financial debts for the purchase of the remaining minority shareholdings (€ 6 million in 2020).

Report on Remuneration pursuant to Article 123-ter, paragraph 6, of Legislative Decree 58/1998

The Shareholders' meeting approved the first section of the report with a binding resolution and the second section of the report with a non-binding resolution.

Appointment of the Board of Directors

The Shareholders' meeting renewed the Board of Directors of the company, appointing, for the financial years 2022-2024, thirteen members: Silvia Grappi, Elena Iotti, Alessandra Lanza, Francesca Baldi, Ariello Bartoli, Luigi Bartoli, Paola Becchi, Cristian Becchi, Giuliano Ferrari, Massimo Livatino, Marzia Salsapariglia, Vilmo Spaggiari and Paolo Zambelli. All the elected members have been chosen from the only list, which was presented by the major shareholder Yama S.p.A.

Appointment of the Board of Statutory Auditors

The Shareholders' Meeting elected the new Board of Statutory Auditors, who will remain in office for the financial years 2022-2024; all the elected members have been chosen from the only list, which was presented by the major shareholder Yama S.p.A.

Stefano Montanari was appointed Chairman of the Board of Statutory Auditors. Roberta Labanti and Livio Pasquetti were appointed as Acting Auditors. Rossana Rinaldi and Giovanni Liberatore were appointed as Alternate Auditors.

Proposal to authorize the purchase and disposal of treasury shares

The Shareholders' Meeting authorized the renewal of the program of purchase and disposal of treasury shares for a period of 18 months starting from today, for up to a maximum of 9,000,000 shares, equal to 5.490% of the current share capital, considering the shares already in the portfolio, which currently number 397,233. The transactions will be made in compliance with the operating procedures laid down by the regulations. Today's authorization replaces the previous authorization approved by the Shareholders' Meeting of April 29, 2021.

Board of Directors meeting

The newly elected Board of Directors of Emak S.p.A., which met following the Shareholders' Meeting:

- appointed Massimo Livatino as Chairman (non-executive) of the Group;
- appointed Luigi Bartoli as Vice Chairman and Chief Executive Officer (CEO) of the Group;
- appointed Cristian Becchi as CFO of the Gruppo, granting him the powers of executive officer for finance and control;
- has verified the existence of the independence requirements, according to the criteria contained in the TUF and the Corporate Governance Code, for the directors Alessandra Lanza, Elena Iotti e Silvia Grappi, and called them to compose, as only members, the Remuneration Committee, the Risk, Control and Sustainability Committee, the Nomination Committee and the Related Party Transactions Committee. With regards to the requirements, please note that the Board of Directors, having regard to substance rather than form, recognized Alessandra Lanza as independent despite having held the position of director of the Company for more than nine years in the last twelve, in consideration of the proven autonomy of judgment and professional qualities;
- appointed Elena Iotti as Chairman of the Board Committees;
- with regard to the requirements of the newly elected auditors, it has successfully completed the checks provided for by art. 3, D.M. March 30, 2000, n. 162. At the same time, the assessments carried out by the Board of Statutory Auditors pursuant to art. 2, Recommendation 9, of the Corporate Governance Code on the independence of its members and their favorable outcome. The market is accounted for this, as envisaged by the subsequent Recommendation 10;
- having acquired the favourable opinion of the Board of Statutory Auditors, appointed Roberto Bertuzzi as Manager in charge of preparing the corporate accounting documents;
- appointed Marianna Grazioli in the role of head of the internal audit function;
- renewed the Supervisory Body pursuant to Legislative Decree 231/01 which is composed as follows: Sara Mandelli (President) and Marianna Grazioli;
- confirmed Paolo Messarra as secretary of the Board of Directors and of the Board committees.

Documentation filing

In accordance with the provisions of art. 125-quater, paragraph 2, of the TUF and art. 77, paragraph 3, of the Issuers' Regulations a summary report containing the number of voting shares represented at the meeting and the actions for which the vote was cast, the percentage of capital that these shares represent, as well as the number of votes in favor, against, abstentions and not participating in the vote, will be made available to the public within five days from the date of the company's website and on the authorized storage mechanism eMarket Storage (www.emarketstorage.com). The minutes of the meeting will be made available to the public within 30 days from the date of the Assembly in the same manner

As a reminder, the Annual Report for the year ended 31 December 2021 approved by the Shareholders' Meeting, comprising the Board of Directors report, separated financial statements and the consolidated financial statements, together with the reports of board of statutory auditors and the independent auditors,

the Report on Corporate Governance and ownership structure as well as the consolidated non-financial statement are available to the public at the registered office, on the website www.emakgroup.it in the Investor Relations section and on the authorized storage mechanism eMarket Storage (www.emarketstorage.com).

(*) **Alternative performance indicators**

Below are presented the criteria used for the construction of key performance indicators that management considers necessary to the monitoring the Group performance.

- EBITDA *Adjusted*: is obtained by deducting at EBITDA the impact of charges and income for litigation and grants, expenses related to M&A transaction, and costs for staff reorganization and restructuring.
- EBITDA: calculated by adding the items "Operating Result" plus "Amortization, depreciation and impairment losses".
- NET FINANCIAL POSITION: It is obtained by adding the active financial balances and subtracting the passive financial balances, as well as identified according to the criteria of the Esma (according to Consob communication no. 5/21 of 28 April 2021).

Roberto Bertuzzi, manager responsible for the preparation of the corporate accounting documents, declares and certifies in accordance with article 154 bis, paragraph 2, of the Consolidated Finance Act, that the financial statements contained in the present press release correspond to the underlying accounting documents, records and accounting entries.

For additional information:

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Emak Group develops, produces and distributes a wide range of products in three business areas: (i) outdoor power equipment, which includes products for gardening, forestry and agriculture such as trimmers, lawn mowers, garden tractors, chain saws, tillers, rotary tiller; (ii) pumps and high pressure water jetting including products (a) for agriculture as centrifugal and diaphragm pumps for spraying and weeding; (b) for industry, including industrial pumps, high and high pressure systems and urban cleaning equipment; (c) for cleaning, as professional and semiprofessional high pressure washers, floor scrubbers and vacuum cleaners; (iii) components and accessories for the abovementioned sectors, the most representative of which are line and heads for trimmers, accessories for chain saws (i.e. sharpeners), guns, nozzles and valves for high pressure washers and agricultural applications, precision farming (sensors and computers).