

Press release

The Board of Directors approves the draft Company Statutory Financial Statements and the Consolidated Financial Statements for the year 2020

Dividend proposal of € 0.045 per share

Consolidated results

Revenues from sales: € 469.8 million compared to € 434 million in 2019, an increase of 8.3%

EBITDA adjusted (*): € 56.3 million compared to € 46.9 million in 2019, an increase of 20.1%

EBIT: € 32.9 million compared to € 22 million in 2019, an increase of 49.6%

Consolidated net result: € 19.6 million compared to € 13.1 million in 2019, an increase of 49.4%

Net negative financial position: € 126.5 million compared to € 146.9 million at 31 December 2019. Excluding IFRS 16 effect the figure would have been € 97.7 million compared to € 116.5 million.

During the same meeting the Board of Directors has:

- Approved the Report on Corporate Governance and Ownership Structure and Report on the policy regarding Remuneration and Fees paid
- Convened the Ordinary Shareholders' Meeting
- Approved the reports and related deliberative proposals for the Shareholders' Meeting
- Approved the non-financial Report as at December 31, 2020 pursuant to Legislative Decree n. 254/2016

The Emak Group donates 100,000 euro to Fondazione GRADE Onlus in support of the hospital Arcispedale Santa Maria Nuova of Reggio Emilia

Bagnolo in Piano (RE), 16 March 2021 – The Board of Directors of **Emak S.p.A.**, (MTA– STAR), parent company of one of world major groups working in the sectors of outdoor power equipment, pumps and water jetting, and of the related components and accessories has approved the draft Company Statutory Financial Statements and the Consolidated Financial Statements for the year ended at December 31, 2020.

2020 CONSOLIDATED RESULTS

Emak Group achieved **consolidated revenues of € 469.8 million**, compared to € 434 million of last year, an increase of 8.3%. The improvement is due to organic growth for 9.6%, the change in the scope of consolidation for 1% while it is penalized by the effect of foreign exchange translation for 2.3%.

EBITDA adjusted (*) of the year reached € 56.3 million (12% of sales), compared to € 46.9 million (10.8% of sales) in 2019. The result benefited from the increase in sales volumes, the mix effect, the containment of commercial costs and, in part, the change in the scope of consolidation.

EBIT amounted to € 32.9 million, in spite of € 22 million of last year, which included devaluations for € 2.1 million.

Net result of 2020 stands at € 19.6 million, compared to € 13.1 million in 2019. The tax rate for the year is 14% compared to 30.5% in the previous year, due to some tax benefits deriving from the application of the provisions set out in Legislative Decree 104/2020 (realignments, revaluations) and the "Patent Box" facilitation following the ruling process with the Revenue Agency.

Free cash flow from operations (*) is € 44.4 million, compared to € 37.2 million in 2019.

Investments in tangible and intangible assets realized during 2020 overall amount to € 17.2 million, compared to € 18.5 million of last year.

Consolidated net equity at 31 December 2020 is € 222.3 million compared to € 211.5 million at 31 December 2019.

Net negative financial position stands at € 126.5 million compared to 146.9 million at 31 December 2019. The 2020 figure includes € 28.9 million deriving from the application of IFRS 16 and € 11.8 million relating to the change in the scope of consolidation (including debts for the purchase of the residual minority shareholdings) following of the acquisitions of the companies Markusson and Agres

Outlook

The very positive result of the year 2020 confirms the validity of the Group's strategy. Further support for growth came from the change in consumer habits with a greater propensity for outdoor activities and purchases through the online channel; this is a trend that will consolidate during the current year.

2021 started with a significantly higher order intake than at the beginning of last year, evidenced by the growth in turnover in the first two months of around 25% compared to last year. The low level of stocks of gardening and cleaning products at retailers, the demand for agricultural products supported by the favourable trend in the price of agricultural commodities and the stimulus of government subsidies and the high demand for products for cleaning and sanitization suggest a positive trend for the coming months. The forecasts agree that 2021 will also be heavily impacted by the pandemic and that only an effective vaccination plan will gradually improve the situation. However, in consideration of the good start of the year, the Group expects to achieve an increase in turnover compared to the previous year.

The Group continues to monitor the situation, paying attention to safeguarding the health and safety of its employees, making all the necessary efforts, together with its suppliers, to better serve its customers, aware of the complexity of the moment. At the same time, the commitment to a continuous improvement path in pursuing sustainable development in favour of all stakeholders remains unchanged.

Dividend proposal

The Board of Directors resolved to propose to the General Meeting of Shareholders, convened to meet on 29 April 2021, the proposal for the distribution of a **dividend of € 0.045 per share (coupon no.23)**. The dividend, if approved, will be paid on 9 June 2021, with ex-dividend date 7 June 2021 and record date 8 June 2021.

Shareholders' Meeting

The Board of Directors which met today resolved to convene the Shareholders' Meeting of Emak S.p.A. in ordinary session for April 29, 2021 in a single call to discuss and resolve on the following agenda:

- 1) Presentation of the Company Statutory and Consolidated Financial Statements at December 31, 2020; reports of the Board of Directors, the Board of Statutory Auditors and the Independent Auditors:
 - 1.1) Approval of the management report and financial statements;
 - 1.2) Proposal for allocation of profit for the year and dividend; inherent and consequent resolutions;
- 2) Presentation of the Remuneration Report ex art. 123-ter, D.Lgs 58/98:
 - 2.1) Approval with binding resolution of the remuneration policy for the 2019-2021 period;
 - 2.2) Approval with non-binding resolution of the second section of the report;

- 3) Proposal for authorization to purchase and dispose of treasury shares; inherent and consequent resolutions.

It should be noted that, due to the ongoing Covid19 emergency, the Company has established that - pursuant to, inter alia, art. 106 of the Law Decree n. 18, as subsequently amended - participation in the Shareholders' Meeting, in any case in compliance with the pro tempore legislation in force, will take place exclusively through the Designated Representative.

The notice of call and the documentation relating to the items on the agenda of the Shareholders' Meeting in the ordinary session will be published within the times and in the manner prescribed by current legislation.

Donation to Fondazione GRADE Onlus in support of the hospital Arcispedale Santa Maria Nuova of Reggio Emilia

Also in 2021 the Group renewed its commitment to the community in which it operates, replicating the donation of 100 thousand euros made in 2020 to Fondazione Grade Onlus of Reggio Emilia, which has been supporting for 30 years the hospital activities of the Department of Hematology of the AUSL - IRCCS Cancer Center of Reggio Emilia, funding research and assistance projects for patients suffering from onco-haematological diseases.

Attached are the highlights from the consolidated accounts of the Group and separate from that of Emak S.p.A. (the Parent Company).

(*) 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: calculated by adding the items "Operating result" plus "Amortization, depreciation and impairment losses".
- Adjusted EBITDA (EBITDA before non ordinary income and expenses): is obtained by deducting at EBITDA the impact of charges and income for litigation, expenses related to M&A transaction, and costs for staff reorganization and restructuring.
- Free cash flow from operations: calculated by adding the items "Net profit" plus "Amortization, depreciation and impairment losses", net of capital gains / losses on the realization of consolidated investments in equity.

Aimone Burani, the executive 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.

This press release is available to the public at the Company's registered office, on the company website www.emakgroup.it, in the "Investor Relations" section and on the storage mechanism eMarket Storage (www.emarketstorage.com).

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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).

Highlights of the consolidated financial statement broken down by operating segment

	OUTDOOR POWER EQUIPMENT		PUMPS AND HIGH PRESSURE WATER JETTING		COMPONENTS AND ACCESSORIES		Other not allocated / Netting		Consolidated	
	31.12.2020	31.12.2019	31.12.2020	31.12.2019	31.12.2020	31.12.2019	31.12.2020	31.12.2019	31.12.2020	31.12.2019
€/000										
Sales to third parties	159,761	148,243	189,357	181,250	120,660	104,460			469,778	433,953
Intersegment sales	585	518	2,290	1,693	8,444	7,007	(11,319)	(9,218)		
Revenues from sales	160,346	148,761	191,647	182,943	129,104	111,467	(11,319)	(9,218)	469,778	433,953
Ebitda	9,011	7,283	28,157	26,058	20,830	15,126	(2,364)	(2,377)	55,634	46,090
<i>Ebitda/Total Revenues %</i>	5.6%	4.9%	14.7%	14.2%	16.1%	13.6%			11.8%	10.6%
Ebitda before non ordinary expenses	9,348	7,507	28,535	26,079	20,770	15,669	(2,364)	(2,377)	56,289	46,878
<i>Ebitda before non ordinary expenses/Total Revenues %</i>	5.8%	5.0%	14.9%	14.2%	16.1%	14.1%			12.0%	10.8%
Operating result	1,262	(2,287)	20,274	17,872	13,770	8,814	(2,364)	(2,377)	32,942	22,022
<i>Operating result/Total Revenues %</i>	0.8%	-1.5%	10.6%	9.8%	10.7%	7.9%			7.0%	5.1%
Net financial expenses (1)									(10,128)	(3,141)
Profit before taxes									22,814	18,881
Income taxes									(3,202)	(5,755)
Net profit									19,612	13,126
<i>Net profit/Total Revenues%</i>									4.2%	3.0%
(1) Net financial expenses includes the amount of Financial income and expenses, Exchange gains and losses and the amount of the Income from equity investment										
STATEMENT OF FINANCIAL POSITION	31.12.2020	31.12.2019	31.12.2020	31.12.2019	31.12.2020	31.12.2019	31.12.2020	31.12.2019	31.12.2020	31.12.2019
Net debt	10,780	29,304	87,031	98,863	28,741	19,071	0	(303)	126,552	146,935
Shareholders' Equity	178,820	176,334	66,031	62,460	55,096	50,295	(77,647)	(77,557)	222,300	211,532
Total Shareholders' Equity and Net debt	189,600	205,638	153,062	161,323	83,837	69,366	(77,647)	(77,860)	348,852	358,467
Net non-current assets (2)	130,336	137,483	86,970	94,433	41,397	30,577	(75,506)	(75,504)	183,197	186,989
Net working capital	59,264	68,155	66,092	66,890	42,440	38,789	(2,141)	(2,356)	165,655	171,478
Total net capital employed	189,600	205,638	153,062	161,323	83,837	69,366	(77,647)	(77,860)	348,852	358,467
(2) The net non-current assets of the Outdoor Power Equipment area includes the amount of Equity investments for 76,074 thousand Euro										
OTHER STATISTICS	31.12.2020	31.12.2019	31.12.2020	31.12.2019	31.12.2020	31.12.2019	31.12.2020	31.12.2019	31.12.2020	31.12.2019
Number of employees at period end	738	743	777	731	613	506	8	8	2,136	1,988
OTHER INFORMATIONS	31.12.2020	31.12.2019	31.12.2020	31.12.2019	31.12.2020	31.12.2019	31.12.2020	31.12.2019	31.12.2020	31.12.2019
Amortization, depreciation and impairment losses	7,748	9,570	7,884	8,186	7,060	6,312			22,692	24,068
Investment in property, plant and equipment and in intangible assets	5,050	8,573	3,476	3,983	8,644	5,897			17,170	18,453

Emak Group– Consolidated income statement and comprehensive income statement

Thousand of Euro

CONSOLIDATED INCOME STATEMENT	Notes	Year 2020	of which to related parties	Year 2019	of which to related parties
Revenues from sales	10	469,778	958	433,953	695
Other operating incomes	10	4,152		4,668	
Change in inventories		9,996		854	
Raw materials, consumables and goods	11	(258,006)	(2,704)	(230,213)	(3,322)
Personnel expenses	12	(84,588)		(81,106)	
Other operating costs and provisions	13	(85,698)	(2,518)	(82,066)	(2,377)
Amortization, depreciation and impairment losses	14	(22,692)	(1,698)	(24,068)	(1,695)
Operating result		32,942		22,022	
Financial income	15	727	19	1,370	22
Financial expenses	15	(5,164)	(380)	(5,366)	(346)
Exchange gains and losses	15	(3,547)		766	
Income from/(expenses on) equity investment	15	(2,144)		89	
Profit before taxes		22,814		18,881	
Income taxes	16	(3,202)		(5,755)	
Net profit (A)		19,612		13,126	
(Profit)/loss attributable to non controlling interests		(312)		(177)	
Net profit attributable to the Group		19,300		12,949	
Basic earnings per share	17	0.118		0.079	
Diluted earnings per share	17	0.118		0.079	

CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME	Notes	Year 2020	Year 2019
Net profit (A)		19,612	13,126
Profits/(losses) deriving from the conversion of foreign company accounts		(8,787)	989
Actuarial profits/(losses) deriving from defined benefit plans (*)		(64)	(245)
Income taxes on OCI (*)		18	68
Total other components to be included in the comprehensive income statement (B)		(8,833)	812
Total comprehensive income for the period (A)+(B)		10,779	13,938
Comprehensive net profit attributable to non controlling interests		(147)	(185)
Comprehensive net profit attributable to the Group		10,632	13,753

(*) Items will not be classified in the income statement

Emak Group – Consolidated statement of financial position

Thousand of Euro

ASSETS	Notes	31.12.2020	of which to related parties	31.12.2019	of which to related parties
Non-current assets					
Property, plant and equipment	18	76,409		76,591	
Intangible assets	19	23,069		20,498	
Rights of use	20	27,925	10,444	29,716	12,142
Goodwill	21	67,464	12,523	63,844	12,590
Equity investments in other companies	22	8		8	
Equity investments in associates	22	-		7,399	
Deferred tax assets	32	9,063		8,106	
Other financial assets	27	808	186	2,423	1,223
Other assets	24	57		63	
Total non-current assets		204,803	23,153	208,648	25,955
Current assets					
Inventories	25	163,602		158,336	
Trade and other receivables	24	111,082	2,306	104,304	1,870
Current tax receivables	32	7,516		5,225	
Other financial assets	27	229	37	465	37
Derivative financial instruments	23	506		301	
Cash and cash equivalents	26	99,287		47,695	
Total current assets		382,222	2,343	316,326	1,907
TOTAL ASSETS		587,025	25,496	524,974	27,862

SHAREHOLDERS' EQUITY AND LIABILITIES	Notes	31.12.2020	of which to related parties	31.12.2019	of which to related parties
Shareholders' Equity					
Shareholders' Equity of the Group	28	220,137		209,495	
Non-controlling interests		2,163		2,037	
Total Shareholders' Equity		222,300		211,532	
Non-current liabilities					
Loans and borrowings due to banks and other lenders	30	135,456		98,153	
Liabilities for leasing	31	24,058	9,375	25,426	10,875
Deferred tax liabilities	32	6,465		8,337	
Employee benefits	33	7,608		8,110	
Provisions for risks and charges	34	2,382		2,304	
Other non-current liabilities	35	4,343		486	
Total non-current liabilities		180,312	9,375	142,816	10,875
Current liabilities					
Trade and other payables	29	110,554	2,926	90,477	1,349
Current tax liabilities	32	4,764		4,174	
Loans and borrowings due to banks and other lenders	30	62,032		68,373	
Liabilities for leasing	31	4,816	1,500	4,959	1,527
Derivative financial instruments	23	1,020		908	
Provisions for risks and charges	34	1,227		1,735	
Total current liabilities		184,413	4,426	170,626	2,876
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		587,025	13,801	524,974	13,751

Emak Group – Consolidated cash flow statement

(€/000)	Notes	31.12.2020	31.12.2019
Cash flow from operations			
Net profit for the period		19,612	13,126
Amortization, depreciation and impairment losses	14	22,692	24,068
Financial expenses from discounting of debts	15	222	806
Income from/(expenses on) equity investment	15	2,144	(89)
Financial (income)/ Expenses from adjustment of estimated liabilities for outstanding commitment associates' shares	15	646	(549)
Capital (gains)/losses on disposal of property, plant and equipment		(54)	(191)
Decreases/(increases) in trade and other receivables		(9,768)	3,232
Decreases/(increases) in inventories		(9,694)	(761)
(Decreases)/increases in trade and other payables		18,053	(4,229)
Change in employee benefits		(501)	(656)
(Decreases)/increases in provisions for risks and charges		(322)	(39)
Change in derivative financial instruments		(80)	246
Cash flow from operations		42,950	34,964
Cash flow from investing activities			
Change in property, plant and equipment and intangible assets		(14,143)	(17,732)
(Increases) and decreases in financial assets		3,916	(2,405)
Proceeds from disposal of property, plant and equipment		54	191
Change in scope of consolidation		(4,596)	-
Cash flow from investing activities		(14,769)	(19,946)
Cash flow from financing activities			
Change in equity		(53)	(542)
Change in short and long-term loans and borrowings		29,951	(15,712)
Liabilities for leasing refund		(5,300)	(5,067)
Dividends paid		(4)	(7,540)
Cash flow from financing activities		24,594	(28,861)
Total cash flow from operations, investing and financing activities		52,775	(13,843)
Effect of changes from exchange rates and translation reserve		2,516	(274)
INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		55,291	(14,117)
OPENING CASH AND CASH EQUIVALENTS		41,989	56,106
CLOSING CASH AND CASH EQUIVALENTS		97,280	41,989
ADDITIONAL INFORMATION ON THE CASH FLOW STATEMENT			
(€/000)		31.12.2020	31.12.2019
RECONCILIATION OF CASH AND CASH EQUIVALENTS			
Opening cash and cash equivalents, detailed as follows:		41,989	56,106
Cash and cash equivalents		47,695	62,602
Overdrafts		(5,706)	(6,496)
Closing cash and cash equivalents, detailed as follows:		97,280	41,989
Cash and cash equivalents		99,287	47,695
Overdrafts		(2,007)	(5,706)
Other information:			
Income taxes paid		(5,217)	(7,366)
Financial interest income		150	244
Financial expenses paid		(2,118)	(2,124)
Change in related party receivables and service transactions		(436)	(935)
Change in related party payables and service transactions		1,577	(2,274)
Change in trade and other receivables related to tax assets		(1,998)	818
Change in trade payables and other liabilities related to tax liabilities		257	(739)
Change in related party financial assets		1,037	(963)
Related party liabilities for leasing refund		(1,952)	(1,948)

Emak Group – Consolidated net financial position

Thousand of Euro	31/12/2020	31/12/2019
A. Cash and cash equivalents	99,287	47,695
B. Other cash at bank and on hand (held-to-maturity investments)	-	-
C. Financial instruments held for trading	-	-
D. Liquidity funds (A+B+C)	99,287	47,695
E. Current financial receivables	735	766
F. Current payables to banks	(7,714)	(13,963)
G. Current portion of non current indebtedness	(51,549)	(38,176)
H. Other current financial debts	(8,605)	(22,101)
I. Current financial indebtedness (F+G+H)	(67,868)	(74,240)
J. Current financial indebtedness, net (I+E+D)	32,154	(25,779)
K. Non-current payables to banks	(131,686)	(97,802)
L. Bonds issued	-	-
M. Other non-current financial debts	(27,828)	(25,777)
N. Non-current financial indebtedness (K+L+M)	(159,514)	(123,579)
O. Net financial indebtedness (ESMA) (J+N)	(127,360)	(149,358)
P. Non current financial receivables	808	2,423
Q. Net financial position (O+P)	(126,552)	(146,935)
Effect IFRS 16	28,874	30,385
Net financial position without effect IFRS 16	(97,678)	(116,550)

Emak S.p.A. –Income statement and comprehensive income statement

€	Notes	Year 2020	of which to related parties	Year 2019	of which to related parties
Revenues from sales	8	117,411,865	24,998,351	107,060,957	23,664,483
Other operating incomes	8	2,806,578	1,869,615	2,245,031	1,548,336
Change in inventories		276,352		(890,144)	
Raw materials, consumable and goods	9	(74,271,815)	(28,575,793)	(65,312,645)	(25,295,338)
Personnel expenses	10	(22,377,745)		(21,628,773)	
Other operating costs and provisions	11	(21,629,147)	(640,379)	(19,589,310)	(876,977)
Impairment gains and losses, Amortization and depreciation	12	(8,000,367)		(10,133,577)	
Operating result		(5,784,279)		(8,248,461)	
Financial income	13	8,099,164	7,994,183	9,731,250	9,573,536
Financial expenses	13	(957,490)	(1,749)	(803,287)	(829)
Exchange gains and losses	13	(491,919)		788,872	
Income from/(expenses on) equity investment	13	(500,000)		-	
Profit before taxes		365,476		1,468,374	
Income taxes	14	2,407,831		970,636	
Net profit		2,773,307		2,439,010	

Statement of other comprehensive income

€	Notes	Year 2020	Year 2019
Net profit (A)		2,773,307	2,439,010
Actuarial profits/(losses) deriving from defined benefit plans (*)	31	(23,000)	(98,000)
Income taxes on OCI (*)		7,000	27,000
Total other components to be included in the comprehensive income statement (B)		(16,000)	(71,000)
Total comprehensive income for the period (A)+(B)		2,757,307	2,368,010

(*) Items will not be classified in the income statement

Emak S.p.A. - Schedule showing financial statement
ASSETS

€	Notes	31.12.2020	of which to related parties	31.12.2019	of which to related parties
Non-current assets					
Property, plant and equipment	16	28,688,953		30,213,047	
Intangible assets	17	5,588,971		5,402,568	
Goodwill	19	-		-	
Rights of use	18	137,532		150,349	
Equity investments in other companies	20	89,708,583		94,326,609	
Deferred tax assets	30	1,756,128		1,693,051	
Other financial assets	22	15,160,901	15,143,758	15,835,150	15,680,864
Other assets	23	4,299		2,549	
Total non-current assets		141,045,367	15,143,758	147,623,323	15,680,864
Current assets					
Inventories	24	34,449,960		34,173,607	
Trade and other receivables	23	40,353,259	10,082,752	38,987,219	11,731,370
Current tax receivables	30	1,810,532		1,138,468	
Other financial assets	22	10,520,607	10,452,036	4,927,261	4,927,261
Derivative financial instruments	21	256,362		178,577	
Cash and cash equivalents	25	60,717,060		22,323,281	
Total current assets		148,107,780	20,534,788	101,728,413	16,658,631
TOTAL ASSETS		289,153,147	35,678,546	249,351,736	32,339,495

SHAREHOLDERS' EQUITY AND LIABILITIES

€	Notes	31.12.2020	of which to related parties	31.12.2019	of which to related parties
Capital and reserves					
Issued capital		42,519,776		42,519,776	
Share premium		39,587,765		40,529,032	
Other reserves		39,041,624		35,720,787	
Retained earnings		27,250,863		26,873,124	
Total Shareholders' Equity	26	148,400,028		145,642,719	
Non-current liabilities					
Loans and borrowings due to banks and other lenders	28	62,533,027	185,530	42,251,605	222,636
Liabilities for leasing	29	78,174		89,839	
Deferred tax liabilities	30	193,124		1,307,134	
Employee benefits	31	2,676,157		2,982,105	
Provisions for risks and charges	32	367,908		355,103	
Other non-current liabilities	33	677,847		486,245	
Total non-current liabilities		66,526,237	185,530	47,472,031	222,636
Current liabilities					
Trade and other payables	27	37,177,285	8,582,343	31,935,206	7,202,229
Current tax liabilities	30	951,712		832,304	
Loans and borrowings due to banks and other lenders	28	33,701,318	1,581,962	22,790,578	1,745,825
Liabilities for leasing	29	62,668		64,985	
Derivative financial instruments	21	434,398		314,413	
Provisions for risks and charges	32	1,899,500		299,500	
Total current liabilities		74,226,881	10,164,305	56,236,986	8,948,054
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		289,153,147	10,349,835	249,351,736	9,170,690

Emak S.p.A. – Cash flow statement

€/000	Notes	2020	2019
Cash flow from operations			
Net profit for the period		2,773	2,439
Impairment gains and losses, Amortization and depreciation	12	8,000	10,134
Capital (gains)/losses on disposal of property, plant and equipment		(6)	15
Dividends income		(7,462)	(9,022)
Decreases/(increases) in trade and other receivables		(2,103)	1,740
Decreases/(increases) in inventories		(276)	890
(Decreases)/increases in trade and other payables		4,439	(883)
Change in employee benefits	31	(322)	(213)
Income from/(expenses on) equity investment	20	500	-
(Decreases)/increases in provisions for risks and charges	32	13	(126)
Change in derivate financial instruments		42	70
Cash flow from operations		5,598	5,044
Cash flow from investing activities			
Dividends income		7,462	5,022
Change in property, plant and equipment and intangible assets		(5,715)	(6,897)
(Increases) and decreases in financial assets		(69)	1,989
Proceeds from disposal of property, plant and equipment		6	(15)
Cash flow from investing activities		1,684	99
Cash flow from financing activities			
Dividends paid		-	(7,359)
Change in short and long-term loans and borrowings		31,433	(6,456)
Liabilities for leasing refund		(81)	(74)
Other changes in equity		-	-
Cash flow from financing activities		31,352	(13,889)
NET INCREASE IN CASH AND CASH EQUIVALENTS		38,634	(8,746)
OPENING CASH AND CASH EQUIVALENTS		22,076	30,822
CLOSING CASH AND CASH EQUIVALENTS		60,710	22,076
ADDITIONAL INFORMATION ON THE CASH FLOW STATEMENT			
€/000		2020	2019
RECONCILIATION OF CASH AND CASH EQUIVALENTS			
Opening cash and cash equivalents, detailed as follows:	25	22,076	30,822
Cash and cash equivalents		22,323	31,086
Overdrafts		(247)	(264)
Closing cash and cash equivalents, detailed as follows:	25	60,710	22,076
Cash and cash equivalents		60,717	22,323
Overdrafts		(7)	(247)
Other information:			
Income taxes paid		-	(136)
Financial expenses paid		(776)	(663)
Interest IFRS 16		(2)	(2)
Interest on financings to subsidiary companies		524	501
Interest on financings from subsidiary companies		(2)	(1)
Interest receivable on bank account		13	48
Interest receivable on trade receivables		80	35
Interest receivable on subsidiaries trade receivables		7	51
Effects of exchange rate changes		(204)	188
Change in related party financial assets		(4,988)	921
Change in related party financial loans and borrowings		(201)	(757)
Change in related party receivables and service transactions		1,649	4,066
Change in related party payables and service transactions		1,338	1,728
Change in trade and other receivables related to tax assets		(735)	457
Change in trade payables and other liabilities related to tax liabilities		(994)	(210)