

ITWAY GROUP

HALF-YEAR MANAGEMENT REPORT AS OF JUNE 30, 2020



CONSOLIDATED INCOME STATEMEMT

Thousand of Euro	Half-year as of					
	30 June 2020	30 June 2019 Net amount Itway Group				
	Net amount Itway Group					
Revenues from sales	14,848	13,385				
Other operating revenues	620	835				
Products	(12,672)	(11,533)				
Costs of services	(1,145)	(1,181)				
Costs of personnel	(1,192)	(1,147)				
Other operating expenses	(107)	(287)				
EBITDA	352	72				
Depreciations and amortisations	(268)	(316)				
EBIT	84	(244)				
Financial proceeds	61	5				
Financial charges and currency management	145	(14)				
Profit before taxes	290	(253)				
Taxes	(81)	85				
Result for the period	209	(168)				
Attributable to:						
Sharedholders of parent company	210	(170)				
Minorities	(1)	2				
Result per share						
From operations:						
Basic	0.03	(0.02)				
Diluited	0.03	(0.02)				



COMPREHENSIVE CONSOLIDATED INCOME STATEMENT

	Half-year as of					
Euro migliaia	30 June 2020	30 June 2020				
	Net amount Itway Group	Net amount Itway Group				
Net result	209	(168)				
Components that can be reclassified to the income statement: Profit/(Losses) from the conversion of the balance sheet of foreign subsidiaries	(343)	(206)				
Components that cannot be reclassified to the income statement:						
Actuarial gain (losses) on defined-benefit plans	(45)	-				
Comprehensive result	(179)	(374)				
Attributable to:						
Sharedholders of parent company	(178)	(376)				
Minorities	(1)	2				



CONSOLIDATED FINANCIAL STATEMENT

Goodwill 1,851 1,85 Other intangible assets 2,294 2,31 Rights of use 2,655 2,80 Investments 1,012 1,76 Deferred tax assets 860 79 Non-current financial assets 2,098 2,09 Other non current assets 27 3 Current assets 11,738 12,65 Current assets 251 65 Inventories 251 65 Account receivables - Trade 13,947 19,20 Other current assets 1,245 1,05 Cash on hand 1,105 60 Other financial assets 2,363 2,49 Current financial assets 31,861 37,87 Total assets 31,861 37,87 Nortal and other reserves 31,861 37,87 Nortal and other reserves 7,971 6,32 Share capital and other reserves 7,971 6,32 Net result of the period 209 2,04	Thousand of Euro		30 Jun 20	31 Dec 19
Property, plans and machinery	ASSETS			
Scale Scal	Net current assets			
Other intangible assets 2.294 2.31 Rights of use 2.655 2.86 Investments 1.012 1.76 Deferred tax assets 860 79 Onn-current financial assets 2.098 2.09 Other non current assets 27 3 Inventories 251 65 Account receivables - Trade 13,947 19.20 Other current assets 1,245 1,05 Cash on hand 1,105 60 Other funancial redits 2,363 2.49 Current financial assets 1,212 1,211 Current financial assets 31,861 37,87 NET EQUITY AND LIABILITIES Share capital and other reserves 5 Share capital and other reserves 7,971 6,32 Net result of the period 209 2,04 Total Net Equity 8,180 8,36 Share capital and reserves of minorities (351) (357 Total Group Net Equity 7,829 8,00 Non current liabilities	Property, plans and machinery		941	991
Rights of use Investments 2,655 2,80 Investments 1,012 1,76 Deferred tax assets 2,098 2,09 Non-current financial assets 27 3 Current assets 11,738 12,65 Inventories 251 65 Account receivables - Trade 13,947 19,20 Other current assets 1,245 1,05 Current financial credits 2,363 2,49 Current financial assets 1,212 1,21 Current financial assets 1,212 1,21 Total assets 31,861 37,87 NET EQUITY AND LIABILITIES 31,861 37,87 NET EQUITY AND LIABILITIES 5 3,20 Share capital and other reserves 7,971 6,32 Net result of the period 209 2,04 Total Net Equity 8,180 8,36 Share capital and reserves of minorities (351) (357 Total Group Net Equity 7,829 8,00 Non current liabilities 5	Goodwill		1,851	1,852
Investments			2,294	2,319
Deferred tax assets 860 79 Non-current financial assets 2,098 2,126 3.1 3.1 5.5 6.5 6.0 7.0 6.0 6.0 7.0 7.0 6.0 7.0 7.0 7.0 8.0 7.0 7.0 7.0 8.0 8.0 8.0 8.0 8.0 8.0 8.0 8.0 8.0 8.0 8.0 8.0 8.0 8.0 8.0 8.0			2,655	2,801
Non-current financial assets 2,098 2,090 Other non current assets 70tal 11,738 12,65 Current assets 11,738 12,65 Inventories 251 65 Account receivables - Trade 13,947 19,20 Other current assets 1,245 1,05 Cash on hand 1,105 60 Other financial credits 2,363 2,49 Current financial assets 1,212 1,211 Current financial assets 31,861 37,87 NET EQUITY AND LIABILITIES Total 20,123 25,22 Total assets 31,861 37,87 NET EQUITY AND LIABILITIES Share capital and other reserves 7,971 6,32 Net result of the period 209 2,04 Total Net Equity 8,180 8,36 Share capital and reserves of minorities (351) (357 Total Group Net Equity 7,829 8,00 Non current liabilities 516 51 Severance indemnity 431			· ·	1,765
Other non current assets 27 3 Current assets Total 11,738 12,65 Current assets 251 65. Account receivables - Trade 13,947 19,20 Other current assets 1,245 10,55 Cash on hand 1,105 60 Other financial credits 2,363 2,49 Current financial assets 7,012 1,212 1,211 Total assets 31,861 37,87 NET EQUITY AND LIABILITIES Total 20,123 25,22 Share capital and other reserves Share capital and reserves 7,971 6,32 Net result of the period 209 2,04 Total Net Equity 8,180 8,36 Share capital and reserves of minorities (351) (357 Total Group Net Equity 7,829 8,00 Non current liabilities 5 5 Severance indemnity 431 40 Provision for risks and charges 5 5 Deferred tax liabilities 5				791
Total 11,738 12,65				2,098
Current assets Inventories 251 65 Account receivables - Trade 13,947 19,20 Other current assets 1,245 1,05 Cash on hand 1,105 60 Other financial credits 2,363 2,49 Current financial assets 1,212 1,211 Current financial assets 31,861 37,87 Total assets 31,861 37,87 NET EQUITY AND LIABILITIES Share capital and other reserves Share capital and reserves 7,971 6,32 Net result of the period 209 2,04 Total Net Equity 8,180 8,36 Share capital and reserves of minorities (351) (357 Total Capital And reserves of minorities (351) (357	Other non current assets	m . 1		34
Inventories	Comment of the second	Total	11,738	12,651
Account receivables - Trade 13,947 19,20 Other current assets 1,245 1,05 Cash on hand 2,363 2,49 Current financial assets 1,212 1,211 Current financial assets 1,212 1,212 Total 20,123 25,222 Total assets 31,861 37,87 NET EQUITY AND LIABILITIES Share capital and other reserves Share capital and reserves 7,971 6,32 Net result of the period 209 2,04 Total Net Equity 8,180 8,36 Share capital and reserves of minorities (351) (357 Total Group Net Equity 7,829 8,00 Non current liabilities 516 51 Non current liabilities 516 51 Non current liabilities 1,815 1,78 Total 2,762 2,70 Current liabilities 7,755 7,98 Financial current liabilities 7,755 7,98			251	(52
Other current assets 1,245 1,05 Cash on hand 1,105 60 Other financial credits 2,363 2,49 Current financial assets 1,212 1,212 Total 20,123 25,22 Total assets 31,861 37,87 NET EQUITY AND LIABILITIES Share capital and other reserves Share capital and reserves 7,971 6,32 Net result of the period 209 2,04 Total Net Equity 8,180 8,36 Share capital and reserves of minorities (351) (357 Total Group Net Equity 7,829 8,00 Non current liabilities 3 40 Severance indemnity 431 40 Provision for risks and charges - - Severance indemnity 431 40 Provision for risks and charges - - Severance indemnity 431 40 Provision for risks and charges 716 516				
Cash on hand 1,105 60 Other financial credits 2,363 2,49 Current financial assets 1,212 1,211 Total 20,123 25,22 Total assets 31,861 37,87 NET EQUITY AND LIABILITIES Share capital and other reserves Share capital and reserves 7,971 6,32 Net result of the period 209 2,04 Total Net Equity 8,180 8,36 Share capital and reserves of minorities (351) (357 Total Group Net Equity 7,829 8,00 Non current liabilities Severance indemnity 431 40 Provision for risks and charges - - Deferred tax liabilities 1,815 1,78 Total 2,762 2,70 Current liabilities 7,755 7,98 Account payable – Trade 9,998 14,15 Tax payable 1,767 2,44				
Other financial credits 2,363 2,49 Current financial assets 1,212 1,211 1,212 1,212 1,212 1,212 1,212 1,212 1,212 1,212 1,212 1,212 1,212 2,522 Total assets 31,861 37,87 NET EQUITY AND LIABILITIES Share capital and reserves Share capital and reserves 7,971 6,32 Net result of the period 209 2,04 Total Net Equity 8,180 8,36 Share capital and reserves of minorities (351) (357 Total Group Net Equity 7,829 8,00 Non current liabilities 2 3,00 Non current liabilities 431 40 40 Provision for risks and charges - - - Deferred tax liabilities 516 51 51 Non current financial liabilities 7,755 7,98 Current liabilities 7,755 7,98			,	,
1,212 1,216 1,216 1,216 1,217 1,216 1,21				
Total assets 31,861 37,87.				
Total assets 31,861 37,874	Current infancial assets	Total		
NET EQUITY AND LIABILITIES		1000		
NET EQUITY AND LIABILITIES	Total assets		31,861	37,874
Total Net Equity S,180 S,360	Share capital and reserves			6,323
Share capital and reserves of minorities (357) Total Group Net Equity 7,829 8,00° Non current liabilities 431 40° Severance indemnity 431 40° Provision for risks and charges - 516 51° Deferred tax liabilities 516 51° 51° Non current financial liabilities 1,815 1,78° 2,70° Current liabilities 7,755 7,98° Account payable – Trade 9,998 14,15° Account payable 1,767 2,44° 2,40° 2,57° Other current liabilities 1,750 2,57° 2,57° Total 21,270 27,16° Total liabilities 24,032 29,86°	Net result of the period		209	2,041
Total Group Net Equity 7,829 8,00° Non current liabilities 31 40° Severance indemnity 431 40° Provision for risks and charges - - Deferred tax liabilities 516 51° Non current financial liabilities 1,815 1,78° Current liabilities 7,755 7,98° Financial current liabilities 7,755 7,98° Account payable – Trade 9,998 14,15° Tax payable 1,767 2,44° Other current liabilities 1,750 2,57° Total 21,270 27,16° Total liabilities 24,032 29,86°	Total Net Equity		8,180	8,364
Non current liabilities Severance indemnity 431 400 Provision for risks and charges - - Deferred tax liabilities 516 516 Non current financial liabilities 1,815 1,78 Total 2,762 2,700 Current liabilities 7,755 7,98 Financial current liabilities 7,755 7,98 Account payable – Trade 9,998 14,15 Tax payable 1,767 2,44 Other current liabilities 1,750 2,570 Total 21,270 27,16	Share capital and reserves of minorities		(351)	(357)
Severance indemnity	Total Group Net Equity		7,829	8,007
Severance indemnity	Non current liabilities			
Provision for risks and charges			431	406
Deferred tax liabilities			-	-
Non current financial liabilities 1,815 1,782 2,762 2,700	<u> </u>		516	516
Current liabilities Total 2,762 2,700 Financial current liabilitites 7,755 7,98 Account payable – Trade 9,998 14,15 Tax payable 1,767 2,44 Other current liabilities 1,750 2,570 Total 21,270 27,16 Total liabilities 24,032 29,86				1,785
Current liabilities Financial current liabilities 7,755 7,98 Account payable – Trade 9,998 14,15 Tax payable 1,767 2,44 Other current liabilities 1,750 2,570 Total 21,270 27,160 Total liabilities 24,032 29,860		Total		2,707
Account payable – Trade 9,998 14,15: Tax payable 1,767 2,44* Other current liabilities 1,750 2,570 Total liabilities 24,032 29,86*	Current liabilities			,
Account payable – Trade 9,998 14,150 Tax payable 1,767 2,440 Other current liabilities 1,750 2,570 Total liabilities 24,032 29,860	Financial current liabilitites		7,755	7,985
Tax payable 1,767 2,44* Other current liabilities 1,750 2,570 Total liabilities 21,270 27,160 Total liabilities 24,032 29,86*	Account payable – Trade			14,158
Total 21,270 27,160 Total liabilities 24,032 29,860			1,767	2,447
Total liabilities 24,032 29,86	Other current liabilities		1,750	2,570
		Total	21,270	27,160
Total Nat Equity and Liabilities 31 861 37 87.	Total liabilities		24,032	29,867
	Total Net Equity and Liabilities		31,861	37,874



Consolidated statement of charges in equity

				Cumul	ated profit	(loss)					
Thousand of Euro	Share capital	Own share reserve	Share L premiures m reserve		Voluntary reserve	Other reserve	Transal tion reserve	Result for the period	Net equity of Group	Minority interests	Total Net Equity
Balance at January 1, 2019	3,953	(1,346)	17,584	485	4,792	(16,691)	(2,710)	520	6,587	(352)	6,235
Variation in own shares	-	-	_	_	-	_	_	_	-	_	-
Total operations with shareholders Allocation of the result for the year	-	-	-	-	<u>-</u>	520	-	(520)	-	-	-
Result of the period	-	-	-	-	-	-	-	(171)	(171)	3	(168)
Other operations	-	-	-	-	-	-	-	-	-	-	-
Other components of comprehensive results at 30 June 2019: Gain/(Losses) on defined benefit plans	-	-	-	-	-	-	-	-	-	-	-
Overall result	-	-	-	-	-	-	(206)	-	(206)	-	(206)
Comprehensive result	-	-	-	-	-	-	(206)	(171)	(377)	3	(374)
Balance at June30, 2019	3,953	(1,346)	17,584	485	4,792	(16,171)	(2,916)	(171)	6,210	(349)	5,862

			(Cumul	ated profit	(loss)					
Thousand of Euro	Share capital	Own share reserve	Share L premiures m reserve	_	Voluntary reserve	Other reserve	Transal tion reserve	Result for the period	Net equity of Group	Minority interests	Total Net Equity
Balance at January 1, 2020	3,953	(1,346)	17,584	485	4,792	(16,171)	(2,975)	2,041	8,363	(356)	8,007
Variation in own shares	-	_	_	_	-	_	_	-	-	-	-
Total operations with shareholders Allocation of the result for the year		-		<u>-</u>	-	2,037	-	(2,041)	(4)	- 4	-
Result of the period	-	-		-	-	-	-	209	210	(1)	208
Other operations	_	-	-	-	-	-	-	-	-	2	2
Other components of comprehensive results at 30 June 2020: Gain/(Losses) on defined benefit plans	-	-	-	-	-	(45)	-	-	(45)	-	(45)
Overall result	-	-	-	-	-	-	(343)	-	(343)	-	(343)
Comprehensive result	-	-	-	-	-	(45)	(343)	209	(178)	1	(178)
Balance at June 30, 2020	3,953	(1,346)	17,584	485	4,792	(14,179)	(3,318)	209	8,180	(351)	7,829



CONSOLIDATED STATEMENT OF CHARGES IN FINANCIAL POSITION

	Half-ye			
Thousand of Euro	30 Jun 20	30 Jun 19		
Results for the period "Net ampunt Itway Group"	209	(168)		
Adjustments of items not affecting liquiduty:		()		
Depeciations of tangible assets	86	87		
Depeciations of intangible assets	136	170		
Depreciations of right of use	47	59		
Allowances for doubtful accounts	-	-		
Provisions for severance indemnity, net of payments to social security bodies	33	29		
Variation in non current assets/liabilitites	(60)	(190)		
Cash flow from operating activities, gross of the variation in working capital	451	(13)		
Payments of secerance indemnity	(53)	(7)		
Variation in trade receivable and other current assets	5,197	4,787		
Variation in inventories	402	-		
Variation in trade payables and other current liabilities	(5,664)	(3,359)		
Cash flow from operations generated/(absorbed)by changes in NWC	(118)	1,421		
Cash flow from operations (A)	333	1,408		
Additions in tangible assets (net of assets sold)	(36)	26		
Rights of use	99	(282)		
Investments in other fixed assets (net of divestments)	643	(454)		
Cash flow from investing activities (B)	707	(710)		
Increases/(Remboursement) of current financial liabilities	(230)	(425)		
Increases/(Remboursement) of net non-current financial liabilities	30	44		
Variation of onw shares	-	-		
Cash flow from financial activities (C)	(200)	(381)		
Net impact of the variation in translation of non euro exchange rates of cash on hand	(343)	(206)		
Cash flow from asset sold (D)	-	-		
Increase/(Decrease)cash available and cash equivalents (A+B+C+D)	497	111		
Cash and cash equivalents at the beginning of the period	608	951		
Cash and cash equivalents at the end of the period	1,105	1,063		