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COMPANY INFORMATION

COMPANY OFFICERS

Board of Directors¹

Enrico Laghi²
Chairman

Alessandro Benetton
Director

Christian Benetton
Director

Franca Bertagnin Benetton
Director

Ermanno Boffa
Director

Claudio De Conto
Director

Vittorio Pignatti-Morano Campori
Director

Giovanni Ciserani³
Director

Gianni Mion⁴
Director

Carlo Bertazzo⁵
Director

Giovanni Costa⁵
Director

In office until approval of the financial statements as at December 31, 2022

General Manager

Carlo Bertazzo⁶

Board of Statutory Auditors¹

Angelo Casò
Chairman

Aldo Laghi
Auditor

Massimo Catullo
Auditor

Giovanni Pietro Cunial⁷
Auditor

Giorgio Grosso
Alternate auditor

Michele Graziani
Alternate auditor

In office until approval of the financial statements as at December 31, 2022

Independent auditors

Deloitte & Touche S.p.A.

In office until approval of the financial statements as at December 31, 2023

¹ Appointed on July 21, 2020.

² Appointed on November 30, 2020.

³ Resigned from the office of Director on October 7, 2020.

⁴ Resigned from the office of Chairman on November 30, 2020.

⁵ Director up to July 21, 2020.

⁶ Term of office ended on February 29, 2020.

⁷ Auditor up to July 21, 2020.

CORPORATE STRUCTURE

As at December 31, 2020 the company Edizione S.r.l. ("Edizione"), fully owned by the Benetton family, held equity investments in the following industries: Transport Infrastructures, Digital Infrastructures, Food and Beverage, Clothing and Textiles, Real Estate and Agriculture and Financial Institutions. The simplified organisational chart of the main Group companies as at December 31, 2020 was as follows:

EDIZIONE	100% Sintonia	30.25% Atlantia ¹	88.06% Autostrade per l'Italia	Transport Infrastructure	
			100% Autostrade dell'Atlantico		
			50% + 1 share Abertis		
			99.38% Aeroporti di Roma		
			52.69% Azzurra Aeroporti		64% Aéroports de la Côte d'Azur
			100% Telepass		
			23.86% Hochtief		
			15.49% Getlink		
		100% ConnecT Due	12.02% Cellnex Telecom		Digital Infrastructure
		100% Schematrentaquattro	50.10% Autogrill ²		Food and Beverage
	100% Benetton	100% Benetton Group	Clothing and Textiles		
		100% Olimpias Group			
	100% Edizione Property		Real Estate and Agriculture		
	100% Edizione Agricola	100% Maccarese			
		100% Compañía de Tierras Sud Argentino			
		100% Ganadera Condor			
	100% Schematrentatre	3.98% Assicurazioni Generali	Financial Institutions		
		2.10% Mediobanca			

▣ Listed company

¹ As at December 31, 2020, Atlantia holds 0.84% of treasury shares.

² As at December 31, 2020, Autogrill holds 1.25% of treasury shares.

NET ASSET VALUE

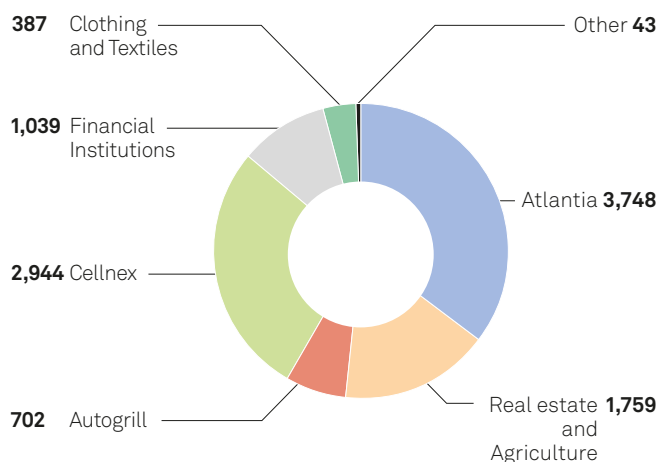
The table below shows a breakdown of the Net Asset Value (“NAV”) of Edizione as at December 31, 2020, compared to the values as at December 31, 2019.

(Millions of Euro)	12.31.2020		12.31.2019		Change
	Value	% / GAV	Value	% / GAV	Absolute
Atlantia	3,748	35.3%	5,215	41.9%	(1,467)
Cellnex	2,944	27.7%	2,432	19.5%	512
Autogrill	702	6.6%	1,200	9.6%	(498)
Assicurazioni Generali	899	8.5%	1,157	9.3%	(258)
Mediobanca	140	1.3%	187	1.5%	(47)
Prysmian	-	-	51	0.4%	(51)
Listed companies	8,433	79.4%	10,242	82.2%	(1,809)
Real Estate and Agriculture	1,759	16.6%	1,677	13.5%	82
Clothing and Textiles	387	3.6%	489	3.9%	(102)
Other	43	0.4%	49	0.4%	(6)
Non-listed companies	2,189	20.6%	2,215	17.8%	(26)
Gross Asset Value (“GAV”)	10,622	100%	12,457	100%	(1,835)
Net financial position	205		(134)		339
Net Asset Value	10,827		12,323		(1,496)

The total asset value as at December 31, 2020, was determined by using the following valuation criteria:

- equity investments in listed companies are valued on the basis of the arithmetic average of the closing prices, in the 20 trading days prior to the valuation date;
- equity investments in unlisted companies are valued at the purchase cost in the 12 months following acquisition. Subsequently, the equity investments are valued at the carrying value or the value corresponding to the pro-rata equity, referring to the last statement of financial position available at the valuation date;
- investment properties are valued at market value, as determined by third-party and internal appraisals;
- net financial indebtedness includes the financial payables of Edizione and the 100% owned sub-holdings at the valuation date, minus cash and cash equivalents and liquid financial investments at the same date;
- assets and liabilities denominated in foreign currency are converted at the exchange rate at the date of determination of the NAV.

(Millions of Euro)



DIRECTORS' REPORT

Dear Shareholders,

The financial statements for the year ended December 31, 2020, which we submit for your approval, show a loss of Euro 20.9 million compared to income of Euro 208 million in 2019.

Below is an analysis of the main events during the year.

MAIN EVENTS IN 2020

Prysmian S.p.A.

In January 2020 Edizione completed the disposal of 2,393,465 shares of Prysmian S.p.A. for a consideration of Euro 50.7 million.

Covid 19

On March 10, 2020, the Board of Directors of the Company decided to donate Euro 3 million to support the projects and needs of four hospitals, as concrete assistance for the emergency deriving from the spread of the Covid 19 epidemic in Italy. The donation regards the hospitals Ca' Foncello in Treviso, Luigi Sacco in Milan, and Lazzaro Spallanzani and the Policlinico Agostino Gemelli in Rome. In Italy, Edizione's main operations are located in Treviso, the city of origin of the Benetton family, in Milan and in Rome.

Capital increases of Benetton S.r.l.

On June 23, 2020 the Company's Board of Directors approved the capitalisation of the subsidiary Benetton S.r.l. for a total amount of Euro 300 million, to be carried out by December 31, 2022 through the conversion of a pre-existing loan for Euro 100 million, and an additional capital increase, up to a maximum of Euro 200 million, of which Euro 100 million was disbursed by December 31, 2020. Lastly, on November 16, 2020, Edizione's Board of Directors approved the granting of a loan to Benetton S.r.l., in one or more tranches, for a total maximum amount of Euro 80 million, with a duration of no more than 7 years, non-interest bearing and deferred, to support, along with the capital increase, the subsidiary's development plan.

Loan guaranteed by Assicurazioni Generali S.p. A. shares

On May 25, 2020 Edizione subscribed with Crédit Agricole an 18-month credit line of Euro 300 million – increased to Euro 400 million on July 20, 2020 – guaranteed by the Assicurazioni Generali S.p.A. shares held by its subsidiary Schematrentatre S.p.A. The line is a revolving facility which, inter alia, requires that a minimum ratio be maintained of the market value of the shares used as collateral to the amount used. As at December 31, 2020 the line was completely unused.

Italian Tax Authority refunds

In May 2020 Edizione, as the Parent Company of the companies participating in the National Consolidated Taxation System, received from the Italian Tax Authority two refunds on IRES receivables for IRAP deductible pursuant to Decree Law 201/2011 for the years 2010 and 2011, for a total of Euro 6.8 million, including interest. In July 2020, Edizione received an additional refund, relating to the year 2007, for Euro 3.9 million. Those amounts were transferred to the companies participating in the National Consolidated Taxation System that had applied for the refund.

Appointment of the new Board of Directors

On July 21, 2020, the Shareholders' Meeting of Edizione appointed the new Board of Directors, which shall remain in office up to the date of approval of the financial statements for the year ended as at December 31, 2022. On November 30, 2020, following the termination of the offices held in the Company by Gianni Mion, the Shareholders' Meeting appointed Prof. Enrico Laghi as Chairman of Edizione.

**Full demerger of Connect S.p.A.
and spin-off of Connect Due S.r.l.**

On June 10, 2020 the full, non-proportionate demerger of the investee company Connect S.p.A., a company through which the subsidiary Sintonia S.p.A., along with two additional co-investors, Raffles Infra Holdings Limited, an investment vehicle of GIC Special Investments Pte Ltd, and Infinity Investments S.A., a company fully-owned by the Abu Dhabi Investment Authority fund, held an equity investment of 29.9% in Cellnex Telecom S.A., the European leader in the telecommunications infrastructure sector.

The demerger entailed the assignment of:

- (i) a share of 16.45% in Cellnex Telecom S.A. to a newly-established company wholly-owned by Sintonia S.p.A., named Connect Due S.r.l.; and
- (ii) a share of 6.73% of Cellnex Telecom S.A. to each of the two newly-established companies, wholly-owned by Raffles Infra Holdings Limited and Infinity Investments S.A., respectively.

In July 2020, at the time of a capital increase of Cellnex Telecom S.A., Connect Due S.r.l. decided not to subscribe such increase and to dispose of its option rights on the market. In September 2020, the subsidiary also disposed of 1% of the capital of Cellnex Telecom S.A. on the market and as at December 31, 2020, due to the above transactions, the percentage held by Connect Due S.r.l. in Cellnex Telecom S.A. amounts to 12.02%.

RECLASSIFIED INCOME STATEMENT

The results of the reclassified income statement for 2020 and 2019 are shown below:

(Millions of Euro)				Change
	2020	2019	Absolute	%
Dividends from equity investments	-	227.2	(227.2)	(100)
Income from investment funds	-	-	-	-
Dividends and income from investment funds	-	227.2	(227.2)	(100)
Other revenues and income	0.8	0.8	-	-
Operating costs	(19.2)	(17.3)	(1.9)	11
Depreciation, amortisation and impairment	(1.1)	(1.0)	(0.1)	10
Net financial income/(charges)	(1.8)	0.8	(2.6)	n.s.
Income taxes	0.2	2.2	(2.0)	(91)
Net operating income	(21.1)	212.7	(233.8)	n.s.
Fair value adjustment of investment funds	2.8	-	2.8	100
Capital gains/(losses) from investment funds and equity investments	-	0.5	(0.5)	(100)
Impairment of equity investments	(2.6)	(5.2)	2.6	(50)
Income for the year	(20.9)	208.0	(228.9)	n.s.

In 2020, the Company did not collect any dividends. In 2019, dividends collected by the Company came to Euro 227.2 million. Details are shown below:

(Millions of Euro)				Change
	2020	2019	Absolute	%
Schematrentaquattro S.p.A.	-	23.9	(23.9)	(100)
Sintonia S.p.A.	-	200.0	(200.0)	(100)
Prysmian S.p.A.	-	3.3	(3.3)	(100)
Total	-	227.2	(227.2)	(100)

Other revenues and income refer to services rendered to Group companies.

Operating costs are summarised below in comparison with the previous year:

(Millions of Euro)	Change			
	2020	2019	Absolute	%
Directors and Statutory Auditors' emoluments	(2.9)	(5.1)	2.2	(43)
Rents	(0.6)	(0.8)	0.2	(25)
Payroll costs	(7.3)	(5.0)	(2.3)	46
Donations	(5.3)	(2.2)	(3.1)	n.s.
Costs of services	(2.7)	(3.9)	1.2	(31)
Other operating costs	(0.4)	(0.3)	(0.1)	33
Total	(19.2)	(17.3)	(1.9)	11

The increase in Payroll costs, mainly due to one-off compensation to an employee who resigned during the year, is offset by lower Directors and Statutory Auditors' emoluments which, during the previous year, included the amount paid to a director that resigned. The decrease in Costs of services is specifically attributable to the reduction in consulting activities and in travel expenses. The increase in Donations is due to the donations made in March 2020 to four Italian hospitals, to provide support for the emergency deriving from the Covid 19 pandemic.

Depreciation, amortisation and impairment mainly refers to the amortisation of the Rights of use recorded following the application of IFRS 16.

The change in Net financial charges is attributable to charges and commissions accrued on the loan contracted by the Company in May 2020 and the reduction in interest income accrued on deposits at banks and in intercompany current accounts.

Income tax for 2020 is positive for Euro 0.2 million. In 2019, positive income taxes of Euro 2.2 million referred to the estimated remuneration of the tax loss of the Company used in the National Consolidated Taxation System to offset the taxable amounts contributed by other companies participating in the consolidated taxation system.

Fair value adjustment of investment funds includes the effect of the fair value measurement of the 21 Invest investment funds based on their Net Asset Value at year end.

In 2019, Capital gains/(losses) from investment funds and equity investments referred to the income deriving from the liquidation of the subsidiary Schemaquattordici S.p.A.

Impairment of equity investments for 2020 exclusively regards the subsidiary Verde Sport S.r.l. due to the adjustments to the carrying value at equity of the company at year-end. The comparative figure related to impairment of the subsidiaries Verde Sport S.r.l. (Euro 4.1 million) and San Giorgio S.r.l. (Euro 1.1 million).

STATEMENT OF FINANCIAL POSITION

The financial structure as at December 31, 2020 and December 31, 2019 is presented below:

(Millions of Euro)	12.31.2020	12.31.2019	Change
Equity investments	3,656.7	3,507.3	149.4
Other non-current securities and receivables	27.6	21.4	6.2
Property, plant and equipment and intangible assets	8.0	9.0	(1.0)
Non-current assets	3,692.3	3,537.7	154.6
Current receivables	7.8	18.4	(10.6)
Current payables	(2.2)	(17.1)	14.9
Net working capital	5.6	1.3	4.3
Provisions and medium-term liabilities	(0.6)	(0.6)	-
Capital employed	3,697.3	3,538.4	158.9
Shareholders' Equity	3,969.6	3,990.4	(20.8)
Net financial indebtedness/(Cash)	(272.3)	(452.0)	179.7
Sources of funding	3,697.3	3,538.4	158.9

Equity investments

Equity investments at the end of 2020 were worth Euro 3,656.7 million, a net increase of Euro 149.4 million

compared to December 31, 2019 (Euro 3,507.3 million). Below are details of the movements in that item:

(Millions of Euro)	
Value of equity investments as at December 31, 2019	3,507.3
Disposal of Prysmian S.p.A. shares	(50.7)
Capital increase of Benetton S.r.l.	200.0
Capital increase of Verde Sport S.r.l.	2.7
Impairment loss of Verde Sport S.r.l.	(2.6)
Value of equity investments as at December 31, 2020	3,656.7

Other non-current securities and receivables

As at December 31, 2020, the item refers to the fair value of investment funds.

Net financial indebtedness/(Cash)

The composition of Edizione's net financial position at the end of the year can be summarised as follows:

(Millions of Euro)	12.31.2020	12.31.2019	Change
Net cash and cash equivalents	(388.5)	(200.9)	(187.6)
Other current financial (assets)/liabilities	109.0	(259.1)	368.1
Other non-current financial (assets)/liabilities	(0.8)	(0.9)	0.1
Net financial indebtedness/(Cash) excluding IFRS 16	(280.3)	(460.9)	180.6
Effect of the application of IFRS 16	8.0	8.9	(0.9)
Net financial indebtedness/(Cash)	(272.3)	(452.0)	179.7

As at December 31, 2020, Edizione had net cash amounting to Euro 272.3 million, compared to net cash of Euro 452 million at the end of 2019. The change in the balance compared to the previous year is essentially attributable to equity support

provided to several subsidiaries during the year. Other current financial assets and liabilities includes intercompany current accounts held with the subsidiaries.

Shareholders' Equity

As at December 31, 2020, Shareholders' equity amounts to Euro 3,969.6 million (Euro 3,990.4 million as at December 31, 2019). During the year, no dividends were distributed to the shareholders.

PERFORMANCE OF THE MAIN SUBSIDIARIES AND ASSOCIATES

The performance of the main group companies is briefly described below.

Sintonia S.p.A.

(controlling interest as at December 31, 2020: 100%)

As at December 31, 2020, Sintonia S.p.A. held equity investments in Atlantia S.p.A. and Connect Due S.r.l.

Key figures of Sintonia S.p.A. for the year ended December 31, 2020 compared with those of the previous year are shown below:

(Millions of Euro)	Separate financial statements		Change	
	2020	2019	Absolute	%
Dividends and other income from equity investments	-	226.0	(226.0)	(100)
Other revenues and income	-	0.1	(0.1)	(100)
Capital gains/(losses) from disposal of equity investments	-	0.7	(0.7)	(100)
Operating costs	(1.2)	(0.3)	(0.9)	n.s.
Net financial income/(charges)	(6.3)	(3.9)	(2.4)	62
Income taxes	0.1	(0.1)	0.2	n.s.
Income for the year/(Loss)	(7.4)	222.5	(229.9)	n.s.
	12.31.2020	12.31.2019	Change	
Shareholders' Equity	3,497.3	3,504.7	(7.4)	
Net financial indebtedness/(Cash)	502.2	500.7	1.5	

During 2020 no dividends were collected from the investee companies. Dividends and other income from equity investments received during 2019 included Euro 224.8 million for the 2018 dividend, equal to Euro 0.90 per share, resolved by the shareholders' meeting of Atlantia S.p.A. in April 2019 and, for the residual amount, the dividend distributed by the subsidiary Connect S.p.A.

The Capital gain from disposal of equity investments in 2019 related to the sale of 5% of the Connect S.p.A. shares in July 2019, as a result of the exercise of the call option granted by Sintonia S.p.A. to the other two shareholders of Connect S.p.A.

Operating costs for 2020 increased on the previous year, due to the legal expenses incurred for the demerger of Connect S.p.A. and costs relating to strategic consulting.

The Net financial charges for 2020 include interest charges on the amount of the Term Loan and Revolving Facility tranche of the loan due by the company, commitment fees on that loan and the interest accrued on intercompany current accounts held with the holding company Edizione and the subsidiary Connect Due S.r.l. The change on the previous year is mainly due to the interest charges paid for increased use of the Revolving Facility tranche and the commissions applied to the repayment of that tranche at year-end.

As at December 31, 2020, the Company had net financial indebtedness of Euro 502.2 million, compared to Euro 500.7 million in the previous year.

Atlantia S.p.A.

(controlling interest as at December 31, 2020: 30.25%, through the sub-holding Sintonia)

The following table shows key figures from the consolidated financial statements of the subsidiary Atlantia as at December 31, 2020, compared with those of the previous year.

(Millions of Euro)	Consolidated financial statements		Change	
	2020	2019	Absolute	%
Revenues	8,284	11,630	(3,346)	(29)
EBITDA	3,701	5,727	(2,026)	(35)
Income/(Loss) for the year, group	(1,177)	136	(1,313)	n.s.
	12.31.2020	12.31.2019	Change	
Shareholders' Equity	14,264	14,903	(639)	
Net financial indebtedness/(Cash)	39,238	36,722	2,516	

The year 2020 was marked by unprecedented events, due to the health crisis linked to the Covid 19 pandemic, which continues to have significant consequences on the economic and social fabric worldwide. The regulatory restrictions on mobility adopted by numerous governments following the global spread of the pandemic generated a significant reduction in traffic volumes on airport (-75%) and motorway infrastructure (-24%) under concession to the Atlantia group compared to 2019, with diversified impacts at geographic level, mainly correlated to the timing of the spread of the pandemic as well as the different restriction measures adopted in various countries. The decrease in traffic volumes resulted in a significant reduction in revenues (Euro 3,346 million compared to 2019) and in the Operating Cash Flow (FFO) (Euro 2,701 million compared to 2019).

Despite the changed macroeconomic scenario, in 2020, the group's operations continued and the group companies continued to have access to external sources of financing, issuing Euro 4,970 million in bonds in 2020 and Euro 2,750 million in the initial months of 2021.

Atlantia selected a new partner to help drive the pan-European expansion of Telepass S.p.A.'s payment solutions for transport users, agreeing to sell a 49% stake in the company to the global investment fund manager, Partners Group.

Abertis completed important acquisitions: Red de Carreteras de Occidente, which manages 876 km of motorway network in Mexico, and Elizabeth River Crossings, which operates six tunnels in Virginia in the USA.

With regard to the settlement of the alleged serious breach initiated by the Grantor on August 16, 2018, in July 2020, Autostrade per l'Italia S.p.A. formulated a new settlement proposal with a view to bringing to an end the procedure charging serious breach promoted by the Ministry of Infrastructure as a result of the tragic collapse of the Morandi road bridge in August 2018. That proposal was supplemented by the willingness of Atlantia S.p.A. and Autostrade per l'Italia S.p.A., subject to approval by their respective boards of directors, to enter into an agreement to carry out a market transaction designed to result in Atlantia S.p.A. giving up control of Autostrade per l'Italia S.p.A., and make it possible for a publicly-owned entity ("Cassa Depositi e Prestiti S.p.A. – CDP") to acquire an interest, whilst respecting the rights of Autostrade per l'Italia's existing minority shareholders. In relation to that corporate restructuring, pursuant to the communication of the Council of Ministers of July 15, 2020, the Board of Directors of Atlantia S.p.A. launched, pending the negotiations with CDP and its partners, a dual-track process consisting of the following:

- the sale via a competitive international auction – managed by independent advisors – of Atlantia's entire stake of 88.06% in Autostrade per l'Italia S.p.A., in which CDP could participate alongside other institutional investors of its choosing, as mentioned previously; or alternatively
- the partial, proportional demerger of 33.06% of Autostrade per l'Italia S.p.A. to the beneficiary, Autostrade Concessioni e Costruzioni S.p.A., and Atlantia's transfer of the remaining 55% interest, with the Beneficiary's shares to be listed on the screen-based trading system (Mercato Telematico Azionario) organised and managed by Borsa Italiana, as approved by the Extraordinary Shareholders' Meeting held on January 15, 2021, and the concomitant sale of the 62.77% stake in Autostrade Concessioni e Costruzioni S.p.A.

On April 1, 2021, Atlantia S.p.A. informed that no binding offers have been received by the deadline of 31 March 2021 with regard to the purchase of the 62.8% stake that Atlantia S.p.A. would have held in Autostrade Concessioni e Costruzioni S.p.A. (corresponding to the 55% of Autostrade per l'Italia) according to the Demerger Plan approved by the EGM held on 15 January 2021. Hence, being the condition precedent of the Demerger Plan not fulfilled, the demerger itself is interrupted and the transaction, of which it is part, will not be completed.

On April 30, 2021, Atlantia S.p.A.'s Board of Directors decided to call an Ordinary Shareholders' Meeting of the Company on May 31, 2021 to examine the binding offer to acquire the entire stake of 88.06% held by Atlantia S.p.A. in Autostrade per l'Italia S.p.A. most recently submitted on April 29, 2021 by the consortium consisting of CDP Equity S.p.A., The Blackstone Group International Partners LLP and Macquarie European Infrastructure Fund 6 SCSp.

Connect Due S.r.l. (controlling interest as at December 31, 2020: 100%, through the sub-holding Sintonia S.p.A.)

Connect Due S.r.l. was established on June 10, 2020, as a result of the full, non-proportionate spin-off of Connect S.p.A., an investment vehicle that held a stake of 29.9% in Cellnex Telecom S.A., European leader in the telecommunications infrastructure sector. The full, non-proportionate spin-off of Connect S.p.A. was carried out in favour of three newly-established beneficiary companies wholly-owned by each of the shareholders of Connect S.p.A., i.e. Sintonia S.p.A., Infinity Investments S.A. (a company wholly-owned by the Abu Dhabi Investment Authority fund) and Raffles Infra Holdings Limited (an investment vehicle of GIC Special Investments PTE Ltd.). The spin-off resulted in the dissolution of Connect and the assignment to each of the three beneficiaries of the spin-off, named Connect Due S.r.l. (owned by Sintonia), Azure Vista C 2020 S.r.l. (owned by Infinity Investments S.A.) and Prisma Holdings S.r.l. (owned by Raffles Infra Holdings Limited) of the following elements, in proportion to the share

of shareholders' equity held by the three shareholders in Connect S.p.A.:

- a portion of the equity investment in Cellnex Telecom S.A.: Connect Due S.r.l. was assigned 16.45% of the capital of Cellnex Telecom S.A., while Azure Vista C 2020 S.r.l. and Prisma Holdings S.r.l. were assigned 6.73% of the capital of Cellnex Telecom S.A.;
- a portion of cash and cash equivalents.

In July 2020, as part of a capital increase resolved by Cellnex Telecom S.A., Connect Due S.r.l. disposed of its option rights on the market, and in September 2020 disposed of 1% of the capital of Cellnex Telecom S.A. As at December 31, 2020, due to the above operations, the percentage held by Connect Due S.r.l. in Cellnex Telecom S.A. came to 12.02%.

Key figures of Connect Due S.r.l. for the year ended December 31, 2020 are shown below:

(Millions of Euro)	Separate financial statements
	2020
Dividends and other income from equity investments	4.0
Income from the disposal of option rights	229.6
Capital gains/(losses) from disposal of equity investments	143.2
Operating costs	(0.2)
Financial charges	(0.1)
Income taxes	-
Income for the year	376.5
	12.31.2020
Shareholders' Equity	1,805.3
Net financial indebtedness/(Cash)	(488.5)

Dividends and other income from equity investments refer to dividends collected by the investee company Cellnex Telecom S.A. in 2020.

Income from the disposal of option rights refers to the income deriving from the sale of the option rights assigned to Connect Due S.r.l. as part of the capital increase of Cellnex Telecom S.A. in July 2020 (Euro 231.8 million), net of related costs (Euro 2.2 million).

Capital gains from disposal of equity investments refer to the disposal of a share of 1% of the equity investment in Cellnex Telecom S.A. in September 2020.

Operating costs include consulting linked to the extraordinary transactions occurring in 2020. Financial charges refer to bank commissions for custody of securities.

Cellnex Telecom S.A. (percentage held as at December 31, 2020: 12.02%, through the sub-holding ConneCT Due S.r.l.)

The following table shows key figures from the consolidated financial statements of the subsidiary Cellnex Telecom S.A. as at December 31, 2020 compared to those of the previous year.

(Millions of Euro)	Consolidated financial statements		Change	
	2020	2019 ¹	Absolute	%
Revenues	1,605	1,030	575	56
Adjusted EBITDA	1,182	686	496	72
Income/(Loss) for the year, group	(133)	(9)	(124)	n.s.
	12.31.2020	12.31.2019	Change	
Shareholders' Equity	8,933	5,051	3,882	
Net financial indebtedness/(Cash)	6,500	3,938	2,562	

¹ The figures for 2019 were restated following completion of the allocation of the purchase price paid for Iliad France, Iliad Italia, Swiss Infra Service and Signal.

From January 2020, Cellnex Telecom S.A. concluded numerous operations for growth that enabled it to enter Austria, Denmark, Portugal, Sweden and Poland, and to consolidate its presence in key markets such as France, Ireland, Italy, the Netherlands and the United Kingdom.

The group's growth was supported by a capital increase of Euro 4 billion, concluded in August 2020, the placement of Euro 1.5 billion in convertible bonds maturing in 2031 and the activation of a financing line of up to Euro 10 billion.

On March 30, 2021, the Board of Directors of Cellnex Telecom S.A. resolved a new capital increase of Euro 7 billion to finance the plans for the group's growth in Europe.

The subsidiary ConneCT Due S.r.l. decided not to subscribe the capital increase, and disposed of all of its option rights and 562,772 Cellnex Telecom S.A. shares, with total proceeds of Euro 157.6 million. Following that operation and the capital increase, the interest held by ConneCT Due S.r.l. in Cellnex Telecom S.A. dropped to 8.53%.

Schematrentaquattro S.p.A.

(controlling interest as at December 31, 2020: 100%)

Key figures from the financial statements of Schematrentaquattro S.p.A., owner of a 50.1% interest in Autogrill S.p.A., for the year ended December 31, 2020 and December 31, 2019 are summarised below:

(Millions of Euro)	Separate financial statements		Change	
	2020	2019	Absolute	%
Dividends and other income from equity investments	-	25.5	(25.5)	(100)
Operating costs	(0.1)	(0.1)	-	-
Income taxes	-	(0.3)	0.3	(100)
Income for the year/(Loss)	(0.1)	25.1	(25.2)	n.s.
	12.31.2020	12.31.2019	Change	
Shareholders' Equity	977.1	977.2	(0.1)	
Net financial indebtedness/(Cash)	(22.6)	(23.0)	0.4	

Dividends and other income from equity investments in the previous year referred to dividends received from the subsidiary Autogrill S.p.A. In 2020 the subsidiary did not distribute dividends.

As at December 31, 2020, the Company's cash and cash equivalents were comprised of the balance of the intercompany current account receivable from Edizione of Euro 21.4 million and the remainder of bank deposits.

Autogrill S.p.A. (controlling interest as at December 31, 2020: 50.1%, through the sub-holding Schematrentaquattro S.p.A.)

The following table shows key figures from the consolidated financial statements of the subsidiary Autogrill S.p.A. as at December 31, 2020 compared to those of the previous year.

(Millions of Euro)	Consolidated financial statements		Change	
	2020	2019	Absolute	%
Revenues	1,984	4,997	(3,013)	(60)
EBIT	(512)	337	(849)	n.s.
Income/(Loss) for the year, group	(480)	205	(685)	n.s.
	12.31.2020	12.31.2019	Change	
Shareholders' Equity	400	936	(536)	
Net financial indebtedness/(Cash)	2,974	2,948	26	

Results for 2020 were sharply affected Covid 19 pandemic, which took hold in the second half of January 2020 and spread quickly around the world starting in February 2020. This impacted motorway, rail and air traffic, with more serious consequences in certain countries. Autogrill group companies faced a significant reduction in passenger traffic at retail locations and shopping areas, or closures as a result of quarantines or other government orders. The group management reacted to this by taking a number of steps to mitigate their negative impact, including the reduction of operating costs and negotiation of the contracts in force with the main grantors.

Consolidated revenues for 2020 amount to Euro 1,983.7 million, down by 60.3% (59.8% at constant exchange rates) compared to 2019.

The Loss for the year attributable to shareholders of the parent company in 2020 was Euro 479.9 million compared to income of Euro 205.2 million in 2019. In addition to the decrease in revenues, the loss for the year includes the impairment of receivables for capital advances granted to the non-controlling shareholders of several subsidiaries in North America, considered difficult to collect as a result of the pandemic scenario (Euro 13.2 million) and recognition of tax proceeds of Euro 134.1 million.

On February 25, 2021 the Shareholders' Meeting of Autogrill S.p.A. approved the proposal to grant the Board of Directors a mandate for a share capital increase, for consideration, for a maximum of Euro 600 million.

The capital increase aims at strengthening the financial structure of the Autogrill group, providing additional financial resources to finance future investments, to continue the group's innovation and growth path and to be ready to take advantage of potential market opportunities.

Subject to market conditions, the capital increase may be completed by the end of the first half of 2021.

Benetton S.r.l.

(controlling interest as at December 31, 2020: 100%)

Key figures from the separate financial statements as at December 31, 2020 and December 31, 2019 of Benetton S.r.l., the company that holds the equity investments in Benetton Group S.r.l. and Olimpias Group S.r.l., are shown in the table below:

(Millions of Euro)	Separate financial statements		Change	
	2020	2019	Absolute	%
Other revenues and income	-	-	-	n.s.
Operating costs	(1.0)	(0.9)	(0.1)	11
Net financial income/(charges)	-	1.1	(1.1)	(100)
Impairment of equity investments	(360.0)	(90.0)	(270.0)	n.s.
Income for the year/(Loss)	(361.0)	(89.8)	(271.2)	n.s.
	12.31.2020	12.31.2019	Change	
Shareholders' Equity	656.8	817.8	(161.0)	
Net financial indebtedness/(Cash)	(2.9)	(3.9)	1.0	

On June 23, 2020, in execution of and confirming the support to the 2021-2026 Plan of the indirect subsidiary Benetton Group S.r.l., Edizione acknowledged the financial needs of Benetton group and resolved a capitalisation operation for a total of Euro 300 million by December 31, 2022 (of which, paid

to a future capital increase account and/or loss coverage account Euro 150 million in July 2020 and Euro 50 million in December 2020), as well as the commitment to disburse a future shareholders' loan, subordinated and deferred, for Euro 80 million, set out in the 2021-2026 Plan.

Benetton Group S.r.l. (controlling interest as at December 31, 2020: 100% through the sub-holding Benetton S.r.l.)

Key figures from the consolidated financial statements of Benetton Group S.r.l. for the year ended December 31, 2020 are summarised below, with comparative figures from the previous year:

(Millions of Euro)	Consolidated financial statements		Change	
	2020	2019	Absolute	%
Revenues	707	1,148	(441)	(38)
EBIT	(258)	(86)	(172)	n.s.
Income/(Loss) for the year, group	(281)	(138)	(143)	n.s.
	12.31.2020	12.31.2019	Change	
Shareholders' Equity	216	311	(95)	
Net financial indebtedness/(Cash)	664	765	(101)	

In 2020, the new Chief Executive Officer, Mr. Massimo Renon, joined the Benetton group. He has taken on the job to implement the process of relaunching the business started two years ago, which is moving forward in a context made even more complex and challenging due to the health emergency linked to the Covid 19 pandemic.

In 2020, the group's economic performance was harshly penalised by the spread of the pandemic. In this context, revenues decreased by 38.4% at current exchange rates (-37.4% at constant exchange rates), which resulted in a decrease in margins and income. The group quickly implemented a series of actions and activities to reduce costs, without penalising the investments necessary for economic recovery.

Olimpias Group S.r.l. (controlling interest as at December 31, 2020: 100% through the sub-holding Benetton S.r.l.)

Key figures from the consolidated financial statements of Olimpias Group S.r.l. for the year ended December 31, 2020 are summarised below, with comparative figures from the previous year:

(Millions of Euro)	Consolidated financial statements		Change	
	2020	2019	Absolute	%
Revenues	175	252	(77)	(31)
EBITDA	2	16	(14)	(88)
Income/(Loss) for the year, group	(8)	(0.4)	(8)	n.s.
	12.31.2020	12.31.2019	Change	
Shareholders' Equity	171	178	(7)	
Net financial indebtedness/(Cash)	(23)	(40)	17	

The Olimpias group earned revenues of Euro 175 million (compared to Euro 252 million in 2019) and, though reporting a decrease of 31% on the previous year due to the Covid19

pandemic, recorded positive EBITDA of Euro 2 million, due to the reduction in operating costs, and has net cash of Euro 23 million.

Edizione Property S.p.A.

(controlling interest as at December 31, 2020: 100%)

Key figures from the consolidated financial statements of Edizione Property S.p.A. for the year ended December 31, 2020 are summarised below, with comparative figures from the previous year:

(Millions of Euro)	Consolidated financial statements		Change	
	2020	2019	Absolute	%
Rental income	38.8	48.6	(9.8)	(20.2)
EBITDA	30.3	38.7	(8.4)	(21.7)
Income/(Loss) for the year, group	2.4	13.1	(10.7)	(81.7)
	12.31.2020	12.31.2019	Change	
Shareholders' Equity	533.3	540.7	(7.4)	
Net financial indebtedness/(Cash)	446.9	365.7	81.2	

During the year, the program of real estate development continued with the finalisation of the purchase of a building in Rome and the continuation of renovation works on several properties of the group. Moreover, as part of a larger process of real estate reorganisation, in 2020 several properties deemed no longer strategic were sold. As at December 31, 2020, the real estate assets consist of a portfolio of 102 properties in 13 countries worldwide.

In 2020, the Company earned property rental income of Euro 38.8 million from the management of real properties mainly intended for commercial use. The decrease in operational results reflects the effect of the Covid 19 pandemic, specifically due to the discounts granted to tenants.

In February 2021, Edizione Property S.p.A. acquired 50% of the shares of LF1 S.r.l., which owns an area to be developed at the Fiumicino logistics freight terminal, strategically linked to the large traffic networks of the Lazio region, most of which are developed areas.

Edizione Agricola S.r.l.

(controlling interest as at December 31, 2020: 100%)

Edizione Agricola S.r.l. wholly-owns the equity investments in Maccarese S.p.A. Società Agricola, Compañía de Tierras Sud Argentino S.A. and Ganadera Condor S.A. and has a shareholders' equity of Euro 93.6 million.

Maccarese S.p.A. Società Agricola

(controlling interest as at December 31, 2020: 100% through the sub-holding Edizione Agricola S.r.l.)

Key figures of the company for the year ended December 31, 2020 and 2019 are shown below:

(Millions of Euro)	Separate financial statements		Change	
	2020	2019	Absolute	%
Revenues	13.5	12.5	1.0	8.0
Income/(Loss) for the year	1.0	0.9	0.1	11.1
	12.31.2020	12.31.2019	Change	
Shareholders' Equity	34.7	33.7	1.0	
Net financial indebtedness/(Cash)	5.8	6.9	(1.1)	

Compañía de Tierras Sud Argentino S.A.

(controlling interest as at December 31, 2020: 100% through the sub-holding Edizione Agricola S.r.l.)

Key figures of the company for the year ended December 31, 2020 and 2019 are shown below:

(Millions of Euro)	Separate financial statements		Change	
	2020	2019	Absolute	%
Revenues	6.0	8.3	(2.3)	(27.7)
Income/(Loss) for the year	2.9	3.3	(0.4)	(12.1)
	12.31.2020	12.31.2019	Change	
Shareholders' Equity	27.7	28.2	(0.5)	
Net financial indebtedness/(Cash)	3.8	2.5	1.3	

Compañía Ganadera Condor S.A.

(controlling interest as at December 31, 2020: 100% through the sub-holding Edizione Agricola S.r.l.)

Key figures of the company for the year ended December 31, 2020 and 2019 are shown below:

(Millions of Euro)	Consolidated financial statements		Change	
	2020	2019	Absolute	%
Revenues	7.6	10.3	(2.7)	(26.2)
Income/(Loss) for the year, group	0.3	1.0	(0.7)	(70.0)
	12.31.2020	12.31.2019	Change	
Shareholders' Equity	10.8	11.8	(1.0)	
Net financial indebtedness/(Cash)	(0.2)	(1.4)	1.2	

Key figures of the company for the year ended December 31, 2020 and 2019 are shown below:

(Millions of Euro)	Separate financial statements		Change	
	2020	2019	Absolute	%
Dividends and other income from equity investments	31.4	65.3	(33.9)	(52)
Operating costs	(0.1)	(0.1)	-	-
Net financial income/(charges)	0.4	(0.2)	0.6	n.s.
Income taxes	(0.1)	(0.6)	0.5	(83)
Income for the year	31.6	64.4	(32.8)	(51)
	12.31.2020	12.31.2019	Change	
Shareholders' Equity	955.4	1,229.5	(274.1)	
Net financial indebtedness/(Cash)	83.6	114.3	(30.7)	

As at December 31, 2020, Schematrentatre S.p.A. holds 62,800,000 shares of Assicurazioni Generali S.p.A., amounting to 4.0% of the share capital and 18,625,029 shares of Mediobanca S.p.A., amounting to 2.10% of the share capital.

Dividends from equity investments refer to dividends collected from Assicurazioni Generali S.p.A. in May 2020, amounting to Euro 0.50 per share. That amount constitutes the first tranche of the dividend for 2019, amounting to Euro 0.96 per share, whose distribution was approved by the Shareholders' Meeting of Assicurazioni Generali S.p.A. on April 30, 2020. The meeting also decided that payment of the second tranche, amounting to Euro 0.46 per share, would be subject to the Board of Directors' verification of compliance with the norms and the regulatory recommendations as at September 30, 2020.

On November 12, 2020, the Board of Directors of Assicurazioni Generali S.p.A., acknowledging the instructions from the Insurance Regulator (IVASS), aimed at protection from banking and financial system risk during the crisis period, announced that it would not proceed with payment of the second tranche of the dividend.

The investee Mediobanca S.p.A. did not distributed dividends during the year, in compliance with the Recommendations of the European Central Bank.

In the previous year, Schematrentatre S.p.A. collected Euro 56.5 million in dividends from Assicurazioni Generali S.p.A. in May 2019 and Euro 8.8 million in dividends from Mediobanca S.p.A. in November 2019.

Operating costs for 2020 include the emoluments to the management body, the Board of Statutory Auditors and the Independent Auditors.

Financial income for 2020, amounting to Euro 0.5 million, refers to the remuneration for making available to Edizione, as part of a guaranteed loan contract entered into by the holding company, 37,680,000 shares of Assicurazioni Generali S.p.A.

Financial charges for 2020, amounting to Euro 0.1 million, refer to interest charges accrued on the intercompany current account held with the holding company Edizione.

Income taxes refer to the remuneration for the use by Schematrentatre S.p.A. of tax losses of other group companies, as part of the tax consolidation headed by Edizione and the IRAP (regional business tax) pertaining to 2020.

The shareholders' equity of Schematrentatre S.p.A. as at December 31, 2020 decreased on the value as at December 31, 2019 due to the recognition of the decrease in fair value of the equity investments in Assicurazione Generali S.p.A. and Mediobanca S.p.A. (Euro 306 million).

Net financial indebtedness as at December 31, 2020 is represented by the intercompany current account payable held with Edizione, whose balance decreased on the previous year due to a repayment following the collection of dividends from Assicurazioni Generali S.p.A.

On April 29, 2021, the Shareholders' Meeting of Assicurazioni Generali S.p.A. approved the distribution of a dividend of Euro 1.47 per share, split into two tranches of Euro 1.01 per share and Euro 0.46 per share, respectively. The first tranche will be payable as from May 26, 2021. The second tranche, instead, related to the second part of the 2019 retained dividend, will be payable as from October 20, 2021. The second tranche will be payable subject to the verification by the Board of Directors of the absence of impeding supervisory provisions or recommendations in force at that time.

SIGNIFICANT EVENTS FOLLOWING THE END OF THE FINANCIAL YEAR

No significant events occurred following the end of the financial year.

OTHER INFORMATION

No research and development costs were incurred during the year given Edizione's activities as a holding company.

As at December 31, 2020 Edizione owned no treasury shares, either directly or through trust companies or other intermediaries, and did not buy or sell any such shares during the course of the year.

The Directors have opted for the extended deadline of 180 days from the end of the year to hold the annual shareholders' meeting, as permitted by Art. 7 of the Company by-laws and by Art. 2364 of the Italian Civil Code. Extending the deadline was necessary to obtain all information for the preparation of the Group's consolidated financial statements.

For the following aspects, refer to the Notes to the separate financial statements:

- in Note 37 – Financial risk management, the financial risks of the Company are described;
- in Note 38 – Related party transactions, the Company's transactions with related parties are detailed.

OUTLOOK

In the first months of 2021, the domestic and international scenario continues to be harshly impacted by the spread of the Covid 19 and the resulting restrictive measures to contain it.

Based on the information available to date, we do not expect results for 2021 to significantly differ from those of 2020.

FINANCIAL STATEMENTS AS AT DECEMBER 31, 2020

STATEMENT OF FINANCIAL POSITION

(in Euro)	12.31.2020	12.31.2019	Note
ASSETS			
Non-current assets			
Property, plant and equipment			1
Land and buildings	-	-	
Investment property	-	-	
Plant, machinery and equipment	20,040	47,801	
Furniture, furnishings and electronic equipment	139,870	158,088	
Other property, plant and equipment	12,608	-	
Assets under construction and advances	-	-	
Total property, plant and equipment	172,518	205,889	
Intangible assets			2
Goodwill and other intangible assets of indefinite useful life	-	-	
Intangible assets of finite useful life	1,867	3,735	
Total intangible assets	1,867	3,735	
Rights of use			3
Land and buildings	7,768,155	8,698,872	
Other assets	63,138	56,219	
Total rights of use	7,831,293	8,755,091	
Other non-current assets			
Equity investments in subsidiaries	3,651,502,153	3,451,352,153	4
Equity investments in associates	5,229,976	5,229,976	5
Equity investments in other companies	-	50,685,212	6
Investment securities	27,617,235	21,329,187	7
Other non-current financial assets	833,006	887,560	8
Other non-current receivables	6,294	48,293	9
Deferred tax assets	-	-	
Total other non-current assets	3,685,188,664	3,529,532,381	
Total non-current assets	3,693,194,342	3,538,497,096	
Total current assets			
Inventories	-	-	
Trade receivables	183,312	297,458	10
Tax receivables	118,784	12,625,535	11
Other current receivables, accrued income and prepaid expenses	7,440,867	5,409,066	12
Other current financial assets	84,122,078	280,930,519	13
Other investments	-	-	
Cash and cash equivalents	388,428,953	200,929,906	14
Total current assets	480,293,994	500,192,484	
Assets held for sale	-	-	
TOTAL ASSETS	4,173,488,336	4,038,689,580	

(in Euro)	12.31.2020	12.31.2019	Note
SHAREHOLDERS' EQUITY			
Share capital	1,500,000,000	1,500,000,000	15
Legal reserve	127,477,587	117,078,804	16
Fair value reserve	(222,758)	7,287,548	17
Other reserves	2,363,164,369	2,158,063,648	18
Income/(Loss) for the year	(20,856,857)	207,975,660	
Total Shareholders' equity	3,969,562,341	3,990,405,660	
LIABILITIES			
Non-current liabilities			
Bonds	-	-	
Medium and long-term loans	-	-	
Other non-current liabilities	-	-	
Financial lease liabilities	7,116,906	7,996,641	19
Other non-current financial liabilities	-	-	
Provisions for employee benefits	569,178	571,792	20
Deferred tax liabilities	-	-	
Other non-current provisions and liabilities	-	-	
Total non-current liabilities	7,686,084	8,568,433	
Current liabilities			
Trade payables	523,245	480,735	21
Other payables, accrued expenses and deferred income	1,663,865	16,582,988	22
Current income tax liabilities	-	-	
Other current provisions and liabilities	-	-	
Current portion of bonds	-	-	
Current portion of medium and long-term loans	-	-	
Current portion of lease liabilities	894,829	854,243	19
Other current financial liabilities	193,157,972	21,797,521	23
Bank loans and overdraft	-	-	
Total current liabilities	196,239,911	39,715,487	
Liabilities held for sale	-	-	
Total liabilities	203,925,995	48,283,920	
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	4,173,488,336	4,038,689,580	

INCOME STATEMENT

(in Euro)	2020	2019	Note
Revenues	780,714	798,253	24
Other revenues and operating income	10,636	367	25
Payroll costs	(10,203,781)	(9,926,931)	26
Costs of services	(2,675,535)	(4,148,894)	27
Leases and rentals	(636,376)	(836,962)	28
Other operating expenses	(5,692,104)	(2,404,415)	29
Depreciation of property, plant and equipment and amortisation of intangible assets and rights of use	(1,048,823)	(1,046,885)	30
Impairment of property, plant and equipment, intangible assets and rights of use	-	-	
Impairment of doubtful accounts	(54,554)	(42,198)	31
Provisions for risks	-	-	
EBIT	(19,519,823)	(17,607,665)	
Financial income	472,429	228,818,388	32
Impairment of equity investments and fair value adjustments of investment funds	173,702	(5,204,415)	33
Financial charges	(2,175,903)	(254,118)	34
Net foreign currency hedging gains/(losses) and exchange differences	(944)	(816)	35
Income before taxes	(21,050,539)	205,751,374	
Taxes	193,682	2,224,286	36
Profit/(Loss) from assets held for sale and discontinued operations	-	-	
Income/(Loss) for the year	(20,856,857)	207,975,660	

STATEMENT OF COMPREHENSIVE INCOME

(in Euro)	2020	2019
Income/(Loss) for the year	(20,856,857)	207,975,660
- Income/(Losses) from fair value measurement of equity investments	-	7,510,307
- Net capital gains/(losses) from disposal of equity investments valued at fair value	13,538	16,321,965
Total other comprehensive income for the year	13,538	23,832,272
Comprehensive income/(loss) for the year	(20,843,319)	231,807,932

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

(in Euro)	Share capital	Legal reserve	Fair value reserve	Other reserves	Income/ (Loss) for the period	Total
Balance as at 12.31.2018	1,500,000,000	108,481,655	(222,759)	2,163,856,164	171,942,965	3,944,058,025
Allocation of income for 2018	-	8,597,148	-	163,345,817	(171,942,965)	-
Dividends distributed	-	-	-	(150,000,000)	-	(150,000,000)
Capital increases/ (reimbursements)	-	-	-	-	-	-
Demerger	-	-	-	(35,460,297)	-	(35,460,297)
Other movements	-	1	-	(1)	-	-
Comprehensive income/ (loss) for the year	-	-	7,510,307	16,321,965	207,975,660	231,807,932
Balance as at 12.31.2019	1,500,000,000	117,078,804	7,287,548	2,158,063,648	207,975,660	3,990,405,660
Allocation of income for 2019	-	10,398,783	-	197,576,877	(207,975,660)	-
Dividends distributed	-	-	-	-	-	-
Capital increases/ (reimbursements)	-	-	-	-	-	-
Other movements	-	-	(7,510,306)	7,510,306	-	-
Comprehensive income/ (loss) for the year	-	-	-	13,538	(20,856,857)	(20,843,319)
Balance as at 12.31.2020	1,500,000,000	127,477,587	(222,758)	2,363,164,369	(20,856,857)	3,969,562,341

CASH FLOW STATEMENT

(in Euro)	2020	2019
Operating activities		
Income/(Loss) for the year	(20,856,857)	207,975,660
Taxes	(193,682)	(2,224,286)
Income before taxes	(21,050,539)	205,751,374
Adjustments:		
- depreciation and amortisation	1,048,823	1,046,885
- impairment of doubtful accounts	54,554	-
- provisions for employee termination indemnities	185,230	265,745
- income from investment funds	-	-
- dividends from subsidiaries	-	(223,891,045)
- dividends from other companies	-	(3,343,759)
- impairment of equity investments	2,600,000	5,250,000
- (capital gains)/losses from sale of investment funds	-	-
- fair value adjustments of investment funds	(2,773,703)	(45,585)
- net financial (income)/charges	1,703,474	(1,329,466)
Cash flow from operating activities before changes in working capital	(18,232,161)	(16,295,851)
Cash flow provided/(used) by changes in working capital	(6,006,977)	7,685,706
Cash flow provided/(used) by changes in non-current assets and liabilities	41,999	(28,141)
Payment of taxes	-	-
Payment of employee termination indemnities	(187,844)	(243,644)
Net interest received/(paid)	(1,239,718)	822,617
Cash flow provided/(used) by operating activities	(25,624,701)	(8,059,313)
Investing activities		
Gross operating investments for the year	(89,785)	(118,232)
Operating divestments	-	-
(Purchase)/Disposals of equity investments	52,220,266	(8,677,110)
(Investments)/Divestments in investment funds	(3,514,345)	(5,321,746)
Capital payments	(202,750,000)	(103,500,000)
Liquidation of investment funds	-	-
Dividends from subsidiaries, from other companies and from investment funds	-	227,234,804
Cash flow provided/(used) by investing activities	(154,133,864)	109,617,716
Financing activities		
Change in shareholders' equity	-	-
New medium and long-term loans	-	-
Repayment of medium and long-term loans	-	-
Net changes in other sources of financing	367,257,612	(144,576,994)
Dividend payments and distribution of capital reserves	-	(150,000,000)
Cash flow provided/(used) by financing activities	367,257,612	(294,576,994)
Increase/(Decrease) in cash and cash equivalents	187,499,047	(193,018,591)
Cash and cash equivalents at the beginning of the period	200,929,906	393,948,497
Cash and cash equivalents at the end of the period	388,428,953	200,929,906

NOTES TO THE FINANCIAL STATEMENTS

Company profile

Set up in 1981, Edizione S.r.l. (“Edizione”), wholly-owned by the Benetton family, as at December 31, 2020 held controlling and non-controlling interests in companies operating in the following business segments:

- Transport Infrastructure;
- Digital Infrastructure;
- Food and Beverage;
- Clothing and Textiles;
- Real Estate and Agriculture, and
- Financial Institutions.

The Company’s registered office is in Piazza del Duomo 19, Treviso, Italy and it has a branch in Corso di Porta Vittoria 16, Milan, Italy. The Company’s duration is currently set to December 31, 2050.

These financial statements for the year ended as at December 31, 2020 were approved by the Company’s Board of Directors at the meeting of May 17, 2021.

As the Company holds controlling interests in other companies, it also prepares the consolidated financial statements of the Group, published along with these separate financial statements.

Form and content of the financial statements

The financial statements as at December 31, 2020 have been prepared in compliance with the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board and approved by the European Commission in force at the reporting date, which include the interpretations issued by the International Financial Reporting Interpretations Committee (IFRIC), as well as the previous International Accounting Standards (IAS) and the interpretations of the Standard Interpretations Committee (SIC) still in force at that date.

These financial statements are composed of the accounting statements (statement of financial position, income statement, statement of comprehensive income, statement of changes in shareholders’ equity and cash flow statement) and these Notes, applying that set out in IAS 1 “Presentation of Financial Statements” and the general principle of historical cost, with the exception of financial statement items which, in accordance with IFRS, are measured at fair value, as specified in the individual accounting policies. The statement of financial position follows the format whereby assets and liabilities are split into current and non-current, while in the income statement, costs are grouped by nature. The cash flow statement has been prepared using the indirect method. The IFRSs were applied in line with the indications provided in the Framework for the Preparation and Presentation of Financial Statements, and no critical issues arose which required the use of exceptions pursuant to IAS 1.

The statement of financial position, income statement, statement of comprehensive income, the statement of changes in shareholders’ equity and the cash flow statement are presented in Euros. The Notes are presented in thousands of Euros, save for where otherwise indicated. The Euro is both Edizione’s functional currency and the currency of presentation of the financial statements.

Each item in the accounting statements is compared to the corresponding value for the previous year.

In addition to that illustrated in the Directors’ Report, in 2020, as in 2019, no atypical or unusual transactions were implemented, either with third parties or with related parties, with significant effects on the economic-financial data of the Company.

Accounting standards and policies

International Accounting Standards

For preparation of its annual financial statements, the Company has used the International Accounting Standards and the International Financial Reporting Standards (IAS/IFRS) published by the International Accounting Standards Board (IASB) and approved by the European Union and the interpretations issued thereby (IFRIC and SIC). IFRS means International Financial Reporting Standards including International Accounting Standards (IAS), supplemented by the interpretations issued by the International Financial Reporting Interpretation Committee (IFRIC), previously called the Standard Interpretations Committee (SIC).

The financial statements of the Company for 2020 and of the years set as comparisons were prepared in accordance with the aforesaid standards and interpretations.

Application of IFRS

Below are the accounting standards, amendments and interpretations issued by the IASB and endorsed by the European Union for mandatory adoption in financial statements for years beginning on January 1, 2020:

Details	IASB adoption	EU adoption
Amendments to References to the Conceptual Framework in IFRS Standards	January 1, 2020	November 29, 2019
Definition of Material (Amendments to IAS 1 and IAS 8)	January 1, 2020	November 29, 2019
Interest Rate Benchmark Reform (Amendments to IFRS 9, IAS 39 and IFRS 7)	January 1, 2020	January 15, 2020
Definition of a Business (Amendments to IFRS 3)	January 1, 2020	April 21, 2020

Below are the accounting standards, amendments and interpretations issued by the IASB and endorsed by the European Union for mandatory adoption in financial statements for years beginning on January 1, 2021:

Details	Date of adoption	EU Regulation and publication date
Covid-19-Related Rent Concessions (Amendment to IFRS 16)	October 9, 2020	October 12, 2020
Extension of the Temporary Exemption from Applying IFRS 9 – Amendments to IFRS 4 Insurance Contracts	December 15, 2020	December 16, 2020
Interest Rate Benchmark Reform – Phase 2 (Amendments to IFRS 9, IAS 39, IFRS 4 and IFRS 16)	January 13, 2021	January 14, 2021

Below are the new accounting standards and the respective applications, not yet endorsed by the European Union, which may in the future be applied:

Details	IASB adoption	IASB issue date
IFRS 17 Insurance Contracts, including subsequent amendments issued in June 2020	January 1, 2023	May 2017 June 2020
Reference to the Conceptual Framework (Amendments to IFRS 3)	January 1, 2022	May 2020
Property, plant and equipments: proceeds before intended use (Amendments to IAS 16)	January 1, 2022	May 2020
Onerous contracts – Cost of fulfilling a contract (Amendments to IAS 37)	January 1, 2022	May 2020
Annual improvements to IFRS Standards (Cycle 2018-2020)	January 1, 2022	May 2020
Classification of Liabilities as Current or Non-current (Amendments to IAS 1), including subsequent amendment issued in July 2020	January 1, 2022	January 2020 July 2020

Accounting policies

The most important accounting standards and policies applied in preparing the separate financial statements as at December 31, 2020 are described below.

These financial statements have been prepared on a going concern basis, matching costs and revenues to the accounting periods to which they pertain and applying the historical cost principle to all items except those that in accordance with IFRS are measured at fair value, as specified in the individual accounting policies. The statement of financial position follows the format whereby assets and liabilities are split into current and non-current, while in the income statement, costs are grouped by nature. The cash flow statement has been prepared using the indirect method.

Property, plant and equipment

These are recognised at purchase cost, including directly attributable ancillary expenses. The value of property, plant and equipment, determined as indicated above, whose use is limited in time, is depreciated on a straight-line basis each year, over its useful life. The residual value and useful life of an asset is reviewed at least at every financial year-end; if, regardless of depreciation already recorded, an impairment loss occurs according to the rules of IAS 36, the asset is correspondingly written down in value. If, in subsequent years, the reasons for the impairment no longer exist, the asset's value is written back. Property, plant and equipment is derecognised on sale or if the facts and circumstances giving rise to the future expected benefits cease to exist. Any gains or losses (determined as the difference between the disposal proceeds, less costs to sell, and/or the carrying amount of the asset) are recognised in the income statement for the year in which the asset is sold.

Intangible assets

Intangible assets are measured initially at cost, normally defined as their purchase price, inclusive of any ancillary charges. After initial recognition, intangible assets are carried at cost, less accumulated amortisation and any accumulated impairment losses calculated in accordance with IAS 36.

Intangible assets are amortised unless they have indefinite useful lives. Amortisation, which starts from the time the intangible asset starts producing the related economic benefits, is applied systematically over the intangible asset's useful life according to the estimated future economic use.

Right of use for leased assets

The right of use is recognised in assets on the commencement date of the lease agreement, i.e. the date on which a lessor makes the underlying asset available to the lessee. This item is initially measured at cost, and includes the initial valuation of the Financial lease liabilities, the lease payments made prior to or at the commencement date of the contract and any other initial direct cost. The item may be subsequently adjusted further in order to reflect any recalculations of the lease assets/liabilities. The right of use is amortised on a straight-line basis each year at the lower of the contractual duration and the residual useful life of the underlying asset. Amortisation is begun at the start date of the lease. In the event that, irrespective of the amortisation previously recorded, impairment arises, determined in accordance with the criteria described in the principle of burdensome contracts, the asset is proportionately written down.

Equity investments

Equity investments in subsidiaries, associates and joint ventures are carried at cost, including directly attributable ancillary expenses. The cost is adjusted for any impairment, in accordance with the criteria set out in IAS 36. The value is subsequently restored if the reasons for the adjustments no longer apply, without exceeding the original cost of the equity investment.

The equity investment in Benetton Group S.p.A. (currently Edizione Property S.p.A.) was revalued in 1983 in compliance with Law 72 of March 19, 1983, using the indirect method. The remaining revaluation amounts to Euro 431,218 and is included in the cost of the following investments:

- Edizione Property S.p.A. Euro 51,965
- Benetton S.r.l. Euro 379,253

Equity investments in other companies, classified in the residual category envisaged by IAS 9, are measured at fair value through profit or loss. In the event of investments in equity instruments not held for trading, on initial recognition, the entity may irrevocably choose to measure these at fair value, recognising the subsequent changes in the statement of comprehensive income. If the fair value cannot be reliably measured, equity investments are valued at cost, net of impairment losses. Held for sale investments or those acquired as a temporary investment are recognised at the lower of their carrying value and fair value, less any costs to sell.

Financial assets

Classification and related measurement of financial assets is carried out considering both the management model and the contractual characteristics of the cash flows obtainable from those assets. Financial assets are measured at amortised cost, where the objective is to hold them for the purpose of collecting the cash flows generated at pre-set dates. Financial assets are measured at fair value, with recognition of the effects in the statement of comprehensive income, if the objectives of the management model are to hold the financial asset to obtain its related contractual cash flows or to sell it. Lastly, there is the residual category of financial assets measured at fair value through profit or loss, which includes assets held for trading.

Trade receivables

Receivables are initially recognised at fair value and are subsequently stated at amortised cost, using the effective interest rate method, net of impairment losses recorded in specific provisions for doubtful accounts. The amount of the provisions is based on the present value of expected future cash flows. Impairment losses are reversed in future periods if the circumstances that resulted in the loss no longer exist. In this case, the reversal is accounted for in the income statement and may not in any event exceed the amortised cost of the receivable had no previous impairment losses been recognised.

Cash and cash equivalents

These include cash, current accounts at banks and post offices, demand deposits, and other short-term financial investments that are highly liquid, easily convertible to cash, and subject to insignificant risk of change in value. They are stated at nominal value.

Trade payables

Payables are initially recorded at cost, which corresponds to fair value, net of directly attributable transaction costs. They are subsequently recognised at amortised cost, using the original effective interest rate method. The implicit interest component included in medium/long-term payables is recorded separately using an appropriate market rate.

Financial liabilities

Financial liabilities are divided into three categories:

- liabilities acquired with the intention of making a profit from short-term price fluctuations or that are part of a portfolio held for short-term profit. These are recorded at fair value, with the related gains and losses recognised in the income statement;
- other liabilities (bank overdrafts, loans, bonds, bank mortgages), which are initially recorded at fair value, on the basis of the amounts received net of transaction costs, and are subsequently stated at amortised cost using the effective interest rate method;
- convertible bonds, which are financial instruments comprised of a liability component and an equity component. The fair value of the liability component is estimated as of the issue date using the going market interest rate for similar, non-convertible bonds. The difference between the net amount raised by the issue and the fair value assigned to the liability component, which represents the implicit option to convert the bonds into shares of the Company, is posted to shareholders' equity under other reserves.

Employee benefits

All employee benefits are recognised and disclosed on an accruals basis.

Due to changes in the system of employee termination indemnities (Trattamento di fine rapporto or TFR) for Italian companies brought about by Law no. 296 of December 27, 2006 and by the decrees and regulations issued in early 2007 (the “Social Security Reform”), the Company has adopted the following accounting rules:

- TFR accrued as at December 31, 2006 is treated as a defined-benefit plan in accordance with IAS 19. The benefits promised to employees in the form of TFR, which are paid upon termination of service, are recognised in the period when the right matures;
- TFR accrued from January 1, 2007 is treated as a defined-contribution plan, so contributions accrued during the period are fully recognised as costs and shown as a liability under employee termination indemnities and other employee benefit provisions.

Financial income and charges

Interest income and charges are recorded on a time-proportion basis, using the effective interest method.

Dividends

Dividends are recorded when the shareholders' right to receive payment is established, following a resolution by the shareholders of the investee company.

Expense recognition

Costs and expenses have been recognised according to the accrual principle. Recoveries of costs borne on behalf of others are recognised as a deduction from the related cost.

Taxes

Taxes recognised in the income statement represent the amount of current income taxes and deferred taxes. The charge for income taxes pertaining to the year is determined based on current regulations, and is recorded in the income statement, with the exception of that relating to items directly debited from or credited to shareholders' equity (in those cases, the taxes are directly recognised in shareholders' equity). Deferred taxes are recorded on temporary differences between statement of financial position values and the corresponding values recognised for tax purposes and in relation to the fiscal deferral or deductibility of revenues and costs. Deferred tax assets are recorded for all temporary differences to the extent it is probable that taxable income will be available against which the deductible temporary difference can be recovered. The same principle is applied to the recognition of deferred tax assets on the carry forward of unused tax losses. The carrying value of deferred tax assets is reviewed at every reporting date and, if necessary, reduced to the extent that it is no longer probable that sufficient taxable income will be available to recover all or part of the asset. Deferred tax liabilities, save for specific exceptions, are always recognised. Deferred tax assets and liabilities are calculated using tax rates which are expected to apply in the period when the asset is realised or the liability settled, using the tax rates and tax regulations which are in force at the reporting date. Tax assets and liabilities for current taxes are only offset if there is a legally enforceable right to set off the recognised amounts and if it is intended to settle or pay on a net basis or to realise the asset and settle the liability simultaneously. It is possible to offset deferred tax assets and liabilities only if it is possible to offset the current tax balances and if the deferred balances refer to taxes levied by the same tax authorities. Since 2007 the Company has adopted, as the Consolidating Company, the National Consolidated Taxation System (pursuant to Art. 114 et seq. of the Consolidated Income Tax Act – TUIR). The Group taxation option is currently binding for the three-year period from 2019 to 2021. Participation in the National Consolidated Taxation System entails the recognition in the financial statements of receivables and payables from and to the fiscally consolidated companies in view of the respective positive and negative taxable amounts transferred by them. Equally transferred are the amounts referred to tax credits, to withholding taxes and advances autonomously paid by the subsidiaries. Transactions among the companies participating in the Tax Consolidation are governed by a set of “Regulations” signed by all participants.

As at December 31, 2020, the following companies participated in the National Consolidated Taxation System:

1	Benetton S.r.l.	13	Autogrill Advanced Business Services S.p.A.
2	Benetton Group S.r.l.	14	Autogrill Europe S.p.A.
3	Retail Italia Network S.r.l.	15	Autogrill Italia S.p.A.
4	Benetton Servizi S.r.l.	16	Nuova Sidap S.r.l.
5	Villa Minelli Società Agricola a r.l.	17	Schematrentatre S.p.A.
6	Fabrica S.r.l.	18	Sintonia S.p.A.
7	Ponzano Children S.r.l.	19	Schematrentaquattro S.p.A.
8	Verde Sport S.r.l.	20	Edizione Property S.p.A.
9	Olimpias Group S.r.l.	21	Property Due S.r.l.
10	Maccarese S.p.A. Società Agricola	22	Edizione Alberghi S.r.l.
11	San Giorgio S.r.l.	23	Edizione Agricola S.r.l.
12	Autogrill S.p.A.	24	Connect Due S.r.l.

Estimates and measurements

As envisaged by the IFRS, the preparation of the financial statements requires the creation of estimates and measurements that are reflected in the determination of the carrying values of assets and liabilities, as well as in the related information provided in the notes, also with regard to potential assets and liabilities existing at the end of the year. Those estimates are mainly used for determining depreciation and amortisation, the fair value of financial assets and liabilities and current taxes and deferred tax assets and liabilities.

The actual results subsequently recognised could thus differ from those estimates. Therefore, the estimates and measurements are revised and updated periodically and the effects of all of their changes are immediately reflected in the financial statements.

Cash flow statement

In compliance with IAS 7, the cash flow statement, prepared using the indirect method, reports the Company's ability to generate "cash and cash equivalents". Other cash equivalents comprise short-term highly liquid financial investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value. Therefore, an investment normally qualifies as a cash equivalent only when it has a short maturity, that is when the original maturity is shorter than three months. Bank overdrafts qualify as borrowings, unless they are payable on demand and form an integral part of an enterprise's cash and cash equivalents management, in which case they are classified as a component of cash and cash equivalents. Cash and cash equivalents included in the cash flow statement comprise the statement of financial position amounts for this item at the reporting date. Cash flows in foreign currencies are translated at the average exchange rate for the period. Income and expenses relating to interest, dividends received and income taxes are included in cash flow from operating activities. In the Company's layout, the following are reported separately:

- operating cash flow: cash flow from operating activities is presented using the indirect method; this method adjusts income for the year for the effects of items which did not result in cash outflows or generate liquidity (i.e. non-cash transactions);
- investing cash flow: investing activities are reported separately, in part because they are indicative of investments/divestments aimed at the future generation of revenues and positive cash flows;
- financing cash flow: financing activities consist of the cash flows which determine a change in the size and composition of shareholders' equity and loans granted.

COMMENTS ON ASSET ITEMS

(All figures in thousands of Euro)

NON-CURRENT ASSETS

1 – Property, plant and equipment

The gross value, accumulated depreciation and impairment, and net value of the property, plant and equipment are detailed below:

(Thousands of Euro)	12.31.2020			12.31.2019		
	Gross value	Accumulated depreciation and impairment	Net value	Gross value	Accumulated depreciation and impairment	Net value
Land and buildings	-	-	-	-	-	-
Investment property	-	-	-	-	-	-
Plant, machinery and equipment	352	(332)	20	352	(304)	48
Furniture, furnishings and electronic equipment	1,401	(1,261)	140	1,407	(1,249)	158
Other property, plant and equipment	15	(2)	13	-	-	-
Assets under construction and advances	-	-	-	-	-	-
Total	1,768	(1,595)	173	1,759	(1,553)	206

The following table reports changes in 2020 and in 2019 in property, plant and equipment, stated net of accumulated depreciation.

(Thousands of Euro)	Land and buildings	Investment property	Plant, machinery and equipment	Furniture, furnishings and electronic equipment	Other property, plant and equipment	Assets under construction and advances	Total
Balance as at 12.31.2018	-	-	80	105	-	-	185
Additions	-	-	13	106	-	-	119
Disposals	-	-	-	-	-	-	-
Amortisation	-	-	(45)	(53)	-	-	(98)
Impairment	-	-	-	-	-	-	-
Other movements	-	-	-	-	-	-	-
Balance as at 12.31.2019	-	-	48	158	-	-	206
Additions	-	-	-	33	15	-	48
Disposals	-	-	-	-	-	-	-
Amortisation	-	-	(28)	(51)	(2)	-	(81)
Impairment	-	-	-	-	-	-	-
Other movements	-	-	-	-	-	-	-
Balance as at 12.31.2020	-	-	20	140	13	-	173

2 – Intangible assets

The balance of this item as at December 31, 2020 decreased compared to the previous year due to the annual amortisation charges.

3 – Right of use

This item refers to the representation based on the accounting standard IFRS 16 of the rights of use of assets due to the lease agreements signed by the Company.

The Company has three lease agreements in force relating to properties where its offices are located. In particular:

- the lease agreement for the Treviso offices has a duration of six years, up to December 31, 2022, which can be renewed for a further six years, and a fixed annual rental in addition to the variable expenses;
- the lease agreement for the Milan offices has a duration of six years, up to October 31, 2022, which can be renewed for a further six years, and a fixed annual rental in addition to the variable expenses;
- the agreement for the Rome offices started on July 1, 2019 and ends on June 30, 2025, can be tacitly renewed for a further six years, and has a fixed annual rental, in addition to the variable expenses.

The Company also has six long-term car rental agreements for vehicles used by employees. These agreements have a duration of four years and entail the payment of a fixed monthly rental.

The movements during the year in rights of use are shown below:

(Thousands of Euro)	Land and buildings	Other assets	Total
Balance at 01.01.2019	8,236	89	8,325
Additions	1,654	-	1,654
Disposals	-	-	-
Amortisation	(913)	(33)	(946)
Other movements	(278)	-	(278)
Balance as at 12.31.2019	8,699	56	8,755
Additions	-	50	50
Disposals	-	(7)	(7)
Amortisation	(931)	(36)	(967)
Other movements	-	-	-
Balance as at 12.31.2020	7,768	63	7,831

The increases recorded during 2020 refer to the value of the rights of use relating to two long-term rental agreements for automobiles, while the decreases regards the disposal of an agreement regarding an employee who resigned during the year.

4 – Equity investments in subsidiaries

The movements during the year in equity investments in subsidiaries are shown below:

(Thousands of Euro)	Carrying value as at January 1, 2020			Additions	Reclassifications	Decreases	Carrying value as at December 31, 2020	
	Cost	Revaluations/ (Impairments)	Value as at January 1, 2020	Capital increases and other increases	Demergers/ (Mergers) by incorporation	Disposals, reductions of capital and other	% directly held	Carrying value
Subsidiaries								
Edizione Property S.p.A.	82,438	52	82,490	-	-	-	100	82,490
Edizione Agricola S.r.l.	10,523	-	10,523	-	-	-	100	10,523
San Giorgio S.r.l.	10,544	(5,300)	5,244	-	-	-	100	5,244
Schematrentatre S.p.A.	926,181	-	926,181	-	-	-	100	926,181
Schematrentaquattro S.p.A.	1,806,374	(850,847)	955,527	-	-	-	100	955,527
Benetton S.r.l.	351,670	363	352,033	200,000	-	-	100	552,033
Sintonia S.p.A.	1,108,747	-	1,108,747	-	-	-	100	1,108,747
Verde Sport S.r.l.	26,071	(15,518)	10,553	2,750	-	(2,600)	100	10,703
Bensec società consortile a r.l.	54	-	54	-	-	-	45	54
Total	4,322,602	(871,250)	3,451,352	202,750	-	(2,600)		3,651,502

On April 8, 2020 the Company entered into a loan contract with the subsidiary Benetton S.r.l. for a total amount of Euro 100 million and a duration of 18 months. On June 23, 2020 the Company's Board of Directors approved the recapitalisation of Benetton S.r.l., to be carried out by December 31, 2022, for up to a total amount of Euro 300 million, to be performed through:

- the payment as capital and/or loss coverage, to be carried out by converting the outstanding loan to the subsidiary, for a total amount of Euro 100 million;
- payment as capital and/or loss coverage up to Euro 200 million.

On June 30, 2020 the subsidiary requested a capital payment totalling Euro 150 million, of which Euro 50 million to be paid in cash and the rest by converting the financial receivable described above.

On December 14, 2020 the subsidiary Benetton S.r.l. requested a payment as capital and/or loss coverage in an additional tranche of Euro 50 million.

In December 2020, the Company made a payment for future capital increases and/or loss coverage to the subsidiary Verde Sport S.r.l. (Euro 2.7 million) whose carrying value was adjusted to the equity of the company at year-end, recognising an impairment of Euro 2.6 million.

The table below contains the information pursuant to Art. 2427, point 5 of the Italian Civil Code.

(in Euro)							
Company name	Registered office	Share capital	Shareholders' equity	Income/(Loss) for the year	Interest held		Carrying value (thousands of Euro)
					No. of shares	% held	
Edizione Property S.p.A.	Treviso – Piazza del Duomo, 19	4,000,000	597,068,264	5,788,233	4,000	100	82,490
Edizione Agricola S.r.l.	Treviso – Piazza del Duomo, 19	1,000,000	93,570,356	(56,951)	1,000,000	100	10,523
San Giorgio S.r.l.	Fiumicino (Rome) – Viale Maria, 20	100,000	5,036,815	(206,279)	-	100	5,244
Schematrentatre S.p.A.	Treviso – Piazza del Duomo, 19	1,000,000	955,830,871	31,644,565	1,000,000	100	926,181
Schematrentaquattro S.p.A.	Treviso – Piazza del Duomo, 19	100,000,000	977,081,903	(72,372)	100,000,000	100	955,527
Benetton S.r.l.	Ponzano Veneto – Villa Minelli, 1	225,708,580	656,762,249	(361,026,643)	-	100	552,033
Sintonia S.p.A.	Treviso – Piazza del Duomo, 19	1,000,000	3,497,303,241	(7,412,629)	1,000,000	100	1,108,747
Verde Sport S.r.l.	Treviso – Strada di Nascimben, 1/b	8,000,000	10,634,636	(2,673,884)	1	100	10,703
Bensec società consortile a r.l.	Ponzano Veneto – Villa Minelli, 1	110,000	265,279	14,898	-	45	54

¹ An additional 16.5% is held by the subsidiary Edizione Property S.p.A.

5 – Equity investments in associates

The balance of the item as at December 31, 2020, amounting to Euro 5,230, refers to the value of the equity investment in Eurostazioni S.p.A., unchanged on the previous year.

The table below contains the information pursuant to Art. 2427, point 5 of the Italian Civil Code.

(in Euro)								
Company name	Registered office	Share capital	Shareholders' equity	Income/(Loss) for the year	Interest held		Value as at 12.31.2020 (thousands of Euro)	Value as at 12.31.2019 (thousands of Euro)
					No. of shares	% held		
Eurostazioni S.p.A. ¹	Rome – Via Montello, 10	16,000,000	19,818,165	258,146	52,333,333	32.71	5,230	5,230

¹ Financial statements as at July 31, 2020.

6 – Equity investments in other companies

Equity investments in other companies are classified, as permitted by IFRS 9, as Investments in equity instruments designated at fair value through other comprehensive income.

As at December 31, 2020 and 2019 investments in other companies were made up as follows:

(Thousands of Euro)	12.31.2020		12.31.2019	
	% held	Carrying amount	% held	Carrying amount
Prysmian S.p.A.	-	-	0.89	50,685
Total		-		50,685

The table below shows changes during the year in Equity investments in other companies:

(Thousands of Euro)	Fair value as at 12.31.2019	Additions	Disposals	Changes in Shareholders' equity		Fair value as at 12.31.2020
				Capital gains/ (losses)	Fair value adjustments	
Prysmian S.p.A.	50,685	-	(50,699)	14	-	-
Total	50,685	-	(50,699)	14	-	-

From December 2018 to January 2019, the Company acquired 7,776,183 shares of Prysmian S.p.A. on the market, for a total amount of Euro 140.3 million.

In December 2019, considering the favourable trend of the share on the market, the Company began to gradually sell the shares held, which concluded in January 2020.

In January 2020, the Company sold the residual amount of Prysmian S.p.A. shares held, 2,393,465, realising a net capital gain of Euro 14 thousand, which was recorded in the statement of comprehensive income.

7 – Investment securities

Based on the provisions of IFRS 9, investment funds are classified as financial assets at fair value through profit or loss. The fair value of investment funds at the balance sheet date is equal to the Net Asset Value at the same date.

As at December 31, 2020 and 2019, the fair value of investment funds was made up as follows:

(Thousands of Euro)	12.31.2020	12.31.2019
21 Centrale Partners III investment fund	238	126
21 Investimenti II investment fund	1,961	1,970
21 Investimenti III investment fund	11,417	11,885
21 Centrale Partners V investment fund	13,670	7,151
Builders fund	331	197
Total	27,617	21,329

The movements during the year are shown in the table below:

(Thousands of Euro)	Fair value as at 12.31.2019	Contri- butions	Reimburse- ments	Changes in Income statement		Fair value as at 12.31.2020
				Capital gains/ (losses)	Fair value adjustments	
21 Centrale Partners III investment fund	126	-	-	-	112	238
21 Investimenti II investment fund	1,970	-	-	-	(9)	1,961
21 Investimenti III investment fund	11,885	360	(1,535)	-	707	11,417
21 Centrale Partners V investment fund	7,151	4,600	-	-	1,919	13,670
Builders fund	197	89	-	-	45	331
Total	21,329	5,049	(1,535)	-	2,774	27,617

8 – Other non-current financial assets

The item refers to an amount committed until 2021, provided as guarantee to the purchaser of Banca Leonardo S.p.A., as envisaged by the sale agreements signed by the Company in April 2019. As at December 31, 2020, that receivable was adjusted to its recoverable amount.

9 – Other non-current receivables

The item includes guarantee deposits and other non-current receivables.

TOTAL CURRENT ASSETS

10 — Trade receivables

The balance of this item as at December 31, 2020 mainly refers to receivables due from subsidiaries, the details of which are reported in Note 38 – Related party transactions.

11 — Tax receivables

This item includes:

(Thousands of Euro)	12.31.2020	12.31.2019
IRES refund due under Art. 2 of Decree Law 201/2011	-	9,992
IRES receivables	103	2,617
Others	16	17
Total	119	12,626

The IRES (corporate income tax) refund requested referred to the option under Article 2 of Italian Decree Law 201/2011 to deduct IRAP (regional business tax) relating to payroll costs for fiscal years 2007 to 2011 and to apply for a refund of the corresponding tax. Edizione, as the consolidating tax company, submitted the refund applications concerning IRES on behalf of the subsidiaries participating in the Tax Consolidation and recognised under liabilities a payable to the subsidiaries equal to the amount of the refund applied for. In 2019, Edizione received two refunds for a total of Euro 6.4 million relating to the years 2008 and 2009, which were fully transferred to the subsidiaries, decreasing the payables due to them. In May 2020 and July 2020, Edizione received additional refunds (including interest) relating to 2010, 2011 and 2007 for a total of Euro 10.7 million. Those amounts were fully transferred to the subsidiaries, eliminating the related payable due to them (Note 22 – Other payables, accrued expenses and deferred income).

IRES receivables refer to receivables from Tax Authorities for withholding taxes transferred by the companies participating in the Tax Consolidation in the current year and in previous years, as prescribed by the Regulation stipulated by the participating companies.

The change on the previous year is specifically due to the assignment of part of the receivable (Euro 2.6 million) to several Group companies that participate in the Tax Consolidation.

12 — Other current receivables, accrued income and prepaid expenses

Other current receivables are detailed in the table below:

(Thousands of Euro)	12.31.2020	12.31.2019
Receivables from Tax Consolidation	3,777	4,584
Receivables for transfer of IRES	2,620	-
Advances paid to suppliers	-	77
VAT receivables	804	542
Withholding tax in foreign countries	160	123
Other receivables, accrued income and prepaid expenses	80	83
Total	7,441	5,409

The item Receivables from Tax Consolidation comprises the estimated receivable due from the tax consolidated companies in view of the positive taxable amounts transferred by them.

The item Receivables from transfer of IRES refers to the transfer of the receivable arising from the Tax Consolidation tax return relating to 2019, transferred to several tax consolidated companies, as indicated in Note 11 – Tax receivables. Based on the agreements with the transferee companies, that receivable will be collected by July 15, 2021.

The item Withholding tax in foreign countries refers to the withholdings for the emoluments for the position of director covered by employees of the Company in subsidiaries resident abroad, and reversed to the same.

Other receivables, accrued income and prepaid expenses mainly include the costs for insurance and rental payments pertaining to the subsequent year but already recorded at the reporting date.

13 – Other current financial assets

The balance of this item is made up as follow:

(Thousands of Euro)	12.31.2020	12.31.2019
Receivables from intercompany current accounts	83,979	279,339
Advances for interest on the intercompany current account	-	37
Receivable for sale of Prysmian S.p.A. shares	-	1,522
Receivable from the liquidation of Schemaquattordici S.p.A.	33	33
Accrued income and prepaid expenses	110	-
Total	84,122	280,931

The details of Receivables from intercompany current accounts are shown in Note 38 – Related party transactions. These transactions are settled at market conditions.

The Receivable for sale of Prysmian S.p.A. shares as at December 31, 2019 referred to the sale of shares at the end of the year, which was settled at the beginning of 2020.

The Receivable from the liquidation of Schemaquattordici S.p.A arose as part of the liquidation procedure of the investee, which concluded in December 2019.

Accrued income and prepaid expenses mainly refer to interest accrued on savings bonds maturing in 2020, and the remainder to prepayment of the agency fee on the bank loan contracted by the Company.

14 – Cash and cash equivalents

Cash and cash equivalents are represented by the positive balance of the current accounts and of the bank deposits of the Company with some credit institutions.

(Thousands of Euro)	12.31.2020	12.31.2019
Bank current accounts	388,425	200,926
Cash in hand	4	4
Total	388,429	200,930

COMMENTS ON SHAREHOLDERS' EQUITY ITEMS

(All figures in thousands of Euro)

15 — Share capital

As at December 31, 2020 the share capital of Edizione amounted to Euro 1.5 billion, fully subscribed and paid in and divided into quotas.

16 — Legal reserve

The Legal reserve increased compared to the previous year as a result of the allocation of a portion of the income for the year 2019.

17 — Fair value reserve

This item includes the change in fair value of equity investments for which the option to designate the changes in fair value through other comprehensive income, as permitted by IFRS 9, was irrevocably exercised.

The reserve includes the fair value of investment funds measured at the date of transition to the IFRSs.

18 — Other reserves

Other reserves are made up as follows:

(Thousands of Euro)	12.31.2020	12.31.2019
Monetary revaluation reserve under Law 72/83	1,148	1,148
Revaluation reserve under Law 576/75	14	14
Reserve under Article 1 of Law 169/83	75,538	75,538
Reserve under Law 904/77	1,294	1,294
Extraordinary reserve	5,179	5,179
Merger surplus reserve	659,343	659,343
Retained earnings and other reserves	1,620,648	1,415,548
Total	2,363,164	2,158,064

The Retained earnings reserve increased as a result of the allocation of income for 2019, net of that allocated to the Legal reserve.

The table pursuant to art. 2427 no. 7 bis of the Italian Civil Code is shown below:

(in Euro)

Type	Amount	Possibility of utilisation	Amount available	Summary of utilizations in the past three years	
				Loss coverage	Other purposes ¹
Share capital	1,500,000,000				
Income-related reserves					
Legal reserve	127,477,587	B	127,477,587	-	-
Reserve from transition to IFRS	(222,758)		-	-	-
Revaluation reserve ²	1,162,692	A B C	1,162,692	-	-
Reserve under Art. 1 of Law 169/83 ²	75,538,102	A B C	75,538,102	-	-
Reserve under Law 904/77 ²	1,293,544	A B C	1,293,544	-	-
Extraordinary reserve	5,179,444	A B C	5,179,444	-	-
Merger surplus reserve	659,342,583	A B C	659,342,583	-	-
Retained earnings and other reserves	1,620,648,004	A B C	1,620,648,004	-	35,460,297
Total	2,490,419,198		2,490,641,956	-	35,460,297
Non-distributable amount			129,636,899		
Residual distributable amount			2,361,005,057		

Key:

A = capital increase

B = loss coverage

C = dividend pay-out

¹ = the item does not include the reclassifications between the reserves in shareholders' equity

² = Reserves that, if distributed to shareholders would form part of the taxable income of the tax period in which they were distributed, in the amount equal to the fiscal value

COMMENTS ON LIABILITY ITEMS

(All figures in thousands of Euro)

NON-CURRENT LIABILITIES

19 — Financial lease liabilities

This item comprises the present value of payments for future minimum guaranteed rentals outstanding as at December 31, 2020 recognised based on the accounting standard IFRS 16.

The breakdown of the item between the non-current and current portions is as follows:

(Thousands of Euro)	12.31.2020	12.31.2019
Non-current	7,117	7,997
Current	895	854
Total	8,012	8,851

20 — Provisions for employee benefits

The movements in employee termination indemnities are as follows:

(Thousands of Euro)	12.31.2020	12.31.2019
Opening balance	572	550
Uses	(188)	(244)
Provisions	185	266
Closing balance	569	572

Uses mainly refer to amounts paid to employees' pension funds and the amounts paid to employees terminated during the year.

CURRENT LIABILITIES

21 – Trade payables

The item includes payables for services received from suppliers and companies of the Group, which are illustrated in Note 38 – Related party transactions.

22 – Other payables, accrued expenses and deferred income

This item is summarised as follows:

(Thousands of Euro)	12.31.2020	12.31.2019
Payables from Tax Consolidation	32	2,487
IRES refund due under Art. 2 of Decree Law 201/2011	-	13,064
Payables to social security institutions	188	270
Payables to employees and consultants	1,229	411
Payables to Tax Authorities	206	316
Other payables, accrued expenses and deferred income	9	35
Total	1,664	16,583

The details of Payables from Tax Consolidation are shown in the detailed table of Note 38 – Related party transactions.

With reference to Payables for IRES refund requests, refer to the comments in Note 11 – Tax receivables.

23 – Other current financial liabilities

Details are as follows:

(Thousands of Euro)	12.31.2020	12.31.2019
Payables for intercompany current accounts	192,548	21,797
Payable to brokerage companies	-	1
Payables to Schematrentatre S.p.A.	506	-
Accrued expenses for non-use fee on the bank loan	104	-
Total	193,158	21,798

The details of Payables for intercompany current accounts are shown in Note 38 – Related party transactions. These transactions are settled at market conditions.

Payables to Schematrentatre S.p.A. refer to the remuneration, governed by a specific contract, of the subsidiary's availability to grant 37,680,000 shares of Assicurazioni Generali S.p.A. to guarantee the bank loan contracted by the Company. That transaction was entered into at market conditions.

COMMENTS ON INCOME STATEMENT ITEMS

(All figures in thousands of Euro)

24 — Revenues

The item refers to compensation paid to employees of the Company that serve as directors in subsidiaries and that are reversed to Edizione and revenues from administrative services provided to Group companies.

The details of Revenues are shown in the detailed table of Note 38 – Related party transactions.

25 — Other revenues and operating income

The item includes contingent income.

26 — Payroll costs

Details are as follows:

(Thousands of Euro)	2020	2019
Wages and salaries	5,574	3,786
Social security charges	1,495	897
Directors' emoluments	2,918	4,910
Provision for employee termination indemnities and similar	185	266
Other payroll costs	32	68
Total	10,204	9,927

The change in the item compared to 2019 is attributable to a one-off emolument disbursed to an employee who resigned during the year.

As at December 31, 2020, the company had a workforce of 19 resources, which is equal to the average number of employees during the current year, broken down by category as follows:

(Average no.)	2020	2019
Executives	6	7
White-collar workers	13	14
Total	19	21

27 — Costs of services

Costs of services are made up as follows:

(Thousands of Euro)	2020	2019
Maintenance costs	340	285
Consultants' fees (Accounting, Tax & Legal)	1,163	2,320
Utilities	12	14
Cleaning and disinfestation	39	49
Advertising and promotion	6	44
Insurance	177	196
Travel expenses and accommodation	58	271
Surveillance	590	637
Telephone and postal charges	104	99
Bank costs and commissions	7	7
Statutory auditors' emoluments	87	93
Supervisory Board members' emoluments	55	58
Other services	38	76
Total	2,676	4,149

Costs of services include the VAT that the Company records as an increase in the related costs, pro-quota for the year pursuant to Art. 19-bis of Italian Presidential Decree 633/1972.

28 — Leases and rentals

Office leases include the lease payments of the offices in Treviso, Milan and Rome. In particular, this item includes the variable expenses and other ancillary expenses that are excluded from the IFRS 16 accounting representation and, therefore, are still recorded in this item.

(Thousands of Euro)	2020	2019
Office leases	547	728
Rental payments	74	76
Other rentals	15	33
Total	636	837

The change on the previous year is mainly attributable to the decrease in condominium expenses.

29 — Other operating expenses

In detail:

(Thousands of Euro)	2020	2019
Donations	5,335	2,220
Membership fees	41	40
Indirect taxes and duties	262	71
Other expenses	54	73
Total	5,692	2,404

Donations refer to a donation made by the Company to the Fondazione Benetton Studi Ricerche for Euro 2.3 million, and the remainder to donations made to four hospitals as a contribution due to the emergency deriving from the spread of the Covid 19 pandemic.

The increase in Indirect taxes and duties is attributable to real estate tax (IMU) for 2015, paid following an assessment by the Municipality of Venice.

30 — Depreciation of property, plant and equipment and amortisation of intangible assets and rights of use

In detail:

(Thousands of Euro)	2020	2019
Depreciation of property, plant and equipment	81	98
Amortisation of intangible assets	2	3
Depreciation of rights of use	966	946
Total	1,049	1,047

The Amortisation of rights of use, recorded following the application of IFRS 16, are calculated based on the duration of the lease agreements to which they refer.

31 — Impairment of doubtful accounts

The amount refers to the write-down of a portion of the Banca Leonardo S.p.A. escrow account to align it with the recoverable value.

32 — Financial income

The item is made up as follows:

(Thousands of Euro)	2020	2019
Dividends from Sintonia S.p.A.	-	200,000
Dividends from Schematrentaquattro S.p.A.	-	23,887
Dividends from Prysmian S.p.A.	-	3,344
Interest income from subsidiaries	291	802
Interest income from banks	40	247
Interest on savings bonds	141	-
Income from investment funds	-	45
Capital gains from liquidation of Schemaquattordici S.p.A.	-	489
Other financial income	-	4
Total	472	228,818

Interest income from subsidiaries is detailed in Note 38 – Related party transactions.

33 — Impairment of equity investments and fair value adjustments of investment funds

Impairment of equity investments and fair value adjustments of investment funds includes the adjustment to the fair value as at December 31 of investment funds based on their Net Asset Values at the same date, and the impairment of equity investments in subsidiaries and associates.

(Thousands of Euro)	2020	2019
Adjustment to fair value of 21 Centrale Partners III fund	111	(47)
Adjustment to fair value of 21 Investimenti II fund	(9)	321
Adjustment to fair value of 21 Investimenti III fund	708	48
Adjustment to fair value of 21 Centrale Partners V fund	1,919	(317)
Adjustment to fair value of Builders fund	45	41
San Giorgio S.r.l.	-	(1,100)
Verde Sport S.r.l.	(2,600)	(4,150)
Total	174	(5,204)

In 2020, the equity investment in Verde Sport S.r.l. was written down to align the carrying value with the shareholders' equity of the company.

34 — Financial charges

In detail:

(Thousands of Euro)	2020	2019
Interest charges from subsidiaries	72	37
Interest charges on lease liabilities	214	217
Fees on bank loan	1,384	-
Charges for remuneration of the guarantee to Schematrentatre S.p.A.	506	-
Total	2,176	254

The Fees on bank loan refer to fees for opening and managing the bank loan and the non-use fees.

Charges for the guarantee to Schematrentatre S.p.A. refer to the remuneration paid to the subsidiary for the availability of 37,680,000 shares of Assicurazioni Generali S.p.A. to guarantee the bank loan contract entered into by the Company.

In the current year, interest charges on lease liabilities accrued on the related financial payable recorded based on the IFRS 16.

35 — Net foreign currency hedging gains/(losses) and exchange differences

The amount of this item refers to exchange differences on transactions in foreign currency.

36 — Income taxes

This item comprises:

(Thousands of Euro)	2020	2019
Current taxes	130	2,216
Previous years' taxes	64	12
Deferred tax liabilities	-	-
Deferred tax assets	-	(4)
Total	194	2,224

The Company participates, as the consolidating company, in the National Consolidated Taxation System in accordance with Article 114 et seq. of the Income Tax Act (TUIR). This system allows to offset the taxable amounts and the tax losses of the companies that participate in the consolidated taxation system.

Current taxes are positive and refer to the tax losses of the Company that are offset with the positive taxable amounts transferred from the consolidated companies within the Tax Consolidation.

OTHER INFORMATION

(All figures in thousands of Euro)

37 — Financial risk management

Edizione has always paid close attention to the identification, assessment and coverage of financial risks, which can be divided into three categories:

- financial market risks, mainly related to interest rate risk, currency risk, commodity risk and financial asset risk;
 - liquidity risk, with a special focus on the availability of funds and access to the credit market and financial instruments;
 - credit risk, in relation to both commercial and financial transactions.
-

Market financial risk

Interest rate risk and currency risk

Exposure to interest rate risk derives from the need to finance financial operating activities and to invest liquid funds. A change in market interest rates may have an adverse or a positive impact on Edizione's performance, by indirectly influencing the cost of borrowing and the return on investments.

At the reporting date, Edizione is not exposed to currency risk as the items in the income statement and the statement of financial position are almost all originated in Euro.

Price risk

Edizione is potentially exposed to the risk of changes in the market price of its financial assets, particularly with respect to its medium and long-term investments in companies listed on regulated markets and classified as Equity investments measured at fair value through profit or loss or through other comprehensive income on the basis of IFRS 9. Regarding the fair value hierarchy for the classification of assets measured at fair value or for which fair value is disclosed herein, the prevailing level is 1 for listed securities and 2 for investment securities.

Liquidity risk

Liquidity risk can arise through the inability to access the financial resources needed to guarantee the Company's ability to operate and to honour its liabilities.

The two main factors that determine the Company's liquidity situation are the resources generated or used by operating and investment activities; and the terms of maturity and renewal of debt or financial investments in conjunction with market conditions.

Edizione finances the outflows of ordinary operations mainly through the dividends received from subsidiaries and through its cash holdings.

Liquidity risk may arise only when the amounts related to investment decisions are not covered by cash availability and suitable and readily available funding sources.

Edizione believes that it has cash and cash equivalents in line with its investment plans.

The table below shows financial liabilities outstanding as at December 31, 2020 by maturity:

(Thousands of Euro)	Total contractual amount	Within 1 year	1-5 years	Beyond 5 years
Bank and intercompany current accounts	192,574	192,574	-	-
Other financial liabilities	-	-	-	-
Financial lease liabilities	8,012	895	4,715	2,402
Total	200,586	193,469	4,715	2,402

Credit risk

Credit risk is the risk of incurring losses due to the failure to collect receivables due for both normal commercial transactions and financial investments. It includes the direct risk of the counterparty's insolvency or decrease in creditworthiness, as well as credit concentration risk.

The carrying amount of the financial assets is the Company's maximum exposure to credit risk, in addition to the nominal value of guarantees given for the borrowings or commitments of third parties.

38 — Related party transactions

Statement of financial position figures as at December 31, 2020 and income statement figures for 2020 regarding related party transactions are summarised below. Related party transactions are conducted at arm's length and with the utmost transparency.

(Thousands of Euro)	Other non-current financial assets	Other current financial assets	Other non-current financial liabilities	Other current financial liabilities	Interest income	Interest charges
Benetton S.r.l.	-	-	-	-	190	-
Edizione Agricola S.r.l.	-	102	-	-	-	-
Edizione Property S.p.A.	-	-	-	-	-	-
Schematrentaquattro S.p.A.	-	-	-	21,448	-	11
Schematrentatre S.p.A.	-	83,829	-	506	52	-
Sintonia S.p.A.	-	48	-	171,098	48	60
Verde Sport S.r.l.	-	-	-	2	1	-
Total	-	83,979	-	193,054	291	71

(Thousands of Euro)	Trade receivables	Other current receivables, accrued income and prepaid expenses	Trade payables	Other payables, accrued expenses and deferred income	Revenues	Costs
Abertis Infraestructuras S.A.	2	-	-	-	-	-
Aeroporti di Roma S.p.A.	2	-	-	-	22	-
Atlantia S.p.A.	-	-	-	-	107	-
Autogrill S.p.A.	107	-	-	1	104	-
Autogrill Italia S.r.l.	-	750	-	-	-	-
Autostrade per l'Italia S.p.A.	-	-	2	-	58	-
Benetton S.r.l.	55	44	-	-	55	-
Benetton Group S.r.l.	-	300	126	-	-	234
Benetton Servizi S.r.l.	-	-	-	-	-	-
Bensec società consortile a r.l.	-	-	99	-	-	564
Cellnex Telecom S.A.	1	-	-	-	183	-
ConnecT S.p.A.	-	-	-	-	27	-
ConnecT Due S.r.l.	-	-	-	-	11	-
Edizione Agricola S.r.l.	-	-	-	-	40	-
Edizione Alberghi S.r.l.	-	-	-	-	-	3
Edizione Property S.p.A.	116	3,028	19	-	1	418
Fabrica S.r.l.	-	-	-	-	-	-
Getlink S.A.	1	-	-	-	25	-
Maccarese S.p.A. Società Agricola	-	14	-	-	-	-
Nuova Sidap S.r.l.	-	-	-	-	-	-
Olimpias Group S.r.l.	-	1,244	-	14	-	-
Ponzano Children S.r.l.	-	-	-	5	-	-
Retail Italia Network S.r.l.	-	900	-	13	-	-
San Giorgio S.r.l.	5	-	-	-	5	-
Schematrentaquattro S.p.A.	-	-	-	-	31	-
Schematrentatre S.p.A.	-	117	-	-	34	-
Sintonia S.p.A.	-	-	-	-	60	-
Telepass S.p.A.	-	-	-	-	17	-
Total	289	6,397	246	33	780	1,219

39 — Significant events following the end of the financial year

No significant events incurred after the end of the financial year.

40 – Guarantees given, commitments and other contingent liabilities

(Thousands of Euro)	12.31.2020	12.31.2019
Guarantees given		
Sureties and guarantees	-	-
Commitments		
Other purchase commitments	11,779	16,843
Total	11,779	16,843

Other commitments relate to units subscribed but not yet paid at the end of the year to investment funds held by the Company.

41 – Other commitments and rights of the Company

No Other commitments and rights are reported other than those already mentioned in other notes of these financial statements.

42 – Contingent liabilities

There are no contingent liabilities of a significant amount with respect to what is already commented in the Notes to the Financial Statements.

43 – Fees paid to the independent auditors

The fees contractually due to the independent auditors refer entirely to auditing services and amount to Euro 80,000.

PROPOSED RESOLUTION

Dear Shareholders,

We propose that you:

- approve the separate financial statements at and for the year ended December 31, 2020 and the Directors' Report to be submitted to the Shareholders' Meeting;
- cover the loss for the year of Euro 20,856,857.23 using the Retained earnings reserve.

Treviso, May 17, 2021

Chairman of Board of Directors

Enrico Laghi

ANNEXES

REPORT OF THE INDEPENDENT AUDITORS

INDEPENDENT AUDITOR'S REPORT PURSUANT TO ARTICLE 14 OF LEGISLATIVE DECREE No. 39 OF JANUARY 27, 2010

To the Quotaholders of
Edizione S.r.l.

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Opinion

We have audited the financial statements of Edizione S.r.l. (the Company), which comprise the statement of financial position as at December 31, 2020, and the income statement, the statement of comprehensive income, the statement of changes in shareholders' equity and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Company as at December 31, 2020, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards as adopted by the European Union.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISA Italia). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirements applicable under Italian law to the audit of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the Directors and the Board of Statutory Auditors for the Financial Statements

The Directors are responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards as adopted by the European Union and, within the terms established by law, for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Ancona Bari Bergamo Bologna Brescia Cagliari Firenze Genova Milano Napoli Padova Palermo Parma Roma Torino Treviso Udine Verona

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In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they have identified the existence of the conditions for the liquidation of the Company or for the termination of the operations or have no realistic alternative to such choices.

The Board of Statutory Auditors is responsible for overseeing, within the terms established by law, the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing (ISA Italia) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with International Standards on Auditing (ISA Italia), we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors;
- conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance, identified at an appropriate level as required by ISA Italia, regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

Opinion pursuant to art. 14, paragraph 2 (e), of Legislative Decree 39/10

The Company's Directors are responsible for the preparation of the Directors' report of Edizione S.r.l. as at December 31, 2020, including its consistency with the related financial statements and its compliance with the law.

We have carried out the procedures set forth in the Auditing Standard (SA Italia) n. 720B in order to express an opinion on the consistency of the Directors' report with the financial statements of Edizione S.r.l. as at December 31, 2020 and on its compliance with the law, as well as to make a statement about any material misstatement.

In our opinion, the above-mentioned Directors' report is consistent with the financial statements of Edizione S.r.l. as at December 31, 2020 and is prepared in accordance with the law.

With reference to the statement referred to in art. 14, paragraph 2 (e), of Legislative Decree 39/10, made on the basis of the knowledge and understanding of the entity and of the related context acquired during the audit, we have nothing to report.

DELOITTE & TOUCHE S.p.A.

Signed by
Barbara Moscardi
Partner

Treviso, Italy
June 7, 2021

This report has been translated into the English language
solely for the convenience of international readers.

CONTACT

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