

**Caltagirone Editore: the Board of Directors approves
nine months results to September 30th, 2011**

- Revenues: Euro 167.6 million (Euro 177.8 million as of September 30th 2010)
- Ebitda: Euro 6.5 million (Euro 15.2 million as of September 30th 2010)
- Pretax profit: Euro 1.7 million (Euro 6.3 million as of September 30th 2010)

Rome, November 8th 2011 - The Board of Directors of Caltagirone Editore, chaired by Francesco Gaetano Caltagirone, today approved the results for the first nine months of 2011.

Consolidated financial highlights (Euro million)

	Jan – Sept 2011	Jan – Sept 2010	Δ%	Q3 2011	Q3 2010	Δ%
Revenues	167.6	177.8	-5.7	51.2	53.5	-4.3
Ebitda	6.5	15.2	-57.5	-0.4	2.9	n.a.
Pretax profit	1.7	6.3	-72.3	-3.0	-0.9	n.a.

Trading highlights

Caltagirone Editore Group ended 2011 first nine months with results still suffering from effects of the economic downturn which struck all markets.

Revenues reached to Euro 167.6 million (Euro 177.8 million as of September 30th 2010) due to declining advertising revenues (-7.1% compared to previous year) and circulation (-2.4%). It must be noted that advertising revenues contraction was impacted by strong reduction of free press segment. It is also worth noting the positive reversal of the circulation trend of Il Gazzettino which recorded a 2.1% increase as of September 30th 2011, and the positive trend of internet advertising which increased by 37.3% from Euro 2 million of the previous year to Euro 2.7 million as of September 30th 2011. Finally the Group has not applied the newspapers cover price rises implemented by almost all of its competitors yet.

Ebitda was Euro 6.5 million (Euro 15.2 million as of September 30th 2010), down from 2010 due to lower revenues and higher raw material costs (+8.4% compared to previous year) mainly related to increased international paper price. Such effects are partially offset by lower personnel costs (-1.1% compared to September 30th 2010) and lower other operating costs (-3.1%). It has to be noted that personnel costs include around Euro 1.2 million of extraordinary charges, related to redundancies in the printing business, occurred in September. Without the above

extraordinary charges, personnel costs would have been reduced by 2.7% compared to previous year.

Ebit, net of amortization, depreciation and provisions, Ebit was Euro - 2.9 million (Euro 5.8 million in the corresponding period of 2010).

Net financial result was Euro 4.7 million (Euro 514 thousands as of September 30th 2010). The increase is due to higher yield on cash and higher dividend income on equity investments.

Group Pretax Profit was Euro 2.2 million (Euro 6.6 million as of September 30th 2010).

Net cash position decreased to Euro 179.8 million from Euro 208.9 million as of December 31st, 2010 as a result of dividend distribution and investments in listed companies.

Net equity decreased to Euro 728.9 million (Euro 762 million at December 31st, 2010). The decrease is substantially due to the negative impact of fair value adjustments on equity investments.

Performance in the third quarter of 2011

In the third quarter of 2011 Caltagirone Editore Group recorded revenues of Euro 51.2 million, down by 4.3% compared to last year. Ebitda was Euro - 357 thousands (Euro 2.9 million in Q3 2010). Pretax declined to Euro - 3 million (Euro - 880 thousands in Q3 2010) also due to extraordinary charges related to redundancies in the printing business.

2011 Outlook

In the context of a significant uncertainty in the publishing sector, the Group continues to undertake strict cost control policy and developing new multimedia versions as well as improving internet activities. IN the face of a changed free press advertising market, a new editorial project of Leggo, the first *Social Press*, is scheduled to be launched in the second half of November 2011.

The Executive responsible for the preparation of the corporate accounting documents, Roberto Di Muzio, declares in accordance with article 154 bis, paragraph 2, of the "Testo

Unico della Finanza”, that the accounting information contained in the present press release corresponds to the underlying documents, records and accounting entries.

Consolidated P&L statement is attached.

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CALTAGIRONE EDITORE GROUP

Consolidated Income Statement

<i>In thousands of Euro</i>	Jan - Sept 2011	Jan - Sept 2010	Δ %	Q3 2011	Q3 2010	Δ %
Total Operating Revenues	167,599	177,754	-5.7%	51,228	53,533	-4.3%
Raw material costs	-20,660	-19,064	8.4%	-7,115	-6,215	14.5%
Personnel costs	-70,254	-71,011	-1.1%	-21,944	-21,119	3.9%
Other operating charges	-70,226	-72,481	-3.1%	-22,526	-23,300	-3.3%
Total Operating Costs	-161,140	-162,556	-0.9%	-51,585	-50,634	1.9%
Ebitda	6,459	15,198	-57.5%	-357	2,899	na
Amortisation, Depreciation and Write-downs	-9,384	-9,419	-0.4%	-3,331	-3,261	2.1%
Ebit	-2,925	5,779	na	-3,688	-362	na
Net Financial Result	4,667	514	na	662	-518	na
Profit before tax	1,742	6,293	-72.3%	-3,026	-880	na
Group result	2,190	6,599	-66.8%	-2,881	-747	na
Minority interest share	-448	-306	46.4%	-145	-133	9.0%