

*Caltagirone Editore:
the Board of Directors approves 2022 results*

**THE GROUP CLOSES THE YEAR WITH EUR 7 MILLION NET PROFIT
(EUR 28.7 MILLION IN 2021)**

DIVIDEND: EUR 0.03 PER SHARE

- Revenues reached EUR 118 million (EUR 122.7 million in 2021)
- Ebitda reached EUR 4.5 million (EUR 15.5 million in 2021)
- Ebit reached EUR -13.6 million (EUR 8.3 million in 2021) also due to the EUR 11.2 million write-down on intangible assets with an indefinite life (no write-down in 2021)
- Net financial result reached EUR 16.8 million (EUR 13.1 million in 2021)
- Group net profit reached EUR 7 million (EUR 28.7 million in 2021 also due to non-recurring income of approximately EUR 12.5 million)

- The Board of Directors has resolved to propose to the Shareholders' Meeting to distribute a dividend of EUR 0.03 per share

Rome, March 7th 2023 – The Board of Directors of Caltagirone Editore, chaired by Mrs Azzurra Caltagirone, examined and approved the draft financial statements for the year ended on December 31st, 2022.

Group Performance

Operating revenues reached EUR 118 million (EUR 122.7 million in 2021). The decrease by 3.8% is mainly due to the decrease in publishing revenues partly mitigated by the growth of other revenues.

Circulation revenues recorded a decrease compared to 2021 (-9.2%).

The Group's advertising revenues were substantially in line with the previous year. Web advertising revenues, also considering advertising carried out on behalf of third parties, marks an increase of 11.5% compared to 2021, reaching 28% of total advertising revenue. On December 2022, the websites of the Caltagirone Editore network recorded 3,764 million average daily Total Audience PC or Mobile users, up by 45% compared to the same month of the previous year.

Operating costs recorded an increase of 5.9% reaching EUR 113.5 million (EUR 107.2 million in 2021). The cost of raw materials increased by 47% during the year due to the increase in the price of paper for the ongoing geopolitical tensions. The cost of

labour, including non-recurring charges of 1.6 million euros (583 thousand euros in 2021), increased by 2.8%. Net of these charges, labor costs would have recorded an increase of 0.7% compared to 2021. Other operating costs recorded an increase of 2.5% due to higher costs for services.

Ebitda reached EUR 4.5 million (EUR 15.5 million in 2021).

Ebit reached EUR -13.6 million (EUR 8.3 million as of December 2021) after amortizations of EUR 6.4 million (EUR 6.6 million as of 2021), provisions of EUR 210 thousand (EUR 98 thousand as of 2021) and write-downs of intangible fixed assets with an indefinite life for EUR 11.2 million (no write-downs as of 2021) and write-downs of receivables for EUR 308 thousand (EUR 452 thousand as of 2021).

Net financial result reached EUR 16.8 million (EUR 13.1 million as of December 31st 2021) and includes EUR 17.5 million as dividends received on listed shares (EUR 12.6 million as of 2021).

Group net result reached EUR 7 million. The 2021 result of EUR 28.7 million was also due to the effect of non-recurring income linked to the use of the rules for the realignment of tax values to those statutory provisions of intangible assets with an indefinite life carried out by some subsidiaries for an amount of approximately EUR 10 million.

Net financial position reached EUR 58 thousand decreasing in comparison with the amount as of December 31st, 2021 of EUR 45.2 million mainly as a result of net investments in listed shares and Italian government bonds for EUR 56.7 million and dividends distributed for EUR 3.2 million, net of dividends collected on listed shares for EUR 17.5 million.

Consolidated Group Shareholders' Equity reached EUR 385.2 million (EUR 402.9 million as of December 31st 2021). The decrease is mainly due to the negative effect in the *fair value* valuation of the equity investments held net the result of the year.

On December 31st 2022 the Group employed 584 people, unchanged compared to December 31st, 2021.

The Board of Directors resolved to propose to the Shareholders' Meeting the distribution of a dividend of EUR 0.03 for each of the n. 106.790.262 ordinary shares currently in circulation, considering the treasury shares in portfolio, currently equal to n. 18.209.738. The dividend will be paid on 24 May (coupon detachment on the Stock Exchange on 22 May) and with record date on 23 May.

The Ordinary Shareholders' Meeting will be held on first call, on April 13th, 2023 and on second call on May the 4th, 2023 to approve the financial statement at

December 31st, 2022, the appointment of a Board of Directors member and the Remuneration Report.

The Board of Directors has approved the Report on corporate governance pursuant to art. 123-bis of Legislative Decree n. 58/1998 as well as the Remuneration Report pursuant to art. 123-ter of Legislative Decree n. 58/1998 and art. 84-quater of the “Regolamento Emittenti”, which will be made available in the time required by the law at the registered office, on the company website www.caltagironeeditore.com in the Governance/Shareholders’ Meetings section and on the website www.emarketstorage.com (storage mechanism operated by Teleborsa srl and authorized by CONSOB).

The Board of Directors confirmed that Mr Francesco Gianni, Mrs Federica Barbaro, Mr Massimo Confortini, Mrs Annamaria Malato and Mrs Valeria Ninfadoro possess the requirements of independence in compliance with the provisions contained in the Legislative Decree n. 58 of February 24th, 1998 “Testo unico delle disposizioni in materia di intermediazione finanziaria”.

The Board of Directors confirmed for 2023 Luigi Vasta as the executive responsible for preparing the Company’s financial reports.

Outlook

The Group continues its initiatives to enhance the multimedia versions and improve internet activities to increase new advertising flows and to acquire new readers. The Group will also continue to implement measures to contain all discretionary costs and to reduce direct and operating costs.

Luigi Vasta, as the Executive responsible for preparing the Company’s financial reports, declares in accordance with article 154 bis, paragraph 2, of the “Testo Unico della Finanza”, that the accounting information contained in this press release corresponds to the underlying documents, records and accounting entries.

Enclosed the financial statements, currently being examined by the independent audit firm and by the Board of Statutory Auditors.

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CALTAGIRONE EDITORE GROUP
CONSOLIDATED BALANCE SHEET



Assets

(in Euro thousands)

Non-current assets

	31.12.2022	31.12.2021
Intangible assets with definite life	235	487
Intangible assets with indefinite life	91,803	103,003
<i>Newspaper titles</i>	<i>91,803</i>	<i>103,003</i>
Property, plant and equipment	44,733	46,705
Equity investments and non-current securities	231,882	196,647
Other non-current assets	151	135
Deferred tax assets	53,215	52,844
TOTAL NON-CURRENT ASSETS	422,019	399,821

Current assets

Inventories	2,532	1,695
Trade receivables	34,246	37,065
<i>of which related parties</i>	<i>75</i>	<i>167</i>
Tax receivables	20	-
Other current assets	2,986	3,629
<i>of which related parties</i>	<i>-</i>	<i>3</i>
Cash and cash equivalents	23,994	66,610
TOTAL CURRENT ASSETS	63,777	108,999

TOTAL ASSETS

485,796	508,820
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CALTAGIRONE EDITORE GROUP
CONSOLIDATED INCOME STATEMENT



(in Euro thousands)

	2022	2021
Revenues		
Revenues from sales and supply of services	109,867	115,514
<i>of which related parties</i>	204	283
Other operating revenues	8,167	7,163
<i>of which related parties</i>	76	73
TOTAL REVENUES	118,034	122,677
Costs		
Raw material costs	(11,470)	(7,804)
Personnel costs	(49,425)	(48,099)
<i>of which restructuring charges</i>	(1,574)	(583)
Other operating charges	(52,610)	(51,315)
<i>of which related parties</i>	(1,196)	(1,139)
TOTAL COSTS	(113,505)	(107,218)
EBITDA	4,529	15,459
Amortisation and depreciations	(2,726)	(2,993)
Leasing depreciations	(3,679)	(3,570)
Provisions	(210)	(98)
Intangible assets with indefinite life depreciation	(11,200)	-
Other write-downs	(308)	(452)
Amortisation, depreciation, write-downs & provisions	(18,123)	(7,112)
EBIT	(13,594)	8,347
Financial income	18,053	13,693
<i>of which related parties</i>	-	11,623
Financial charges	(1,284)	(549)
<i>of which related parties</i>	(144)	(134)
Net financial result	16,769	13,144
PROFIT/(LOSS) BEFORE TAX	3,174	21,491
Income taxes for the period	3,822	7,242
PROFIT/(LOSS) FROM CONTINUING OPERATIONS	6,996	28,733
NET PROFIT/(LOSS) FOR THE YEAR	6,996	28,733
Group net loss	6,996	28,733
Minority interest share	-	-
Earnings per share/Diluted earnings per share	0.07	0.27

CALTAGIRONE EDITORE GROUP
Consolidated Comprehensive Income Statement



(in Euro thousands)

	2022	2021
Net loss for the year	6,996	28,733
Items which are not reclassified subsequently to profit/(loss) for the period		
Effect of actuarial gain/loss, net of tax effect	508	36
Gain/Loss on disposal of investments in equity instruments, net of fiscal effect	4,329	(13)
Gain/(loss) from recalculation of capital instruments assets, net of fiscal effect	(26,306)	35,065
Total other items of the Comprehensive Income Statement	(21,469)	35,088
Total comprehensive loss for the year	(14,473)	63,821
Attributable to:		
Parent Company shareholders	(14,473)	63,821
Minority interest	-	-

CALTAGIRONE EDITORE GROUP

Statement of changes in consolidated shareholders' equity



<i>(in Euro thousands)</i>	Share Capital	Quotation charges	Treasury shares	Fair Value reserve	Other reserves	Net profit/loss	Group net equity	Minority interest net equity	Total net equity
Balance at January 1st 2021	125,000	(18,865)	(23,641)	(3,372)	304,424	(44,277)	339,269	-	339,269
Dividends distributed							-		-
Previous year result carried forward					(44,277)	44,277	-		-
Acquisition of treasury shares							-		-
Change in consolidation scope							-		-
Total operations with shareholders	-	-	-	-	(44,277)	44,277	-	-	-
Change in fair value reserve				35,065			35,065	-	35,065
Change in employment termination reserve					36		36		36
Change in other reserve					(13)		(13)		(13)
Net Result						28,733	28,733		28,733
Comprehensive Profit/(Loss) for the year	-	-	-	35,065	23	28,733	63,821	-	63,821
Other Changes					(93)		(93)		(93)
Balance at December 31st 2021	125,000	(18,865)	(23,641)	31,693	260,077	28,733	402,997	-	402,997
Balance at January 1st 2022	125,000	(18,865)	(23,641)	31,693	260,077	28,733	402,997	-	402,997
Previous year result carried forward					28,733	(28,733)	-		-
Dividends distributed					(3,204)		(3,204)		(3,204)
Acquisition of treasury shares							-		-
Amount set aside to BoD					(74)		(74)		(74)
Total operations with shareholders	-	-	-	-	25,455	(28,733)	(3,278)	-	(3,278)
Change in fair value reserve				(26,306)			(26,306)	-	(26,306)
Change in employment termination reserve					508		508		508
Change in other reserve					4,329		4,329		4,329
Net Result						6,996	6,996	-	6,996
Comprehensive Profit/(Loss) for the year	-	-	-	(26,306)	4,837	6,996	(14,473)	-	(14,473)
Other Changes					13		13		13
Balance at December 31st 2022	125,000	(18,865)	(23,641)	5,387	290,382	6,996	385,259	-	385,259

Caltagirone Editore Group
Consolidated Cash Flow Statement



(in Euro thousands)

	2022	2021
CASH AND CASH EQUIV. AT BEGINNING OF YEAR	66,610	100,496
Net loss for the year	6,996	28,733
Amortisation & Depreciation	6,405	6,563
(Revaluations) and write-downs	11,508	452
Net financial income/(charges)	(16,769)	(13,144)
Income taxes	(3,822)	(7,242)
Changes in employee provisions	(1,968)	(897)
Changes in current and non-current provisions	(1,037)	(2,026)
OPER. CASH FLOW BEFORE CHAN. IN W.CAPITAL	1,313	12,439
(Increase) Decrease in inventories	(837)	(104)
(Increase) Decrease in Trade receivables	2,511	3,514
Increase (Decrease) in Trade payables	66	197
Change in other current and non-current liabilities	222	(5,507)
Change in deferred and current income taxes	(148)	(44)
OPERATING CASH FLOW	3,127	10,495
Dividends received	17,466	12,571
Interest received	73	-
Interest paid	(673)	(549)
Other incomes received/(expenses paid)	32	1,122
Income taxes paid	(1,102)	(626)
A) CASH FLOW FROM OPERATING ACTIVITIES	18,923	23,013
Investments in intangible fixed assets	(152)	(183)
Investments in tangible fixed assets	(252)	(217)
Non-current investments and securities	(130,450)	(66,333)
Sale of equity investments and non-current securities	73,736	14,998
B) CASH FLOW FROM INVESTING ACTIVITIES	(57,118)	(51,735)
Change in current fin. liabilities	(1,217)	(5,164)
Dividends Distributed	(3,204)	-
C) CASH FLOW FROM FINANCING ACTIVITIES	(4,421)	(5,164)
Change in net liquidity	(42,616)	(33,886)
CASH AND CASH EQUIVALENTS AT END OF PERIOD	23,994	66,610

CALTAGIRONE EDITORE SPA
BALANCE SHEET



Assets

(in Euro)

Non-current assets

	31.12.2022	31.12.2021
Property, plant and equipment	1,513,638	416,293
Equity investments valued at cost:		
<i>subsidiary companies</i>	350,911,172	332,301,290
<i>other companies</i>	10	10
Equity investments and non-current securities	55,117,910	62,410,500
Deferred tax assets	44,818,781	44,046,185
TOTAL NON-CURRENT ASSETS	452,361,511	439,174,278

Current assets

Trade receivables	456,099	312,788
<i>of which related parties</i>	456,099	312,788
Current financial assets	11,229,734	13,729,734
<i>of which related parties</i>	11,229,734	13,729,734
Tax receivables	2,600	2,358
Other current assets	3,505,953	2,256,066
<i>of which related parties</i>	3,455,819	2,107,995
Cash and cash equivalents	102,583	416,870
TOTAL CURRENT ASSETS	15,296,969	16,717,816

TOTAL ASSETS

467,658,480	455,892,094
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SHAREHOLDERS' EQUITY AND LIABILITIES

(in Euro)

Shareholders' Equity

	31.12.2022	31.12.2021
Share capital	125,000,000	125,000,000
Share capital issue costs	(18,864,965)	(18,864,965)
Other reserves	241,249,932	248,498,114
Profit/(loss) for the year	20,567,178	3,681,374
SHAREHOLDERS' EQUITY	367,952,145	358,314,523

LIABILITIES

Non-current liabilities

Employee provisions	100,872	106,864
Non - Current financial liabilities	1,312,292	203,078
<i>of which related parties</i>	1,312,292	203,078
Deferred tax liabilities	93,935	191,418
TOTAL NON-CURRENT LIABILITIES	1,507,099	501,360

Current liabilities

Trade payables	1,139,565	1,080,136
<i>of which related parties</i>	665,431	799,207
Current financial liabilities	52,623,150	52,737,251
<i>of which related parties</i>	52,623,150	52,736,861
Other current liabilities	44,436,521	43,258,824
<i>of which related parties</i>	38,988,979	37,756,451
TOTAL CURRENT LIABILITIES	98,199,236	97,076,211

TOTAL LIABILITIES

TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES

99,706,335	97,577,571
467,658,480	455,892,094

INCOME STATEMENT

(in Euro)

	2022	2021
Other operating revenues	458,000	458,817
<i>of which related parties</i>	<i>458,000</i>	<i>458,000</i>
TOTAL REVENUES	458,000	458,817
Personnel costs	(263,053)	(207,775)
Other operating charges	(1,963,029)	(1,621,390)
<i>of which related parties</i>	<i>(889,117)</i>	<i>(724,024)</i>
TOTAL COSTS	(2,226,082)	(1,829,165)
EBITDA	(1,768,082)	(1,370,348)
Leasing depreciation	(218,839)	(217,197)
EBIT	(1,986,921)	(1,587,545)
Financial income	22,328,595	4,960,606
<i>of which related parties</i>	<i>-</i>	<i>4,924,500</i>
Financial charges	(231,753)	(15,934)
<i>of which related parties</i>	<i>(124,940)</i>	<i>(6,823)</i>
Net financial result	22,096,842	4,944,672
PROFIT/(LOSS) BEFORE TAX	20,109,921	3,357,127
Income taxes for the period	457,257	324,247
PROFIT/(LOSS) FROM CONTINUING OPERATIONS	20,567,178	3,681,374
NET PROFIT/(LOSS) FOR THE YEAR	20,567,178	3,681,374



Comprehensive Income Statement

(in Euro)

	2022	2021
Net profit/(loss) for the year	20,567,178	3,681,374
Items which are not reclassified subsequently to profit/(loss) for the period		
Effect of actuarial gain/loss, net of tax effect	8,047	(1,673)
Gains/(losses) on disposal of Investments in equity instruments net of tax effect	365,824	-
Gain/(loss) from recalculation of capital instruments assets, net of fiscal effect	(8,026,092)	14,463,826
Total other items of the Comprehensive Income Statement	(7,652,221)	14,462,153
Total comprehensive profit/(loss) for the year	12,914,957	18,143,527

CALTAGIRONE EDITORE SPA
Statement of changes in shareholders' equity



<i>(in Euro)</i>	Share Capital	Quotation charges	Treasury shares	Fair Value reserve	Other reserve	Net Profit/Loss	Net equity
Balance at January 1st 2021	125,000,000	(18,864,965)	(23,640,924)	1,296,282	276,919,594	(20,538,992)	340,170,995
Previous year result carried forward					(20,538,992)	20,538,992	-
Total operations with shareholders		(18,864,965)	(23,640,924)	1,296,282	256,380,602	-	340,170,995
Change in fair value reserve				14,463,826			14,463,826
Change in employment termination reserve					(1,673)		(1,673)
Net Result						3,681,374	3,681,374
Comprehensive Profit/(Loss) for the year	-	-	-	14,463,826	(1,673)	3,681,374	18,143,527
Other Changes						1	1
Balance at December 31st 2021	125,000,000	(18,864,965)	(23,640,924)	15,760,108	256,378,929	3,681,374	358,314,523
Balance at January 1st 2022	125,000,000	(18,864,965)	(23,640,924)	15,760,108	256,378,929	3,681,374	358,314,523
Dividends distributed					(3,203,708)		(3,203,708)
Previous year result carried forward					3,681,374	(3,681,374)	-
Amount set aside to BoD					(73,627)		(73,627)
Total operations with shareholders	125,000,000	(18,864,965)	(23,640,924)	15,760,108	256,782,968	-	355,037,188
Change in fair value reserve				(8,026,092)			(8,026,092)
Change in employment termination reserve					8,047		8,047
Change in other reserve					365,824		365,824
Net Result						20,567,178	20,567,178
Comprehensive Profit/(Loss) for the year	-	-	-	(8,026,092)	373,871	20,567,178	12,914,957
Balance at December 31st 2022	125,000,000	(18,864,965)	(23,640,924)	7,734,016	257,156,839	20,567,178	367,952,145

Caltagirone Editore SpA
Cash Flow Statement



(in Euro)

	2022	2021
CASH AND CASH EQUIV. AT BEGINNING OF YEAR	416,870	1,694,355
Net loss for the year	20,567,178	3,681,374
Amortisation & Depreciation	218,839	217,197
(Revaluations) and write-downs	(18,609,882)	-
Net financial income/(charges)	(3,486,960)	(4,944,672)
<i>of which related parties</i>	<i>124,940</i>	<i>(4,917,677)</i>
Income taxes	(4,952)	(324,247)
Changes in employee provisions	10,237	5,768
OPER. CASH FLOW BEFORE CHAN. IN W.CAPITAL	(1,762,797)	(1,364,580)
(Increase) Decrease in Trade receivables	(143,310)	(235,326)
Increase (Decrease) in Trade payables	(43,251)	491,615
Change in other current and non-current liabilities	(36,289)	38,078
Change in deferred and current income taxes	(318,568)	95,031
OPERATING CASH FLOW	(2,304,215)	(975,182)
Dividends received	3,584,500	4,924,500
<i>of which related parties</i>	<i>-</i>	<i>4,924,500</i>
Interest received	732	35
Interest paid	(45,680)	(9,112)
Other incomes received/(expenses paid)	-	(5,379)
A) CASH FLOW FROM OPERATING ACTIVITIES	1,235,337	3,934,862
Non-current investments and securities	(7,708,085)	(50,683,057)
Sale of equity investments and non-current securities	7,300,000	-
Change in current fin. assets	2,500,000	-
B) CASH FLOW FROM INVESTING ACTIVITIES	2,091,915	(50,683,057)
Change in current fin. liabilities	(437,832)	45,470,710
Dividends distributed	(3,203,707)	-
C) CASH FLOW FROM FINANCING ACTIVITIES	(3,641,539)	45,470,710
Change in net liquidity	(314,287)	(1,277,485)
CASH AND CASH EQUIVALENTS AT END OF PERIOD	102,583	416,870