



Elica S.p.A.

Interim Report

at March 31, 2013

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Corporate boards

Members of the Board of Directors

Francesco Casoli

Executive Chairman,

born in Senigallia (AN) on 5/6/1961, appointed by resolution of 27/4/2012.

Giuseppe Perucchetti

Chief Executive Officer, born in Varese (VA) on 30/10/1958, appointed a Director on 27/04/2012 and an Executive Director on 13/9/2012.

Gianna Pieralisi

Executive Director, born in Monsano (AN) 12/12/1934, appointed by resolution of 27/4/2012.

Gennaro Pieralisi

Director, born in Monsano (AN) on 14/02/1938, appointed by resolution of 27/4/2012.

Stefano Romiti

Independent Director and Lead Independent

Director, born in Rome (RM) on 17/11/1957, appointed by resolution of 27/4/2012.

Andrea Sasso

Director, born in Rome on 24/8/1965, appointed by resolution of 27/4/2012.

Elena Magri

Independent Director, born in Brescia (BS) on 19/7/1946, appointed by resolution of 27/4/2012.

Evasio Novarese

Independent Director, born in Omegna (VA) on 25/08/1947, appointed by resolution of 24/4/2013.

Members of the Board of Statutory Auditors

Corrado Mariotti

Chairman, born in Numana (AN) on 29/2/1944, appointed by resolution of 27/4/2012.

Stefano Marasca

Statutory Auditor, born in Osimo (AN) on 9/8/1960, appointed by resolution of 27/4/2012.

Gilberto Casali

Statutory Auditor, born in Jesi (AN) on 14/1/1954, appointed by resolution of 27/4/2012.

Franco Borioni

Alternate Auditor, born in Jesi (AN) on 23/6/1945, appointed by resolution of 27/4/2012.

Daniele Capecci

Alternate Auditor, born in Jesi (AN) on 3/4/1972, appointed by resolution of 27/4/2012.

Internal control & risk management Cmte.

Stefano Romiti
Gennaro Pieralisi
Elena Magri

Appointments and Remuneration Committee

Stefano Romiti
Gennaro Pieralisi
Elena Magri

Independent Auditors' Report

Deloitte & Touche S.p.A.

Registered office and Company Data

Elica S.p.A.
Registered office: Via Dante, 288 – 60044 Fabriano (AN)
Share capital: Euro 12,664,560.00
Tax Code and Companies' Register Number: 00096570429
Ancona REA No. 63006 – VAT Number 00096570429

Investor Relations Manager

Laura Giovanetti
e-mail: l.giovanetti@elica.com
Telephone: +39 0732 610727

Interim Report at March 31, 2013

Financial and operating review

<i>In Euro thousands</i>	Q1 13	revenue margin	Q1 12	revenue margin	13 Vs 12 %
Revenues	95,134		94,724		0.4%
EBITDA	5,453	5.7%	5,051	5.3%	8.0%
EBIT	1,517	1.6%	1,338	1.4%	13.4%
Financial income/(charges)	(1,263)	(1.3%)	96	0.1%	n/a
Income taxes	323	0.3%	(707)	(0.7%)	n/a
Net profit/(loss) from continuing operations	577	0.6%	727	0.8%	(20.6%)
Net profit from continuing operations and discontinuing operations	577	0.6%	727	0.8%	(20.6%)
Group Net Profit	426	0.4%	690	0.7%	(38.3%)
Basic earnings per share on continuing operations and discontinuing operations (Euro/cents)	0.71		1.15		(38.3%)
Diluted earnings per share on continuing operations and discontinuing operations (Euro/cents)	0.71		1.09		(34.9%)

The earnings per share for Q1 2013 and Q1 2012 were calculated by dividing the Group net result from continuing and discontinued operations by the number of outstanding shares at the respective reporting dates.

EBITDA is the operating profit (EBIT) plus amortisation and depreciation and any write-downs of goodwill for losses in value. EBIT is the operating profit as reported in the consolidated income statement.

<i>In Euro thousands</i>	March 31, 13	Dec. 31, 12 <i>restated</i>	March 31, 12
Trade receivables	79,665	77,465	85,476
Inventories	55,142	49,597	54,482
Trade payables	(90,641)	(88,716)	(92,453)
Managerial Working Capital	44,166	38,346	47,505
as a % of annualised revenues	11,6%	10,0%	12,5%
Other net receivables/payables	(2,129)	(760)	(1,300)
Net Working Capital	42,037	37,586	46,205

<i>In Euro thousands</i>	March 31, 13	Dec. 31, 12 <i>restated</i>	March 31, 12
Cash and cash equivalents	21,090	29,551	14,758
Finance leases and other lenders	(14)	(333)	(607)
Bank loans and mortgages	(42,370)	(46,343)	(42,776)
Long-term debt	(42,384)	(46,676)	(43,383)
Finance leases and other lenders	(42)	(40)	(32)
Bank loans and mortgages	(47,482)	(45,165)	(45,578)
Short-term debt	(47,524)	(45,205)	(45,610)
Net Debt	(68,818)	(62,330)	(74,235)

Net debt is the sum of cash and cash equivalents less amounts due under finance leases and other borrowings (current and non-current), plus bank loans and mortgages (current and non-current), as reported in the balance sheet.

Operating review Q1 2013

In the first quarter of 2013, consolidated revenues of the Elica Group were substantially in line with Q1 2012 (+0.4%). The Cooking Segment reported revenue growth of 1.0%, which relates essentially to the increase of 2.8% of own brand product sales, against stable third party brand sales compared to the same period of 2012.

Global range hood demand in the quarter saw a turnaround with growth of 2.4%¹, after eight consecutive quarterly contractions, driven by the recoveries on the Chinese and North American markets. Motor Segment revenues in the first quarter of 2013 recorded a slight reduction (2.8%), related to the contraction in white good segment sales, against substantial stability in revenues in the heating and ventilation segments.

The Americas and Asia contributed significantly to revenue growth (respectively +13.2% and +7.3% on Q1 2012), while European sales contracted (-2.8%), reflecting the ongoing challenging economic conditions in Western Europe (-4%).

The EBITDA in the first quarter of 2013 of Euro 5.5 million grew by 8.0% on the same period of 2012, benefitting both from an improved sales mix in the quarter and the industrial and overhead cost streamlining programmes.

Income taxes report a net income effect of Euro 0.3 million in the period, compared to charges of Euro 0.7 million in Q1 2012.

Group Net Profit in Q1 2013 was Euro 0.4 million compared to Euro 0.7 million in the same period of the previous year, which however benefitted from a positive currency impact of Euro 1.2 million.

The Managerial Working Capital on annualised revenues of 11.6% improved on 12.5% at March 31, 2012, but increased compared to 10.0% at December 31, 2012, due to the normal seasonality of the Group's activities.

The Net Debt at March 31, 2013 totaled Euro 68.8 million, reducing on Euro 74.2 million at March 31, 2012 and increasing on Euro 62.3 million at December 31, 2012, in line with the business seasonality.

	Average 2013	Average 2012	%	March 31, 13	Dec. 31, 12	%
USD	1.32	1.31	0.8%	1.28	1.32	-3.0%
JPY	121.80	103.99	17.1%	120.87	113.61	6.4%
PLN	4.16	4.23	-1.6%	4.18	4.07	2.7%
MXN	16.70	17.02	-1.9%	15.81	17.18	-7.9%
INR	71.54	65.90	8.6%	69.57	72.56	-4.1%
CNY	8.22	8.27	-0.6%	7.96	8.22	-3.2%
RUB	40.15	39.55	1.5%	39.76	40.33	-1.4%
GBP	0.85	0.83	2.4%	0.85	0.82	3.6%

In 2013 the Euro, at average exchange rates, strengthened against the US Dollar, the Japanese Yen, the Indian Rupee, the U.K. Sterling and the Russian Ruble, while weakening against the Polish Zloty, the Mexican Peso and the Chinese Yuan.

¹ Global range hood market volumes

Significant events in Q1 2013

On January 16, 2013, Elica S.p.A., in accordance with Article 70, paragraph 8 and Article 71, paragraph 1-*bis* of the Consob Issuers' Regulation, announced that it would employ the exemption from publication of the required disclosure documents concerning significant merger, spin-off, share capital increase through conferment of assets in kind, acquisition and sales operations.

The Board of Directors of Elica S.p.A. on February 14, 2013 approved the 2012 Fourth Quarter Report, prepared in accordance with IFRS accounting standards.

On March 15, 2013 the Board of Directors of Elica S.p.A approved the Consolidated Financial Statements at December 31, 2012 and the Separate Financial Statements at December 31, 2012 of Elica S.p.A, prepared in accordance with IFRS.

On March 28, 2013, the Board of Directors decided to propose May 20, 2013 as the coupon No. 5 date, record date of May 22, 2013 and dividend payment date of May 23, 2013.

Elica Group structure and consolidation scope

Structure of the Elica Group

The Elica Group is currently the world's largest manufacturer of kitchen range hoods for domestic use and is leader in Europe in the sector of motors for boilers used in home heating systems.

Parent Company

O Elica S.p.A, - Fabriano (AN) is the parent company of the Group (in short Elica).

Subsidiary companies at March 31, 2013

o Elica Group Polska Sp.zo.o – Wrocław – (Poland) (in short Elica Group Polska). This wholly-owned company has been operational since September 2005 in the production and sale of electric motors and from December 2006 in the production and sale of exhaust range hoods for domestic use;

o Elicamex S.A. de C.V. – Queretaro (Mexico) (in short Elicamex). The company was incorporated at the beginning of 2006 (The Parent Company owns 98% directly and 2% through Elica Group Polska). Through this company, the Group intends to concentrate the production of products for the American markets in Mexico and reap the benefits deriving from optimisation of operational and logistical activities;

o Leonardo Services S.A. de C.V. – Queretaro (Mexico) (in short Leonardo). This wholly-owned subsidiary was incorporated in January 2006 (the Parent Company owns 98% directly and 2% indirectly through Elica Group Polska Sp.zo.o.). Leonardo Services S.A. de C.V. manages all Mexican staff, providing services to ELICAMEX S.A. de C.V.;

o Ariaфина CO., LTD – Sagamihara-Shi (Japan) (in short Ariaфина). Incorporated in September 2002 as an equal Joint Venture with Fuji Industrial of Tokyo, the Japanese range hood market leader, Elica S.p.A. acquired control in May 2006 (51% holding) to provide further impetus to the development of the important Japanese market, where high-quality products are sold;

o Airforce S.p.A. – Fabriano (AN) (in short Airforce). This company operates in a special segment of the production and sale of hoods sector. The holding of Elica S.p.A. is 60%;

o Airforce Germany Hochleistungs-Dunstabzugssysteme GmbH – Stuttgart (Germany) (in short Airforce Germany). Airforce S.p.A. owns 95% of Airforce Germany G.m.b.h., a company that sells hoods in Germany through so-called "kitchen studios";

o Elica Inc. – Chicago, Illinois (United States). The company aims to develop the Group's brands in the US market by carrying out marketing and trade marketing with resident staff. The company is a wholly owned subsidiary of ELICAMEX S.A. de C.V.;

O Exklusiv Hauben Gutmann GmbH – Mulacker (Germany) (in short Gutmann) - a German company entirely held by Elica S.p.A. and the German leader in the high-end kitchen range hood market, specialised in "tailor made" and high performance hoods;

o Elica PB India Private Ltd. - Pune (India) (in short Elica India); in June 2010 Elica S.p.A. signed a joint venture agreement subscribing 51% of the share capital of the newly-incorporated Indian company. Elica PB India Private Ltd. is involved in the production and sale of Group products.

o Zhejiang Putian Electric Co. Ltd. – Shengzhou (China) (in short Putian), a Chinese company held 66.76% and operating under the "Puti" brand, a leader in the Chinese home appliances sector, producing and marketing range hoods, gas hobs and kitchenware sterilisers. Putian is one of the main players in the Chinese range hood market and the principal company developing western style range hoods. The production site is located in Shengzhou, a major Chinese industrial district for the production of kitchen home appliances.

o Elica Trading LLC – St. Petersburg (Russian Federation) (in short Elica Trading), a Russian company held 100%, incorporated on June 28, 2011.

Associated companies

o I.S.M. S.r.l. – Cerreto d'Esi (AN). The company, of which Elica S.p.A. holds 49.385% of the Share Capital, operates within the real estate sector.

Changes in the consolidation scope

There were no changes in the consolidation scope compared to December 31, 2012.

Elica Group Inter-company and other related-party transactions

Transactions were entered into with subsidiaries, associated companies and other related parties during the period. All transactions were conducted on an arm's length basis in the ordinary course of business.

Subsequent events and outlook

On April 24, 2013, the Shareholders' Meeting of Elica S.p.A., meeting in Ordinary and Extraordinary session, approved the Financial Statements at December 31, 2012 of Elica S.p.A., the distribution of a dividend of Euro 0.0237 per share, resulting in a pay-out ratio of 30.0% of the Consolidated Group Net Profit, excluding the distribution of a dividend for treasury shares held at May 20, 2013, date of the dividend coupon No. 5 and record date of May 22. The dividend payment date is May 23, 2013. On the same date, the Shareholders' Meeting approved the Remuneration Report, authorised the purchase of treasury shares and the utilisation of such shares, approved the amendments to the By-laws and an increase in the number of Board members from 7 to 8, appointing Evasio Novarese as Director, born in Omegna (VB) on 25/8/1947 and resident in Comerio (VA), who will remain in office until the Shareholders' Meeting called for the approval of the 2014 Annual Accounts.

In a global marketplace with very contrasting performances across the various regions, the Elica Group for 2013 forecasts an increase in consolidated revenues of between 1% and 3% and an improvement in consolidated EBITDA of between 2% and 7% on 2012, and targets a Net Debt of not greater than Euro 57 million at the end of 2013.

Compliance pursuant to Section VI of the regulation implementing legislative decree No. 58 of 24 February 1998 concerning market regulations ("Market Regulations")

Elica S.p.A. confirms compliance with the conditions for listing pursuant to articles 36 and 37 of Consob's Market Regulations. In particular, having control, directly or indirectly, over some companies registered in countries outside of the European Union, the financial statements of the above-mentioned companies, prepared for the purposes of the Elica Group Consolidated Financial Statements, were made available in accordance with the provisions required by the current regulations enacted on March 30, 2009.

Interim Report at March 31, 2013**Consolidated Income Statement – Q1 2013**

<i>In Euro thousands</i>	<i>Notes</i>	Q1 13	Q1 12
Revenues	1.	95,134	94,724
Other operating revenues		418	471
Changes in inventories of finished and semi-finished goods		3,022	2,531
Increase in internal work capitalised		743	678
Raw materials and consumables	2.	(55,050)	(54,532)
Services	3.	(16,901)	(17,823)
Labour costs	4.	(20,609)	(19,535)
Amortisation & Depreciation		(3,936)	(3,713)
Other operating expenses and provisions		(1,304)	(1,463)
EBIT		1,517	1,338
Share of profit/(loss) from associates		(4)	1
Financial income	5.	39	16
Financial charges	5.	(1,000)	(1,086)
Exchange gains/losses	5.	(298)	1,165
Profit before taxes		254	1,434
Income taxes		323	(707)
Net profit from continuing operations		577	727
Net profit from discontinued operations		-	-
Net profit		577	727
of which:			
Minority interests share		151	37
Group Net Profit		426	690
<i>Basic earnings per Share (Euro/cents)</i>		0.71	1.15
<i>Diluted earnings per Share (Euro/cents)</i>		0.71	1.09

Comprehensive Consolidated Income Statement at March 31, 2013

	Q1 13	Q1 12 - <i>restated</i>
<i>In Euro thousands</i>		
Net profit	577	727
Other comprehensive income statement items:		
Exchange differences on the conversion of foreign financial statements	1,926	1,979
Net change in cash flow hedges	(24)	(54)
Actuarial gains/(losses) of employee defined plans	101	(488)
Income taxes on other comprehensive income statement items	(17)	147
Total other comprehensive income statement items, net of tax effects:	1,986	1,584
Total comprehensive profit	2,563	2,311
of which:		
Minority interests share	87	(322)
Group comprehensive profit	2,476	2,633

Consolidated Balance Sheet at March 31, 2013

<i>In Euro thousands</i>	<i>Notes</i>	March 31, 13	Dec. 31, 12 <i>restated</i>	Jan. 1, 12 <i>restated</i>
Property, plant & equipment	6.	89,056	86,861	85,165
Goodwill	7.	41,963	41,705	41,765
Other intangible assets	8.	25,561	25,426	24,424
Investments in associated companies		1,390	1,394	1,377
Other receivables		237	245	276
Tax receivables		6	6	6
Deferred tax assets		12,058	10,387	10,032
AFS financial assets		156	156	672
Derivative financial instruments		2	-	29
Total non-current assets		170,429	166,180	163,746
Trade and financial receivables	9.	79,665	77,465	82,207
Inventories	10.	55,142	49,597	50,598
Other receivables		7,862	5,816	6,036
Tax receivables		14,458	9,035	5,943
Derivative financial instruments		442	638	813
Cash and cash equivalents		21,090	29,551	20,026
Current assets		178,659	172,102	165,623
Assets of discontinued operations		-	-	1,065
Total Assets		349,088	338,282	330,434
Liabilities for post-employment benefits	13.	12,056	12,178	9,981
Provisions for risks and charges	11.	2,742	2,710	2,505
Deferred tax liabilities		5,652	5,375	6,426
Finance leases and other lenders		14	333	56
Bank loans and mortgages		42,370	46,343	45,105
Other payables		1,417	1,174	1,859
Tax payables		772	807	888
Derivative financial instruments		327	373	60
Non-current liabilities		65,350	69,293	66,880
Provisions for risks and charges	11.	2,451	2,086	1,882
Finance leases and other lenders		42	40	25
Bank loans and mortgages		47,482	45,165	43,640
Trade payables		90,641	88,716	89,806
Other payables		11,026	8,366	10,211
Tax payables		10,972	5,160	2,814
Derivative financial instruments		552	907	1,004
Current liabilities		163,166	150,440	149,382
Share capital		12,665	12,665	12,665
Capital reserves		71,123	71,123	71,123
Hedging, translation and stock option reserve		(3,269)	(5,356)	(5,668)
Actuarial profit/loss reserve	13.	(2,466)	(2,544)	(706)
Treasury shares		(8,815)	(8,815)	(8,815)
Retained earnings		44,804	39,926	34,684
Group profit		426	5,008	4,162
Group shareholders' equity		114,468	112,007	107,445
Capital and reserves of minority interests		5,953	6,492	6,773
Minority interest profit/(loss)		151	50	(46)
Minority interest equity		6,104	6,542	6,727
Consolidated shareholders' equity		120,572	118,549	114,172
Total liabilities and shareholders' equity		349,088	338,282	330,434

Consolidated Cash Flow Statement at March 31, 2013

	March 31, 13	March 31, 12
<i>In Euro thousands</i>		
Opening cash and cash equivalents	29,551	20,026
EBIT- Operating profit	1,517	1,338
Amortisation, depreciation and write-downs	3,936	3,713
Write-down of Goodwill for loss of value	0	0
EBITDA	5,453	5,051
Trade working capital	(5,422)	(3,649)
Other working capital accounts	725	(1,494)
Income taxes paid	(1,015)	(536)
Change in provisions	163	207
Other changes	(705)	(17)
Cash flow from operating activity	(801)	(438)
Net increases	(4,934)	(2,661)
	Intangible assets	(809)
	Property, plant & equipment	(2,516)
	Equity investments and other financial assets	664
Cash flow from investments	(4,934)	(2,661)
(Acquisition)/Sale of treasury shares	0	0
Other movements in share capital	0	0
Dividends	0	0
Increase (decrease) financial payables	(2,156)	54
Net changes in other financial assets/liabilities	49	(1,174)
Interest paid	(875)	(992)
Cash flow from financing activity	(2,982)	(2,112)
Change in cash and cash equivalents	(8,717)	(5,211)
Effect of exchange rate change on liquidity	256	(57)
Closing cash and cash equivalents	21,090	14,758

Notes to the Interim Report at March 31, 2013

Group structure and brief description of its activities

The operational segments are as follows:

- “Europe”: production and sale of range hoods, accessories and electric motors developed by the Group companies based in Europe, i.e. the Italian companies Elica S.p.A. and Airforce S.p.A., the German companies Exklusiv Hauben Gutmann GmbH and Airforce Germany GmbH, the Polish company Elica Group Polska Sp.zo.o and the Russian company Elica Trading LLC;
- “America”: production and sale of range hoods and accessories, developed by the Group companies based in America, i.e. the Mexican companies Elicamex S.A. de C.V. and Leonardo S.A. de C.V. and the US company Elica Inc;
- “Asia and the rest of the world”: production and sale of range hoods, accessories and other products, developed by the Group companies located in Asia, i.e. the Chinese company Zhejiang Putian Electric Co. Ltd., the Indian company Elica PB India Private Ltd. and the Japanese company Aria fina CO., LTD.

The activities are based in the same geographic areas and therefore in Europe, specifically in Italy, Poland, Germany and Russia, in America, i.e. in Mexico and in the United States, and in Asia, respectively in China, India and Japan.

Segment revenues are determined based on the geographic area to which the respective companies belong. Segment results are determined by taking into account all the costs that can be allocated directly to sales in a specific segment. Costs not allocated to the segments include all costs not directly attributable to the area, including manufacturing, sales, general, administrative costs, as well as financial income and charges and taxes.

Inter-segment revenues include revenues between Group segments that are consolidated on a line-by-line basis in relation to sales made to other segments.

Assets, liabilities and investments are allocated directly on the basis of their classification in a specific geographic area.

The Euro is the functional and presentation currency of Elica and all of the consolidated companies, except for the foreign subsidiaries Elica Group Polska Sp.zo.o Elicamex S.A.de C.V., Leonardo Services S.A.de C.V., Aria fina CO., LTD, Elica Inc., Elica PB India Private Ltd, Zhejiang Putian Electric Co. Ltd and Elica Trading LLC which prepare their financial statements in the Polish Zloty, the Mexican Peso (Elicamex S.A.de C.V. and Leonardo Services S.A. de C.V.), Japanese Yen, US Dollar, Indian Rupee, Chinese Renminbi and Russian Rouble respectively.

The exchange rates used for the translation to Euro of the financial statements of companies consolidated in a currency other than the consolidation currency, compared with those used in the previous periods, are shown in the table below:

	Average 2013	Average 2012	%	March 31, 13	Dec. 31, 12	%
USD	1.32	1.31	0.8%	1.28	1.32	-3.0%
JPY	121.80	103.99	17.1%	120.87	113.61	6.4%
PLN	4.16	4.23	-1.6%	4.18	4.07	2.7%
MXN	16.70	17.02	-1.9%	15.81	17.18	-7.9%
INR	71.54	65.90	8.6%	69.57	72.56	-4.1%
CNY	8.22	8.27	-0.6%	7.96	8.22	-3.2%
RUB	40.15	39.55	1.5%	39.76	40.33	-1.4%

Criteria for the preparation of the Interim Report

The Interim Directors' Report at March 31, 2013 was prepared in accordance with Article 154-*ter*, paragraph 5 of the Consolidated Finance Act ("CFA") introduced by Legislative Decree 195/2007 enacting EU Directive 109/2004 ("Transparency Directive").

The report was approved by the Board of Directors of Elica S.p.A. on May 14, 2013 and the board authorised its publication on the same date.

Accounting principles, consolidation criteria and estimate changes

The accounting principles utilised for the preparation of the financial statements as at March 31, 2013 are the IAS/IFRS issued by the IASB and approved by the European Union at the date of the Report. IAS/IFRS refers to the International Accounting Standards (IAS), the International Financial Reporting Standards (IFRS) and all the interpretive documents issued by the IFRIC (formally the Standing Interpretations Committee). The same accounting principles were adopted as in the preparation of the Consolidated Financial Statements at December 31, 2012, except for the new aspects of IAS 19, which necessitated a restatement. The interim report was prepared on the basis of the historical cost principle, except for some financial instruments which are recognised at fair value. The financial statement accounts have been measured in accordance with the general criteria of prudence and accruals and on a going concern basis, and also take into consideration the economic function of the assets and liabilities.

The preparation of interim financial statements requires the use of estimates and assumptions based on the best evaluations of management. If in the future these estimates and assumptions should be different from the actual circumstances, they will obviously be modified appropriately in the period in which the circumstances change.

In particular, with reference to the determination of any loss in value of non-current assets, tests are generally made on a complete basis on the preparation of the annual accounts, when all the necessary information is available, except where there are specific indications of impairment which require an immediate valuation of any loss in value or when facts arise requiring an impairment test.

The current interim report is presented in Euro and all the amounts are rounded to the nearest thousand, unless otherwise specified.

Changes in accounting principles

The financial statements utilised are the same as those for the preparation of the consolidated financial statements at December 31, 2012, except for the Introduction of the new "Actuarial profit/loss reserve", based on the new aspects of IAS 19, described below.

On June 16, 2011, the IASB issued an amendment to IAS 19 – "Employee benefits" which removes the option to defer recognition of gains or losses under the corridor method, requiring presentation in the balance sheet of the deficit or surplus of the relevant provision and the recognition to the income statement of the labour cost components and net financial charges and the recognition of the gains or losses which derive from the recalculation of the assets and liabilities under Other Comprehensive Income. In addition the income from the assets included under net financial charges must be calculated based on the discount rate of the liability and no longer on the expected income. The amendment is applicable in retrospective manner from periods beginning January 1, 2013.

It was therefore necessary to present a restatement column concerning December 31 and January 1, 2012, which presented the effects of these new aspects. Essentially, this resulted in an increase in Post-Employment Benefits recognised against the "Actuarial profit/loss reserve" and a reduction of the Deferred Tax Liability against the same reserve. In addition, this also affected the Minority Interest Equity account.

Composition and main changes in the Income Statement and Balance Sheet

1. Revenues

<i>In Euro thousands</i>	Q1 13	Q1 12	Changes
Revenues from product sales	94,960	94,705	255
Service revenues	174	20	154
Total revenues	95,134	94,724	410

For the comments relating to the changes in revenues, reference should be made to the paragraph "Operating review Q1 2013". The growth of Euro 0.4 million represents a 0.4% increase. Sales information by sector is reported in note 12.

2. Raw materials and consumables

<i>In Euro thousands</i>	Q1 13	Q1 12	Changes
Purchase of raw materials	(49,098)	(48,664)	(434)
Shipping expenses on purchases	(809)	(1,035)	226
Purchases of consumable materials	(532)	(480)	(52)
Packaging	(989)	(900)	(89)
Purchases of supplies	(238)	(182)	(56)
Purchases of semi-finished materials	(3,793)	(2,903)	(890)
Purchase of finished products	(1,736)	(1,508)	(228)
Other purchases	(144)	(137)	(7)
Change in inventory of raw materials, consumables and goods for re-sale	2,289	1,278	1,011
Total	(55,050)	(54,532)	(519)

Raw materials and consumables increased by approx. Euro 0.5 million (+0.9%), concentrated particularly in the Purchases of semi-finished products, raw materials and finished products accounts, only partially offset by the decrease in Change in inventory of raw materials, consumables and goods for re-sale.

3. Services

<i>In Euro thousands</i>	Q1 13	Q1 12	Changes
Outsourcing expenses	(6,143)	(6,674)	531
Transport	(2,036)	(2,137)	101
Finished goods inventories	(1,105)	(980)	(125)
Consulting	(936)	(851)	(85)
Other professional services	(2,161)	(2,125)	(36)
Maintenance	(290)	(595)	305
Utilities	(1,455)	(1,433)	(22)
Commissions	(570)	(718)	148
Travel expenses	(753)	(638)	(115)
Advertising	(323)	(563)	240
Insurance premiums	(316)	(325)	9
Directors & Statutory Auditor fees	(340)	(353)	13
Trade fairs and promotional events	(287)	(293)	6
Industrial services	(91)	(90)	(1)
Banking commissions and charges	(97)	(49)	(48)
Total Services	(16,901)	(17,823)	922

Service costs reduced by approx. Euro 922 thousand, principally due to Outsourcing and Maintenance expenses. As a percentage on revenues, these costs decreased from 18.8% to 17.8%.

4. Labour costs

<i>In Euro thousands</i>	Q1 13	Q1 12	Changes
Wages and salaries	(14,726)	(13,366)	(1,360)
Social security	(4,118)	(3,833)	(285)
Post-employment benefits	(741)	(781)	40
Other costs	(1,024)	(1,555)	531
Total labour costs	(20,609)	(19,535)	(1,074)

Labour costs increased by approx. Euro 1 million, principally comprising an increase of Euro 1.4 million in the Wages and salaries account and a reduction of Euro 0.5 million in the Other costs account.

5. Net Financial charges

<i>In Euro thousands</i>	Q1 13	Q1 12	Changes
Financial income	39	16	23
Financial charges	(1,000)	(1,086)	86
Exchange gains/losses	(298)	1,165	(1,463)
Total net financial income (charges)	(1,260)	95	(1,355)

The account financial charges deteriorated significantly, principally due to currency movements.

6. Property, plant & equipment

The breakdown of property, plant and equipment at March 31, 2013 and December 31, 2012 is detailed below.

<i>In Euro thousands</i>	March 31, 13	Dec. 31, 12 <i>restated</i>	Changes
Land, land usage rights and buildings	50,094	49,661	433
Plant and machinery	21,281	20,259	1,022
Commercial and industrial equipment	12,453	12,412	41
Other assets	3,629	3,405	224
Assets in progress and advances	1,600	1,124	476
Total property, plant and equipment	89,056	86,861	2,195

Property, plant and equipment increased from Euro 86,861 thousand at December 31, 2012 to Euro 89,056 thousand at March 31, 2013, an increase of Euro 2,195 thousand as a result of the sales, purchases and of depreciation recorded in the income statement of Euro 2,654 thousand.

7. Goodwill

<i>In Euro thousands</i>	March 31, 13	Dec. 31, 12 <i>restated</i>	Changes
Goodwill recorded by subsidiaries	41,963	41,705	258
Total goodwill	41,963	41,705	258

The account did not substantially change on December 31, 2012. The increase of Euro 258 thousand is due to the movement of the Euro against the Chinese currency.

8. Other intangible assets

<i>In Euro thousands</i>	March 31, 13	Dec. 31, 12 <i>restated</i>	Changes
Development Costs	6,420	6,270	150
Industrial patents and intellectual property rights	8,491	8,986	(495)
Concessions, licenses, trademarks & similar rights	1,711	1,744	(33)
Assets in progress and advances	3,834	3,111	723
Other intangible assets	5,106	5,314	(208)
Total other intangible fixed assets	25,561	25,425	136

The Other intangible assets increased from Euro 25,425 thousand at December 31, 2012 to Euro 25,561 thousand at March 31, 2013, an increase of Euro 136 thousand as a result of the purchases, sales and amortisation recorded to the income statement of Euro 1,282 thousand. The account Other intangible assets relates principally to the recording both of technologies developed and the client portfolio of the German subsidiary Exklusiv Hauben Gutmann GmbH.

9. Trade and financial receivables

<i>(in Euro thousands)</i>	March 31, 13	Dec. 31, 12 <i>restated</i>	Changes
Trade receivables	79,566	77,364	2,202
Receivables from associated companies	99	101	(2)
Total	79,665	77,465	2,200

Receivables are recorded net of the doubtful debt provision based on an analysis of the credit risk on receivables and on the basis of historical data on credit losses, considering that a substantial portion of the receivables are insured by primary international insurance companies. Management considers that the value approximates the fair value of the receivables.

10. Inventories

<i>In Euro thousands</i>	March 31, 13	Dec. 31, 12 <i>restated</i>	Changes
Raw material, ancillary and consumables	24,603	22,111	2,492
Raw materials obsolescence provision	(1,342)	(1,292)	(50)
Total	23,261	20,819	2,442
Products in work-in-progress and semi-finished	12,370	11,769	601
Semi-finished product obsolescence provision	(847)	(767)	(80)
Total	11,523	11,002	521
Finished products and goods for resale	21,570	19,078	2,492
Finished products obsolescence provision	(1,299)	(1,357)	58
Total	20,271	17,721	2,550
Advances	88	55	33
Total inventories	55,142	49,597	5,545

Inventories increased from Euro 49,597 thousand at December 31, 2012 to Euro 55,142 thousand at March 31, 2013. They are stated net of the obsolescence provisions in order to take into consideration the effect of waste, obsolete and slow moving items and the risk estimates of the use of some categories of raw and semi-finished materials based on assumptions made by management.

11. Provisions for risks and charges

<i>(in Euro thousands)</i>	March 31, 13	Dec. 31, 12 <i>restated</i>	Changes
Supplementary agent termination benefits	496	465	31
Product warranty provisions	1,315	1,531	(216)
Provisions for risks	2,242	2,244	(2)
Personnel Fund	1,066	487	579
Other Provisions	74	69	5
Total	5,193	4,796	397
of which			
Non-current	2,742	2,710	32
Current	2,451	2,086	365
Total	5,193	4,796	397

Product warranty provisions represent an estimate of the costs likely to be incurred to repair or replace items sold to customers. These provisions reflect the average warranty costs historically incurred by the Group as a percentage of sales still covered by warranty.

The provisions for risks relates to likely costs and charges to be incurred as a result of ongoing legal disputes. The provisions have been determined based on the best possible estimates, considering the available information.

The "Personnel Fund" includes the higher cost estimated by the company for the contractual indemnity of employees. This provision decreased following the payment of the higher costs related to the previous year and increased following the provision made for this cost for the current period.

12. Segment information**Income Statement by segment**

INCOME STATEMENT	Europe		America		Asia and the Rest of the World		Unallocated and eliminations		Consolidated	
	Q1 13	Q1 12	Q1 13	Q1 12	Q1 13	Q1 12	Q1 13	Q1 12	Q1 13	Q1 12
<i>(in Euro thousands)</i>										
Segment revenue:										
Third parties	72,072	74,672	12,583	10,764	10,505	9,279	(25)	10	95,134	94,724
Inter-segment	3,490	2,743	1	2	48	-	(3,539)	(2,746)	-	-
Total revenues	75,561	77,415	12,584	10,766	10,552	9,279	(3,564)	(2,736)	95,134	94,724
Segment result:	5,923	5,809	1,780	1,334	(45)	99			7,658	7,243
Unallocated overheads									(6,141)	(5,905)
Operating profit									1,517	1,338
Share of profit/(loss) from associates							(4)	1	(4)	1
Financial income							39	16	39	16
Financial charges							(1,000)	(1,086)	(1,000)	(1,086)
Exchange gains/losses							(298)	1,165	(298)	1,165
Profit before taxes							254	1,434	254	1,434
Income taxes							323	(707)	323	(707)
Net profit from normal operations									577	727
Net profit from discontinued operations									-	-
Net profit for the period									577	727

Balance Sheet by segment

BALANCE SHEET (in Euro thousands)	Europe		America		Asia and the Rest of the World		Unallocated and eliminations		Consolidated	
	March 13	Dec 12 <i>restated</i>	March 13	Dec 12 <i>restated</i>	March 13	Dec 12 <i>restated</i>	March 13	Dec 12 <i>restated</i>	March 13	Dec 12 <i>restated</i>
Assets:										
Segment assets	250,036	233,382	37,301	34,135	34,925	32,411	(12,096)	(8,716)	310,165	291,212
Investments							1,390	1,394	1,390	1,394
Unallocated assets				-		-	37,534	45,741	37,534	45,741
Total operational assets	250,036	233,382	37,301	34,135	34,925	32,411	26,827	38,419	349,088	338,348
Total Assets	250,036	233,382	37,301	34,135	34,925	32,411	26,827	38,419	349,088	338,348
Liabilities										
Segment liabilities	(119,478)	(109,163)	(14,375)	(12,708)	(14,690)	(13,241)	9,935	7,196	(138,608)	(127,916)
Unallocated Liabilities		-		-		-	(89,908)	(91,882)	(89,908)	(91,882)
Net Equity		-		-		-	(120,567)	(118,549)	(120,572)	(118,549)
Total operational liabilities	(119,478)	(109,163)	(14,375)	(12,708)	(14,690)	(13,241)	(200,540)	(203,235)	(349,088)	(338,348)
Total Liabilities	(119,478)	(109,163)	(14,375)	(12,708)	(14,690)	(13,241)	(200,540)	(203,235)	(349,088)	(338,348)

13. Restatement

The Elica Group applied the new aspects of IAS 19.

Following the introduction of these provisions, as it is no longer possible to apply the corridor method, the actuarial profits and losses, which reflect the effects from the changes in the actuarial parameters, are recorded directly to net equity. We summarise below the effects:

<i>(in Euro thousands)</i>	Dec. 31, 11	Actuarial profit/losses due to the change in principle	Jan. 1, 12 <i>restated</i>	Actuarial profit/losses matured in the period	Impact on the Income Statement	Dec. 31, 12 <i>restated</i>	Actuarial profit/losses matured in the period	Impact on the Income Statement	Mar. 31, 13
Liabilities for post- employment benefits	8,907	1,074	9,981	2,493	(296)	12,178	(90)	(32)	12,056
Deferred tax liabilities – share relating to post- employment benefits	884	(347)	537	(609)	(2)	(74)	12	-	(62)
Actuarial profit/loss reserve	-	(706)	(706)	(1,838)	-	(2,544)	78	-	(2,466)
Minority Interest Capital and Reserves – share relating to the Actuarial profit/loss reserve	-	(21)	(21)	(46)	-	(67)	-	-	(67)

Fabriano, May 14, 2013

The Chairman

Francesco Casoli

Declaration of the executive responsible for the preparation of the corporate accounting documents in accordance with Article 154 *bis*, paragraph 2 of Legislative Decree 58/1998

The undersigned Giuseppe Perucchetti as Chief Executive Officer and Alberto Romagnoli as Executive responsible for the preparation of the corporate accounting documents of Elica S.p.A., declares in accordance with Article 154 *bis*, paragraph 2, of the Consolidated Finance Act, that the accounting information in the present Interim Report at March 31, 2013 corresponds to the underlying accounting documents, records and accounting entries.

Fabriano, May 14, 2013

The Chief Executive Officer
Giuseppe Perucchetti

Executive responsible for the preparation
of the corporate accounting documents
Alberto Romagnoli