



Biancamano S.p.A.

PRESS RELEASE

Rozzano (MI), 31 March 2014

Report of the Independent Auditing Firm Mazars

Biancamano S.p.A. announces that, at today date, pursuant to art.154-ter of D.Lgs. 24 February 1998 n.58, the Annual Financial Report as of 31 December 2013, the Reports of the Independent Auditing Firm Mazars S.p.A. and the Report of the Board of Statutory Auditors are available for public access.

Note that the Reports issued by the Independent Auditing Firm Mazars on the Annual Financial Statements as of 31 December 2013 indicated a positive opinion and referred to the assessment of business continuity contained in the notes of the Annual Financial Report.

The same Annual Financial Report illustrated the reasons why the directors decided to adopt the assumption of business continuity for the drafting of the consolidated Financial Statements as of 31 December 2013.

The complete Reports of the Independent Auditing Firm Mazars S.p.A. is attached at this press release and is also available on the company website www.gruppobiancamano.it in the section Investor Relations – Financial Results and Presentation 2013, where the Annual Financial Report as of 31 December 2013 is available too.

Biancamano is the main Italian private operator in Waste Management sector, leader in the Urban Cleaning integrated Services. The Group, through its subsidiary company Aimeri Ambiente, is specialized in planning, managing and controlling the complete cycle of the environmental operating services: from the collection and transportation of Municipal Waste, to the separate collection, to the streets sweeping and washing, and to the realization and management of the ecological platforms, on behalf of local public organizations and private operators. The Group furthermore manages disposal and storage plants. With about 2,200 employees, 3,000 vehicles and a GPS advanced control system, the Group is present throughout the national territory.

This press release is an English translation of the original Italian document.

This Press Release is available on the website: www.gruppobiancamano.it under the section Investor Relations – Press Releases.

CONTATTI :

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MAZARS

Auditors' Report on the Financial Statements pursuant to Art.14 and 16 of D.Lgs. 39, dated January 27, 2010

To the shareholders of
Biancamano S.p.A.

1. We have audited the consolidated financial statements of Biancamano S.p.A. and its subsidiaries ("Gruppo Biancamano") which comprise the statement of financial position, the income statement, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows and the related explanatory notes as of and for the year ended at December 31st, 2013. These financial statements prepared in accordance with International Financial Reporting Standards as adopted by the European Union, and the requirements of national regulations issued pursuant to art. 9 of Italian Legislative Decree n. 38/2005, are the responsibility of the Company's Directors. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the Auditing Standards recommended by CONSOB, the Italian Commission for listed Companies and the Stock Exchange. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Directors. We believe that our audit provides a reasonable basis for our opinion.

As explained in the explanatory notes, the Directors have reclassified certain comparative data related to the prior year's consolidated financial statements with respect to the data previously reported and audited by us, on which we issued our auditors' report dated April 12 2013 containing a declaration of inability to express an opinion. These reclassifications of comparative data and related disclosures included in the notes to the consolidated financial statements have been audited by us for the purpose of expressing this opinion.

3. In our opinion, the consolidated financial statements of Biancamano Group as of December 31st 2013 comply with International Financial Reporting Standards as adopted by European Union and the requirements of national regulations issued pursuant to art. 9 of Italian Legislative Decree n.38/2005; accordingly, they give a true and fair view of the financial position of Biancamano Group, and the results of its operations and its cash flows for the year then ended.
4. During the period ended December 31st, 2013 the Biancamano Group suffered for a consolidated loss equal to Euro 25 million against a net consolidated equity equal to Euro 6,3 million and a negative net financial position of Euro 133 million. Furthermore, due to the accumulated loss, the subsidiary is facing the situation under art. 2482 of the Civil Code.

For a better comprehension of the consolidated financial statements we point out the following information broadly disclosed by the Directors in the explanatory note "Evaluation of going concern" and Disclosures for the shareholders" where they describe the initiatives taken to face the difficult economic and financial situation of the Group and in

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particular point out that the Board of Directors of the Holding company and of the Subsidiary on December 9, 2013 approved a Certified Plan and subsequently, on January 20, 2014 signed a Debt Restructuring Agreement with lending banks and leasing companies. Accordingly, the Directors while noting that the achievement of a balanced financial and economic situation in the middle terms is subordinate to the achievement of the results disclosed in the Plan, and thus to the realization of the underlying expectations and assumptions, deem that, as of the date of this report, uncertainties regarding the compliance with the goals of the Certified Plan could be overcome through the progressive achievement in time of the main expectations of the Agreement such as the payment of the second tranche of new finance and the achievement of full operating financing. Therefore, the Directors believe that the agreement suitable to obtain the balance of the financial situation of Biancamano Group and matured the reasonable belief that the Group could have adequate resources to continue to operate in a foreseeable future. Based on these evaluations and considerations, the Directors have adopted the assumption of going concern in the preparation of the annual financial report as of December 31st 2013.

5. The Directors of Biancamano S.p.A are responsible for the preparation of the report on operations and the report on corporate governance and ownership structure, published in the section "Corporate Governance" of the internet site of Biancamano S.p.A., in accordance with the applicable laws. Our responsibility is to express an opinion on the consistency of the report on operations and of the information reported in compliance with art. 123-bis of Legislative Decree n.58/98, paragraph 1, letters c), d), f), l), m) and paragraph 2, letter b) on the report on corporate governance and ownership structure, with the financial statements, as required by law. For this reason, we performed the procedures shown in the auditing standard n.001 issued by "Consiglio Nazionale dei Dottori Commercialisti e degli Esperti Contabili". In our opinion, the report on operations and the information reported in compliance with art.123 - bis of Legislative Decree n.58/98, paragraph 1, letters c), d), f), l), m) and paragraph 2, letter b) included in the specific section on corporate governance and ownership are consistent with the consolidated financial statements of Biancamano S.p.A. as of December 31st 2013.

Milan, March 31st 2014

Mazars S.p.A.

Signed by Rosanna Vicari
Partner

The report has been translated into english language solely for the convenience of International readers



Auditors' Report on the Financial Statements pursuant to Art.14 and 16 of D.Lgs. 39, dated January 27, 2010

To the shareholders of
Biancamano S.p.A.

1. We have audited the financial statements of Biancamano S.p.A. which comprise the statement of financial position, the income statement, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows and the related explanatory notes as of and for the year ended at December 31st, 2013. These financial statements prepared in accordance with International Financial Reporting Standards as adopted by the European Union, and the requirements of national regulations issued pursuant to art. 9 of Italian Legislative Decree n. 38/2005, are the responsibility of the Company's Directors. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the Auditing Standards recommended by CONSOB, the Italian Commission for listed Companies and the Stock Exchange. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Directors. We believe that our audit provides a reasonable basis for our opinion.

For the opinion on the prior year financial statements, the balances of which are presented for comparative purposes, as required by law, reference should be made to our auditors' report issued on April,12 2013 containing a declaration of inability to express and opinion.

3. In our opinion, the financial statements of Biancamano S.p.A. as of December 31st, 2013 comply with International Financial Reporting Standards as adopted by European Union and the requirements of national regulations issued pursuant to art. 9 of Italian Legislative Decree n.38/2005; accordingly, they give a true and fair view of the financial position of Biancamano S.p.A. and the results of its operations and its cash flows for the year then ended.
4. During the period ended December 31st, 2013 the company Biancamano S.p.A. closed the period with a loss equal to Euro 3,4 million and shows a net equity equal to Euro 30,8 million and a negative net financial position equal to Euro 2,3 million. Furthermore the company issued toward the only subsidiary Aimeri Ambiente S.r.l. guarantees pledged for third parties, only in the interest of this subsidiary, represented by a deed of pledge establishment equal to 99,98% of the share capital and by a guarantee of Euro 30 million in favor of a financial institution.

For a better comprehension of the financial statements we point out the following information broadly disclosed by the Directors in the explanatory note "Evaluation of going concern" and Disclosures for the shareholders" where they describe the initiatives taken



to face the difficult economic and financial situation of the Group and in particular point out that the Board of Directors of the Holding company and of the Subsidiary on December 9, 2013 approved a Certified Plan and subsequently, on January 20, 2014 signed a Debt Restructuring Agreement with lending banks and leasing companies. Accordingly, the Directors while noting that the achievement of a balanced financial and economic situation in the middle terms is subordinate to the achievement of the results disclosed in the Plan, and thus to the realization of the underlying expectations and assumptions, deem that, as of the date of this report, uncertainties regarding the compliance with the goals of the Certified Plan could be overcome through the progressive achievement in time of the main expectations of the Agreement such as the payment of the second tranche of new finance and the achievement of full operating financing. Therefore, the Directors believe that the agreement suitable to obtain the balance of the financial situation of Biancamano Group and matured the reasonable belief that the Group could have adequate resources to continue to operate in a foreseeable future. Based on these evaluations and considerations, the Directors have adopted the assumption of going concern in the preparation of the annual financial report as at December 31st 2013.

5. The Directors of Biancamano S.p.A are responsible for the preparation of the report on operations and the report on corporate governance and ownership structure, published in the section "Corporate Governance" of the internet site of Biancamano S.p.A., in accordance with the applicable laws. Our responsibility is to express an opinion on the consistency of the report on operations and of the information reported in compliance with art. 123-bis of Legislative Decree n.58/98, paragraph 1, letters c), d), f), l), m) and paragraph 2, letter b) on the report on corporate governance and ownership structure, with the financial statements, as required by law. For this reason, we performed the procedures shown in the auditing standard n.001 issued by "Consiglio Nazionale dei Dottori Commercialisti e degli Esperti Contabili". In our opinion, the report on operations and the information reported in compliance with art.123- bis of Legislative Decree n.58/98, paragraph 1, letters c), d), f), l), m) and paragraph 2, letter b) included in the specific section on corporate governance and ownership are consistent with the financial statements of Biancamano S.p.A. as of December 31st 2013.

Milan, March 31st 2014

Mazars S.p.A.

Signed by Rosanna Vicari
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