



RESOLUTIONS ADOPTED BY THE BOARD OF DIRECTORS

- ◆ IGNAZIO CAPUANO CONFIRMED CHIEF EXECUTIVE OFFICER
- ◆ ELECTED THE INTERNAL COMMITTEES
- ◆ APPROVED THE INTERIM REPORT FOR THE PERIOD ENDED MARCH 31, 2014

MAIN CONSOLIDATED FINANCIAL RESULTS OF THE FIRST QUARTER 2014 (VS. FIRST QUARTER 2013):

- ◆ **NET REVENUES:** €122.6 MILLION
(COMPARED TO €122.7 MILLION AS AT MARCH 31, 2013)
- ◆ **GROSS OPERATING PROFIT (EBITDA):** €14 MILLION
(COMPARED TO €8.0 MILLION AS OF MARCH 31, 2013)
- ◆ **OPERATING PROFIT (EBIT):** €8.2 MILLION
(COMPARED TO A PROFIT OF €1.8 MILLION AS AT MARCH 31, 2013)
- ◆ **NET PROFIT FOR THE PERIOD:** PROFIT OF €5.6 MILLION
(COMPARED TO A LOSS OF €0.2 MILLION AS AT MARCH 31, 2013)
- ◆ **NET FINANCIAL DEBT:** €74.5 MILLION
(COMPARED TO €73.5 MILLION AS AT DECEMBER 31, 2013)

Milan, April 29th, 2014

The Board of Directors of Reno De Medici S.p.A. (“RDM” or the “Company”), parent company of one of the world’s largest producers of recycled cardboard, met today following the Shareholders’ Meeting, for the appointment of the company officers, the allocation of powers and the distribution of remuneration.

The Board of Directors of Reno De Medici S.p.A. appointed **Ignazio Capuano** as **Chief Executive Officer, the only executive member**.

Therefore, the Board of Directors of RDM, which will stay in office for the 2014-2016 period, until the Shareholders’ Meeting that will approve the 2016 Financial Statements, consists of the following members:

- ◆ Robert Hall – Non-executive Chairman
- ◆ Ignazio Capuano – Chief Executive Officer
- ◆ Laurent Lemaire – Non-executive Director
- ◆ Enrico Giliberti – Independent Director
- ◆ Laura Guazzoni – Independent Director



In the same session, the Board of Directors of Reno De Medici also constituted the Internal Control Committees, appointing its members.

Therefore, the **Internal Control Committee** is currently comprised as below:

- ◆ Robert Hall - Chairman
- ◆ Enrico Giliberti
- ◆ Laura Guazzoni

The **Remuneration Committee** is currently comprised as below:

- ◆ Enrico Giliberti - Chairman
- ◆ Robert Hall
- ◆ Laura Guazzoni

The **Nomination Committee** is currently comprised as below:

- ◆ Enrico Giliberti- Chairman
- ◆ Robert Hall
- ◆ Laura Guazzoni

The **Committee for related party transactions** is currently comprised as below:

- ◆ Robert Hall - Chairman
- ◆ Enrico Giliberti
- ◆ Laura Guazzoni;

The **Supervisory Body** is currently comprised as below:

- ◆ Laura Guazzoni - Chairman
- ◆ Enrico Giliberti
- ◆ Veronica Arciuolo.

The Board assessed the requirements of independence pursuant to art 148, comma 3 of the TUF (applicable to directors ex art. 147-ter, comma 4 of the TUF), to the new code on Corporate Governance promoted by Borsa Italiana, to art. 37, comma 1, let. d), of Consob Regulation No. 16191 of October 29th, 2007, and subsequent amendments and/or integrations, of Enrico Giliberti and Laura Guazzoni.

In carrying out its assessment on the requirements of independence pursuant to the new corporate governance code promoted by Borsa Italiana, the Board of Directors adopted the criteria indicated in the mentioned code. The Board of Auditors in turn verified that the criteria adopted by the Board of Directors were applied in the correct way.



The Board of Directors eventually proceeded to the distribution of the annual aggregate remuneration of €100,000 approved by today's Shareholders' Meeting, fixing an annual remuneration of € 20,000 for each Director.

The Board of Directors today also examined and approved the **Interim Report for the period ended March 31, 2014 of the Reno De Medici Group**.

Introduction

The development of the general macroeconomic situation confirms the positive trend that materialized in the second half of 2013 when the first signs of coming out of the long crisis that began at the end of 2008 were seen.

As far as the specific development of the sector in which the Reno De Medici Group operates, European demand for white lined chipboard for packaging produced from recycled fibers increased in the first quarter of 2014 by 2.4% compared to the same period in 2013, and by 6.8% compared to the previous quarter. The recovery in Europe caused a resulting improvement in the geographic mix. The level of orders and the back-log are good, showing a slight increase at the end of March compared to December 2013, both at sector level and for the Reno De Medici Group.

As far as the cost of the main production factors is concerned, prices of raw materials for pulp in the first quarter of 2014 remained essentially stable. The price of natural gas was lower than at the end of 2013, in a context featuring low oil prices and abundant availability of gas at the European hubs. The comparison with the prices in the first quarter of 2013 also shows a slight fall, especially in Italy. The price of coal, the main source of energy for the Arnsberg plant, was essentially stable, but in this case too the comparison with the same period in the previous year shows a significant fall in average prices.

The following table summarizes key income statement indicators as of March 31, 2014 and 2013.

(thousands of Euros)	03.31.2014	03.31.2013
Revenues from sales	122,619	122,676
OPERATING PROFIT (EBITDA)	13,994	8,010
EBIT (1)	8,210	1,827
Pre-tax income (2)	6,778	270
Current and deferred taxes	(1,169)	(496)
Profit (loss) for the period	5,608	(226)

1) See "Operating profit" in the Consolidated Financial Statements for the RDM Group.

2) See Consolidated Financial Statements for the RDM Group, "Profit (loss) for the period" – "Taxes"



Main consolidated results as at 31 March 2014

As of March 31, 2014, **Net Revenues** of the Reno De Medici Group totalled **€122.6 million**, essentially in line with €122.7 million generated in the first quarter of 2013. Essentially in line with the previous year also the figures for tons dispatched by the Reno De Medici Group in the first quarter of 2014 that reached 228,000 units, compared to 227,000 units as at March 31, 2013. Moreover, the quarter saw an improvement in the geographic mix, with the fall in tons sold in overseas markets, and the increase in sales in markets with greater margins.

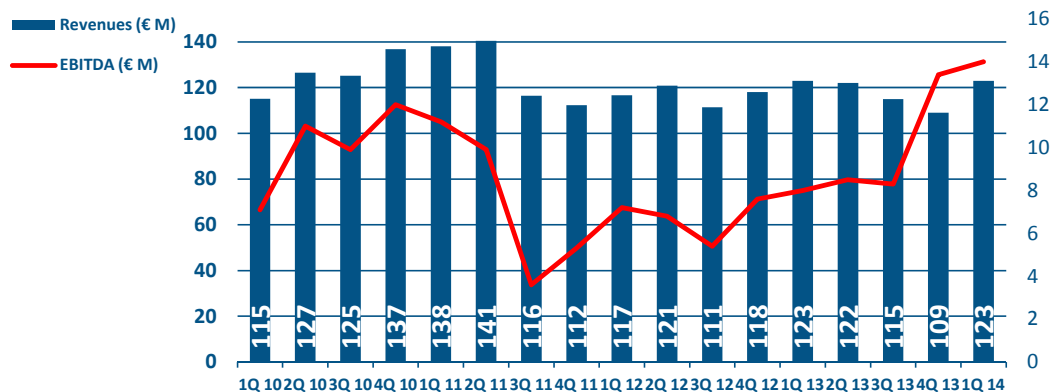
As of March 31, 2014 **total actual EBITDA** stands at **€14 million**, net growth compared to €8.0 million in the same period of previous year. This appreciable improvement over the same period in the previous year resulted from savings achieved in the cost of raw materials for pulp and energy, the reduction in manufacturing fixed costs and the obtaining of “TEE” Energy Efficiency Certificates, which were a reward for the energy efficiency improvement measures undertaken in the plants for a total amount of €3 million.

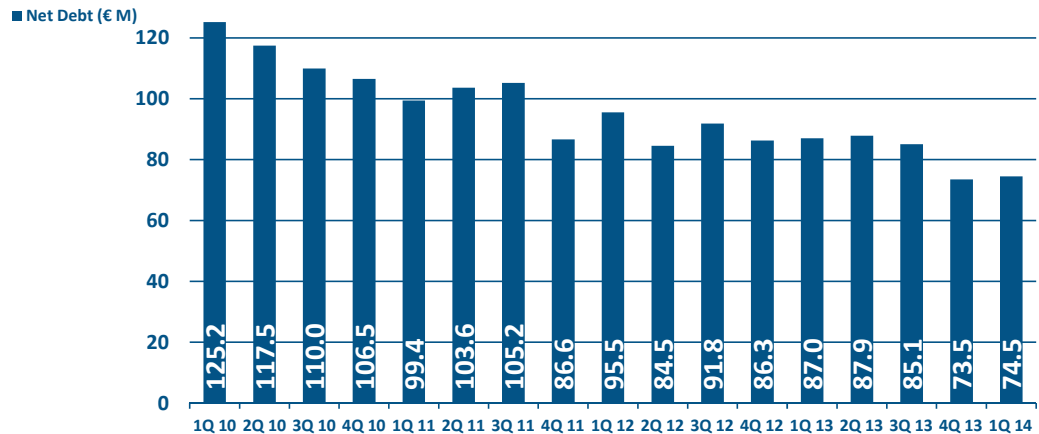
The **Consolidated Operating Profit (EBIT)** of the RDM Group was positive by **€8.2 million**, also an improvement compared to a profit of €1.8 million reported in the first quarter of 2013.

As at March 31, 2014 the RDM Group’s **capital expenditure** totalled €0.7 million (€15.2 million as at December 31, 2013).

Consolidated Net Profit as of March 31, 2014 rose to **€5.6 million**, compared to a loss of €0.2 million as of March 31, 2013.

Consolidated net financial debt of RDM Group as at March 31, 2014 stood at **€74.5 million**, compared to €73.5 million as at December 31, 2013.





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Outlook

After the end of the quarter, the flow of orders remained at satisfactory levels and the costs of the main factors of production did not suffer major changes. It is assumed that this performance will continue in the immediate future.

It is difficult to formulate more long-term predictions. On the one side the general macroeconomic situation remains uncertain, demand is still weak and the recovery from the long crisis which began in 2008 appears to be slow and is exposed to possible slowdowns, specifically in the weaker Eurozone countries, with a possible impact on sector activities as well. Energy cost developments also feature uncertainty, even if existing contracts protect Reno De Medici Group from possible significant price increases, at least in the coming months.

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Mr. Stefano Moccagatta, the officer in charge of drafting the Company's accounting documents, declares pursuant to Art. 154-bis, sub-section 2, of Italian Legislative Decree 58/1998 ("Consolidated Law on Financial Intermediation") that the information contained in this press release corresponds to documentary results and to accounting books and records.

In addition to the financial indicators conventionally required by IFRS, this press release also presents a few alternate performance indicators (for example, EBITDA) in order to provide a better assessment of the trend of economic and financial performance. These indicators are calculated according to normal market practices.

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This document is an English translation from Italian. The Italian original shall prevail in case of difference in interpretation and/or factual errors.

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The Consolidated Financial Results for the period ended 31 March 2014 will be available to the public at the Company's registered office at Via Durini n. 16/18, Milan, Italy and at Borsa Italiana, since today. Copies can be obtained. Such documents are also consultable on the website: www.Renodemedici.it.

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For further
information

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THE TABLES RELATIVE TO FINANCIAL STATEMENTS OF RDM GROUP AS OF MARCH 31, 2014 ARE ATTACHED BELOW¹

¹ These tables have not been audited by the Independent Auditors.



Consolidated
income
statement

Consolidated Income Statement	03.31.2014	03.31.2013
(thousands of Euros)		
Revenues from sales	122,619	122,676
Other revenues and income	6,414	3,066
Change in inventories of finished goods	(3,509)	(2,611)
Cost of raw materials and services	(92,340)	(95,687)
Personnel costs	(17,922)	(18,211)
Other operating costs	(1,261)	(1,223)
Costs from non-current assets held for sale	(7)	
Gross operating profit	13,994	8,010
Depreciation and amortization	(5,784)	(6,183)
Operating profit	8,210	1,827
<i>Financial expense</i>	<i>(1,770)</i>	<i>(1,832)</i>
<i>Gains (losses) on foreign exchange</i>	<i>22</i>	<i>82</i>
<i>Financial income</i>	<i>11</i>	<i>16</i>
Net financial income/(expense)	(1,737)	(1,734)
Gains (losses) from investments	304	177
Taxes	(1,169)	(496)
Profit (loss) for the period	5,608	(226)
attributable to:		
Group's share of profit (loss) for the period	5,578	(323)
Minority interest in profit (loss) for the period	30	97



Consolidated
Statement of
financial position

Statement of Financial Position - ASSETS	03.31.2014	12.31.2013
(thousands of Euros)		
Non-current assets		
Tangible fixed assets	206,098	211,204
Goodwill	63	63
Other intangible assets	5,521	5,670
Equity investments	2,131	1,826
Deferred tax assets	3,804	3,837
Financial assets held for sale		
Trade receivables	41	41
Other receivables	951	958
Total non-current assets	218,609	223,599
Current assets		
Inventories	73,017	77,944
Trade receivables	81,593	67,603
Other receivables	12,492	14,585
Cash and cash equivalents	2,702	2,716
Total current assets	169,804	162,848
TOTAL ASSETS	388,413	386,447



Statement of Financial Position - LIABILITIES AND SHAREHOLDERS' EQUITY	03.31.2014	12.31.2013
(thousands of Euros)		
Shareholders' equity		
Shareholders' equity attributable to the Group	144,916	139,276
Minority interests	698	668
Total shareholders' equity	145,614	139,944
Non-current liabilities		
Payables to banks and other lenders	28,691	32,322
Derivative instruments	305	297
Other payables	221	234
Deferred taxes	12,802	13,351
Employee benefits	27,474	27,557
Non-current provisions for risks and charges	6,547	6,906
Total non-current liabilities	76,040	80,667
Current liabilities		
Payables to banks and other lenders	47,878	42,728
Derivative instruments	443	430
Trade payables	98,935	105,894
Other payables	16,577	14,551
Current taxes	2,637	1,288
Employee benefits	289	945
Total current liabilities	166,759	165,836
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	388,413	386,447


**Net financial
position**

Net Financial Position	03.31.2014	12.31.2013	Change
(thousands of Euros)			
Cash, cash equivalents and short-term financial receivables	3,047	2,922	125
Short-term financial debt	(48,135)	(43,343)	(4,792)
Valuation of current portion of derivatives	(443)	(430)	(13)
Short-term net financial position	(45,531)	(40,851)	(4,680)
Medium-term financial debt	(28,691)	(32,322)	3,631
Valuation of non-current portion of derivatives	(305)	(297)	(8)
Net Financial Position	(74,527)	(73,470)	(1,057)