



## PRESS RELEASE

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### **NOTORIOUS PICTURES: the Shareholders' Meeting approves the 2017 financial statements and the distribution of a dividend of EUR 0.0543 per share**

- **Financial statements as at 31 December 2017 approved**
- **Distribution of an ordinary dividend of EUR 0.0543 per share approved**
- **The Board of Directors and the Board of Statutory Auditors appointed**
- **Independent audit assigned to the Independent auditors Deloitte & Touche SpA**

*Milan, 27 April 2018*

The ordinary shareholders' meeting of **Notorious Pictures**, company listed on the AIM Italia market, organised and managed by Borsa Italiana, active in the production, acquisition and marketing of film rights (full rights) through all the distribution channels (cinema, home video, tv, new media), met on today's date at the administrative headquarters of Milan, on first and sole call, under the Presidency of Guglielmo Marchetti.

#### **FINANCIAL STATEMENTS AS AT 31 DECEMBER 2017**

The Shareholders' Meeting examined and approved the financial statements as at 31 December 2017, drafted in compliance with the Italian accounting standards (ITA-GAAP) which, for more accurate and comparable information, the Board of Directors re-stated according to the international accounting standards (IAS/IFRS).

**Revenues** amounted to EUR 18.1 million (EUR 23.0 million as at 31 December 2016). **EBITDA** amounted to EUR 6.0 million (EUR 6.6 million as at 31 December 2016), with an EBITDA Margin of 33.2% (28.7% in 2016). **EBIT** came to EUR 1.9 million (EUR 3.2 million as at 31 December 2016). **Net profit** totalled EUR 1.5 million (EUR 2.8 million as at 31 December 2016). The **net financial position** was a positive (net cash) EUR 6.2 million (EUR 3.8 million as at 31 December 2016). **Shareholders' equity** amounted to EUR 21.0 million (EUR 20.7 million as at 31 December 2016).

The company **invested** a total of EUR 7.1 million (EUR 7.0 million as at 31 December 2016) for the acquisition of films targeted at enriching the library, for the production of films that will be shown in cinemas between 2018 and 2019 and for advances for the co-production of the film "Quanto Basta" ("As needed") released in April 2018. The total value of the **Library** as at 31 December 2017 was around EUR 8.0 million, for a total of 388 films.



### **ALLOCATION OF PROFIT AND DIVIDEND**

The shareholders' meeting resolved the distribution of a dividend to shareholders, before legal withholdings (excluding 361,200 held by the company as at 28 February 2018) equal to EUR 0.0543 per share, for a maximum amount of EUR 1,199,502. The dividend will be paid out from 9 May 2018, with coupon detachment no. 4 on 7 May 2018 and record date (pursuant to art. 83-terdecies of the Consolidated Law on Finance) of 8 May 2018. The dividend resolved implies a dividend yield of 4.24% (at the closing price of 29 March 2018, date of approval of the relevant proposal from the BoD, equal to EUR 1.28 per share) and a pay-out ratio of 42.5%, in compliance with the long-term dividend distribution policy - starting from 2015 - equal to at least 25% of the net profit. The resolution to retain the residual profit was then approved.

### **APPOINTMENT OF THE BOARD OF DIRECTORS AND THE BOARD OF STATUTORY AUDITORS**

The shareholders' meeting, called to also resolve on the renewal of the Board of Directors for the 2018-2020 three-year period, established the number of members at 5. The office of the following directors was renewed: Guglielmo Marchetti, Ugo Girardi, Stefano Di Giuseppe, Leonardo Pagni, Davide Rossi. Guglielmo Marchetti was appointed the Chairman and Ugo Girardi the Deputy Chairman. The Director Davide Rossi satisfies the independence requirements set out in the Code of Corporate Governance of listed companies. The Board of Directors will remain in office until approval of the financial statements as at 31 December 2020.

It should be noted that, as at today's date, the director Guglielmo Marchetti holds 18,449,600 ordinary shares (equal to 82.03% of the share capital).

The shareholders' meeting also appointed the Board of Statutory Auditors for the 2018-2020 three-year period, which was reconfirmed as follows: Paolo Mundula – Chairman, Marco D'Agata – Standing auditor, Giulio Varrella – Standing auditor, Luisa Cecchini – Alternate auditor, Otello Tagliaferri – Alternate auditor. Lastly, the shareholders' meeting resolved the fees due to the Board of Directors and the Board of Statutory Auditors.

Please see the company's admission document for the CVs of the directors and the Statutory Auditors, published on the website [www.notoriouspictures.it](http://www.notoriouspictures.it).

### **ASSIGNMENT OF THE ENGAGEMENT TO THE INDEPENDENT AUDITORS**

The shareholders' meeting, on the proposal of the Board of Statutory Auditors, assigned the independent audit to the Independent auditors Deloitte & Touche S.p.A. for the years 2018-2020. The shareholders' meeting also approved the associated fees.

### **RESOLUTIONS OF THE NEW BOARD OF DIRECTORS**

The new Board of Directors, which met at the end of the shareholders' meeting, confirmed Guglielmo Marchetti as the company's Chief Executive Officer.



## **FILING OF DOCUMENTATION**

The report of the shareholders' meeting and the summary report on voting will be made available to the public on the company's website in accordance with the terms and methods set out in the applicable legislation.

The annual financial report for 2017 is available in the Investors section of the website [www.notoriouspictures.it](http://www.notoriouspictures.it).

*This press release is available in the Investors/Financial disclosures section of the website.*

**Notorious Pictures**, an independent company formed in July 2012, with registered office in Rome, listed on the AIM Italia market, organised and managed by Borsa Italiana, operates in the production, acquisition and marketing of film rights (full rights) through all the distribution channels (cinema, home video, pay tv and free tv, new media). In 2017, based on the financial data disclosed in compliance with IAS/IFRS, the company registered revenues of EUR 18 million, an Ebitda margin of 33% and a net profit of EUR 1.5 million. Notorious Pictures has been an innovative SME since July 2017.

## **For more information:**

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