



Interim Management Report of Itway Group as of September 30, 2016

Board of Directors

(Until the approval of the December 31, 2016 Financial Statements)

<i>Name last name</i>	<i>Position</i>
Giovanni Andrea Farina	Chairman and Chief Executive Officer
Cesare Valenti	Managing director
Gabriele Brusa	Independent director
Giuseppe Parrello	Independent director
Claudia Palella	Independent director

Board of Statutory Auditors

(Until the approval of the December 31, 2016 Financial Statements)

<i>Name last name</i>	<i>Position</i>
Alessandro Antonelli	Chairman
Daniele Chiari	Member
Silvia Caporali	Member

Manager mandated to draft corporate accounting documents

The board of directors named Sonia Passatempi (Administrative Manager of the Group) as the manager in charge of drafting corporate accounting documents for the Itway Group.

Auditing Firm

PricewaterhouseCoopers S.p.A.

The mandate to the auditing company was given by the ordinary shareholders meeting of January 11, 2010 for the nine year period ending with the approval of December 31, 2017 Financial Statements and, pursuant to current regulations, it cannot be renewed.

Interim Management Report as of September 30, 2016

In a bid to give continuity with the past and following the indications of Borsa Italiana's Exchange Notice No. 7587 addressed to STAR Issuers (STAR Issuers': information on interim management statements), Itway has drafted and published the interim consolidated financial statements as of September 30, 2016 despite the recent changes to the Issuers' Regulations that have eliminated the obligation to publish such statements.

The publication of the current interim management report, which has not been audited, was approved by the Board of Directors on November 11, 2016.

In the current interim management Report as of September 30, 2016, the analysis of the economic performance was carried out with reference to the nine months between January 1-September 30, 2016 and in the quarter from July to September, 2016 compared with the equivalent periods of 2015. The net financial position is provided with reference to September 30, 2016, June 30, 2016 and compared with the one in consolidated financial statements as of December 31, 2015.

The accounting statements to September 30, 2016 were drafted before taxes and of the fiscal impact on the result for the period.

The accounting principles, the evaluation criteria, the forecasts made, and the consolidation principles that are referred to in preparing the attached interim management report to September 30, 2016 are, as in the previous fiscal period, the international accounting principles defined by IFRS. In particular, these principles require forward looking statements. In the context of economic uncertainty illustrated below, please note that these forecasts have a component of risk and uncertainty. Therefore, it cannot be ruled out that in the near future the results achieved could be different from those forecast, therefore requiring revisions that today cannot be either estimated or forecast.

On October 20, 2016, Itway S.p.A. signed an agreement to transfer to the Esprinet Group its activities in Italy, Spain and Portugal in the sector of value added Information Technology (VAD – Value Added Distribution) from wholesale marketing to Systems Integrators and Value Added Resellers of (i) hardware and software products, (ii) certification services for distributed software technologies, and (iii) pre and post-sales services of technical support for these products.

The agreement provides for further subscription at the closing of (i) an agreement related to the supply by Itway to Esprinet of know-how and operational support in relation to the business unit for a period of two years from the date of transfer and (ii) a commercial partnership pursuant to which the two parties mutually undertake for a period of 5 years as from the closing, to promote each other's business peculiarities.

The closing of the transaction is subject to the fulfilment of the consultations with the trade unions and to certain conditions precedent at arm's length term, the occurrence of which is envisaged by the end of November 2016.

The information document will be made available to the public within the terms provided by the CONSOB regulation. In applying the IFRS 5 principle which governs, among other things, "Non-current Assets Held for Sale", in the tables included in the current interim management report, the economic data of this transaction is reported separately, highlighted in the "VAD Italy and Iberia Iberica Transactions" column.

The proceeds generated by the Group for the transfer of the business unit, of a maximum of 10.8 million Euros, will be allocated to strengthening the Group's capital and reducing short-term financial exposure. The revenues from the deal comprise:

- A fixed amount equal to Euro 5,000,000 (five million) in cash at closing;
- Up to Euro 5,000,000 (five million) at the end of the 12th month following the closing based on the goal of pre-determined economic-financial targets achieved by the business unit, also thanks to the operational support of Itway;
- Up to Euro 800,000 (eight hundred thousand) at the expiration of the 12th month following the closing related to profitability targets achieved by the companies of Esprinet Group.

The transfer of the business unit follows a similar transaction occurred in 2015 related to the VAD businesses of the Group in France (2015) and represents a milestone in the strategic reorientation of Itway, in the context of a plan that provides for the gradual disposal of the businesses in the Distribution (ASA VAD) sector and the strengthening of Itway within the area of system integration (ASA VARs) and of value-added services (VAS ASA).

The transfer of the business unit will allow to strengthen capital and reduce the short-term financial debt of Itway Group (with gradual improvement of the main profitability and financial coverage indicators). It will also allow to orient more effectively the Group's management resources towards the promotion of a corporate structure strategically oriented towards technological and product innovation.

As a result of the transfer, the business and organizational structure of Itway Group will therefore focus on the development of ASA VAR and ASA VAS, through an integrated offer of consulting and engineering services in the ICT segments with a higher added value, in Italy and other high-growth countries.

Performance of the Group and the reference market

Confirming what was already noted in the recent Half-Year financial statements published on September 30, 2016, the European Union is undergoing the worst period since it undertook a common path. The desire to leave the EU expressed by autonomous movements in the UK, prompted the much feared BREXIT. Even though there still have not been any concrete impact – which could be in 2019 according to the negotiations – financial market exploited this, in part, unexpected turbulence to position themselves on the downside. This hit in particular the banking sector, which is already undergoing other problems, and inevitably has an impact also on the real economy of companies and households. The increased instability in the European Union, caused by BREXIT, the invasion of asylum seekers, Islamic terrorism from the DAESH that is steadily rooted in Europe, by the wars in our next door neighbours in Libya and Syria, undermines the already weak growth of European economies and in particular the area where the Group operates. In addition to this, the referendum in Italy on December 4, 2016 to review the constitution has become a Referendum on the Government of Matteo Renzi. In the event, which is not so far-fetched, of a victory of the NO side there are concerns of a period of political instability that will worsen all economic indicators. Spreads on Italian bonds have been rising for some time amid speculation about this possibility.

The forecast for Italy is of growth of 0.6% for a general increase for the countries of the EU of 1.3% – Source OECD.

A significant improvement can be expected if what the Italian Government has asked for some time now is implemented, that is to abandon the policy of rigor in favour of a balanced Keynesian vision of the economy that can give a fresh impetus to the old Europe. As just mentioned the uncertainties related to the referendum impact these uncertainties.

In this not serene and chaotic context the results that the Group has been progressively achieving are impressive.

It should be noted that the ICT market has a defined seasonality and the third quarter is historically the weakest of the year while in the fourth generates over 40% of revenues.

General context and performance of the ICT Market: It: Please see the recent Half-Year Financial Statements published on September 30, 2016 for the considerations of the market where the Group operates.

Market positioning: during the period the repositioning on new distribution lines continued in a bid to replace low margin lines with one with greater value added, that allow a smaller use of working capital.

Group's industrial policy: In the general context indicated above, the industrial policy of the Group continued to focus on higher value added business lines like the VAR SBU and the VAS SBU.

The alliance with Libanica S.A. led the Group at the end of 2014 to take part in the constitution of Itway MENA with a 17.1% stake. The company is based in Dubai-Sharjah, in the United Arab Emirates. Exploiting its geopolitical and technical expertise of Libanica and the technical and specialized expertise of Itway, the newly constituted group will expand in markets in the Middle East and North Africa (MENA), Itway MENA started during 2015 to develop the market in the UAE, Iran and Nigeria with results expected to be seen starting from the last quarter of the current fiscal period.

Following are the consolidated condensed Income Statements at September 30, 2016 compared with those of the same period a year earlier. In the column “VAD Italia and Iberica Transactions” we report the impact up to the EBIT line of the previously mentioned transfer of the business unit:

(Thousands of Euros)	Nine months to September 30, 2016			Nine months to September 30, 2015		
	Itway Group - Total	VAD Italy and Iberica Transaction	Net Itway Group	Total Itway Group	VAD Italy and Iberica Transaction	Net Itway Group
Turnover						
Revenue	58,753	30,189	28,564	62,515	36,804	25,711
Other operating revenues	796	260	536	1,081	307	774
Total revenues	59,549	30,449	29,100	63,596	37,111	26,485
Operating costs						
Cost of products	45,225	27,009	18,216	50,083	33,282	16,801
Personnel costs	7,722	1,432	6,290	7,019	1,569	5,450
Other costs and operating charges	5,752	1,382	4,370	5,598	1,550	4,048
Total operating costs	58,699	29,823	28,876	62,700	36,401	26,299
EBITDA	850	626	224	896	710	186
Amortizations	326	4	322	319	(8)	327
EBIT	524	622	(98)	577	718	(141)
Net financial charges	(1,366)			(1,244)		
Recurrent Pre-tax result	(842)			(667)		
Non-recurring charges	(390)			(151)		
Pre-tax Result	(1,232)			(818)		

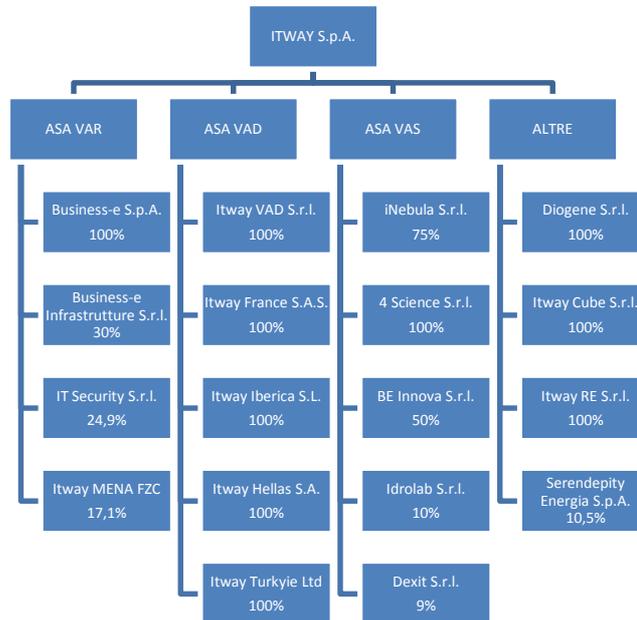
(Thousands of Euros\)	Quarter to September 30, 2016			Quarter to September 30, 2015		
	Itway Group - Total	VAD Italy and Iberica Transaction	Net Itway Group	Itway Group - Total	VAD Italy and Iberica Transaction	Net Itway Group
Turnover						
Revenue	18,439	9,240	9,199	22,899	14,460	8,439
Other operating revenues	88	60	28	240	68	172
Total revenues	18,527	9,300	9,227	23,139	14,528	8,611
Operating costs						
Cost of products	14,275	8,460	5,815	18,898	13,202	5,696
Personnel costs	2,435	469	1,966	2,210	523	1,687
Other costs and operating charges	1,989	400	1,589	1,980	617	1,363
Total operating costs	18,699	9,329	9,370	23,088	14,342	8,746
EBITDA	(172)	(29)	(143)	51	186	(135)
Amortizations	119	1	118	112	(2)	114
EBIT	(291)	(30)	(261)	(61)	188	(249)
Net financial charges	(436)			(325)		
Recurrent Pre-tax result	(727)			(386)		
Non-recurring charges	-			(25)		
Pre-tax Result	(727)			(411)		

In the nine months ended September 30, 2016 revenues rose and operating costs of the Group fell in volume terms 6.4% compared with the same period of the previous fiscal period while EBITDA was of 850 thousand Euros compared with 896 thousand Euros in the same year earlier period. EBIT came in at 524 thousand Euros from 577 thousand Euros while pre-tax profit stood at -1,232 thousand Euros compared with -818 thousand Euros.

In the quarter ended September 30, 2016, revenues and operating costs of the Group fell in volume terms some 20% while EBITDA is of -172 thousand Euros compared with 51 thousand Euros in the same period of 2015. EBIT and pre-tax profit were respectively of -291 thousand Euros and -727 thousand Euros as of September 30, 2016 compared with the same quarter of 2015 when EBIT was of -61 thousand Euros and pre-tax profit of -411 thousand Euros.

Activities and Structure of the Group

The Interim Management Report includes the accounting situation of the companies of the Itway Group, which as of September 30, 2016 has the following structure::



Following is the list of fully consolidated companies on which Itway S.p.A. exercises, directly or indirectly, control through the majority of voting rights:

NAME	HEADQUARTER	SHARE CAPITAL €	% of direct ownership	% of indirect ownership
Itwayvad S.r.l.	Via L. Braille,15- Ravenna	10.000	100%	- 100%
Itway Iberica S.L.	Argenters 2, Cerdanyola del Vallès - Barcelona	560.040	100%	- 100%
Itway France S.A.S.	4, Avenue Cely – Asniere sur Seine, Cedex	100.000	100%	- 100%
Itway Hellas S.A.	Agiou Ioannou Str , 10 Halandri - Athens	846.368	100%	- 100%
Itway Turkiye Ltd.	Eski Uscudar Yolu NO. 8/18 – Istanbul	1.500.000 *	100%	- 100%
Itway Cube S.r.l.	Via L. Braille,15 - Ravenna	10.000	100%	- 100%
Diogene S.r.l.	Via V. Mazzola, 66 – Rome	78.000	100%	- 100%
Business-e S.p.A.	Via L. Braille, 15 – Ravenna	1.001.084	100%	- 100%
iNebula S.r.l.	Via L. Braille, 15 – Ravenna	10.000	75%	- 75%
Itway RE S.r.l.	Via L. Braille 15, Ravenna	10.000	100%	- 100%
4Science S.r.l.	Via L. Braille 15, Ravenna	10.000	100%	- 100%

* Value expressed in the New Turkish Lira(YTL)

The subsidiaries, assessed with the equity method, which coincides with the cost, as indicated below, are:

NAME	HEADQUARTER	SHARE CAPITAL €	% of direct ownership	% of indirect ownership
BE Innova S.r.l.	Via Cesare Battisti 26 - Trento (TN)	20.000	- 50%	50%
Be Infrastrutture S.r.l.	Via Trieste, 76 – Ravenna	100.000	- 30%	30%
Itsecurity S.r.l.	Via A. De Gasperi, 320 - Bari	20.000	- 24,9%	24,9%

List of minority investments, carried out at COST: NAME		HEADQUARTER	SHARE CAPITAL €	% of direct ownership	% of indirect ownership	
Serendipity S.p.A.	Energia	Piazza Bernini 2 – Ravenna	1.117.758	-	10,5%	10,5%
Dexit S.r.l.		Via G. Gilli 2 – Trento	700.000	9%	-	9%
Idrolab S.r.l.		Via dell'Arrigoni, 220 - Cesena FC	52.500		10%	10%
Itway MENA FZC		PO Box 53314, HFZ, Sharjah, United Arab Emirates	35.000*	-	17,1%	17,1%

* The value is expressed in the Dirham of the United Arab Emirates (UAE)

The Itway Group operates in three main types of activities: the core business of Itway is value added distribution of “best of breed” software technology (the best among what is available, at all moments, on the market) that will continue to be operation in Greece and Turkey after the transfer of the previously mentioned business unit; it also offers services and consultancy aimed at training and supporting companies in the e-business, e-security, Central Access Management, Internetworking and Wireless. These sectors are in charge of the main Strategic Business Areas (SBU): the VAD SBU (Value Added Distribution) and the VAR SBU (Value Added Reseller) and the VAS SBU (Value Added Services). The VAD SBU also offers services for training, technical assistance and certification developed by Itway Academy, which is aimed at Value Added Resellers and System Integrators. The strong points of Itway are its capability of offering, in a complementary manner, a broad array of software products and the consultancy support necessary to guarantee their use and integration. Furthermore, the Group has an excellent capability on focusing on and interacting with the client (accounting) and offers high quality training that is tailor-made for the specific needs of each client. The VAR SBU manages all Value Added Reseller, System Integration and Engineering activities. The VAS SBU is in a start-up phase and handles the Value Added Services activities with particular emphasis on Cloud Computing

Performance by segment of business: Value Added Distribution

Through the Value Added Distribution sector, the Group operates in the distribution of specialized software and hardware products, certification products on the software technologies distributed, and pre- and post-sales technical assistance services

The clients are “System Integrators” and “Value Added Resellers” who sell products to the end-user.

Following is the brief income statement of the VAD SBU, compared with the values the previous fiscal year. In the VAD Italy and Iberia Transactions column reflects the previously commented transfer:

(Thousands of Euros)	Nine months to September 30, 2016			Nine months to September 30, 2015		
	Total Itway VAD	VAD Italy Iberia Transactions	Net Itway VAD	Total Itway VAD	VAD Italy Iberia Transactions	Net Itway VAD
Revenues	44,166	30,449	13,717	49,856	37,111	12,745
EBITDA	84	626	(542)	400	710	(310)
EBIT	(189)	622	(811)	132	718	(586)

(Thousands of Euros)	Quarter to September 30, 2016			Quarter to September 30 2015		
	Total Itway VAD	VAD Italy Iberia Transactions	Net Itway VAD	Total Itway VAD	VAD Italy Iberia Transactions	Net Itway VAD
Revenues	14,265	9,300	4,965	18,551	14,528	4,023
EBITDA	(238)	(29)	(209)	(4)	186	(190)
EBIT	(337)	(30)	(307)	(98)	188	(286)

In addition to the Italian and Iberian markets, which as previously noted are being transferred and the results for which are highlighted in the appropriate column, the Group will continue its value added distribution activities in Greece and Turkey.

In the Italian market the negative impact from the “Country situation” is still ongoing. However, despite a drop in volumes, results were in line with the previous fiscal period. In the first nine months of 2016 there was growth in the security sectors where our role is ever more recognized by the market with the start-up of new product lines with higher margins.

The Iberian subsidiary posted a non positive performance both in terms of volumes and profitability due to factor related to the market and to the only partially successful replacement of turnover/profits of discontinued product lines starting from 2016.

The Turkish subsidiary confirmed once again the development prospects of the country but posted a quarter broadly in line with the previous year. However, results are influenced by movements of the Turkish Lira that in the first nine months of 2016 lost some 10% of its value compared with the same period of 2015. This prompted a significant increase in catalogue prices to the public with a resulting pressure on margins of the distribution channel. Results net of foreign exchange movements are largely in line with the previous fiscal period.

The Greek subsidiary continues on its path of growth and its performance is in line with budget despite the Country's situation that is not easy. The structure is efficient and the subsidiary ended the period with an improvement compared with the same period a year ago both in terms of volumes and profitability.

The French subsidiary, which was restructured in the previous fiscal period, significantly reduced losses. All business lines have been closed, posting in the first nine months of 2016 a tail of non-recurring costs related to the significant restructuring carried out in the past fiscal periods

Performance by segment of business: Value Added Reseller SBU

Through the Value Added Reseller SBU, the Group operates in the following market segments:

- Professional services and production of solutions and software technologies for e-business;
- Distribution and integration of products and services for the logical security of information systems;
- Professional services as system integrators and centralization of applications.

Following is the brief income statement of the VAR SBU, compared with the values of the previous fiscal year:

(Thousands of Euros)	Nine months to		Quarter to	
	30/09/16	30/09/15	30/09/16	30/09/15
Revenues	15,383	13,740	4,262	4,588
EBITDA	766	496	66	55
EBIT	713	445	46	37
Pre-tax profit	229	83	(160)	(1)

The first nine months of 2016 were a period of growth in volumes and profitability. The positioning of products on security and their availability for sale is starting to produce the first positive results. After the completion of testing, during the period production of the new Cybers Security Services product ("Cerbero"), a suite of software products owned by Business-e that allows to supply to its Clients Managed Security Services (MSS). Important Italian clients placed the first three multi-year orders (3 years), two of which are from companies listed on the Milan Stock Exchange. The offer pipeline is increasing and the last quarter of 2016 is expected to show growth and is in line with the approved budget.

Sector performance: Other sectors

These sectors, which are related to but do not coincide with the historical ones (VAD and VAR), do not yet make a relevant contribution to the consolidated results and therefore are not

reported in the reporting by sector, but they are important in terms of strategy to strengthen the business segments

The innovative sectors are:

- **Cloud information services:** Managed Services for SMEs in network and cloud environment in the areas of Security, Storage Management, Business Continuity, Green IT, Energy Recovery, intelligent analysis of video-surveillance flows, Internet of Things platform. During the period further services were developed for more managerial aspects, thought for professional and accounting firms. This was made possible thanks to the introduction in iNebula of the specific know-how of some technical staff and professionals who came from the sector of cloud services for professionals with a significant experience acquired previously in specialized companies. This enabled the addition to the above mentioned services of Process Governance with proprietary and value added services and know-how
- **Assisted services in N+SOC and MSSP solutions** to check network
- **Information Technology for Science** ICT for Cultural Heritage and Data Curation, in the start-up phase.

Net financial position

Following is the detailed net financial position:

	30/09/2016	30/06/2016	31/12/2015
Cash on hand	2,194	2,205	5,237
Other financial receivables	3,065	3,064	414
Current financial liabilities	(23,773)	(21,472)	(20,167)
Current net financial position	(18,514)	(16,203)	(14,516)
Non-current financial liabilities	(4,085)	(4,182)	(5,191)
Total net financial position	(22,599)	(20,385)	(19,707)

The punctual level of indebtedness at the end of the period is related to the punctual working capital performance at the end of the period that is in turn impacted both by factors that do not directly depend on the Company (like the timing of payments) and by the degree of non recourse factoring.

The proceeds deriving from the transfer of the business unit, previously commented, of up to 10.8 million Euros, will be allocated to strengthening the capital of the Group and reducing the short-term financial exposure.

Subsequent events

With the exception of the previously commented transfer of the business unit on October 20, 2016 there were no other significant events that took place after the close of the period and to date.

Foreseeable evolution of operations

The transfer to the Esprinet Group of the value added Information Technology distribution activities in Italy, Spain and Portugal makes even clearer the positioning of the Group, which since 1998 has undertaken an investment path in those market sectors that bring it close to the so-called “last mile” of the chain, that is the end Client. The group is structured in Strategic business units (SBUs) and over the past five years important investments were made in Business-e S.p.A. (VAR SBU) and iNebula S.r.l. (VAS SBU). Furthermore, since March the 4Science S.r.l unit is operational and has made important investments and products and has realized services and consultancy. The VAD activities in Greece and Turkey are ongoing with their positioning as leader in the security services in their respective Countries, continuing with the forecast growth rates. In addition, the development undertaken and underway in the Middle East Africa (MEA) region regards the VAR and VAS SBUs: the type of distinctive products and skills can be exported.

Following the foreseeable evolution of operations divided by each SBU:

VAR SBU

Business-e S.p.A. announced the launch of the Cerbero Cyber Security Services product and we confirm the forecast of significant growth so as to bring over the next three years revenues of 5 million Euros in high value-added activities. Business-e continues to focus, as it has over the past 20 years, on Cyber Security, IT Security, Infrastructure and Data Centres that are seen posting a CAGR of +8.2% in the 2015-2020 period (Gartner).

It should be noted that the offer of Business-e is across the board to the other companies of the Group (iNebula and 4Science), creating strong synergies. The Pipeline is constantly growing as seen in the rise of orders of Business-e. 4Science S.r.l. has been operational since March and since September has had the skilled and highly specialized professional staff to realize its objectives: to become the reference point in the emerging Big Data (Data Curation) market and the Digitalization of Cultural Heritage (Digital Library) The industrial plan foresees two products:

- DSpace 4S, a distribution of Open Source DSpace, an information retrieval software for scientific and traditional Big Data;
- Codex 4S, an application to manage ancient libraries that become digital. Some important and famous libraries, the pride of our Country, are users of Codex 4S.

We expect they will be ready for their first use (Version 1.0) in the last quarter of 2016. Naturally characteristics and capabilities will be added as a Road Map to the respective products. The Big Data market is seen growing on average 22% in the 2015/2016 period (Assinform 10-2016) and 48% of companies expect to invest in the future in this sector.

VAS SBU

For iNebula we expect a slight growth by the end of the year compared with 2015 but during 2016 it added to its portfolio some product lines that in the Industrial Plan will have an important impact. These product lines are:

iNebula Connect: a totally Made in Italy platform to manage in the Cloud Internet of Things (IoT) devices. This is a sensor application that connects to the Internet with an infinite number of advantages in many industrial sectors and/or commodities. We have a pipeline with some Clients of some 10 Proof of Concept (POC) that go from companies that manage heat/cooling to anti-pollution control units.

iNebula RECO: a SaaS platform to manage active and passive cycle accounting documents for accounting firms and private companies with an automatic registration of the first invoice. The accounting market is the main target and during 2016 there were the first deliveries. We expect an important growth in this line of business.

Growth at Vidio and Safe continues.

Thanks to the investment in the Lepida Data Center in Ravenna, iNebula will be able to turn to the market offering its clients also Iaas and Paas type services; exploiting all of the know-how of Itway in the field of security, iNebula presents itself to its clients with a high value added offer, targeting both the enterprise segment and the mid-market where the demand for such services is posting the highest growth rates.

VAD SBU

The agreement with Esprinet provides for further subscription at the closing of an agreement to transfer know how and operational support related to the Business Line for a period of two years starting from the closing date of the deal. It also provides for a commercial partnership pursuant to which the companies mutually undertake for a period of 5 years from the closing to promote their own business peculiarities. In addition to this, the VAD SBU continues to position its growing activities in Greece and Turkey with the addition of products and services and the evaluation of possible industrial and financial alliances that allow the strengthening of sales operations in these countries.

Significant, non-recurrent, atypical and/or unusual transactions

In the period ended September 30, 2016 there were no transactions that can be defined as significant, non-recurrent, atypical and/or unusual, as defined in Consob Communication of July 28, 2006, with the exception of the non-recurring charges in the period highlighted in the separate financial statements.

Relationship with related parties

During the period, the Itway Group had commercial and financial relationships with related parties. These relationships were part of normal management activity, regulated at market conditions that are established by contract by the parties in line with the standard procedures.

Following is a synthesis:

in thousand of Euros	Receivables	Payables	Costs	Revenues
Itway S.p.A. vs Giovanni Andrea Farina & Co. S.r.l.	417	-	149	3
Itway S.p.A. vs Be Innova S.r.l.	227	-	-	95
Business-e S.p.A. vs Be Innova S.r.l.	3,613	10	-	350
TOTAL	4,257	10	149	448

Itway directs and coordinates its subsidiaries in Italy. This activity consists in indicating the general strategic and operational direction of the Group, defining and adjusting the Organizational Model and elaborating the general policies to manage human and financial resources.

No company directs or controls Itway S.p.A.

Research and Development activities

During the period the research and development activity was brought forward in particular in the VAR and VAS areas.

Own shares

The parent company at September 30, 2016 owned No. 968.380 own shares (equal to 12.25% of share capital) for a nominal value of 484.190 Euro and a cost (booked in the financial statements as a reduction in net equity) in the period of some 187 thousand Euros. During the period, 129.866 own shares were purchased (equal to 1.64% of share capital) for a nominal value of 64.933 Euro, as authorized by the Shareholders meeting of Itway S.p.A.

After the end of the quarter to the date of the approval of the current report, the parent company purchased No. 686 own shares (equal to 0.01% of share capital) for a nominal value of 343 Euro and sold No. 750 own shares (equal to 0.01% of share capital) for a nominal value of 375 Euro,

so at the date of the approval of the current report the parent company owns No. 968,316 own shares equal to 12.25% of share capital.

Ravenna, November 11, 2016

FOR THE BOARD OF DIRECTORS

President and Chief Executive

G.Andrea Farina



Statement of the manager mandated to draft the accounting documents pursuant to art. 154-bis comma 2 of D.Lgs. No. 58/1998 (Testo Unico della Finanza – Consolidated Law on Financial Intermediation)

I, Sonia Passatempi, the manager mandated to draft the company's accounting documents, pursuant to comma 2 of art. 154-bis of D.Lgs. No.58/1998 (Testo Unico della Finanza), declares that the information contained in the current quarterly report of the management of the Group corresponds to the documented results, books and accounting of the Company.

Ravenna, November 11, 2016

The Mandated Manager
Sonia Passatempi