

PRESS RELEASE

**BOARD OF DIRECTORS OF ELICA S.p.A.
APPROVES HALF-YEAR REPORT AT JUNE 30, 2011**

H1 2011 Consolidated result¹ (January-June 2011)

- **Revenues: Euro 192.5 million (Euro 179.5 million in 2010), growth of 7.3%;**
- **EBITDA: Euro 13.7 million (Euro 13.2 million in 2010), increasing 3.7%;**
- **EBIT: Euro 5.5 million (Euro 5.0 million in 2010), growth of 9.7%;**
- **Group Net Profit: Euro 2.4 million (Euro 2.4 million in 2010);**
- **Net Debt: Euro 70.3 million compared to Euro 34.9 million at December 31, 2010 and Euro 24.2 million at June 30, 2010.**

Giuseppe Perucchetti co-opted to the Board of Elica S.p.A. to replace Fiorenzo Busso

Fabriano, August 25, 2011 – The Board of Directors of **Elica S.p.A.**, the parent company of a Group that is the leading manufacturer of kitchen range hoods, meeting today in Fabriano approved the **Half-Year Report at June 30, 2011**, prepared in accordance with IFRS.

Consolidated revenues H1 2011

In the first half of 2011 Elica Group consolidated revenues amounted to **Euro 192.5 million - an increase of 7.3%** on the same period of the previous year. The growth was principally driven by improved sales volumes. Revenues in H1 2011 comprehensively outperformed a contracting global range hood market (-4.8%), improving across all international regions.

The Cooking Business Unit recorded growth of 5.2% on the same period of the previous year. **Own brand revenues increased by 18.6%** - owing also to the sales of the Indian and Chinese companies.

The Motors Business Unit revenues grew by 18.7% on the same period of 2010 thanks to the expansion of the "heating" segment and strong performances across all segments.

In relation to the geographic breakdown of sales² **Europe grew 3.3% on the same period of 2010 - ahead of the general European market (+0.5%).** In the **Americas³ revenues growth of 13.8% was recorded** in a stable overall market (+0.2%) - with revenues in the **other geographic areas overall growing 35.8%** due to the consolidation of the Indian and Chinese companies, within a contracting market (-8.8%). In 2011 the Group reviewed the reporting system with greater emphasis placed on **geographic breakdown** ahead of product breakdown. In accordance with the accounting principles, from the Half-Year Report at June 30, 2011 the segment disclosure is reported in line with that utilised by management for the undertaking of operational decisions. This reporting system is in line with management strategy which increasingly has a global focus, with a direct presence now established in Europe, America and Asia. The new operational segments are as follows:

¹ The 2011 values include the consolidation of the Indian company Elica PB India Private Ltd. and the Chinese company Zhejiang Putian Electric Co. Ltd, consolidated respectively from July and October 2010.

² Data not equating to the breakdown of revenues by operating segment based on the geographic presence of the Group companies.

³ Includes North, Central and South America.

- “**Europe**”: production and sale of range hoods, accessories and electric motors developed by the companies based in Europe, i.e. the Italian companies Elica and Airforce, the German companies Gutmann and Airforce Germany and the Polish Elica Group Polska;
- “**America**”: production and sale of range hoods and accessories, developed by the Group companies based in America, i.e. the Mexican companies Elicamex and Leonardo 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 Putian and the India company Elica PB. India and the Japanese company Ariaфина.

The following table has therefore been prepared to report the breakdown of consolidated revenues by geographic area.

Segment revenue:	Europe		The Americas		Asia		Not allocated and eliminations		Consolidated	
	H1 11	H1 10 (*)	H1 11	H1 10 (*)	H1 11	H1 10 (*)	H1 11	H1 10 (*)	H1 11	H1 10 (*)
Third parties	158,920	158,198	16,391	14,378	17,176	6,821	18	55	192,505	179,453
Inter-segment	4,390	3,902	2	155	955	29	-5,347	-4,086	-	-
Total revenues	163,310	162,101	16,394	14,533	18,131	6,850	-5,330	-4,031	192,505	179,453

Profitability in the first half of 2011

EBITDA amounted to **Euro 13.7 million** compared to Euro 13.2 million in 2010 - **7.1% of revenues**. **The margin increased 3.7%** on the same period of the previous year principally impacted by the increase in the cost of raw materials, in particular metals, copper and oil-based materials which increased following a rise in oil prices. These increases were partially offset by the implementation of the production efficiency and fixed cost reduction programmes.

EBIT amounted to **Euro 5.5 million** compared to Euro 5.0 million in 2010 - **2.9% of revenues**.

The Group Net Profit totalled Euro 2.4 million – a 1.2% revenue margin, substantially in line with Euro 2.4 million in the same period of 2010, which included however non-recurring financial income of approx. Euro 0.9 million concerning the fee paid by Whirlpool following the purchase of Elica shares.

	H1 11 like-for-like consol. scope	revenue margin	H1 11 revenue margin	H1 10 revenue margin	11 Vs 10 %
<i>In Euro thousands</i>					
Revenues	181,508		192,505	179,455	7.3%
EBITDA	14,653	8.1%	13,732	13,242	3.7%
EBIT	6,957	3.8%	5,530	5,040	9.7%
Financial income/(charges)	(1,857)	(1.0%)	(1,577)	(666)	136.8%
Income taxes	(2,395)	(1.3%)	(1,439)	(1,657)	(13.2%)

Net profit from continuing operations	2,705	1.5%	2,514	1.3%	2,717	1.5%	(7.5%)
Net profit from continuing operations and discontinued operations	2,705	1.5%	2,514	1.3%	2,717	1.5%	(7.5%)
Group Net Profit	2,205	1.2%	2,381	1.2%	2,413	1.3%	(1.3%)
Basic earnings per share on continuing operations and discontinuing operations*	3.74		4.04		4.23		(4.5%)
Diluted earnings per share on continuing operations and discontinuing operations*	3.74		4.04		4.23		(4.5%)

*The earnings per share for H1 2011 and H1 2010 were calculated by dividing the Group net result from continuing and discontinued operations by the number of outstanding shares at the respective reporting dates.

Balance sheet

The **Net Debt at June 30, 2011** amounted to **Euro 70.3 million**, from Euro 34.9 million at December 31, 2010 and Euro 24.2 million at June 30, 2010, principally due to the **payment for the 55% stake in the Chinese company Putian⁴ in July 2010 and the acquisition of a further 15% stake in April 2011.**

	30/06/2011 like-for-like consol. scope	30/06/2011	31/12/2010	30/06/2010
<i>In Euro thousands</i>				
Cash and cash equivalents	26,321	27,588	25,102	22,411
Finance leases and other lenders	(64)	(64)	(76)	(88)
Bank loans and mortgages	(14,430)	(34,178)	(30,457)	(18,056)
Long-term debt	(14,494)	(34,242)	(30,533)	(18,144)
Finance leases and other lenders	(24)	(24)	(23)	(3,242)
Bank loans and mortgages	(38,384)	(63,670)	(29,426)	(25,214)
Short-term debt	(38,408)	(63,694)	(29,449)	(28,456)
Net Debt	(26,581)	(70,348)	(34,880)	(24,189)

Managerial Working Capital on annualised net revenues increased from 11.7% at December 31, 2010 to 12.3% at June 30, 2011, principally due to an increase in the level of inventory held, while substantially stable compared to 12.5% at June 30, 2010.

	30/06/2011 at like-for-like consol. scope	30/06/2011	31/12/2010	30/06/2010
<i>In Euro thousands</i>				
Trade receivables	87,159	90,551	89,276	94,192
Inventories	47,710	51,983	42,671	42,576
Trade payables	(88,314)	(95,048)	(88,742)	(91,817)
Managerial Working Capital	46,555	47,486	43,205	44,951
as a % of annualised revenues	12.1%	12.3%	11.7%	12.5%

⁴ Zhejiang Putian Electric Co. LTD

Other net receivables/payables	(1,345)	(1,952)	(3,869)	(4,771)
Net Working Capital	45,210	45,534	39,336	40,180
as a % of annualised revenues	12.5%	11.8%	10.7%	11.2%

The Elica Group **confirms Guidance 2011** announced to the market on May 12, 2011 on the approval of the Q1 2011 data which estimates an increase in **Consolidated Revenues of between 5% and 7% on 2010, EBITDA growth of between 5% and 10% and stability in Managerial Working Capital** on consolidated revenues.

The ongoing focus on innovation continues, as does the efficiency drive, which enable the Group to maintain and strengthen further its global leadership position in the sector and to absorb the impacts of rising raw material prices.

Significant events in the first half of 2011 and subsequent events after June 30, 2011

On January 31, 2011 the period for the share capital increase as per article 2439, paragraph 2 of the civil code approved by the Board of Directors on June 27, 2007, based on the delegation of power by the Shareholders' Meeting of April 12, 2006, elapsed without any subscriptions. The subscribed and paid-in share capital therefore remains unchanged at Euro 12,664,560.00

The Board of Directors of Elica S.p.A. on February 14, 2011 approved the 2011 Fourth Quarter Report, prepared in accordance with IFRS accounting standards.

On February 14, 2011, Elica S.p.A., following the authorisation of the Board of Directors' to utilise treasury shares at the same date, sold 1,899,684 shares, equal to 3% of the share capital, to First Capital S.p.A., at the price of Euro 1.64 Euro per share - higher than the average market price over the previous 3 months. The acquisition of a significant holding by an investor such as First Capital S.p.A., which seeks to establish a holding within the company, is considered a strategically important operation for the future development of the Elica Group.

On March 19, 2011, Elica S.p.A. signed an agreement to acquire a further 15% holding in the Chinese company Zhejiang Putian Electric Co. Ltd. Elica S.p.A. signed, among other agreements, an equity transfer agreement with the Putian minority shareholders, Renyao Du and Dong Wenhua, which modifies and supplements the equity transfer agreement signed with the same parties in July 2010. In particular, in accordance with the new equity transfer agreement, the Company committed to acquire a further 15% holding of Putian, for consideration of Renminbi 278,312,573 (corresponding to Euro 29,983,148 at the Euro/Renminbi exchange rate of March 18, 2011). This new equity transfer agreement, until April 2011, remained subject to the fulfilment of certain conditions including the granting by the Chinese authorities of the necessary authorisations, the establishment of guarantees in favour of Elica and substantial fulfilment of the conditions. Since April 2011, Elica holds 70% of the share capital of Putian, while the remaining 30% is held by Mr. Renyao Du. The Elica Group considers this consolidation of control to be a strategically important move given the expected future development of the market and the company.

On March 22, 2011, the Board of Directors of Elica S.p.A. approved the 2010 annual accounts, prepared in accordance with IFRS accounting standards. The appointments of Mr. Bruno Assumma as Chairman and of Messrs. Glauco Vico and Massimo Enrico Ferri were also confirmed as members of the Supervisory Board until the approval of the 2013 annual accounts.

On April 28, 2011, the Extraordinary Shareholders' Meeting amended the By-Laws and the Shareholders' Meeting Regulation in line with the Directors' Report to the Shareholders' Meeting on the By-Law amendments, which is available on the company internet site. The Shareholders' Meeting

also noted the 2010 consolidated results, approved the 2010 Financial Statements of Elica S.p.A., in addition to the distribution of a dividend of Euro 00.0251 per share (gross of withholding taxes), with dividend coupon No. 4 of May 23, 2011. The dividend payment date was May 26, 2011. The Shareholders' Meeting also appointed Luca Paces to the Board, who will remain in office until the Shareholders' Meeting called for the approval of the financial statements at December 31, 2011. On the same date, the Board of Directors of Elica S.p.A. met and confirmed the independence of the new director Luca Paces and appointed him as a member of the Remuneration Committee. The Board of Directors also established the 2011 performance objective concerning the 2010 Stock Grant plan and included two further Beneficiaries, updating therefore the Disclosure Document - available on the internet site of the Company. They also noted the resignation of the Internal Control Manager, also member of the Supervisory Board and Internal Audit Manager and therefore noted that the Supervisory Board currently comprises the Chairman Mr. Brune Assummo and Mr. Glauco Vico.

On May 12, 2011, the Board of Directors of Elica S.p.A. approved the Interim Report at March 31, 2011.

In June Elica incorporated the new company Elica Trading LLC in the Russian Federation, which began operations in August 2011.

Giuseppe Perucchetti co-opted to the Board of Elica S.p.A. to replace the resigning Fiorenzo Busso

The Board of Directors of Elica S.p.A., following the resignation of the Independent Director Fiorenzo Busso during today's board meeting with immediate effect, appointed as his replacement Giovanni Frezzotti as an Independent Director until the next Shareholders' Meeting. The appointment was conducted pursuant to article 16.6 of the By-laws in force and article 2386 of the Civil Code, and in accordance with the criteria set out in art. 3.C.1 of the Corporate Governance Code and with Regulatory Instructions. Giuseppe Perucchetti, born in Varese on October 30, 1958 and resident in Varese, graduated in Business from the Bocconi University of Milan and has held various roles in leading companies, including between 1986 and 1991 at Philips, at which he was, among other positions, the Product Manager and between 1991 and June 2011 at Whirlpool where he acted, among other roles, as the Senior Vice President of Strategic Initiatives.

The Half-Year report at June 30, 2011 was today filed and made available to whomever making such request at the registered offices of the Company, and at Borsa Italiana S.p.A. and on the internet site www.elicagroup.com, Investor Relations section. The Auditors' Report will be made public in the same manner on August 29, 2011.

Declaration pursuant to art. 154-bis, paragraph two, of the Consolidated Finance Act

The Chief Executive Officer, Mr. Andrea Sasso and the Executive responsible for the preparation of corporate accounting documents, Mr. Vincenzo Maragliano, declare, pursuant to section 2 of Article 154 *bis* of the Consolidated Finance Act, that the present press release corresponds to the underlying accounting documents, records and accounting entries.

The **Elica Group** has been present in the cooker hood market since the 1970s, is chaired by Francesco Casoli and led by Andrea Sasso and today is the world leader in terms of units sold. It is also a European leader in the

design, manufacture and sale of motors for central heating boilers. With approx. 2,900 employees and an annual output of approx. 17 million units of kitchen hoods and motors, the Elica Group has 9 plants - of these, four are in Italy, one is in Poland, one in Mexico, one in Germany, one in India and one in China. With many years' experience in the sector, Elica has combined meticulous care in design, judicious choice of material and cutting edge technology guaranteeing maximum efficiency and reducing consumption making the Elica Group the prominent market figure it is today. The Group has revolutionised the traditional image of the kitchen cooker hood: it is no longer seen as simple accessory but as a design object which improves the quality of life.

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ATTACHMENT A
Consolidated Income Statement – Q2 and H1 2011

	Q2 11 (*)	Q2 10 (*)	H1 11	H1 10
<i>In Euro thousands</i>				
Revenues	99,496	91,352	192,505	179,455
Other operating revenues	1,794	1,481	3,284	2,002
Changes in inventories of finished and semi-finished goods	1,405	1,671	9,419	1,240
Internal cost capitalisations on fixed assets	461	330	1,250	978
Raw materials and consumables	(54,891)	(47,543)	(111,709)	(91,995)
Services	(18,115)	(19,032)	(36,790)	(36,688)
Labour costs	(19,803)	(18,754)	(40,057)	(36,915)
Amortisation and Depreciation	(4,067)	(4,075)	(8,202)	(8,202)
Other operating expenses and provisions	(2,849)	(2,705)	(4,170)	(4,835)
Restructuring charges	-	-	-	-
Write-down of Goodwill for loss of value	-	-	-	-
EBIT	3,431	2,725	5,530	5,040
Share of profit/loss from associates	(21)	(340)	(36)	(607)
Impairment of AFS financial assets	-	-	-	-
Financial income	21	53	172	1,319
Financial charges	(1,021)	(491)	(1,722)	(1,384)
Exchange gains (losses)	290	(164)	9	6
Other non-operating income	-	-	-	-
Profit before taxes	2,700	1,783	3,953	4,374
Income taxes	(1,222)	(672)	(1,439)	(1,657)
Net profit for the period	1,478	1,111	2,514	2,717
of which:				
Minority interests share	151	156	133	304
Group net profit	1,327	955	2,381	2,413
Basic earnings per share (Euro/cents)	2.26	1.68	4.08	4.23
Diluted earnings per Share (Euro/cents)	2.26	1.68	4.08	4.23

(*) Data not subject to limited audited

ATTACHMENT B

Comprehensive Consolidated Income Statement – Q2 and H1 2011

<i>In Euro thousands</i>	Q2 11	Q2 10	H1 2011	H1 2010
	(*)	(*)		
Net profit	1,478	1,111	2,514	2,717
Other comprehensive income statement items:				
Exchange differences on the conversion of foreign financial statements	116	(337)	(2,125)	4,069
Net change in cash flow hedges	(85)	(6)	91	3
Income taxes on other comprehensive income statement items	18	2	(20)	(1)
Total other comprehensive income statement items, net of tax effects:	49	(341)	(2,054)	4,071
Total comprehensive profit	1,527	770	460	6,788
of which:				
Minority interests share	252	768	(186)	554
Group comprehensive net profit	1,275	2	646	6,234

(*) Data not subject to limited audited

ATTACHMENT C
Consolidated Balance Sheet at June 30, 2011

	30/06/2011	31/12/2010
<i>In Euro thousands</i>		
Property, plant and equipment	84,677	83,680
Goodwill	40,759	41,168
Other intangible assets	23,910	23,868
Investments in associated companies	1,384	1,717
Other financial assets	30	30
Other receivables	271	1,920
Tax receivables	6	6
Deferred tax assets	9,494	9,357
AFS financial assets	699	614
Derivative financial instruments	302	189
Total non-current assets	161,532	162,549
Trade and financial receivables	90,551	89,276
Inventories	51,983	42,671
Other receivables	6,129	4,281
Tax receivables	7,928	7,589
Derivative financial instruments	500	649
Cash and cash equivalents	27,588	25,102
Current assets	184,679	169,568
Total Assets	346,211	332,117
Liabilities for post-employment benefits	9,059	9,182
Provisions for risks and charges	5,080	8,254
Deferred tax liabilities	6,878	7,890
Finance leases and other lenders	64	76
Bank loans and mortgages	34,178	30,457
Other payables	1,449	1,510
Taxes payable	1,548	978
Derivative financial instruments	56	
Non-current liabilities	58,312	58,347
Provisions for risks and charges	983	953
Finance leases and other lenders	24	23
Bank loans and mortgages	63,670	29,426
Trade payables	95,048	88,742
Other payables	12,756	9,022
Tax payables	2,266	5,764
Derivative financial instruments	57	310
Current liabilities	174,804	134,240
Share Capital	12,665	12,665
Capital reserves	71,123	71,123
Hedging, translation and stock option reserve	(3,678)	(3,411)
Treasury shares	(12,340)	(17,629)
Profit reserves	37,107	64,210
Group profit	2,381	4,262
Group shareholders' equity	107,258	131,220
Capital and reserves of minority interests	5,703	6,995
Minority interest profit	133	1,315
Minority interest equity	5,836	8,310
Consolidated shareholders' equity	113,094	139,530
Total liabilities and shareholders' equity	346,210	332,117

ATTACHMENT D
Consolidated Cash Flow Statement at June 30, 2011

	30/06/20 11	June 30, 2010
<i>In Euro thousands</i>		
Opening cash and cash equivalents	25,102	19,235
EBIT- Operating profit	5,530	5,040
Amortisation, depreciation and write-downs	8,202	8,202
Write-down of Goodwill for loss of value	0	0
EBITDA	13,732	13,242
Trade working capital	(4,479)	(4,451)
Other working capital accounts	(1,894)	3,826
Income taxes paid	(1,881)	(709)
Change in provisions	(3,507)	(1,180)
Other changes	1,204	347
Cash flow from operating activity	3,175	11,075
Net increases	(10,282)	(12,906)
Intangible assets	(2,386)	(1,931)
Property, plant & equipment	(8,012)	(4,606)
Equity investments and other financial assets	116	(6,369)
Acquisition of 15% holding in Putian	(29,785)	0
Cash flow from investments	(40,067)	(12,906)
Acquisition of treasury shares	3,115	0
Other movements in share capital	0	0
Dividends	(1,478)	0
Increase (decrease) financial payables	38,155	4,430
Net changes in other financial assets/liabilities	1,419	427
Interest paid	(1,289)	(848)
Cash flow from financing activity	39,922	4,009
Change in cash and cash equivalents	3,031	2,178
Effect of exchange rate change on liquidity	(545)	998
Closing cash and cash equivalents	27,588	22,411