THE BOARD OF DIRECTORS APPROVED:

THE PROJECT OF FINANCIAL STATEMENTS AT 31 DECEMBER 2022

APPOINTED BY CO-OPTION OF THE NEW DIRECTOR

CALLED THE SHAREHOLDERS' MEETING ON 28 APRIL 2023

- **Revenues:** €12.3 million (€11.1 million)
- **EBITDA**: €4.0 million (€4.4 million)
- **EBIT:** €2.2 million (€3.1 million)
- **Net result** for the year: €1.7 million (€2.3 million)
- **Net financial debt** at December 31, 2022 cash positive for € 17.4 million compared to cash positive for € 4.0 at December 31, 2021

Livorno, 29 March 2023 – The Board of Directors of **ErreDue** (EGM: RDUE), a company active in the design and production of highly innovative and customized solutions for the on-site production, blending and purification of technical gases (hydrogen produced by electrolysis of water, nitrogen, oxygen), met today and examined and approved the Draft Financial Statements as at 31 December 2022.

Enrico D'Angelo, Founder and CEO of ErreDue, *commented as follows: "We are very satisfied with the results achieved which confirm the path undertaken in these 22 years of activity, a path which in December 2022 was enriched by an important milestone: the listing on stock exchanges. A decisive step which marked a new beginning for us and which offers our company greater visibility and allows us to more easily attract the necessary skills, which have always represented one of the fundamental assets of our Company. We have already announced an investment plan that will focus on internal growth, on the construction of large plants, machinery and equipment. Furthermore, for 2023 we intend to focus on on-site generators for green hydrogen to support the energy transition. Hydrogen is a strategic ally to accelerate the ecological transition and generate socio-economic and environmental benefits, it is estimated that by 2050 it could cover up to 24% of the final energy demand and contribute to the reduction of 560 million tons of CO2. Optimistic also for the openness shown by the Government with the provisions presented in the PNRR3 Decree, we are ready to accept the challenges that the energy transition will entail, continuing with our constant activities and investments in research and development, ready to seize all the opportunities that the market will be able to offer".*

MAIN ECONOMIC-FINANCIAL RESULTS AT 31 DECEMBER 2022

The Sales Revenues of the Company, expression of the core business i.e., the design and production of highly innovative and customized solutions for the on-site production, blending and purification of technical gases (hydrogen produced by electrolysis of water, nitrogen, oxygen) are equal to € 12.3 million compared to €

11.1 million achieved in 2021 with good growth but lower than expectations at the beginning of the period, which were reduced by the war in Ukraine and the closure of the Russian-Ukrainian markets and neighboring countries, which in the previous year they had made up about 15% of turnover.

The breakdown of revenues by type of contract and product is shown below.

(thousands of Euros)	**2022**	**%**	**2021**	**%**
Sale of generators and other products	7.857	63,88%	5.839	52,80%
Assistance and spare parts	2.400	19,51%	3.234	29,20%
Rental of generators	2.044	16,62%	1.987	18,00%
Total	**12.301**	**100,00%**	**11.060**	**100,00%**

(thousands of Euros)	**2022**	**%**	2021	%
Hydrogen	4.360	35,44%	5.603	50,70%
Other gases	6.529	53,08%	4.637	41,90%
Other products	1.412	11,48%	820	7,40%
Total	**12.301**	**100,00%**	**11.060**	**100,00%**

The **revenue** trend was negatively affected by the lack of revenue in Russia and neighboring countries, which in 2021 was higher than € 1.0 million, mainly referring to the sale of assistance services and spare parts for the production of hydrogen. On the other hand, widespread growth was recorded in the other revenue categories with an increase in the sales of machinery divided between nitrogen, nitrogen in hydrogen blending, purifiers and laboratory machines.

There were also increases on the cost side, partly motivated by the higher revenues produced and partly by inflation. The growth in purchases of goods for production (+29%) was particularly significant, confirming the upward trend in the prices of raw materials which occurred during the year and was already highlighted in the first half.

The **Gross Margin** is therefore still improving compared to 2021 and stands at € 9.2 million compared to € 8.9 million in 2021.

In general, excluding the purchase of goods for production, the average growth of other production costs stands at 13%.

As far as personnel costs are concerned, it should be noted that, in order to support future production projects, 27 employees have been hired in the last 18 months, mostly young people who are almost completely in need of training. This factor has led to a significant growth in personnel costs (+17.2%) which goes well beyond the higher cost that would have been incurred for the sole growth in revenues.

EBITDA, as a result of the increase in costs described above, amounted to €4.0 million at 31 December 2022 compared to €4.4 million in 2021.

The **operating result (EBIT)** amounted to €2.2 million, down to €3.1 million versus of the previous year. The financial statements bear the depreciation deriving from the capitalization of the costs for the IPO, an investment that will be recovered thanks to the tax credit of € 500 thousand for which an application has been submitted to the MISE.

The **Net Result** is positive for €1.7 million compared to €2.3 million as at 31 December 2021.

Net Working Capital amounted to €2.6 million, an increase compared to €1.9 million in 2021.

The investments made by the Company in the year ended 31 December 2022 totaled €1.4 million, almost entirely relating to tangible fixed assets.
The main investments in tangible fixed assets refer to:
- Buildings for € 0.4 million mainly relating to a shed for production use;
- Plant and machinery for €0.7 million, mainly attributable to acquisitions or internal construction of generators subsequently to be leased;
- Industrial and commercial equipment for €0.2 million;
- Other tangible fixed assets for € 67 thousand mainly referring to electronic machines;

Lastly, €56 thousand as advances paid on fixed assets under construction.
In addition to the above, we note the expenses and the capitalization of long-term charges incurred for the listing for € 1.2 million to be amortized over 5 years.

Net financial debt as at 31 December 2022 is cash positive for €17.4 million and includes proceeds of €15 million linked to the IPO on the EGM market concluded on 6 December 2022, compared to the item as at 31 December 2021, cash positive for €4.00.

Shareholders' equity amounts to €27.5 million and includes the capital increase linked to the listing of Erredue on the EGM market compared to €12.6 million at 31 December 2021.
The Board of Directors will propose to the shareholders' meeting to allocate the result for the year of €1,651,850 as follows:
- To the Legal Reserve for €100,000;
- To the Extraordinary Reserve up to the full amortization of the multi-year listing charges capitalized for € 1,230,000;
- Again in Extraordinary Reserve for € 321,850.

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MAIN SIGNIFICANT EVENTS OF THE PERIOD

In Q4 2022 ErreDue carried out a test on the first prototype of a large complete plant for the production of H2 (210M3/H of capacity at 30 BAR of pressure, with a power of 1MW) to meet the new needs of the 'Power to gas', 'Automotive' and 'Industrial decarbonisation'.

On 2 December 2022, ErreDue was admitted to trading of ordinary shares on the Euronext Growth Milan market. Admission to trading took place following the placement of no. 1,875,000 Shares, of which no. 1,250,000 newly issued shares resulting from a capital increase with the exclusion of option rights; no. 625,000 Shares offered for sale by ET Holding S.r.l., inclusive of the no. 175,000 Shares covered by the Over Allotment Option to service the so-called option greenshoe. The offer price of the Shares has been set at Euro 12 per Share.

6 December 2022 was the first day of listing of ErreDue and trading of ordinary shares on Euronext Growth Milan.

On 6 December 2022, the Spanish institutional investor Axon Partners Group Investments exceeded the threshold of 5% of the share capital of ErreDue, holding no. 333,300 ordinary shares equal to 11.59% of the ordinary shares admitted to trading equal to no. 2,875,000, as well as 3.46% of the total voting rights of ErreDue equal to no. 9,625,000.

On December 19, 2022, the Company communicated that CFO Sim fully exercised the Greenshoe option granted by the shareholder ET Holding, for a total of 175 thousand ordinary shares. Following the exercise of the Greenshoe option, the placement of ErreDue involved 1.88 million shares, for a countervalue of 22.5 million euros, equal to 30% of the share capital and 19.5% of the voting rights by ErreDue.

On 18 January 2022, the Mayor of Livorno Luca Salvetti and the Councilor for Labor with responsibility for Economic Development Gianfranco Simoncini visited the Company at the headquarters in Via Gozzano, 3. During the meeting, topics relating to the objectives and strategies for the near future were explored, with a focus, in particular, on the construction of the 'Giga Factory' - which will rise on 16,000 square meters in the abandoned industrial area in the Picchianti area -, on the internationalization process to export the Company's know-how abroad, on the partnership under development with various universities and research institutes.

On February 3, 2022, the Company announced that it had signed a contract worth approximately €900 thousand with one of the most important companies in the metallurgy sector for the construction of a 750 m3/h nitrogen plant hyperpure.

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OUTLOOK FOR THE BUSINESS FOR THE CURRENT YEAR CSR AND ESG STRATEGIES

In 2023, the Company's growth will continue along internal lines and will be focused on the construction of large plants - on-site generators for green hydrogen to support the energy transition. The presence of the current markets will continue, strengthening the presence of ErreDue in that market niche made up of industrial customers who wish to produce their own gas on site, taking advantage of the opex incentives for energy self-sufficiency solutions. As of 28/02, the control of this consolidated market has allowed ErreDue to have a backlog of over € 9 million to add to the very good turnover of the first two months and to the recurring turnover deriving from rental revenues and the after market. In 2023, the study and design phase of a new 500 KW PEM generator is expected to start, which will enrich the offer in the energy transition market. Also in the first quarter of 2023, a new international business for laboratory generators was opened which will give the company growth equal to double its 2022 turnover in this market segment. The objectives that are set will be achieved even without the start of the energy transition market, which as soon as it unlocks will add up to the excellent results of our traditional market. In recent months, very well established international relations have developed for the launch of initial exclusive representation relationships, preparatory to the subsequent opening of foreign branches. The opening of the new 16 thousand square meter plant for the construction of large machinery and equipment will allow us to meet in particular the needs of power-to-gas, sustainable fuel cell mobility, synthetic fuel and hard to abate.

Focus on sustainability issues and to people has always been the cornerstone of ErreDue's activity, in fact the Company pays particular attention to the social effects of its work and to the well-being of its collaborators. ErreDue, as a micro-public company, has the well-being and safety of its employees among its priorities: for this reason it will continue to strengthen the welfare plan launched and its efforts to guarantee them a balanced work-life balance. In the ESG area, the Company also intends to pursue and consolidate the path undertaken to date to establish itself among the main players in the energy transition underway and to be among the zero-impact companies in its sector. ErreDue has already started the process for obtaining the UNI PdR 125:2022 certification "Guideline on the management system for gender equality" which supports companies in promoting gender equality, transforming corporate culture, to build their own strategic vision according to a virtuous process, improving and enhancing individual and organizational performance. The ErreDue company has already begun the process for obtaining the UNI EN ISO 14064-1:2019 certification, which will allow it to evaluate the total quantity of greenhouse gas emissions produced, directly and indirectly, by all production activities carried out in its factories in Livorno and Lavaiano (PI). This study provides an initial assessment of the company's impact on Climate Change and allows for the identification of any inefficiencies in the production process, thus allowing for the identification of improvements that go in the direction of energy efficiency and reduction of the environmental impact.

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APPOINTMENT BY CO-OPTION OF THE NEW DIRECTOR

Following the press release dated March 21, 2023 regarding the resignation of Dr. Roberto Saletta, the Board of Directors, again today, with a resolution approved by the Board of Statutory Auditors, co-opted the director Francisco Velasquez as a non-executive member.

Advisor Francisco Velasquez has more than 25 years of experience in venture capital/private equity, entrepreneurship, consulting and finance. He has participated in 10 venture capital funds, including funds created and managed by Axon Partners Group (ICT I, ICT II, ICT III, India). Opportunities Fund I, Amerigo

Ventures Pacífico, Aurora I & II, Corporación Bética de Expansión Empresarial, Axon Innovation Growth IV, ISETEC V and Next Technology Ventures). Likewise, he has overseen and oversees operational strategy across all of Axon's subsidiaries, occasionally serving on the board of directors. During his career, he has advised on more than 20 major mergers and acquisitions transactions, such as the merger of Via Digital Sogecable, the purchase of ONO by Providence or the merger of Telenor and Stratos Global in the United States United. USA.
Francisco Velasquez is the founder of Axon Partners Group S.L. and its investment division Axon Partners Group Investment, SGEIC, S.A.U. From the beginning, he held the role of Managing Partner of the group, but dedicating most of his time to managing the group's activities, but dedicating most of his time to investment activities

The Board of Directors, in the same meeting, ascertained the existence of all the requisites necessary for the performance of this office. The full text of the new director's curriculum vitae is available to shareholders at the registered office and on the Company's website at www.erreduegas.it.
The new director, pursuant to art. 2386 of the civil code and the articles of association in force, will remain in office until the next Shareholders' Meeting.

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CALLING OF THE ORDINARY AND EXTRAORDINARY SHAREHOLDERS' MEETING

The Board resolved to call the Ordinary Shareholders' Meeting for 28 April 2023, on first and only call, to discuss and resolve on the items on the agenda, in the place and at the times that will be communicated in the notice of call. The documentation relating to the items on the agenda will be made available to the public at the registered office and on the website www.erreduegas.it within the terms established by current legislation.

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DEPOSIT OF DOCUMENTATION

The documentation relating to the Financial Statements as at 31 December 2022, required by current legislation, will be made available to the public at the registered office (Via Gozzano, 3 - Livorno) as well as by publication on the Company's website www.erreduegas.it, section " Investor Relations/Financial Statements and Reports" in accordance with the law, as well as on the website www.borsaitaliana.it, section "Shares/Documents"

Finally, it should be noted that the income statement and balance sheet attached to this press release represent reclassified schedules and as such not subject to audit by the auditors.
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This press release is available on the Company's website https://www.erreduegas.it/ in the Investor Relations section and on www.1info.it.

About ErreDue

ErreDue is a pioneer of zero-emission hydrogen electrolysis, at the forefront in research and development, production and marketing of electrolysers for the on-site generation of clean hydrogen and generators of other technical gases (nitrogen and oxygen) for various industrial, laboratory, medical applications and for new applications related to the energy transition such as power-to-gas, sustainable mobility (small hydrogen refueling stations) and industrial decarbonisation. ErreDue is based in Livorno and in 2021 achieved revenues of €11.1 million, up 56.1% on the previous year, with decidedly high profitability. Since 6 December 2022 ErreDue has been listed on the Euronext Growth Milan market organized and managed by Borsa Italiana S.p.A.. For more information: https://www.erreduegas.it/

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Attached are the Income Statement and Balance Sheet formats as at 31 December 2022

	31-12-2022	31-12-2021
Conto economico		
A) Valore della produzione		
1) ricavi delle vendite e delle prestazioni	12.300.508	11.060.034
2) variazioni delle rimanenze di prodotti in corso di lavorazione, semilavorati e finiti	532.391	(60.700)
4) incrementi di immobilizzazioni per lavori interni	659.175	880.360
5) altri ricavi e proventi		
contributi in conto esercizio	146.074	144.363
altri	129.597	292.539
Totale altri ricavi e proventi	275.671	436.902
Totale valore della produzione	13.767.745	12.316.596
B) Costi della produzione		
6) per materie prime, sussidiarie, di consumo e di merci	5.140.704	3.671.504
7) per servizi	2.101.202	1.725.734
8) per godimento di beni di terzi	31.526	45.088
9) per il personale		
a) salari e stipendi	2.085.318	1.766.411
b) oneri sociali	622.605	537.535
c) trattamento di fine rapporto	194.208	141.262
e) altri costi	85.532	104.768
Totale costi per il personale	2.987.663	2.549.976
10) ammortamenti e svalutazioni		
a) ammortamento delle immobilizzazioni immateriali	248.542	2.321
b) ammortamento delle immobilizzazioni materiali	1.378.158	1.258.510
d) svalutazioni dei crediti compresi nell'attivo circolante e delle disponibilità liquide	127.274	12.000
Totale ammortamenti e svalutazioni	1.753.974	1.272.831
11) variazioni delle rimanenze di materie prime, sussidiarie, di consumo e merci	(568.506)	(271.282)
12) accantonamenti per rischi	18.470	0
14) oneri diversi di gestione	102.128	242.880
Totale costi della produzione	11.567.161	9.236.731
Differenza tra valore e costi della produzione (A - B)	2.200.584	3.079.865
C) Proventi e oneri finanziari		
16) altri proventi finanziari		
d) proventi diversi dai precedenti		
altri	4.422	3.650
Totale proventi diversi dai precedenti	4.422	3.650
Totale altri proventi finanziari	4.422	3.650
17) interessi e altri oneri finanziari		
altri	17.942	18.036
Totale interessi e altri oneri finanziari	17.942	18.036
17-bis) utili e perdite su cambi	(1.909)	(482)
Totale proventi e oneri finanziari (15 + 16 - 17 + - 17-bis)	(15.429)	(14.868)
D) Rettifiche di valore di attività e passività finanziarie		
Totale delle rettifiche di valore di attività e passività finanziarie (18 - 19)	0	0
Risultato prima delle imposte (A - B + - C + - D)	2.185.155	3.064.997
20) Imposte sul reddito dell'esercizio, correnti, differite e anticipate		
imposte correnti	569.406	815.120
imposte relative a esercizi precedenti	(35.921)	(1.492)

imposte differite e anticipate	(180)	0
Totale delle imposte sul reddito dell'esercizio, correnti, differite e anticipate	533.305	813.628
21) Utile (perdita) dell'esercizio	1.651.850	2.251.369

	31-12-2022	31-12-2021
Stato patrimoniale		
Attivo		
B) Immobilizzazioni		
I - Immobilizzazioni immateriali		
1) costi di impianto e di ampliamento	983.556	0
2) costi di sviluppo	3.796	5.694
3) diritti di brevetto industriale e diritti di utilizzazione delle opere dell'ingegno	663	424
Totale immobilizzazioni immateriali	988.015	6.118
II - Immobilizzazioni materiali		
1) terreni e fabbricati	3.222.799	2.927.529
2) impianti e macchinario	3.754.732	4.225.712
3) attrezzature industriali e commerciali	241.177	155.809
4) altri beni	113.538	90.549
5) immobilizzazioni in corso e acconti	56.121	0
Totale immobilizzazioni materiali	7.388.367	7.399.599
III - Immobilizzazioni finanziarie		
1) partecipazioni in		
d-bis) altre imprese	832	832
Totale partecipazioni	832	832
2) crediti		
d-bis) verso altri		
esigibili oltre l'esercizio successivo	5.700	8.820
Totale crediti verso altri	5.700	8.820
Totale crediti	5.700	8.820
Totale immobilizzazioni finanziarie	6.532	9.652
Totale immobilizzazioni (B)	8.382.914	7.415.369
C) Attivo circolante		
I - Rimanenze		
1) materie prime, sussidiarie e di consumo	2.349.309	1.780.804
2) prodotti in corso di lavorazione e semilavorati	795.265	587.899
4) prodotti finiti e merci	484.013	158.987
Totale rimanenze	3.628.587	2.527.690
II - Crediti		
1) verso clienti		
esigibili entro l'esercizio successivo	3.210.071	2.426.372
Totale crediti verso clienti	3.210.071	2.426.372
5-bis) crediti tributari		
esigibili entro l'esercizio successivo	444.094	110.023
esigibili oltre l'esercizio successivo	194.140	191.945
Totale crediti tributari	638.234	301.968
5-ter) imposte anticipate	180	0
5-quater) verso altri		
esigibili entro l'esercizio successivo	79.601	129.123
esigibili oltre l'esercizio successivo	130.395	130.555
Totale crediti verso altri	209.996	259.678
Totale crediti	4.058.481	2.988.018
III - Attività finanziarie che non costituiscono immobilizzazioni		

5) strumenti finanziari derivati attivi	5.309	0
Totale attività finanziarie che non costituiscono immobilizzazioni	5.309	0
IV - Disponibilità liquide		
1) depositi bancari e postali	19.030.706	7.406.614
3) danaro e valori in cassa	234	1.781
Totale disponibilità liquide	19.030.940	7.408.395
Totale attivo circolante (C)	26.723.317	12.924.103
D) Ratei e risconti	10.240	6.975
Totale attivo	35.116.471	20.346.447
Passivo		
A) Patrimonio netto		
I - Capitale	6.250.000	5.000.000
II - Riserva da soprapprezzo delle azioni	13.750.000	0
III - Riserve di rivalutazione	2.858.458	2.858.458
IV - Riserva legale	585.000	465.000
VI - Altre riserve, distintamente indicate		
Riserva straordinaria	0	302.500
Varie altre riserve	(1)	4
Totale altre riserve	(1)	302.504
VII - Riserva per operazioni di copertura dei flussi finanziari attesi	4.035	0
VIII - Utili (perdite) portati a nuovo	2.446.426	2.015.056
IX - Utile (perdita) dell'esercizio	1.651.850	2.251.369
X - Riserva negativa per azioni proprie in portafoglio	0	(302.500)
Totale patrimonio netto	27.545.768	12.589.887
B) Fondi per rischi e oneri		
2) per imposte, anche differite	2.584	0
4) altri	18.470	0
Totale fondi per rischi ed oneri	21.054	0
C) Trattamento di fine rapporto di lavoro subordinato	831.239	690.554
D) Debiti		
4) debiti verso banche		
esigibili entro l'esercizio successivo	729.035	1.680.803
esigibili oltre l'esercizio successivo	139.910	1.034.131
Totale debiti verso banche	868.945	2.714.934
5) debiti verso altri finanziatori		
esigibili entro l'esercizio successivo	175.000	0
esigibili oltre l'esercizio successivo	612.000	700.000
Totale debiti verso altri finanziatori	787.000	700.000
6) acconti		
esigibili entro l'esercizio successivo	1.308.142	592.278
esigibili oltre l'esercizio successivo	2.000	0
Totale acconti	1.310.142	592.278
7) debiti verso fornitori		
esigibili entro l'esercizio successivo	2.380.534	1.546.942
Totale debiti verso fornitori	2.380.534	1.546.942
12) debiti tributari		
esigibili entro l'esercizio successivo	332.240	714.712
Totale debiti tributari	332.240	714.712
13) debiti verso istituti di previdenza e di sicurezza sociale		
esigibili entro l'esercizio successivo	130.551	114.442
Totale debiti verso istituti di previdenza e di sicurezza sociale	130.551	114.442

14) altri debiti		
esigibili entro l'esercizio successivo	322.431	180.225
Totale altri debiti	322.431	180.225
Totale debiti	6.131.843	6.563.533
E) Ratei e risconti	586.567	502.473
Totale passivo	35.116.471	20.346.447