

# Casta Diva

Sector: Business Services



Marco Greco

marco.greco@value-track.com

Filippo Mazzoleni

filippo.mazzoleni@value-track.com

## 1H23 Revenues in line with FY targets

Casta Diva Group (CDG) is active in Live & Digital Communication and in Creative Content Production, mainly focusing on corporate clients, but with an exposure also to individual target audience.

### 1H23 VoP at ca. €52mn (+25% y/y)

Casta Diva Group has reported preliminary top line figures for 1H23, with Value of Production at ca. €52mn, implying a sound 25% y/y growth vs. the already booming 1H22 (€41.7mn), which was including Genius Progetti for the whole first six months of the year.

After the brilliant outcome of 1Q23, with VoP growing in excess of 70% y/y, 2Q23 grew at a slower pace (+4.5% y/y). Nonetheless, management is highly satisfied with the obtained results.

### Current backlog levels comforting FY projections

CDG also disclosed its current backlog, reporting a value of ca. €27mn, that combined with 1H23 Value of Production totals ca. €79mn, i.e. already 91% of the FY23E top line target outlined in the latest business plan and 84% of our full year estimates. CDG should not have problems in achieving our €93.8mn FY23E VoP forecast.

### Forecasts confirmed: EBITDA to grow at 18% CAGR<sub>22A-25E</sub>

With 1H23 top line being consistent with our FY projections, we confirm our forecasts also for 2024E-25E. After our upwards revision of July 3<sup>rd</sup>, we are higher than CDG 2023E-24E business plan targets, while a bit lower vs. 2025E, especially on operating profitability evolution. In 2025E we expect:

- ◆ Value of Production at €106.3mn, ca. €1mn higher than CDG targets;
- ◆ EBITDA at €10.2mn, growing more than proportionally vs. top line;
- ◆ EBIT at €8.2mn, and EBIT Margin at 7.8% (+320bps vs. 2022A);
- ◆ Net Cash at €8.6mn, with OpFCF (b.t.) / EBITDA conversion rate at 75% on average.

### Fair Value unchanged at €1.85 p/s

We confirm CDG Fair Equity Value at €1.85 p/s, calculated back at the start of July and pending the full-set of 1H23 financials. In addition, over the last month, peers' multiples remained pretty stable.

At €1.85, CDG would trade at 0.36x-4.3x-5.8x EV/Sales, EV/EBITDA, EV/EBIT 2023E multiples, still at substantial discount vs. comparables.

<b>Fair Value (€)</b>	<b>1.85</b>
<b>Market Price (€)</b>	<b>1.39</b>
<b>Market Cap. (€m)</b>	<b>27.9</b>

KEY FINANCIALS (€mn)	2022A	2023E	2024E
VALUE OF PRODUCTION	84.0	93.8	100.4
EBITDA	6.3	7.7	8.9
EBIT	3.9	5.8	7.1
NET PROFIT	1.5	2.7	3.7
EQUITY	8.2	10.6	13.8
NET FIN. POS.	2.8	3.3	6.0
EPS ADJ. (€)	0.09	0.15	0.20
DPS (€)	0.04	0.05	0.06

Source: Casta Diva (historical figures)  
Value Track (2023E-24E estimates)

KEY RATIOS	2022A	2023E	2024E
EBITDA MARGIN (%)	7.5	8.2	8.9
EBIT MARGIN (%)	4.6	6.2	7.0
NET DEBT / EBITDA (x)	nm	nm	nm
NET DEBT / EQUITY (x)	0.0	0.0	0.0
EV/SALES (x)	0.1	0.3	0.2
EV/EBITDA (x)	1.2	3.2	2.4
EV/EBIT (x)	1.9	4.2	3.1
P/E ADJ. (x)	5.8	9.2	6.9

Source: Casta Diva (historical figures)  
Value Track (2023E-24E estimates)

### STOCK DATA

MARKET PRICE (€)	1.39
SHS. OUT. (m)	20.0
MARKET CAP. (€m)	27.9
ENTERPRISE VALUE (€m)	24.3
FREE FLOAT (%)	29.0
AVG. -20D VOL. ('000)	182,775
RIC / BBG	CDG.MI / CDG.IM
52 WK RANGE	0.58 - 1.47

Source: Stock Market Data

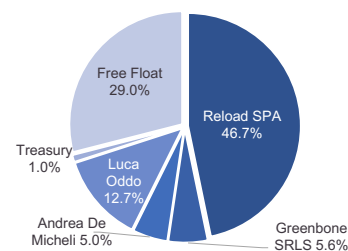


## Business Description

Casta Diva Group is a communication company operating in branded content, advertising productions, films, tv programming, corporate events, viral videos, digital content and live music shows. A pocket-sized multinational with a presence in fourteen cities across four continents. Casta Diva Group team has worked successfully with over 100 of the world's top brands.

In August 2016 Casta Diva Group went public and is currently listed on the EGM under the ticker CDG..

## Shareholders Structure



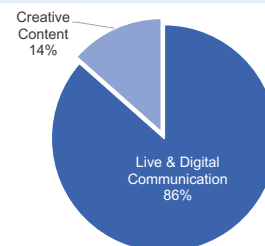
Source: Casta Diva, Value Track Analysis

## Key Financials

€mn	2022A	2023E	2024E	2025E
<b>Value of Production</b>	<b>84.0</b>	<b>93.8</b>	<b>100.4</b>	<b>106.3</b>
y/y (%)	nm	11.7%	7.0%	5.8%
<b>EBITDA</b>	<b>6.3</b>	<b>7.7</b>	<b>8.9</b>	<b>10.2</b>
EBITDA Margin (% of VoP)	7.5%	8.2%	8.9%	9.6%
<b>EBIT</b>	<b>3.9</b>	<b>5.8</b>	<b>7.1</b>	<b>8.2</b>
EBIT Margin (% of VoP)	4.6%	6.2%	7.0%	7.8%
<b>Net Profit</b>	<b>1.5</b>	<b>2.7</b>	<b>3.7</b>	<b>4.9</b>
y/y (%)	nm	77.0%	38.1%	31.8%
<b>Adjusted Net Profit</b>	<b>1.9</b>	<b>3.0</b>	<b>4.0</b>	<b>5.2</b>
y/y (%)	nm	62.9%	33.8%	29.1%
<b>Net Fin. Position</b>	<b>2.8</b>	<b>3.3</b>	<b>6.0</b>	<b>8.6</b>
Net Fin. Pos. / EBITDA (x)	nm	nm	nm	nm
Capex	-2.1	-1.0	-1.5	-2.0
<b>OpFCF b.t.</b>	<b>10.9</b>	<b>6.5</b>	<b>6.6</b>	<b>6.8</b>
OpFCF b.t. as % of EBITDA	174.3%	84.2%	73.5%	66.6%

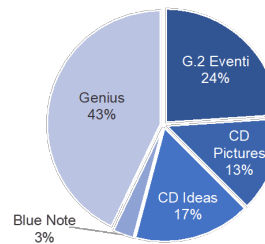
Source: Casta Diva (historical figures), Value Track (estimates)

## Revenues from Sales by BU



Source: Casta Diva, Value Track Analysis, FY22

## Revenues from Sales by Legal Entity



Source: Casta Diva, Value Track Analysis, FY22

## Investment Case

### Strengths / Opportunities

- ◆ Among top three players in Italy in its sector;
- ◆ Long-lasting retention of highly spending clients;
- ◆ Opportunity to act as consolidator of a fragmented market thanks to stock market listing and to innovative SME status.

### Weaknesses / Risks

- ◆ Highly competitive market environment with players from neighbouring industries;
- ◆ Market exposed to macroeconomic shocks.

## Stock multiples @ €1.85 Fair Value

	2023E	2024E
EV / SALES (x)	0.36	0.31
EV / EBITDA (x)	4.3	3.4
EV / EBIT (x)	5.8	4.4
EV / CAP.EMP. (x)	4.6	4.0
OpFCF Yield (%)	19.4	21.4
P / E Adj. (x)	12.3	9.2
P / BV (x)	3.8	3.0
Div. Yield. (%)	2.5	3.5

Source: Value Track

## 1H23 Preliminary Top Line

Casta Diva Group has reported preliminary top line figures for 1H23, with **Value of Production** at ca. **€52mn**, implying a sound **25% y/y growth** vs. the already booming 1H22 (€41.7mn), which was including Genius Progetti for the whole first six months of the year.

After the brilliant outcome of 1Q23, with VoP growing in excess of 70% y/y, 2Q23 grew at a slower pace (+4.5% y/y). Nonetheless, management is highly satisfied with the obtained results. Indeed, Andrea De Micheli, CEO of Casta Diva Group, commented: *“This pleases us and makes us proud, even considering the fact that 2022 had been the best year ever for all our operating companies. Further improving that result in 2023, as now seems certain, is obviously a source of great satisfaction”*

### Casta Diva Group: Value of Production by Quarters

(IT GAAP, €mn)	1Q22	1Q23	2Q22	2Q23	1H22	1H23
Value of Production	12.2	21.2	29.5	30.8	41.7	52.0
y/y	//	73.4%	//	4.5%	>100%	24.6%

Source: EdiliziAcrobatica, Value Track Analysis

More importantly, CDG also disclosed its current **backlog**, reporting a value of ca. **€27mn**, that combined with 1H23 Value of Production totals ca. €79mn, i.e. **already 91% of the FY23E top line target** outlined in the latest business plan and **84% of our estimate** even considering a flattish 2H23 y/y (ca. €42mn), Casta Diva should not have any issue to achieve our FY23E VoP of €93.8mn.

## Business Plan & Forecasts 2023E-25E

### Business Plan Targets

On April 3<sup>rd</sup>, 2023, CDG published its latest business plan targets over the next three years:

- ◆ **Value of Production** should grow at ca. 8% p.a., surpassing the €100mn threshold in 2025E;
- ◆ **EBITDA** expected to grow at >2x speed, i.e. 17% CAGR<sub>22A-25E</sub>, reaching €11.mn in 2025E;
- ◆ **EBIT** should escalate even faster than EBITDA, totaling €9.0mn in 2025E (30% CAGR<sub>22A-25E</sub>);
- ◆ **Net Cash** expected at ca. €4.5mn in 2025E, after some €3.0mn minimum dividends distribution.

#### Casta Diva Group: Business Plan Targets 2022A-25E

(IT GAAP, €mn)	2022A	2023E	2024E	2025E
Value of Production	84.0	87.2	94.4	105.3
EBITDA Adj.	7.0	6.7	7.9	11.1
EBITDA Adj. Margin (%)	8.3%	7.7%	8.4%	10.5%
EBIT Adj.	3.9	4.7	5.9	9.0
EBIT Adj. Margin (%)	4.6%	5.4%	6.3%	8.5%
<b>Net Fin. Position [i.e. Net Debt (-) Cash (+)]</b>	<b>2.8</b>	<b>3.3</b>	<b>3.9</b>	<b>4.5</b>

Source: Casta Diva, Value Track Analysis

### Value Track Forecasts

With 1H23 preliminary top line being consistent with our FY projections, we confirm our forecasts also for 2024E-25E. After our upwards revision of July 3<sup>rd</sup>, we are higher than CDG 2023E-24E targets, while a bit lower vs. 2025E ones, especially on operating profitability evolution.

In 2025E we expect:

- ◆ **Value of Production at €106.3mn**, ca. €1mn higher than CDG targets;
- ◆ **EBITDA at €10.2mn**, growing much more than proportionally vs. top line;
- ◆ **EBIT at €8.2mn**, and EBIT Margin gaining ca. 320bps from 4.6% in 2022A to 7.8%;
- ◆ **Net Cash at €8.6mn**, with OpFCF (b.t.) / EBITDA conversion rate at 75% on average.

#### Casta Diva Group: Value Track Key Forecasts 2022A-25E

(IT GAAP, €mn)	2022A	2023E	2024E	2025E
Value of Production	84.0	93.8	100.4	106.3
EBITDA	6.3	7.7	8.9	10.2
EBITDA Margin (%)	7.5%	8.2%	8.9%	9.6%
EBIT	3.9	5.8	7.1	8.2
EBIT Margin (%)	4.6%	6.2%	7.0%	7.8%
<b>Net Fin. Position [i.e. Net Debt (-) Cash (+)]</b>	<b>2.8</b>	<b>3.3</b>	<b>6.0</b>	<b>8.6</b>

Source: Casta Diva, Value Track Analysis

### Casta Diva Group: P&L 2022A-25E

(IT GAAP, €mn)	2022A	2023E	2024E	2025E
<b>Revenues from Sales</b>	<b>83.6</b>	<b>92.8</b>	<b>99.4</b>	<b>105.3</b>
Other VoP Components	0.3	1.0	1.0	1.0
<b>Value of Production</b>	<b>84.0</b>	<b>93.8</b>	<b>100.4</b>	<b>106.3</b>
Direct Costs	-56.7	-63.3	-67.8	-71.7
<b>1<sup>st</sup> Margin</b>	<b>27.3</b>	<b>30.5</b>	<b>32.6</b>	<b>34.5</b>
1 <sup>st</sup> Margin (%)	32.5%	32.5%	32.5%	32.5%
Other Opex	-21.0	-22.8	-23.7	-24.3
<b>EBITDA</b>	<b>6.3</b>	<b>7.7</b>	<b>8.9</b>	<b>10.2</b>
EBITDA Margin (%)	7.5%	8.2%	8.9%	9.6%
D&A	-2.4	-1.9	-1.9	-2.0
<b>EBIT</b>	<b>3.9</b>	<b>5.8</b>	<b>7.1</b>	<b>8.2</b>
EBIT Margin (%)	4.6%	6.2%	7.0%	7.8%
Net Financial Charges	-0.4	-0.5	-0.4	-0.3
Taxes	-1.6	-2.2	-2.5	-2.7
Minorities	-0.3	-0.4	-0.5	-0.4
<b>Net Profit</b>	<b>1.5</b>	<b>2.7</b>	<b>3.7</b>	<b>4.9</b>

Source: Casta Diva, Value Track Analysis

### Casta Diva Group: Balance Sheet 2022A-25E

(IT GAAP, €mn)	2022A	2023E	2024E	2025E
Net Fixed Assets	13.4	15.0	14.7	14.7
Net Working Capital	-6.9	-6.6	-5.7	-4.3
Provisions	1.1	1.2	1.2	1.2
<b>Total Capital Employed</b>	<b>5.4</b>	<b>7.3</b>	<b>7.8</b>	<b>9.2</b>
<b>Group Net Equity</b>	<b>8.2</b>	<b>10.6</b>	<b>13.8</b>	<b>17.8</b>
<b>Net Fin. Position [i.e. Net Debt (-) Cash (+)]</b>	<b>2.8</b>	<b>3.3</b>	<b>6.0</b>	<b>8.6</b>

Source: Casta Diva, Value Track Analysis

### Casta Diva Group: Cash Flow Statement 2022A-25E

(IT GAAP, €mn)	2022A	2023E	2024E	2025E
EBITDA	<b>6.3</b>	<b>7.7</b>	<b>8.9</b>	<b>10.2</b>
Capex	-2.1	-1.0	-1.5	-2.0
Δ Net Working Capital, Provisions	6.7	-0.3	-0.9	-1.4
<b>OpFCF b.t.</b>	<b>10.9</b>	<b>6.5</b>	<b>6.6</b>	<b>6.8</b>
As a % of EBITDA	174.3%	84.2%	73.5%	66.6%
Cash Taxes	-1.6	-2.2	-2.5	-2.7
<b>OpFCF a.t.</b>	<b>9.4</b>	<b>4.3</b>	<b>4.0</b>	<b>4.1</b>
Net Financial Charges	-0.4	-0.4	-0.2	-0.1
Dividends Paid	0.0	-0.7	-0.9	-1.3
Others (incl. Financial Investments)	-4.5	-2.6	-0.2	-0.2
<b>Net Cash Generated (Absorbed)</b>	<b>4.4</b>	<b>0.5</b>	<b>2.7</b>	<b>2.5</b>

Source: Casta Diva, Value Track Analysis

## DISCLAIMER

THIS DOCUMENT IS PREPARED BY VALUE TRACK S.R.L. THIS DOCUMENT IS BEING FURNISHED TO YOU SOLELY FOR YOUR INFORMATION ON A CONFIDENTIAL BASIS AND MAY NOT BE REPRODUCED, REDISTRIBUTED OR PASSED ON, IN WHOLE OR IN PART, TO ANY OTHER PERSON. IN PARTICULAR, NEITHER THIS DOCUMENT NOR ANY COPY THEREOF MAY BE TAKEN OR TRANSMITTED OR DISTRIBUTED, DIRECTLY OR INDIRECTLY, INTO CANADA OR JAPAN OR AUSTRALIA TO ANY RESIDENT THEREOF OR INTO THE UNITED STATES, ITS TERRITORIES OR POSSESSIONS. THE DISTRIBUTION OF THIS DOCUMENT IN OTHER JURISDICTIONS MAY BE RESTRICTED BY LAW AND PERSONS INTO WHOSE POSSESSION THIS DOCUMENT COMES SHOULD INFORM THEMSELVES ABOUT, AND OBSERVE, ANY SUCH RESTRICTION. ANY FAILURE TO COMPLY WITH THESE RESTRICTIONS MAY CONSTITUTE A VIOLATION OF THE LAWS OF ANY SUCH OTHER JURISDICTION. THIS DOCUMENT DOES NOT CONSTITUTE OR FORM PART OF, AND SHOULD NOT BE CONSTRUED AS, AN OFFER, INVITATION OR INDUCEMENT TO SUBSCRIBE FOR OR PURCHASE ANY SECURITIES, AND NEITHER THIS DOCUMENT NOR ANYTHING CONTAINED HEREIN SHALL FORM THE BASIS OF OR BE RELIED ON IN CONNECTION WITH OR ACT AS AN INVITATION OR INDUCEMENT TO ENTER INTO ANY CONTRACT OR COMMITMENT WHATSOEVER. THIS DOCUMENT HAS NOT BEEN PUBLISHED GENERALLY AND HAS ONLY BEEN MADE AVAILABLE TO INSTITUTIONAL INVESTORS. IN MAKING AN INVESTMENT DECISION, POTENTIAL INVESTORS MUST RELY ON THEIR OWN EXAMINATION OF THE COMPANY AND ITS GROUP INCLUDING THE MERITS AND RISKS INVOLVED. THIS DOCUMENT IS FOR DISTRIBUTION IN OR FROM THE UNITED KINGDOM ONLY TO PERSONS WHO: (I) HAVE PROFESSIONAL EXPERIENCE IN MATTERS RELATING TO INVESTMENTS FALLING WITHIN ARTICLE 19(5) OF THE FINANCIAL SERVICES AND MARKETS ACT 2000 (FINANCIAL PROMOTION) ORDER 2005 (AS AMENDED, THE “**FINANCIAL PROMOTION ORDER**”), (II) ARE PERSONS FALLING WITHIN ARTICLE 49(2)(A) TO (D) (“HIGH NET WORTH COMPANIES, UNINCORPORATED ASSOCIATIONS ETC.”) OF THE FINANCIAL PROMOTION ORDER, (III) ARE OUTSIDE THE UNITED KINGDOM, OR (IV) ARE PERSONS TO WHOM AN INVITATION OR INDUCEMENT TO ENGAGE IN INVESTMENT ACTIVITY (WITHIN THE MEANING OF SECTION 21 OF THE FINANCIAL SERVICES AND MARKETS ACT 2000) IN CONNECTION WITH THE ISSUE OR SALE OF ANY SECURITIES MAY OTHERWISE LAWFULLY BE COMMUNICATED OR CAUSED TO BE COMMUNICATED (ALL SUCH PERSONS TOGETHER BEING REFERRED TO AS “**RELEVANT PERSONS**”). THIS DOCUMENT IS DIRECTED ONLY AT RELEVANT PERSONS AND MUST NOT BE ACTED ON OR RELIED ON BY PERSONS WHO ARE NOT RELEVANT PERSONS. ANY INVESTMENT OR INVESTMENT ACTIVITY TO WHICH THIS DOCUMENT RELATES IS AVAILABLE ONLY TO RELEVANT PERSONS AND WILL BE ENGAGED IN ONLY WITH RELEVANT PERSONS. IN ITALY THIS DOCUMENT IS BEING DISTRIBUTED ONLY TO, AND IS DIRECTED AT QUALIFIED INVESTORS WITHIN THE MEANING OF ARTICLE 100 OF LEGISLATIVE DECREE NO. 58 OF 24 FEBRUARY 1998, AS AMENDED, AND ARTICLE 34-TER, PARAGRAPH 1, LETTER B), OF CONSOB REGULATION ON ISSUERS NO. 11971 OF MAY 14, 1999, AS SUBSEQUENTLY AMENDED (THE “**ISSUERS’ REGULATION**”) PROVIDED THAT SUCH QUALIFIED INVESTORS WILL ACT IN THEIR CAPACITY AND NOT AS DEPOSITARIES OR NOMINEES FOR OTHER SHAREHOLDERS, SUCH AS PERSONS AUTHORISED AND REGULATED TO OPERATE IN FINANCIAL MARKETS, BOTH ITALIAN AND FOREIGN, I.E.: A) BANKS; B) INVESTMENT FIRMS; C) OTHER AUTHORISED AND REGULATED FINANCIAL INSTITUTIONS; D) INSURANCE COMPANIES; E) COLLECTIVE INVESTMENT UNDERTAKINGS AND MANAGEMENT COMPANIES FOR SUCH UNDERTAKINGS; F) PENSION FUNDS AND MANAGEMENT COMPANIES FOR SUCH FUNDS; G) DEALERS ACTING ON THEIR OWN ACCOUNT ON COMMODITIES AND COMMODITY-BASED DERIVATIVES; H) PERSONS DEALING EXCLUSIVELY ON THEIR OWN ACCOUNT ON FINANCIAL INSTRUMENTS MARKETS WITH INDIRECT MEMBERSHIP OF CLEARING AND SETTLEMENT SERVICES AND THE LOCAL COMPENSATORY AND GUARANTEE SYSTEM; I) OTHER INSTITUTIONAL INVESTORS; L) STOCKBROKERS; (2) LARGE COMPANIES WHICH AT INDIVIDUAL COMPANY LEVEL MEET AT LEAST TWO OF THE FOLLOWING REQUIREMENTS: – BALANCE SHEET TOTAL: 20,000,000 EURO, – NET REVENUES: 40,000,000 EURO, – OWN FUNDS: 2,000,000 EURO; (3) INSTITUTIONAL INVESTORS WHOSE MAIN ACTIVITY IS INVESTMENT IN FINANCIAL INSTRUMENTS, INCLUDING COMPANIES DEDICATED TO THE SECURITISATION OF ASSETS AND OTHER FINANCIAL TRANSACTIONS (ALL SUCH PERSONS TOGETHER BEING REFERRED TO AS “**RELEVANT PERSONS**”). ANY PERSON WHO IS NOT A RELEVANT PERSON SHOULD NOT ACT OR RELY ON THIS DOCUMENT OR ANY OF ITS CONTENTS. THIS DOCUMENT IS NOT ADDRESSED TO ANY MEMBER OF THE GENERAL PUBLIC IN ITALY. UNDER NO CIRCUMSTANCES SHOULD THIS DOCUMENT CIRCULATE AMONG, OR BE DISTRIBUTED IN ITALY TO (I) A MEMBER OF THE GENERAL PUBLIC, (II) INDIVIDUALS OR ENTITIES FALLING OUTSIDE THE DEFINITION OF “QUALIFIED INVESTORS” AS SPECIFIED ABOVE OR (III) DISTRIBUTION CHANNELS THROUGH WHICH INFORMATION IS OR IS LIKELY TO BECOME AVAILABLE TO A LARGE NUMBER OF PERSONS. THIS DOCUMENT IS BEING DISTRIBUTED TO AND IS DIRECTED ONLY AT PERSONS IN MEMBER STATES OF THE EUROPEAN ECONOMIC AREA (“**EEA**”) WHO ARE “QUALIFIED INVESTORS” WITHIN THE MEANING OF ARTICLE 2(1)(E) OF THE PROSPECTUS DIRECTIVE (DIRECTIVE 2003/71/EC), (“**QUALIFIED INVESTORS**”). ANY PERSON IN THE EEA WHO RECEIVES THIS DOCUMENT WILL BE DEEMED TO HAVE REPRESENTED AND AGREED THAT IT IS A QUALIFIED INVESTOR. ANY SUCH RECIPIENT WILL ALSO BE DEEMED TO HAVE REPRESENTED AND AGREED THAT IT HAS NOT RECEIVED THIS DOCUMENT ON BEHALF OF PERSONS IN THE EEA OTHER THAN QUALIFIED INVESTORS OR PERSONS IN THE UK, ITALY AND OTHER MEMBER STATES (WHERE EQUIVALENT LEGISLATION EXISTS) FOR WHOM THE INVESTOR HAS AUTHORITY TO MAKE DECISIONS ON A WHOLLY DISCRETIONARY BASIS. THE COMPANY, VALUE TRACK S.R.L. AND THEIR AFFILIATES, AND OTHERS WILL RELY UPON THE TRUTH AND ACCURACY OF THE FOREGOING REPRESENTATIONS AND AGREEMENTS. ANY PERSON IN THE EEA WHO IS NOT A QUALIFIED INVESTOR SHOULD NOT ACT OR RELY ON THIS DOCUMENT OR ANY OF ITS CONTENTS. THE EXPRESSION “PROSPECTUS DIRECTIVE” MEANS DIRECTIVE 2003/71/EC (AND AMENDMENTS THERETO, INCLUDING THE 2010 PD AMENDING DIRECTIVE, TO THE EXTENT IMPLEMENTED IN THE RELEVANT MEMBER STATE), AND INCLUDES ANY RELEVANT IMPLEMENTING MEASURE IN THE RELEVANT MEMBER STATE AND THE EXPRESSION “2010 PD AMENDING DIRECTIVE” MEANS DIRECTIVE 2010/73/EU. **CASTA DIVA GROUP SPA (THE “COMPANY”) IS A RESEARCH CLIENT OF VALUE TRACK S.R.L.** HOWEVER ANY FORECASTS, OPINIONS AND EXPECTATIONS CONTAINED HEREIN ARE ENTIRELY THOSE OF VALUE TRACK S.R.L. AND ARE GIVEN AS PART OF ITS NORMAL RESEARCH ACTIVITY AND SHOULD NOT BE RELIED UPON AS HAVING BEEN AUTHORISED OR APPROVED BY ANY OTHER PERSON. VALUE TRACK S.R.L. HAS NO AUTHORITY WHATSOEVER TO MAKE ANY REPRESENTATION OR WARRANTY ON BEHALF OF THE COMPANY, ITS SHAREHOLDERS, ANY OF ITS ADVISORS, OR ANY OTHER PERSON IN CONNECTION THEREWITH. WHILE ALL REASONABLE CARE HAS BEEN TAKEN TO ENSURE THAT THE FACTS STATED HEREIN ARE ACCURATE AND THAT THE FORECASTS, OPINIONS AND EXPECTATIONS CONTAINED HEREIN ARE FAIR AND REASONABLE, VALUE TRACK S.R.L. HAS NOT VERIFIED THE CONTENTS HEREOF AND ACCORDINGLY NONE OF VALUE TRACK S.R.L., THE COMPANY, ITS SHAREHOLDERS, ANY ADVISORS TO THE COMPANY OR ITS SHAREHOLDERS OR ANY OTHER PERSON IN CONNECTION THEREWITH NOR ANY OF THEIR RESPECTIVE DIRECTORS, OFFICERS OR EMPLOYEES, SHALL BE IN ANY WAY RESPONSIBLE FOR THE CONTENTS HEREOF AND NO RELIANCE SHOULD BE PLACED ON THE ACCURACY, FAIRNESS, OR COMPLETENESS OF THE INFORMATION CONTAINED IN THIS DOCUMENT. NO PERSON ACCEPTS ANY LIABILITY WHATSOEVER FOR ANY LOSS HOWSOEVER ARISING FROM THE USE OF THIS DOCUMENT OR OF ITS CONTENTS OR OTHERWISE ARISING IN CONNECTION THEREWITH. TO THE EXTENT PERMITTED BY LAW AND BY REGULATIONS, VALUE TRACK S.R.L. (OR ITS OFFICERS, DIRECTORS OR EMPLOYEES) MAY HAVE A POSITION IN THE SECURITIES OF (OR OPTIONS, WARRANTS OR RIGHTS WITH RESPECT TO, OR INTEREST IN THE SHARES OR OTHER SECURITIES OF) THE COMPANY AND MAY MAKE A MARKET OR ACT AS A PRINCIPAL IN ANY TRANSACTIONS IN SUCH SECURITIES.