Communication to the market as per Art. 114 par. 5 Leg. Decree No. 58/98

Cagliari, August 2, 2021

In compliance with Consob request sent to the Company on July 14, 2009, pursuant to article 114, paragraph 5 of the Law Decree No. 58/98, the Company hereby provides to the market the following information concerning the Tiscali Group as at June 30, 2021.

NET FINANCIAL POSITION OF THE TISCALI GROUP AND OF TISCALI SPA, WITH SHORT-TERM COMPONENTS SHOWN SEPARATELY FROM MEDIUM/LONG-TERM COMPONENTS

The net financial position as at June 30, 2021 amounted to EUR 97.1 million.
On 11 June 2021, the second tranche of the convertible notes reserved to Nice & Green S.A, as per the investment agreement signed between the Company and Nice & Green S.A on 14 May 2021, was issued to N&G. The tranche in question of EUR 3 million was converted into capital on 7 July 2021.

NET FINANCIAL POSITION

EUR (000)	Notes	Tiscali Group June 30, 2021	Of Which: Tiscali S.p.A. June 30, 2021
A. Cash assets		10,688	5,510
B. Other Cash Equivalent			
C. Other current financial assets			
D. Current Assets (A) + (B) + (C)		**10,688**	**5,510**
E. Current financial receivables	(1)	***13,051***	***3,000***
F. Current portion of non-current financial receivables	(2)	238	***0***
G. Current bank payables (E+F)		**13,289**	***3,000***
H. Current net financial debt (G+D)		**2,600**	**-2,510**
I. Non-current financial debt	(3)	86,993	0
J. Debt Securities			
K. Commercial and other non-current financial debt	(4)	*7,480*	17
L. Non-current financial debt *(I + J + K)*		**94,473**	**17**
M. Total financial debt		**97,073**	**-2,493**

Notes:

(1) *It includes (i) current bank payables of EUR 0,1 million; (ii) the short-term portion of finance lease payables relating to network infrastructure investments and capitalised lease contracts in application of IFRS 16 for EUR 9 million (including the short-term portion of the Sa Illetta lease contract in application of IFRS 16 for EUR 2,5 million);(iii) a loan granted by Sarda factoring for EUR 1 million; (iv) debt related to the second tranche of the convertible bond loan as per the agreement signed on 14 May 2021 with N&G. This tranche was issued on 11 June 2021 for the amount of EUR 3 million.*
(2) *It includes the current portion of the Senior loan and other non-current bank loans;*
(3) *It includes the following items: i) the long-term portion of the Senior Loan and other long-term bank loans, respectively for EUR 69.3 million and EUR 3.5 million; ii) the long-term portion of the financial lease payables related to the investments for the network infrastructure and capitalised lease contracts in accordance with IFRS 16 for EUR 14.2 million (including the long-term portion of the Sa Illetta lease contract in accordance with IFRS 16 for EUR 10.3 million);*
(4) *It includes the long-term component of trade payables and payables for long-term tax bills in instalments of EUR 7.5 million.*

OVERDUE DEBT POSITIONS OF THE TISCALI GROUP AS AT JUNE 30, 2021

As at June 30, 2021, net overdue trade payables amounted to EUR 23.4 million, of which 5.4 million are overdue by more than 12 months (net of payment plans agreed with suppliers and net of credit amounts or claims against the same suppliers). As at June 30, 2021 overdue financial debts amounted to EUR 0.7 million (net of credit positions).
There were overdue tax debts for approximately EUR 17.7 million, of which 7.5 million are overdue by more than 12 months. There were also overdue debts towards social security institutions amounting to EUR 0.1 million.

It should be noted that the Company's staff leaving indemnities at 30 June 2021 amounted to EUR 2.7 million.

POSSIBLE REACTIONS OF THE CREDITORS OF THE GROUP AS AT JUNE 30, 2021

There have been no suspensions of relationships with suppliers capable of affecting the course of business.
As at June 30, 2021, the group received reminders for payment only within the ordinary course of business. As at that date, the total main injunctions for payment received, as a result of the definition of certain positions, amounted to EUR 2.7 million, of which the residual not paid off as still in negotiation, opposition or subject to an installment scheme amounted to EUR 1 million.

RELATIONSHIPS WITH TISCALI S.P.A. AND THE TISCALI GROUP RELATED PARTIES

The Tiscali Group holds relationships with related parties on terms deemed as customary in the respective reference markets, taking into account the characteristics of the goods and services provided.

The table below summarizes the income statement and balance sheet for the Tiscali Group as at June 30, 2021, arising from transactions with related parties.

INCOME STATEMENT			***Of which:***
(EUR 000)	*Notes*	**TISCALI GROUP**	**Tiscali S.p.A.**
		June 30, 2021	**June 30, 2021**

Monteverdi S.r.l.	1	(14.6)	-
Istella	2	(89.3)	-
CC&Soci	3	(275.0)	(275.0)
TOTAL		**(379.0)**	**(275.0)**

BALANCE SHEET *(EUR 000)*		**TISCALI GROUP June 30, 2021**	***Of which:*** **Tiscali S.p.A. June 30, 2021**
Monteverdi S.r.l.	1	(51.9)	-
Istella	2	447.2	-
CC&Soci	3	(366.0)	(366.0)
TOTAL		**29.3**	**(366.0)**

(1) *Monteverdi S.r.l.: company participated by the Chief Executive Officer and reference shareholder Renato Soru. The relationship concerned refers to a leasing contract for a space used for the storage of business documentation.*

(2) *Istella: company partially owned by Chief Executive Officer and reference shareholder Renato Soru. The relationship concerned refers to supply, by Tiscali, of IT services (hosting of network equipment) from October 2018. In addition, since December 2019, Istella provides Tiscali with consulting services for software development and assistance for customer care automation.*

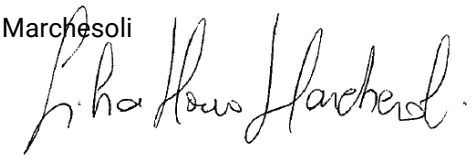
(3) *CC&Soci: controlled by CC Holding Srl, it holds an 11.8% stake in Amsicora S.r.l. (a 17.75% shareholder of the Company) and it has entered into a contract with Tiscali Spa in December 2020 for the provision of financial advisory services.*

It shall be noted that the income statement and the balance sheet values reported in the table above do not include fees paid to Directors, Statutory Auditors and Top Managers tasked with strategic responsibilities.

STATEMENT OF THE EXECUTIVE IN CHARGE OF DRAWING UP THE COMPANY'S ACCOUNTING DOCUMENTS

I, the undersigned Silvia Marchesoli Executive in charge of drawing up the Company's accounting documents of Tiscali S.p.A., certify that, pursuant to Art. 154-bis, paragraph 2, of the Legislative Decree No. 58/98 and subsequent amendments, that the accounting information contained in this press release is consistent with the official documents, books and accounting records.

Silvia Marchesoli



Executive in charge of drawing up the Company's accounting documents

Information on Tiscali

Tiscali S.p.A. (Borsa Italiana. Milan: TIS)), Smart Telco with the largest Fiber coverage available in Italy, provides its customers - private individuals, companies and Public Administration - with a wide range of services: Broadband and UltraBroadband Fixed and Fixed Wireless Internet access, mobile phone services and value-added services (including security services, cloud and social media). As at December 31, 2020, Tiscali recorded a customer portfolio of 672,700 units. Tiscali is also one of Italy's leading news websites, with around 11.3 million visitors per month. Tiscali's website may be accessed at www.tiscali.it