

DOCUMENT CONTAINING KEY INFORMATION

This document contains key information relating to this investment product. This is not a promotional document. The information, required by law, is intended to help you understand the characteristics, risks, costs, potential gains and losses of this product and to help you compare it with other investment products.

Warrant EdiliziAcrobatica SpA

General informations

Product name: EDAC Warrant 2018-2021 (ISIN Code IT0005351470)

Name of the PRIIP creator: EdiliziAcrobatica SpA (“**Issuer**”)

Website of the creator of PRIIP: www.ediliziacrobatika.com

For further information call the number: +390103106912

Competent authority of the PRIIP manufacturer for the key information document: National Commission for Companies and the Stock Exchange **Effective**

date of the key information document: 26 November 2018



Warning: you are about to purchase a product that is not simple and may be difficult to understand

What is this product?

Type: the EDAC Warrants 2018-2021 (the “**Warrants**” or the “**Products**”) are derivative financial instruments of the category of options on transferable securities (Annex I section C point 4 of Directive 2014/65/EU of the European Parliament and of the Council of 15.5.2014).

Objectives: The Warrants propose to assign to the purchaser the right, but not the obligation, to subscribe for a financial or real asset (the “**Conversion Shares**”) at a price per Conversion Share (the “**Exercise Price**”) equal to the placement price, set at Euro 3.33 increased by 10% on an annual basis, in three different periods (the “**Exercise Periods**”).

Retail investors to whom it is intended to market the product: The Warrants were issued and assigned free of charge to the Issuer's shareholders, during the capital increase reserved for qualified and non-qualified investors. However, following the Issuer's request, the Warrants were admitted to trading on the AIM Italia regulated market managed by Borsa Italiana SpA and therefore can be purchased by retail investors. In general, warrants are intended for advanced investors, with a good knowledge of this type of financial instruments and with previous experience with investment services. Warrants are compatible with investors who can tolerate losses up to the amount of invested capital and have a medium risk tolerance, i.e. who are willing to accept significant price fluctuations in exchange for the opportunity for higher returns.

The Warrants provide leveraged exposure to the performance of the market value of the Issuer's ordinary shares (the “**Underlying**”).

As defined in the Warrant Regulation, the resolution of the extraordinary meeting of the Company of 26 July 2018 established, inter alia: (i) the issuance of a maximum no. 651,750 Warrants to be combined free of charge with the Shares that will be subscribed as part of the placement on AIM Italia (including the Shares that will be subscribed in the context of the exercise of the greenshoe option), in the ratio of one (1) Warrant for every four (4) Shares subscribed, in accordance with the resolution of the extraordinary meeting of the Company on 26 July 2018; (ii) the increase in the share capital in a divisible manner for a maximum nominal amount of Euro 3,800,000 to service the Warrants through the issue, even in several tranches, of a maximum no. 651,750 Conversion Shares.

Warrant holders may request to subscribe to the Conversion Shares, in the ratio of 1 Conversion Share for each Warrant held, at an Exercise Price equal to Euro 3.33 increased by 10% on an annual basis.

The subscription of the Conversion Shares by each holder of the Warrant may take place in the following three Exercise periods: between 1 September 2019 and 30 September 2019, between 1 September 2020 and 30 September 2020, and between 1 September 2021 and September 30, 2021.

The right to subscribe to the Warrants must be exercised, under penalty of forfeiture, by submitting the subscription request by 20 September 2021 (the "**Exercise Deadline**").

The buyer's profit (or loss), in one of the three different Exercise Periods, will be equal to the product of the number of Warrants held ("**N**") and the greater of 0 and the difference between the value of the Underlying ("**Amount**") and the Exercise Price ("**Exercise Price**"), net of the capital initially invested for the purchase of the Warrants ("**Invested Capital**"), as illustrated below:

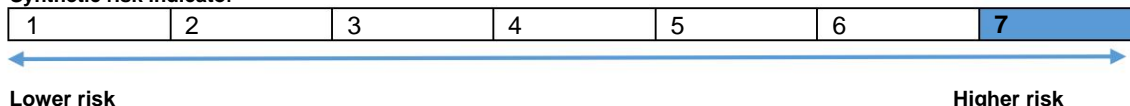
$$\text{Profit (or Loss)} = (N * \max \{0; \text{Amount} - \text{Exercise Price}\}) - \text{Invested Capital}$$

The Amount represents the value of the Issuer's Ordinary Shares at the time of exercise of the Warrants and is calculated on the basis of rules predefined by the AIM Italia market. The relationship between the value of the Warrants and the value of the Underlying is not linear. The value of the contract depends on the value and expectations on the volatility of the Underlying, dividends, interest rates, the time remaining in the Exercise Period and the Exercise Price.

For the rights of Warrant holders, in the case of transactions on the Issuer's share capital, please refer to the Warrant Regulations.

What are the risks and what is the potential return?

Synthetic risk indicator



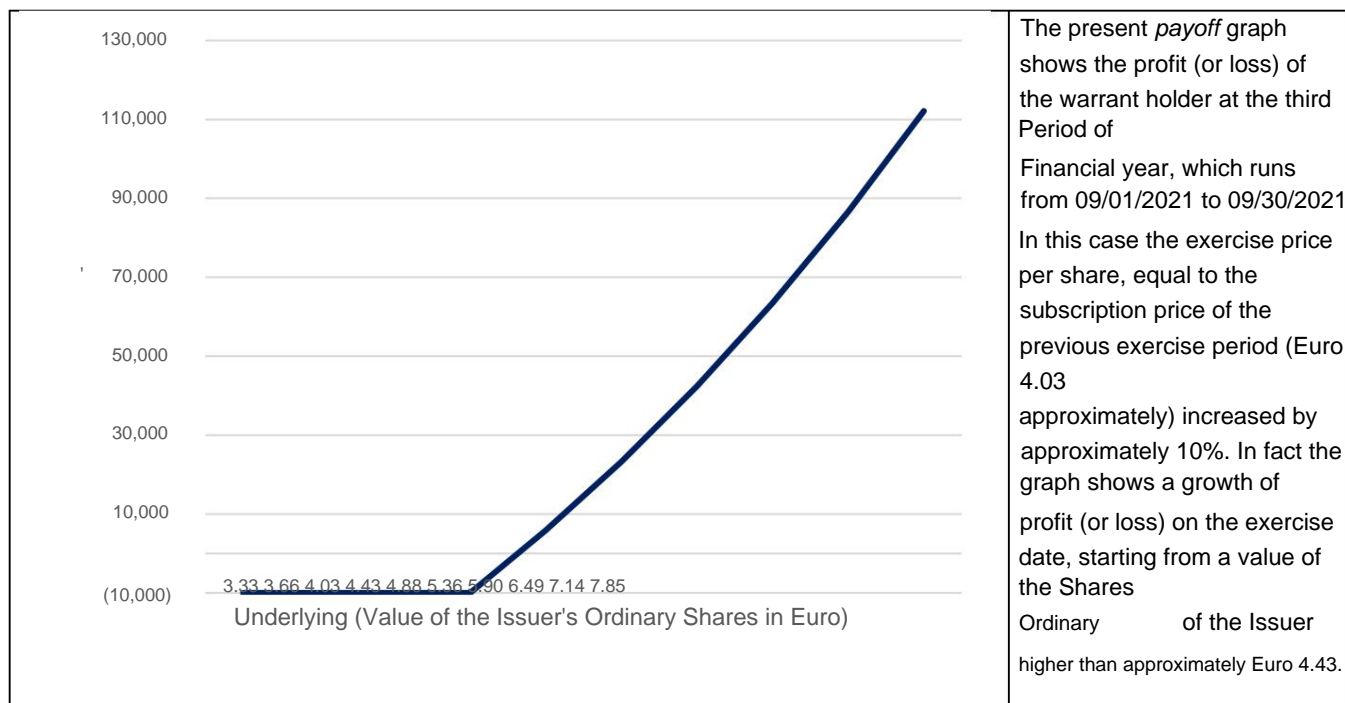
The summary risk indicator is an indicative indication of the risk level of this Product compared to other products. It expresses the probability that the product will suffer monetary losses due to movements in the reference market.

We have classified this product at level 7 out of 7 which corresponds to the highest risk class.

This means that potential losses due to future product performance are rated very high and that poor market conditions are very likely to affect our ability to pay you what you owe. This product does not include any protection against future market performance; therefore, you may lose all or part of your investment.

Performance scenarios : For the purposes of representing the performance scenarios, this section refers to an open position by investing Euro 10,000 purchasing n. 35,714 Warrants in circulation on the AIM Italia market at a unit price of Euro 0.28 (last recorded price of the Warrant as of 19 November 2018, source: Borsa Italiana) in relation to the price of the Underlying.

<p>The present <i>payoff</i> graph shows the profit (or loss) of the warrant holder at the first Exercise Period, which runs from 09/01/2019 to 09/30/2019. In this case the exercise price per share, equal to the placement price (Euro 3.33), is increased by 10%. In fact the graph shows a growth of profit (or loss) on the exercise date, starting from a value of the Issuer's Ordinary Shares exceeding approximately Euro 3.66.</p>	<p>The present <i>payoff</i> graph shows the profit (or loss) of the warrant holder at the first Exercise Period, which runs from 09/01/2019 to 09/30/2019. In this case the exercise price per share, equal to the placement price (Euro 3.33), is increased by 10%. In fact the graph shows a growth of profit (or loss) on the exercise date, starting from a value of the Issuer's Ordinary Shares exceeding approximately Euro 3.66.</p>
<p>The present <i>payoff</i> graph shows the profit (or loss) of the warrant holder at the second Period of Exercise, which runs from 09/01/2020 to 09/30/2020. In this case the exercise price per share, equal to the subscription price of the previous exercise period (Euro 3.66 approximately) increased by 10%. In fact, the graph shows a growth in profit (or loss) on the exercise date, starting from a value of the shares Ordinary of the Issuer orders above approximately Euro 4.03.</p>	<p>The present <i>payoff</i> graph shows the profit (or loss) of the warrant holder at the second Period of Exercise, which runs from 09/01/2020 to 09/30/2020. In this case the exercise price per share, equal to the subscription price of the previous exercise period (Euro 3.66 approximately) increased by 10%. In fact, the graph shows a growth in profit (or loss) on the exercise date, starting from a value of the shares Ordinary of the Issuer orders above approximately Euro 4.03.</p>



These graphs show the possible *performance* of the product, depending on the period in which the contractor decides to exercise. It can be compared with the *payoff* of other derivatives. The graphs presented show a range of possible outcomes depending on the Exercise Period and are not an exact indication of the amount of the possible outcome. The amount of the result varies depending on the value of the Underlying. For each value of the Underlying, the graph shows what the profit (or loss) of the product would be. The horizontal axis of the three graphs shows the different possible values of the Underlying, while the vertical axis shows the profit (or loss).

If you purchase this product it means that in your opinion the price of the Underlying will increase.

Your maximum loss would be the loss of your entire investment.

The figures shown include all costs of the product as such, but may not include all costs paid by you to the consultant or distributor.

In the event that the Warrants are not exercised by the Subscription Deadline, the Warrants will lose all rights and become invalid for all purposes. In such a case, the retail investor's loss will be equal to the entire Invested Capital.

What happens if EdiliziAcrobatica SpA is unable to pay the amount due?

In the event of insolvency or subjection of EdiliziAcrobatica SpA to bankruptcy or other insolvency proceedings, investors could lose the entire capital invested. EdiliziAcrobatica SpA is not a counterparty to any transaction on the Product and is therefore not responsible on behalf of the relevant buyer. The contracts traded on the market are guaranteed by the central counterparty of the market ("Cassa di Compensazione e garanzia SpA" or "CC&G"). The guarantee system managed by CC&G aims to eliminate counterparty risk, protecting buyers and sellers from the impossibility of honoring the obligations deriving from the contracts stipulated.

What are the costs?

Cost trends over time

Scenarios	In case of exercise of the Warrant
Total costs	0.00
Yield Impact (RIY) per year	0.0%

Cost breakdown

The following table presents:

- the impact, for each year, of different types of costs on the possible investment return at the end of the recommended holding period;
- the meaning of the different cost categories.

This table presents the impact of costs on investment return			
One-off costs	Entry costs	0.0%	Impact of costs to be incurred at the time of investment underwriting.
	Exit costs	0.0%	Impact of investment exit costs.
Current costs	Wallet transaction costs	0.0%	Impact of our costs of buying and selling the underlying investments for the product.
	Other ongoing costs	0.0%	Impact we retain each year to manage the Your investments.

Persons acting as distributors or advisors to the retail investor may charge costs related to transactions on the instrument. The costs requested by these subjects are in no way under the control of EdiliziAcrobatica SpA

How long do I have to keep it? Can I withdraw the capital prematurely?

This product does not provide for a minimum or recommended investment period by the Issuer, without prejudice to the Subscription Deadline indicated in the "What is this product?" section.

The choice regarding the timing of closing open positions depends on the investment strategy of the retail investor, his risk profile and his assessments regarding future market trends.

How to File Complaints?

Any complaints on the content of this Document or on the information provided by EdiliziAcrobatica SpA regarding this Product can be contacted at the email address m.baldassarre@ediliziacrobatika.com. For complaints regarding the information and services offered by your intermediary, you should contact your intermediary directly.

Other relevant information

More detailed information on the Product is contained in the Warrant Regulations, available in the Investor Relations section of the website: www.ediliziacrobatika.com. All communications from the Company to Warrant holders will be made, unless otherwise required by law, via press release published on the same website.