



B&P ir
Barabino & Partners
investor relations

PRESS RELEASE

LANDI RENZO S.p.A.: The Board of Directors Approves H1 2007 Results.

Consolidated revenues amounted to €74.7 million (up 4.4% compared to H1 2006), EBITDA was €17.0 million (up 10.3 %) and Pre-tax profit amounted to €14.8 million (up 4.6%).

Consolidated revenues are expected to increase, mainly boosted by growth in Asian markets.

The Board of Directors of Landi Renzo S.p.A. — a company listed in the Star segment of Borsa Italiana — approved the Half-Year Report for the period ended 30 June 2007.

In H1 2007, consolidated revenues reached € 74.7 million, up 4.4% compared to the first half of 2006, mainly thanks to the positive performance of the LPG business line.

Good profitability results: EBITDA amounted to € 17.0 million (up 10.3% compared to H1 2006). Profitability, calculated as the EBITDA/revenue ratio, was 22.8%. Pre-tax profit reached Euro 14.8 million, up 4.6% compared to € 14.2 million for the same period of 2006.

Consolidated Revenues

Consolidated revenues for H1 2007 was € 74.7 million, up 4.4% compared to H1 2006.

Specifically, the breakdown of revenues by business area showed a very positive performance in the LPG business line, which in the first half of 2007 reported revenues amounting to € 39.3 million, up 17.4% compared to the same period of the prior year. Revenues of the CNG business line amounted to € 33 million for the first half of 2007, down 8.8%. At 30 June 2007, the breakdown of revenues by business area shows that the LPG business line revenues accounted for 52.6% of overall revenues, natural gas line accounted for 44.2% and anti-theft devices accounted for 3.2%.

The breakdown of revenue by geographical area reveals the very positive performance of the Italian market, which ended the first half of 2007 with revenues amounting to € 25.2 million, up 26.2%. Revenues from the other important market —south-western Asia— amounted to € 24.2 million for the six-month period, up 2.2%. Revenues from Western Europe (excluding Italy) amounted to € 9.3 million.

In the first half 2007, Italy was the most important area in terms of ratio to revenues, accounting for 33.7% of total revenues, south-western Asia ranked second, accounting for 32.4% and western Europe ranked third accounting for 12.5%. These markets were followed by Eastern Europe (9.1%), the rest of Asia (5.5%), America (3.5%) and the rest of the world (3.2%).



Business Results

At 30 June 2007, EBITDA amounted to Euro 17.0 million, up 10.3% compared to H1 2006. Profitability calculated as the EBITDA/revenue ratio was 22.8%.

EBIT was € 15.2 million (up 8.2% compared to the same period of 2006) and pre-tax profit for the six-month period was € 14.8 million, up 4.6% compared to € 14.2 million at 30 June 2006.

Balance Sheet and Financial Position

At 30 June 2007, the Group generated a free cash flow of € 2 million, after investments amounting to € 3.3 million. Net working capital was € 30.3 million, equivalent to 21.4% of revenues.

Group net financial position went from a € 7.4 million debt at 31 December 2006 to a positive balance of € 47.3 million at 30 June 2007. This improvement is mainly attributable to liquidity generated by the stock market listing.

Outlook

During the second half of the year, consolidated revenues are expected to increase, mainly boosted by growth in Asian markets.

With a market share of approximately 23% by volume, Landi Renzo is a world leader in the sector of components and LPG and CNG fuel systems for motor vehicles.*

Based in Cavriago (Reggio Emilia) and with more than 50 years' experience in the sector, the company is distinguished by the sustained growth of its revenue, its flexible and lean business model based on outsourcing production processes, the extent of its international operations, with a presence in over 50 countries and exports of 74.3%° in 2006, and its constant focus on quality certification and research and development.

Landi Renzo S.p.A. is listed in the Star segment of Borsa Italiana [LR].



B&P *ir*

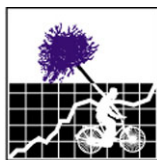
Barabino & Partners
investor relations

Investor Relations
Landi Renzo
Paolo Cilloni
pcilloni@landi.it
+39 0522 94 33

Barabino & Partners
Marco Lastrico
m.lastrico@barabino.it
+39.02.72.02.35.35

Press contacts:
Barabino & Partners
Claudio Cosetti
c.cosetti@barabino.it
+39.02.72.02.35.35
Federico Vercellino
f.vercellino@barabino.it
+39.02.72.02.35.35

Caviago (RE), 27 September 2007



B&P ir
Barabino & Partners
investor relations

Consolidated balance sheet Landi Renzo Group	IFRS Thousands of Euros	IFRS Thousands of Euros
ASSETS	1H 2007	2006
Non-current assets		
Property, plant and equipment	13.715	24.581
Investment property		879
Development expenditure	1.293	1.095
Goodwill	2.988	2.988
Other intangible assets with finite useful lives	1.338	637
Other non-current financial assets	103	102
Deferred tax assets	2.157	1.193
Total non-current assets	21.593	31.475
Current assets		
Trade receivables	31.313	21.371
Inventories	35.215	32.161
Other receivables and current assets	7.202	7.368
Other receivables and current assets - related parties	2.361	
Current financial assets	186	188
Cash and cash equivalents	56.511	9.771
Total current assets	132.788	70.858
TOTAL ASSETS	154.381	102.333
EQUITY AND LIABILITIES	1H 2007	2006
Equity attributable to the shareholders of the parent		
Share capital	11.250	2.500
Other reserves	74.587	24.214
Profit for the year	9.233	16.680
Total equity attributable to the shareholders of the parent	95.070	43.394
Minority interests	208	160
TOTAL EQUITY	95.277	43.555
Non-current liabilities		
Bank loans	3.843	5.673
Other non-current financial liabilities	724	7.083



B&P *ir*
Barabino & Partners
investor relations

Provisions for risks and charges	134	611
Defined benefit plans	2.045	2.419
Deferred tax liabilities	1.724	3.318
Total non-current liabilities	8.470	19.105
Current liabilities		
Bank overdrafts and short-term loans	4.496	3.207
Other current financial liabilities	161	1.212
Trade payables	34.340	24.447
Trade payables - related parties	4.009	3.178
Tax liabilities	3.118	2.690
Other current liabilities	2.794	2.352
Other current liabilities - related parties	1.717	2.588
Total current liabilities	50.635	39.674
TOTAL LIABILITIES AND EQUITY	154.381	102.333



B&P ir
Barabino & Partners
investor relations

	IFRS Ths of Euros	IFRS Ths of Euros
CONSOLIDATED INCOME STATEMENT	1H 2007	1H 2006
Revenue (goods and services)	74.697	33.110
Other revenue and income	422	236
Cost for raw materials, consumables and goods and change in inventories	-27.095	-8.269
Cost for raw materials - related parties	-7.088	-6.227
Cost for services and use of third party assets	-16.557	-7.571
Cost for services and use of third party assets - related parties	-116	0
Personnel expenses	-6.765	-3.354
Accruals, impairment losses and other operating expenses	-445	-595
Gross operating profit	17.055	7.329
Amortisation, depreciation and impairment losses	-1.836	-659
Operating profit	15.219	6.670
Financial income	152	40
Financial expenses	-444	-170
Exchange rate gains (losses)	-99	178
Profit before tax	14.828	6.719
Income tax expense	-5.626	-2.793
Profit for the year, of which attributable to:	9.202	3.925
Minority interests	-31	33
Shareholders of the parent	9.233	9.193
Basic earnings per share (in Euros)	0,08	0,08
Diluted earnings per share (in Euros)	0,08	0,08

For illustrative purposes, we have adjusted earnings per Share as calculated to show what the amount would have been if the number of issued & outstanding Shares had been constant (and equal to 112.500.000 Shares) during period under review.



B&P *ir*
Barabino & Partners
investor relations

Net Financial Indebtedness (thousands of €)	2H 2007	FY 2006
Cash and cash equivalents	56.511	9.771
Bank overdrafts	-4.496	-3.207
Short-term loans	-161	-1.212
<i>Net short term indebtedness</i>	<i>51.854</i>	<i>5.352</i>
Long term indebtedness	-4.567	-10.756
Outstandings Bonds	0	-2.000
<i>Net long term indebtedness</i>	<i>-4.567</i>	<i>-12.756</i>
Net Financial Indebtedness	47.288	-7.405