
Landi Renzo closed the acquisition of the business branch SAFE, a leader in the market of components used for building CNG fuelling stations

Cavriago (RE), 8 April 2013

Landi Renzo, through SAFE S.p.A., closed the acquisition of the business branch producing gas-processing compressors useful for multiple applications from Agave S.r.l. (formerly SAFE s.r.l.), now in liquidation and in composition with creditors.

Safe S.p.A. started its operations on 18 July 2012 under a business branch lease.

The acquisition is part of Landi Renzo's strategy aiming to widen its product range using the know-how for producing CNG fuelling stations as a competitive advantage. In an industrial integration perspective, Landi Renzo believes that the fuelling station business could develop in line with the spread of CNG in the transport industry and could even boost the latter's growth.

The consideration paid amounted to approximately 3.5 million Euro, compared to initial estimates of 10 million Euro (8 million Euro for inventories and 2 million Euro for other assets, and including also liabilities amounting to 500 thousand Euro). The reduction is mainly due to the decrease in the value of inventories over the business branch lease started on 18 July 2012.

The Company used its financial resources for the acquisition.

During the transaction, Landi Renzo was assisted by Studio Legale Bassi & Terzi, Studio Oliva, Analisi S.p.A. and Mediobanca S.p.A in their capacity as legal, tax, accounting and financial consultants, respectively.

This press release is a translation. The Italian version prevails

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, Landi Renzo is distinguished by the sustained growth of its revenues and the extent of its international operations, with a presence in over 50 countries and exports accounting for more than 70% of the Company's sales.

Landi Renzo S.p.A. has been listed in the STAR segment of Borsa Italiana MTA market since June 2007.