



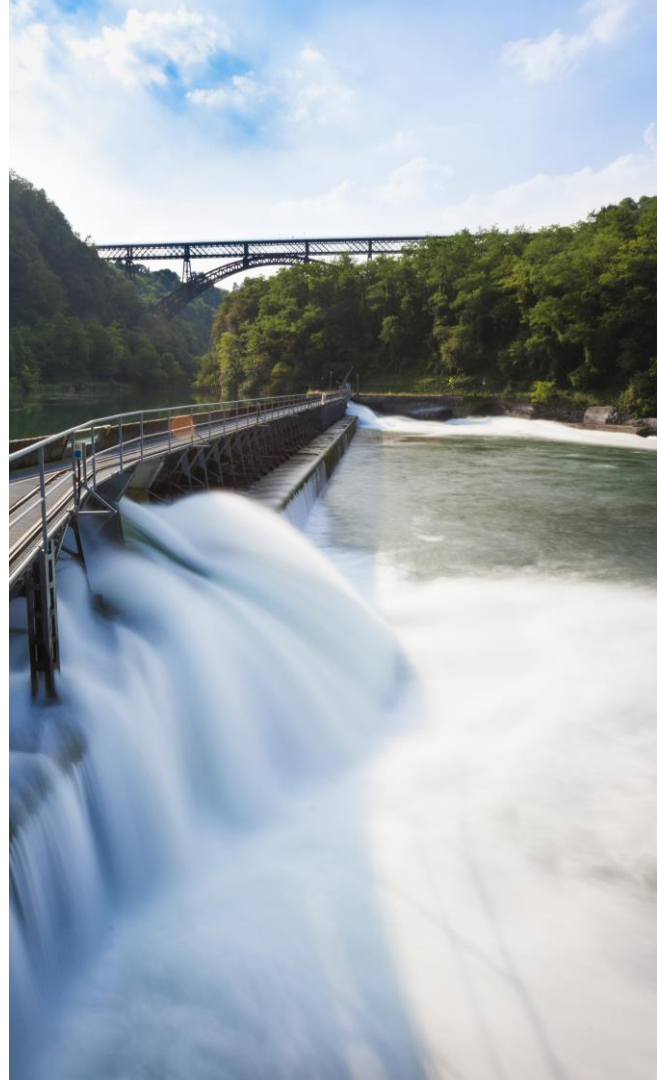
FIRST HALF 2018 RESULTS

Milan - July 27, 2018



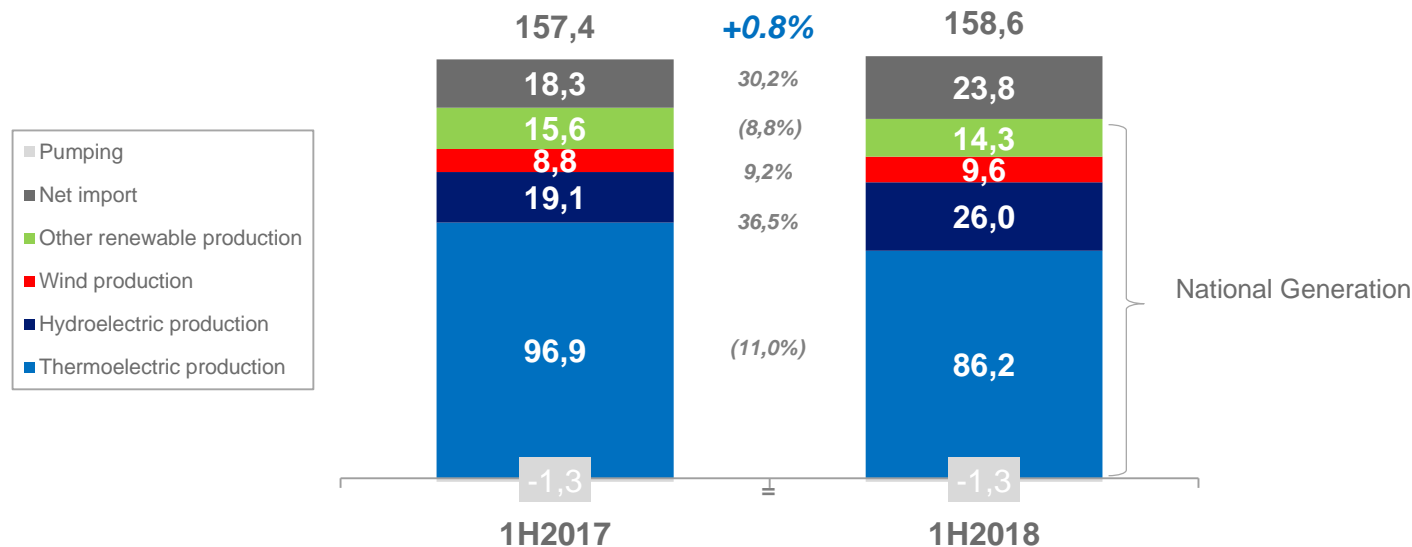
Full Year 2016 results | Feb. 17

BUSINESS ENVIRONMENT



ELECTRIC POWER AVAILABILITY MIX IN ITALY

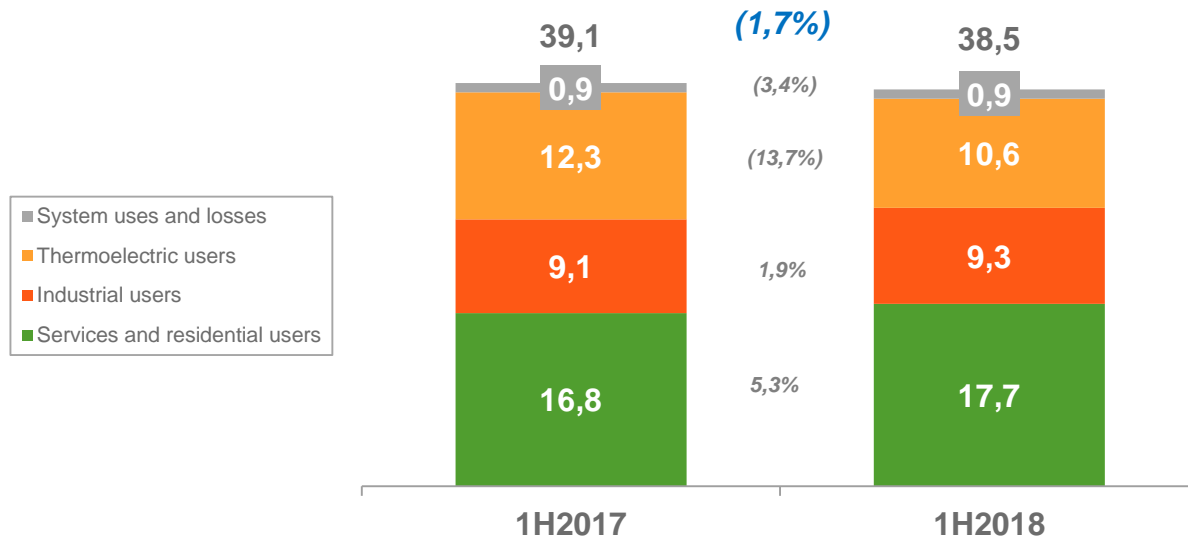
(TWh)



Electricity consumption up 0.8% as a result of low temperatures recorded in February and March. The recovery of imports (+30%) and of renewables generation (+15% - mainly hydro and wind), made up for lower thermolectric production (-11%).

GAS DEMAND IN ITALY

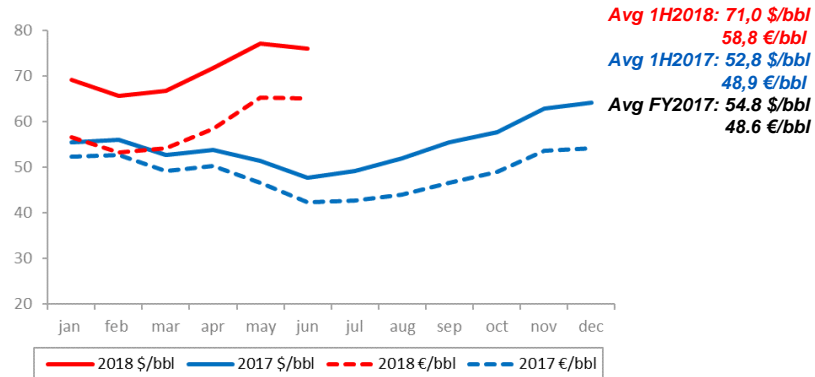
(bcm)



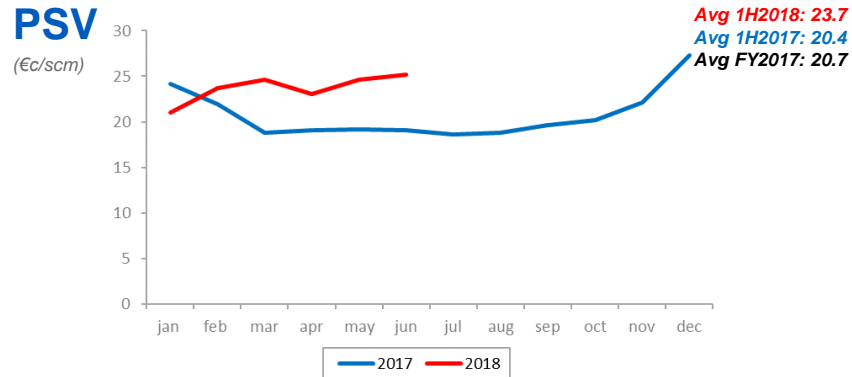
Gas demand decreased by 1.7%. Lower thermolectric uses (-14%) were partly compensated by higher residential consumption (+5%) driven by cold temperatures in Winter and recovering industrial uses (+2%).

MARKET REFERENCE SCENARIO

BRENT

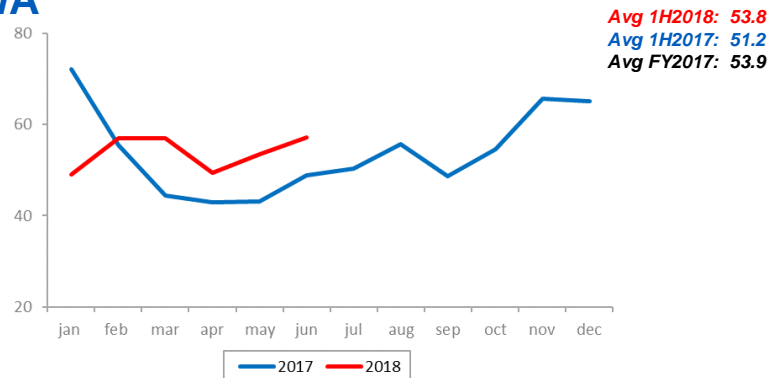


PSV



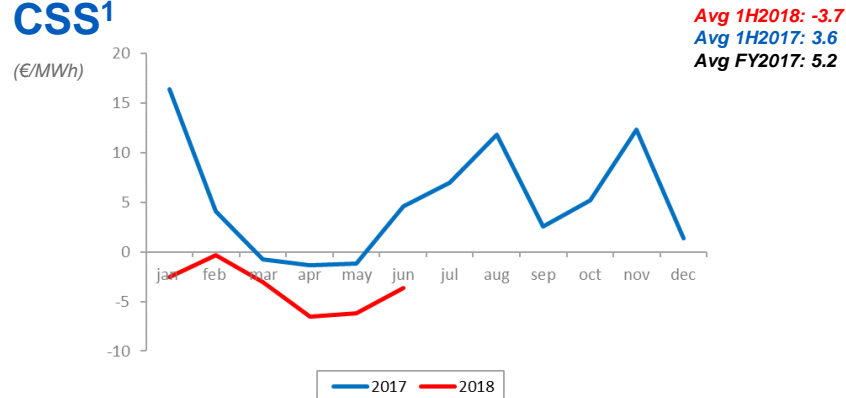
PUN TWA

(€/MWh)



CSS¹

(€/MWh)



FIRST HALF 2018 RESULTS

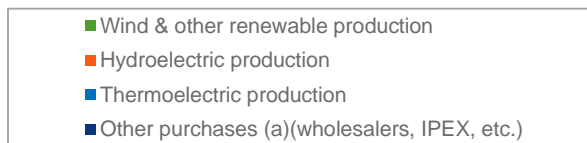
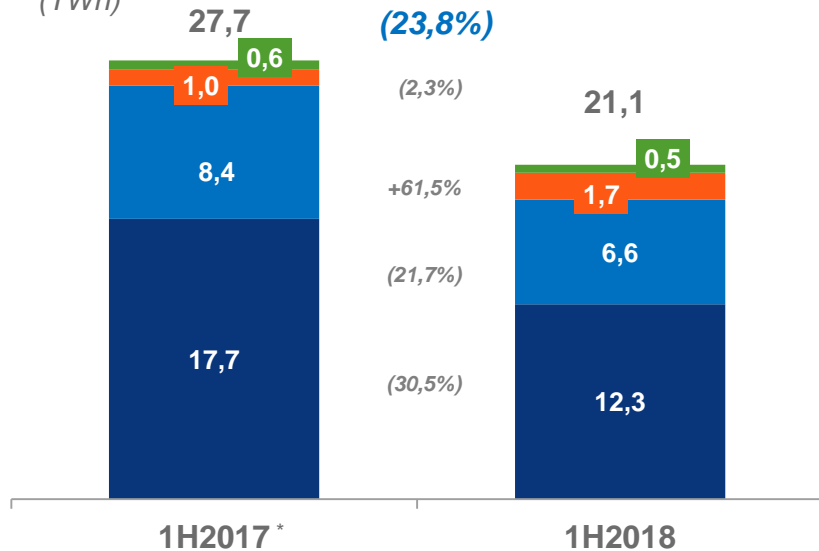
- Edison electric power and hydrocarbons sources and uses
- Consolidated financial highlights and capital expenditures
- Operating performance
- Net financial debt and cash flow



EDISON ELECTRIC POWER VOLUMES IN ITALY

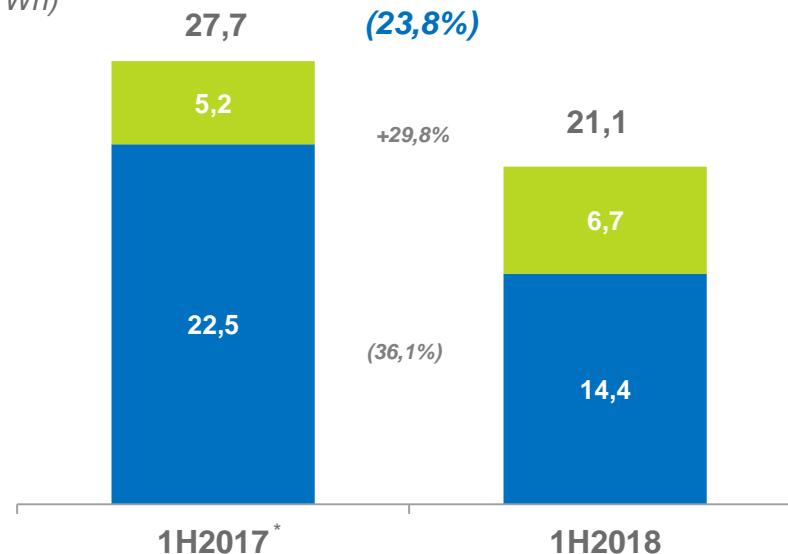
SOURCES

(TWh)



USES

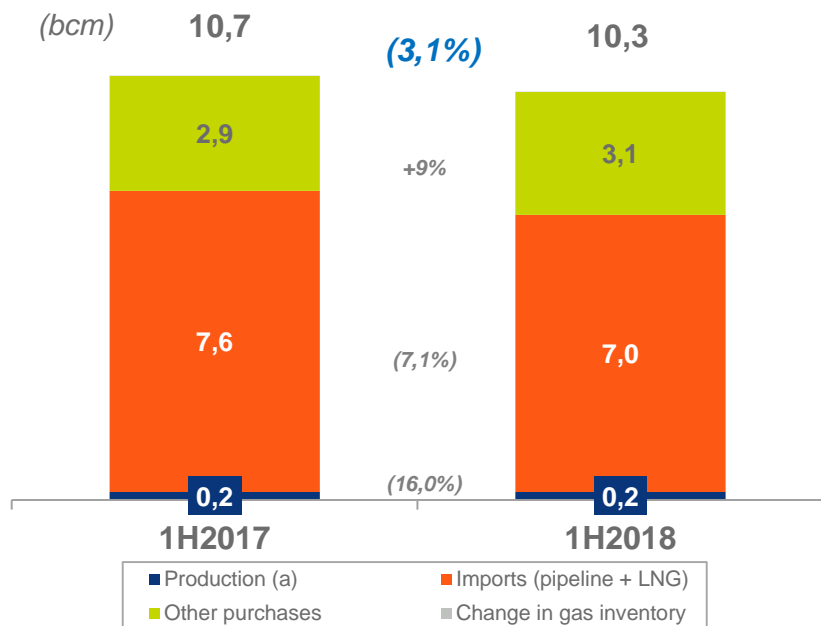
(TWh)



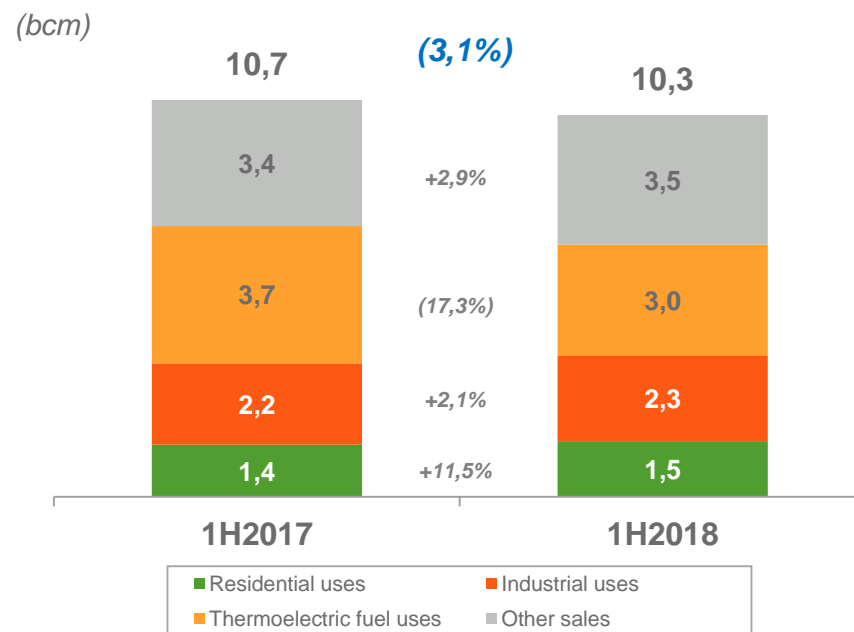
EDISON HYDROCARBONS VOLUMES

GAS PORTFOLIO IN ITALY

SOURCES



USES

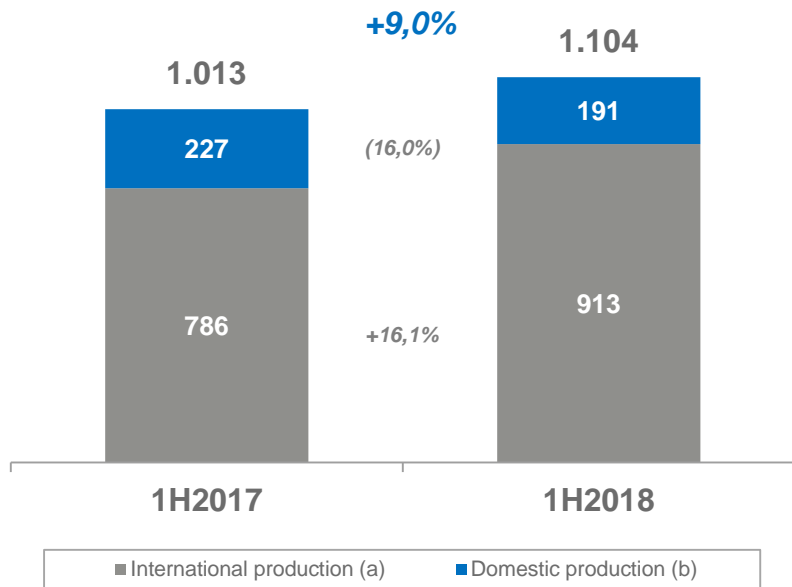


EDISON HYDROCARBONS VOLUMES

E&P OPERATIONS

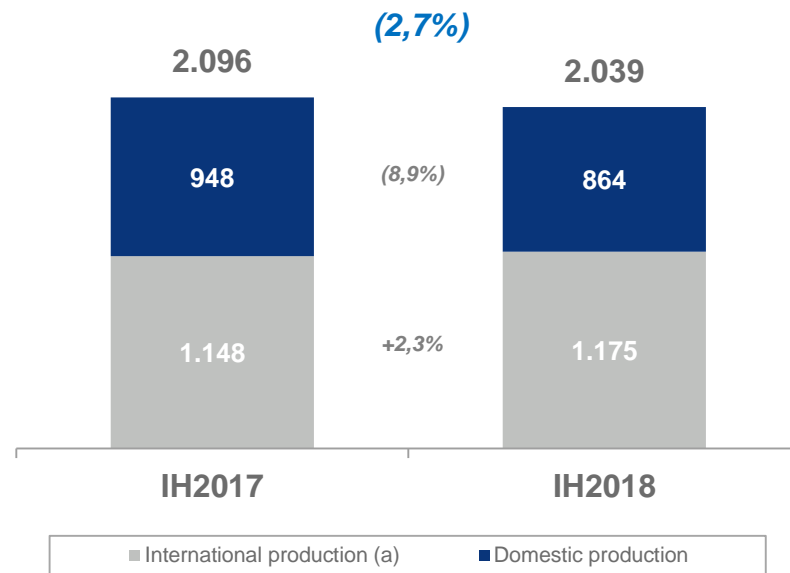
GAS PRODUCTION

(mcm)



OIL PRODUCTION

(kbbbl)



GROUP CONSOLIDATED HIGHLIGHTS

(€ mln)

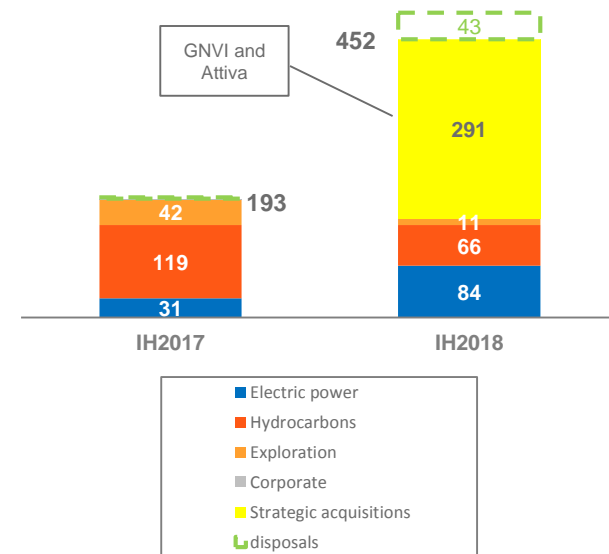
FY2017 ^a		IH2017 ^a	IH2018 ^{a-b}	Δ
8.783	Sales revenues	4.377	4.425	1,1%
803	EBITDA	426	407	(4,5%)
42	EBIT	19	160	nm
(41)	Profit (loss) before taxes	(57)	149	nm
(176)	Group net income (loss)	(140)	62	nm

496	Net capex & net financial investments ^c	193	452
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Dec 31,'17		June 30,'17	June 30,'18 ^b
6.319	Net invested capital	6.884	6.483
116	Net financial debt	780	203
6.203	Total shareholders' equity	6.104	6.280
5.915	<i>of which Group's net interest</i>	5.817	6.017
0,02	Debt/Equity ratio	0,13	0,03



Net capex & financial investments^c



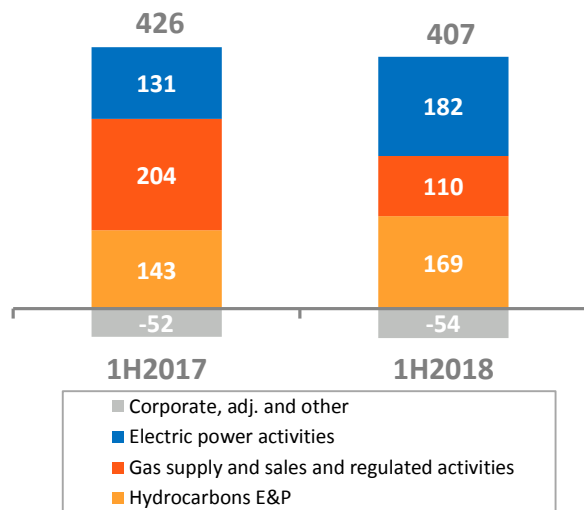
a) Since January 1, 2018 IFRS 15 "Revenue from contracts with customers" and IFRS9 (relating to financial instruments) entered into force. In order to improve comparability over time, Edison has decided to adopt IFRS15 retrospectively by restating 2017 financial statement. As a result of the adoption of this standard, sales revenues decreased with no impact on EBITDA. The impact of the first adoption of IFRS9 were recorded in equity without restatement of 2017 results.

b) IH2018 figures include the acquisition of GNVl since March 2018 and of Attiva since May 2018.

c) Including additions/reductions to non-current financial assets, price paid on business combinations and net of proceeds from the sale of intangibles and property, plant and equipment

OPERATING PERFORMANCE BREAKDOWN

(<i>€ mln</i>)	Electric Power			Hydrocarbons			Corporate and other			Total Edison Group		
	IH2017 ^a	IH2018 ^a	Δ	IH2017 ^a	IH2018 ^a	Δ	IH2017 ^a	IH2018 ^a	Δ	IH2017 ^a	IH2018 ^a	Δ
Sales revenues	1.953	1.823	(6,7%)	2.821	2.914	3,3%	(397)	(312)	21,4%	4.377	4.425	1,1%
EBITDA ^b	131	182	38,9%	347	279	(19,6%)	(52)	(54)	(3,8%)	426	407	(4,5%)



EBITDA decreased due to the combined effect of:

- Higher profitability of thermoelectric generation and greater contribution of hydroelectric operations;
- the expected fall in margins of the gas supply and sales activities which have been penalized by the unfavorable market scenario
- higher foreign productions of oil and gas and improvement of the reference scenario

FROM CONSOLIDATED EBITDA TO NET RESULT

(€ mln)	IH2017 ^{a)}	IH2018 ^{a-b)}	Δ
EBITDA	426	407	(19)
Depreciation, amortization and writedowns	(240)	(234)	6
Net change in fair value of commodity derivatives	(161)	0	161
Other income (expense), net	(6)	(13)	(7)
EBIT	19	160	141
Net financial income (expense)	(33)	(15)	18
Income from (Expense on) equity investments	(43)	4	47
Profit (loss) before taxes	(57)	149	206
Income taxes	(77)	(82)	(5)
Profit (loss)	(134)	67	201
<i>of which:</i>			0
Minority interest in profit (loss)	6	5	(1)
Group interest in profit (loss)	(140)	62	202

In IH2018 Edison recorded a net profit thanks to:

- the positive operating performance
- the recovered stability in commodity hedges activity;
- lower net financial expenses thanks to lower cost of debt and absence of exchange rate losses

IH2017 result was impacted by the negative economic effect of the disposal of Infrastrutture Trasporto Gas and the 7.3% stake in Terminale GNL Adriatico.

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b) IH2018 figures include the acquisition of GNV since March 2018 and of Attiva since May 2018.

NET FINANCIAL DEBT AND CASH FLOW



The good operating performance of the period balanced the cash out of M&A transactions

STATEMENT

As required by Article 154-bis, Section 2, of the Uniform Finance Law (Legislative Decree No 58/1998), Didier Calvez and Roberto Buccelli, in their capacity as “Dirigenti preposti alla redazione dei documenti contabili societari” of Edison S.p.A., attest that the accounting information contained in this presentation is consistent with the data in the Company’s documents, books of accounts and other accounting records.