

Euronext Growth Conference

May 26, 2022





Rosario Pingaro
Chairman and CEO



Grazia Pingaro
Vice- Chairman and
Director BU Energy



Carmine Malito Rebecco
CFO

COMPANY OVERVIEW



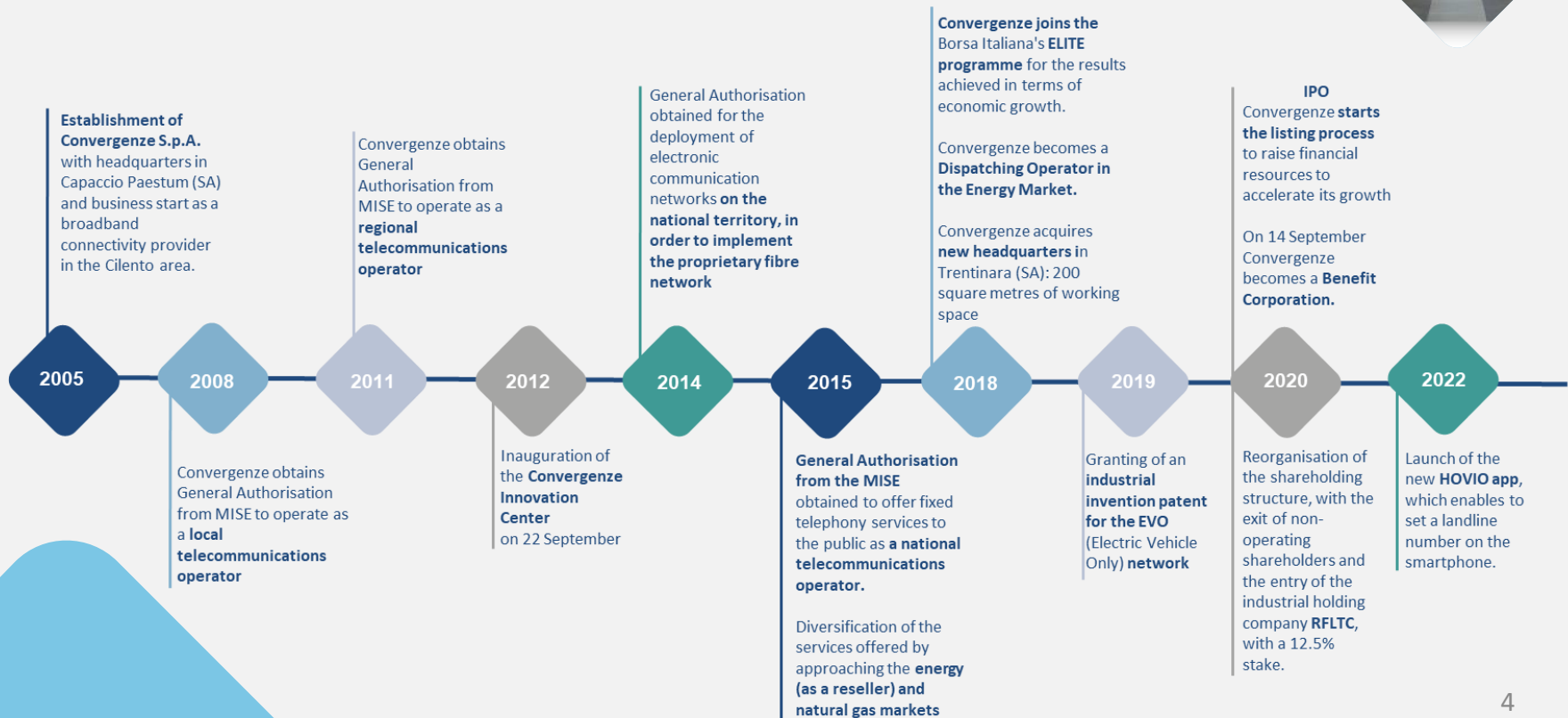
Company overview

***Convergenze S.p.A. Benefit Corporation** is an integrated technology operator active on a national level in the **Telecommunications and 100% green Energy** sectors, with charging points for electric cars through its **patented EVO (Electric Vehicle Only) network**.*

Established in **2005** in **Capaccio Paestum (SA)**, the company started as a **local TLC operator**, later becoming a **national player**. Since **2015** it has diversified its activities, introducing the **Energy BU**

Its main operational headquarters, the "**Convergenze Innovation Center**", embodies the company's key values of **sustainability** and **innovation** and houses one of the two proprietary **Data Centers**.

Convergenze became a **Benefit Corporation** in September 2020 and since December 2020 it has been listed on the **EGM market of Borsa Italiana**.



The TLC and Energy BUs

TLC

Internet and Voice



- ConFibra / ConNGA / ConADSL
- ConULL/ ConWIFI
- ConVoip
- ConFree PBX
- OPEN NET
- ConVision

App HOVIO



- Unique services/DCaaS
- My Workforce or Virtual Machine
- My Life
- Con Housing
- Con Hosting
- Disaster Recovery, for companies' IT security
- Transport and interconnection services to Mix- MI Namex RM

ENERGY

Electricity and Natural Gas

ConLuce



A zero-impact electricity supply service guaranteed through the cancellation of Guarantees of Origin.

ConGas



Natural gas supply service.

Both services have different subscriptions for private, residential and business.

In providing its services, Convergence pays particular attention to transparency, with billing based as far as possible on actual consumption.

EVO NETWORK

The perfect convergence between the TLC and Energy BUs, the project aims at promoting sustainable mobility

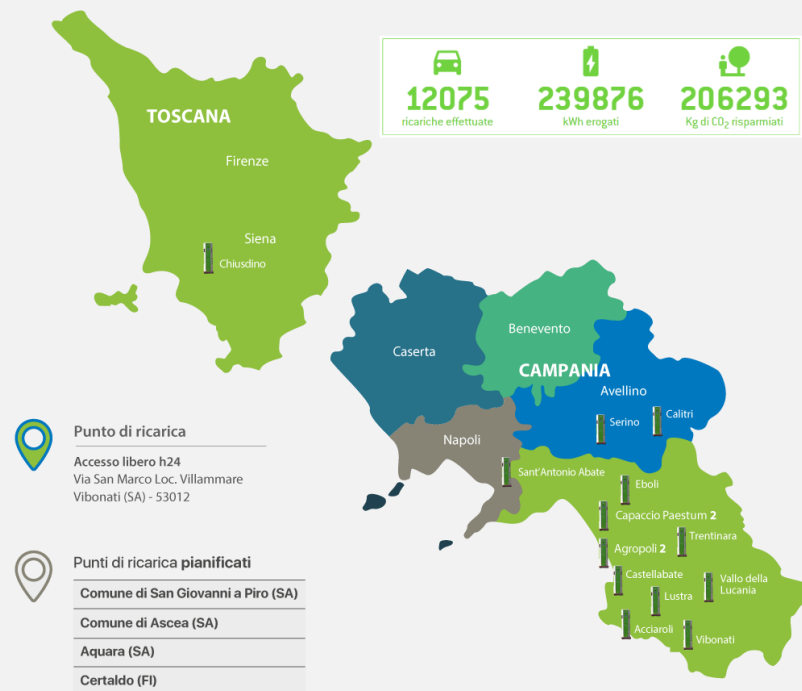


- ❖ A nationwide supplier of electricity and natural gas, Convergenze has set up a network of charging stations and points called EVO (Electric Vehicles Only), for which it has obtained a patent for an industrial invention, in support of electric mobility.
- ❖ In addition to the EVO Network, EVO Stations and EVO Wall Boxes have already been installed in the provinces of Salerno and Siena.



- Punto di ricarica**
Accesso libero h24
SS 18 TIRRENA INFERIORE KM 79+250
Eboli (SA) - 84025 Presso Parcheggio
Cilento Outlet Village
- 2 Punti di ricarica**
Accesso libero h24
Via Seliano, 2
Capaccio Paestum (SA) - 84047
Presso Convergenze Innovation Center
- 2 Punti di ricarica**
Accesso libero h24
Piazza della Repubblica, 1
Agropoli (SA) - 84043
Presso Comune di Agropoli
- Accesso libero h24**
Località Mattine
Agropoli (SA) - 84043
Presso Centro Commerciale LE TORRI
- Punto di ricarica**
Accesso libero h24
Piazza Paolo Matarazzo
Santa Maria di Castellabate (SA) - 84048
Presso Parcheggio Villa Matarazzo
- Punto di ricarica**
Accesso libero h24
Via Porto
Acciaroli-Pollica (SA) - 84048
Presso Parcheggio pubblico

- Punto di ricarica**
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Via Cafasso
Vallo della Lucania (SA) - 84048
Presso Parcheggio pubblico
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Via Lettere
Sant'Antonio Abate (NA) - 80057
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Comune di Trentinara (SA)
84070
- Punto di ricarica**
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Stazione di servizio Missano
Lustra (SA) - 84050 C.da Corticelle
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Accesso libero h24
Via Montecapino
Chiusdino (SI) - 53012
- Punto di ricarica**
Accesso libero h24
Via Roma, 23
Serino (AV) - 83028
- Punto di ricarica**
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Via Gagliano snc
Calitri (AV) - 83045



The new BU: Media & Content Delivery



The ongoing process of digital revolution and the increasing integration of the entertainment and media and TLC and Internet market segments have prompted the Convergenze management to **set up a new BU, which is not yet active.**



The new BU aims at developing a **set top box** to provide Convergenze's customers with the **best possible experience in enjoying online video content** through ultra-fast connectivity. The new Bu's customers will also have the opportunity to **purchase other Convergenze's services at dedicated and exclusive prices**, thus creating new cross selling opportunities.



BU customers will have the opportunity to access the **catalogue of online media platforms at discounted rates**, which can be paid to Convergenze in **a single invoice**, taking advantage of integrated and innovative payment systems.



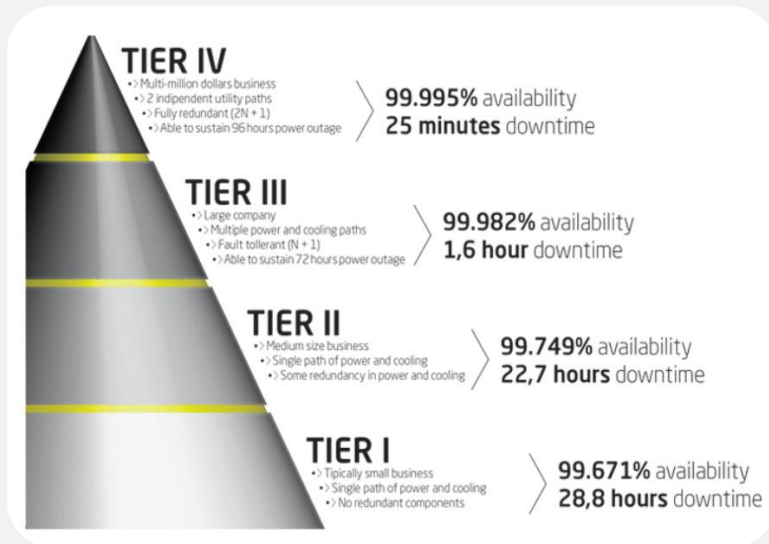
Thanks to ConFibra offers, the new BU will provide a high-performance, reliable and fast Internet connection (up to 1 Gbps), and the new solutions called "**Convergenze Calling and conferencing**" (voice calls and high-definition video) and "**ConFibra TV**", for viewing video content by signing contracts with the best TV streaming platforms.



The new BU is aimed at providing new services and greater freedom and customisation of the offer **by combining Internet connection with other types of services: video content, video calls, games, security, video surveillance.**

Convergenze Innovation Center & Data Center

- ❖ The basement of the Convergenze Innovation Center hosts one of the largest and most advanced proprietary data centers in Southern Italy; it expands over two rooms, it conveys Fastweb, TIM and Convergenze fibers, and it is doubly connected via multi-fiber to the Seliano site, thus guaranteeing service continuity.
- ❖ 27001-certified with the annexed extensions 27017 and 27018, a useful certification to become a Cloud service provider for Public Administrations.
- ❖ The Data Center meets the requirements of TIER III and TIER IV levels, although it has not yet obtained certification.



20 racks
of equipped
space used

60 racks
of available
equipped
space

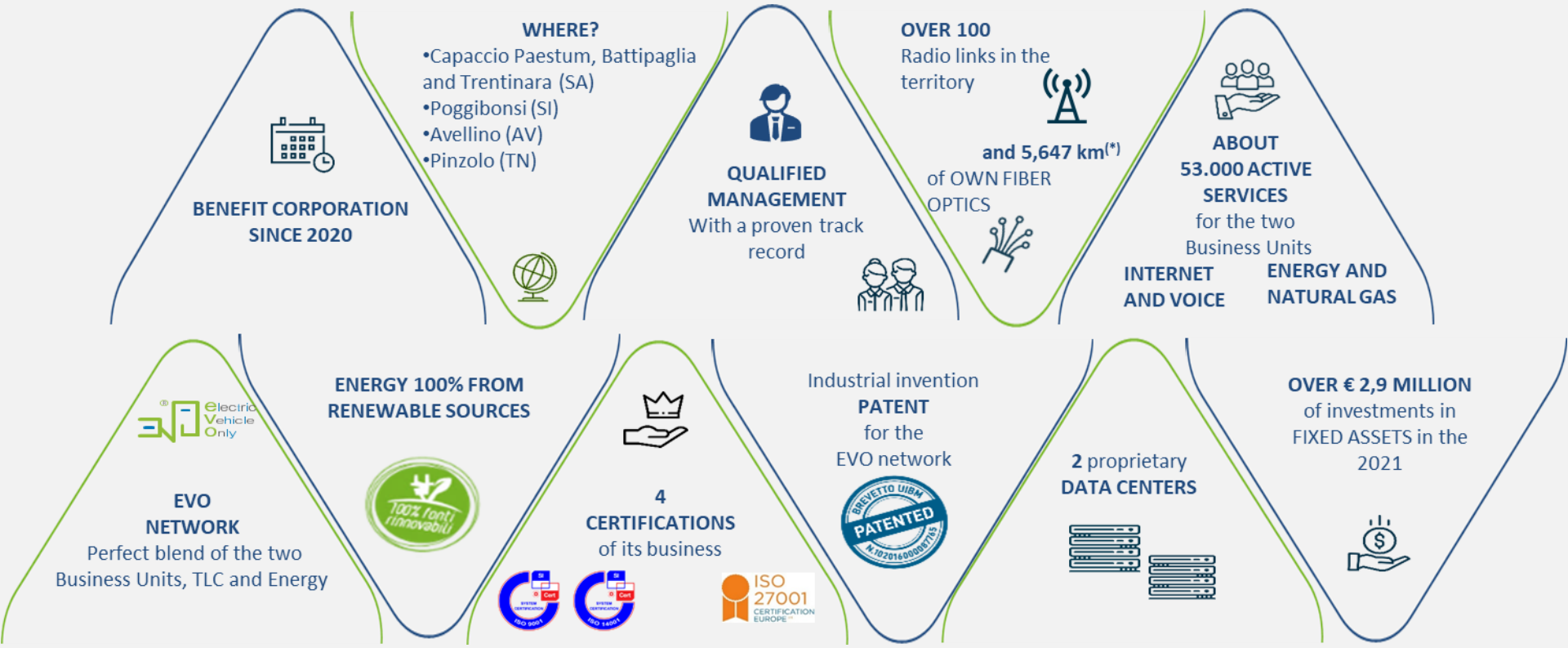
70 kW
of double
refrigerant
circuit

400 KvA
redundant
UPS
expandable
to 800 KvA

450 kW
of generator
set

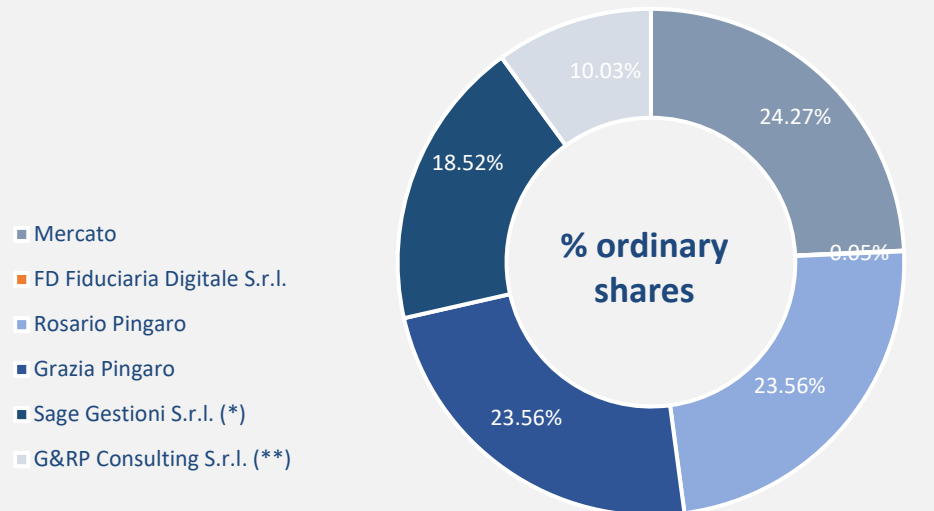
400 gbps
of connectivity





Shareholders and Corporate Governance

Shareholding structure



Shareholder	N. of shares held	N. PAS	N. total shares	% voting rights	% of ordinary shares
Rosario Pingaro	1,682,400	117,600	1,800,000	24.02%	23.56%
Grazia Pingaro	1,682,400	117,600	1,800,000	24.02%	23.56%
Sage Gestioni S.r.l. (*)	1,322,400	117,600	1,440,000	19.22%	18.52%
G&RP Consulting S.r.l. (**)	716,500		716,500	9.56%	10.03%
FD Fiduciaria Digitale S.r.l.	3,500		3,500	0.05%	0.05%
Market	1,732,959		1,732,959	23.13%	24.27%
Total	7,140,159	352,800	7,492,959	100.00%	100.00%

(*) Company attributable to the Prearo family

(**) Company attributable to Redfish Longterm Capital RFLTCS.p.A.

Corporate governance

Board of Directors

Pingaro Rosario	Chairman
Pingaro Grazia	Vice Chairman
Malito Rebecca Luciano	Director
Pescetto Paolo	Director
Palladino Teresa	Director
Manzi Giancarlo	Director
Ferretti Marco	Independent Director

Board of Statutory Auditors

Manguso Giosuè	Chairman
Caliendo Domenico	Auditor
Spagnuolo Fabio	Auditor
Bernardi Gerardo	Alternate Auditor
Tartaro Massimo	Alternate Auditor

The background features a dark teal color with abstract, rounded geometric shapes. On the left, a lighter blue shape contains a pattern of glowing fiber optic lines. The text 'FY2021' is centered in the dark teal area.

FY2021

Highlights FY2021 vs FY2020

€/million

€ 18.4

(€ 16.3 FY2020)

Revenues

€ 1.8

(€ 2.3 FY2020)

EBITDA Adj.

€ 0.5

(€ 1.2 FY2020)

EBIT

€ 0.2

(€ 0.7 FY2020)

NET RESULT

€ 2.3 DEBT

(€ 0.06 cash positive

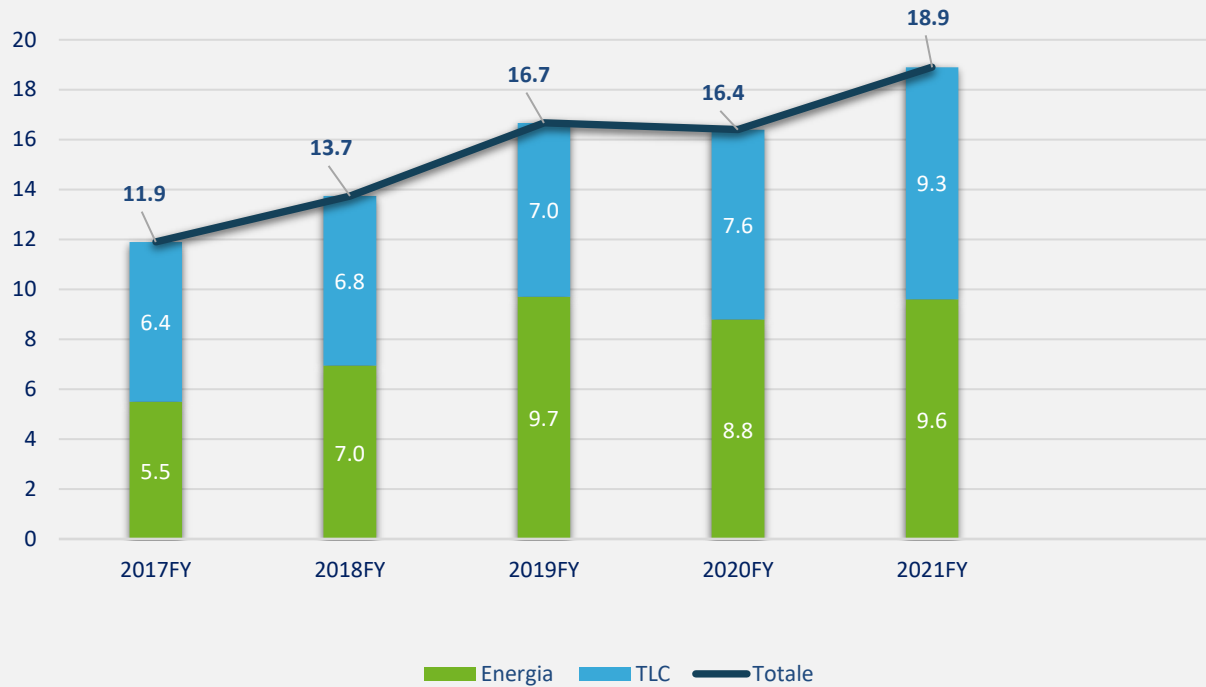
FY2020)

NFP

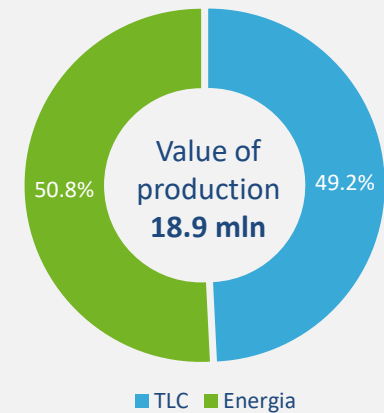
Value of production: performance

€/million

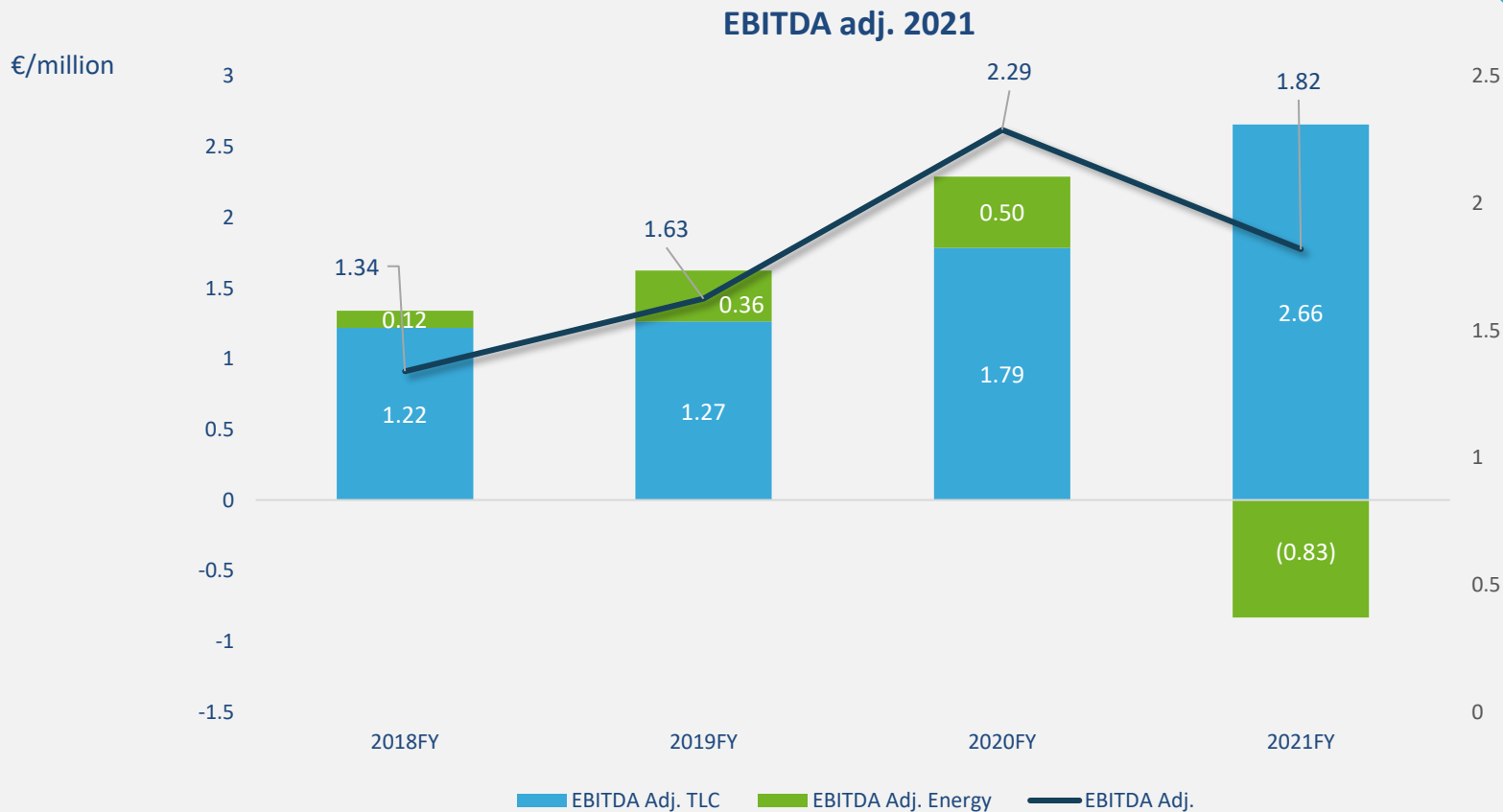
Value of production 2017-2021



Value of production breakdown FY2021



EBITDA Adj: performance



Following the extraordinary and unpredictable elements that negatively impacted the Company's results in 2021, in particular with reference to the Energy BU, it should be noted that, making use of the statutory clause of art. 6.2. (iii) the Board of Directors will, following the approval of the 2021 financial statements, convert the no. 352,800 PAS shares, despite not achieving the Adjusted EBITDA Target of € 3.0 million ".

Income statement highlights

INCOME STATEMENT HIGHLIGHTS		
€	FY2020	FY2021
Sales revenues	16,298,883	18,365,005
Value of production	16,358,116	18,869,855
Total operating costs	(14,068,600)	(17,048,613)
EBITDA Adj	2,289,516	1,821,242
EBITDA margin adj	14.0%	9.7%
EBIT	1,236,042	524,269
EBT	1,019,802	280,728
NET RESULT	694,642	238,408

- ❖ **Revenues** at December 31 2021 amounted to € 18.4 million, with an increase of 12.7% compared to FY2020 (€ 16.3 million). The increase is determined by both BUs, with a greater contribution from the TLC BU: specifically, the TLC BU grows by 19.0% compared to FY2020 (€ 8.9 million in FY2021 vs € 7.5 million in FY2020), while the Energy BU recorded a + 7.3% compared to the same period of the previous year (€ 9.4 million in FY2021 vs € 8.8 in FY2020).
- ❖ **Adjusted EBITDA** is € 1.8 million, down from the € 2.3 million of the previous year, reporting an **Adjusted EBITDA Margin** of 9.7% on the value of production (14% at FY2020) .
- ❖ **EBIT** was € 0.52 million, compared to € 1.2 million at December 31 2020, after depreciation of € 1.3 million (€ 0.9 million at FY2020), of which the most of them refers to tangible fixed assets (€ 1.0 million).
- ❖ The **Net Result** at December 31 2021 stood at € 0.2 million (€ 0.7 million at FY2020).

Income statement highlights - BU

INCOME STATEMENT HIGHLIGHTS - BU TLC

€	FY2020	FY2021
Sales revenues	7,512,732	8,939,290
Value of production	7,566,146	9,301,838
Total operating costs	(5,779,580)	(6,646,431)
EBITDA Adj	1,786,566	2,655,407
EBITDA margin adj	23.6%	28.5%



INCOME STATEMENT HIGHLIGHTS - BU ENERGY

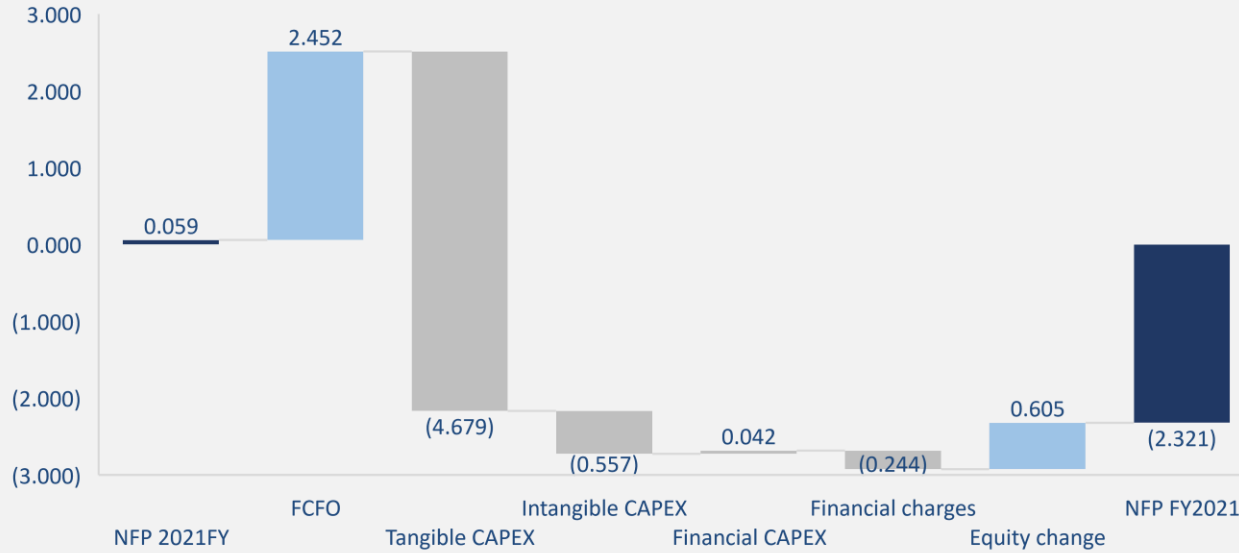
€	FY2020	FY2021
Sales revenues	8,786,151	9,425,715
Value of production	8,791,970	9,568,017
Total operating costs	(8,289,020)	(10,402,182)
EBITDA Adj	502,950	(834,165)
EBITDA margin adj	5.7%	-8.7%

*The BU Energy, already penalized by the slowdowns due to the health emergency and by government measures to support households, was further impacted by the shock in natural gas prices and, consequently, in the cost of electricity (of which gas natural is the main productive factor).

Net financial position and fixed assets

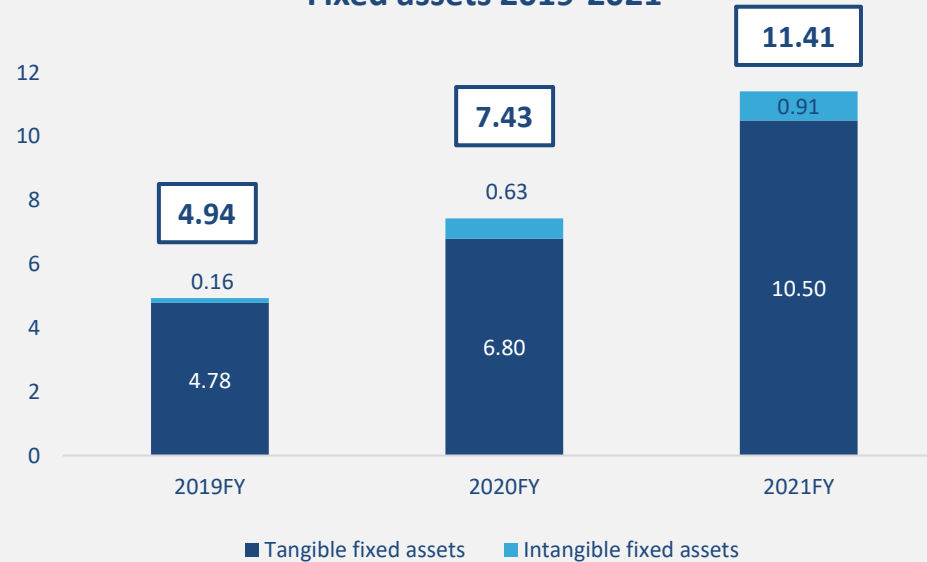
NFP BRIDGE

€/million



Fixed assets 2019-2021

€/million



Balance sheet highlights

BALANCE SHEET HIGHLIGHTS					
ASSETS			LIABILITIES AND EQUITY		
€	FY2020	FY2021	€	FY2020	FY2021
Fixed assets	7,498,716	11,427,393	Net Financial Position	(59,135)	2,321,190
Net working Capital	(2,047,203)	(2,659,392)	Equity	5,040,781	5,884,217
Provisions and other funds	(469,867)	(562,594)			
NET INVESTED CAPITAL	4,981,646	8,205,407	TOTAL LIABILITIES AND EQUITY	4,981,646	8,205,407

- ❖ The **Net Financial Position (NFP)** is equal to € 2.3 million, compared to a positive cash positive PFN of € 0.06 million at December 31 2020. The change is directly related to the investment activities carried out during 2021.
- ❖ **Shareholders' equity** amounts to approximately € 5.9 million, an increase compared to € 5.0 million at December 31 2020. The change is attributable, in addition to the result of the year, to the contributions deriving (i) from amount of the greenshoe option, which took place on January 28 2021, for a total of € 0.3 million, and (ii) from the subscription of no. 132,959 newly issued ordinary shares, which took place on December 16 2021, following the conversion of no. 265,959 "Warrants Convergenze S.p.A. SB 2020-2023 "during the first financial year, for a total of € 0.3 million.
- ❖ **Tangible fixed assets**, equal to approximately € 10.5 million compared to € 6.8 million at December 31 2020, increased by approximately € 3.7 million (+ 54.2%).

Investment considerations



TECHNOLOGICAL INNOVATION UNDERPINS CONTINUED DEVELOPMENT IN TLC



PROPRIETARY NETWORK AND INTERCONNECTIONS



SUSTAINABILITY WITH CLEAN ENERGY AND EVO NETWORK



VALUE CHAIN MONITORING AND CONTROL



MANAGEMENT WITH AN ESTABLISHED TRACK RECORD



TERRITORIAL MODEL SCALABLE AT NATIONAL LEVEL

BUSINESS UPDATE



Business update 2022

Feb 07th 2022

Expansion of the **EVO Network**, inaugurating a new charging station in the province of Avellino.

Mar 24th 2022

Convergenze activated the innovative **XGS-PON technology** on its proprietary FTTH network, thus achieving **unprecedented connectivity standards**.

Apr 27th 2022

Cerved Rating Agency S.p.A. confirmed the public Rating, B 1.1 on the company and **public rating of B 1.1 on minibond** issued on 14th April 2020.

Mar 5th 2022

Opening of new operational headquarters in **Trentinara (SA)**, to house the new proprietary Data Center and Convergenze Academy.

Mar 30th 2022

Signed a binding agreement for the acquisition of **Positivo Srl**, a TLC company based in Salerno, to consolidate its position in the territory.

Jan 12th 2021

Opening of a new **Wholesale division** within its TLC Business Unit.

Jan 25th 2021

Opening of two new **e-commerce websites** for the sale of ConFIBRA and ConGAS services.

Mar 22nd 2021

Signing of an **interoperability agreement with Enel X** to allow its customers to recharge their vehicles on Enel X's public network.

Jan 19th 2021

Implementation of the **Amazon Pay solution** to enable its customers to complete in a few steps the purchase of all Convergenze services.

Feb 8th 2021

Convergenze has become operational **in its new Tuscany office in Poggibonsi**, in the province of Siena, which opened in October 2020.

May 3rd 2021

Received by Cerved Rating Agency S.p.A. the **upgrade of public rating**, passed from B1.2 a B 1.1, and the **confirm of public rating of B 1.1 on minibond** issued on 14th April 2020.

May 19th 2021

The **first sustainability report** has been approved.

June 21st 2021

Upgrade of the proprietary **Wireless network infrastructure**, by the activation of a new node.

Sep 2nd 2021

Convergenze takes part in the 47th edition of the Forum “The European House – **Ambrosetti**”, for the 5th year in a row and for the first time as a listed society.

May 24th 2021

Opening of a new **commercial base in Avellino**, accelerating Convergenze’s expansion in new territories.

Aug 2nd 2021

Launch of the new **HOVIO app**, which enables to set a landline number on the smartphone.

Sep 28th 2021

Approved the adoption of the **231 Model**, the Code of Ethics and the **Supervisory Body** was appointed.

Nov 16th 2021

Start of the trial for the remote reading of water consumption for the Consorzio Bonifica of Paestum, with Lorawan® technology

Dec 2nd 2021

Release of no. 3.500 shares subject to lock-up and simultaneous takeover by the buyer

Dec 9th 2021

Convergenze activates its proprietary FTTH network in Torchiara municipality (SA)

Nov 29th 2021

Opening of the first period for the “Warrant Convergenze S.p.A. SB 2020-2023”

Dec 3rd 2021

First anniversary of the Wholesale division, celebrated with a networking event

Dec 16th 2021

Closure of the first period for the “Warrant Convergenze S.p.A. SB 2020-2023”



STRATEGIC GUIDELINES



Proprietary fibre optics and Wifi

- **Extension of the proprietary fibre-optic network (FTTH)** in municipalities where the company has reached a 'critical mass' of customers served by wireless technology



Diversification of supply

- Convergenze aims at diversifying its product portfolio through the **introduction of the BU Media & Content Delivery**
- Offer of **new value-added services** such as cloud, datacenter as a service and virtualization services.



Cross selling and increasing active services BU Energy

- **Increase in the number of Energy customers**, taking advantage of the **cross-selling opportunities** between the TLC and Energy Bus, through e-commerce portals, as well as targeted marketing actions. Further cross-selling possibilities will be possible thanks to the opening of the new BU Media & Content Delivery



Network expansion and consolidation

- Convergenze aims at **being recognised as a national operator by expanding its presence throughout Italy.**



IOT and Mobile Virtual Operator

- The company is ready to **seize the important development opportunities expected in the IoT sector**, especially following the transition from experimental to production technology of the **LoRaWAN project**.
- Convergenze will **offer its own proprietary network to national and international providers**, also considering that a fibre optic backbone is an essential requirement for the future implementation of **5G technology**.



M&A

- Possibility of growing through M&A by **acquiring other TLC players with a complementary geographical location.**

APPENDIX



Benefit Corporation

The focus on sustainability and corporate social responsibility enabled Convergence to become a Benefit Corporation on 14 September 2020. As such, Convergence, while doing business, pursues one or more goals of common good in addition to profit, operating in a responsible, sustainable and transparent manner towards its territory and its community.



Sustainability

Convergence provides electricity from 100% renewable sources and the photovoltaic system at its headquarters fully meets the company's needs, making it completely green. The objective is to foster the dissemination of a culture of sustainable energy management, enhancing the use of renewable sources.



Incentivising the growth of communities and employees

Convergence supports its surrounding communities by promoting sports and cultural events and initiatives. Furthermore, the company practices inclusive policies within the company and creates favourable conditions for acceptance, flexibility and quality of work, supporting the reconciliation of work and private life.



Research and digitisation

The company promotes the research and technological development of innovative services, energies and business models, both directly and in cooperation with other entities. In addition, it promotes digitisation through the implementation of ultra-broadband electronic communication networks in white and grey areas.



Green mobility

Thanks to its patent for industrial invention and the EVO network, fully powered by 100% renewable sources, Convergence promotes green mobility starting with its employees, all of whom drive electric company cars



Solidarity fundraising

Convergence has signed up to the Self-Regulatory Code for the management of solidarity numbers, thus offering customers the opportunity to participate in charitable donations organised by the various NGOs without receiving any remuneration.

Convergenze has obtained 4 certifications:



- ❖ ISO 9001, certifying the efficiency and proper management of company processes



- ❖ ISO 14001 for environmental quality, which certifies concrete efforts to limit direct company impacts



- ❖ ISO 45001 related to the international standard ISO 9001:2015 that Convergenze S.p.A. Società Benefit has obtained, guarantees the quality and continuous improvement of its telecommunications services and all the company's internal procedures.



- ❖ ISO 27001, certifying the efficiency of the information security management system and ensuring the integrity, confidentiality and management of all sensitive data



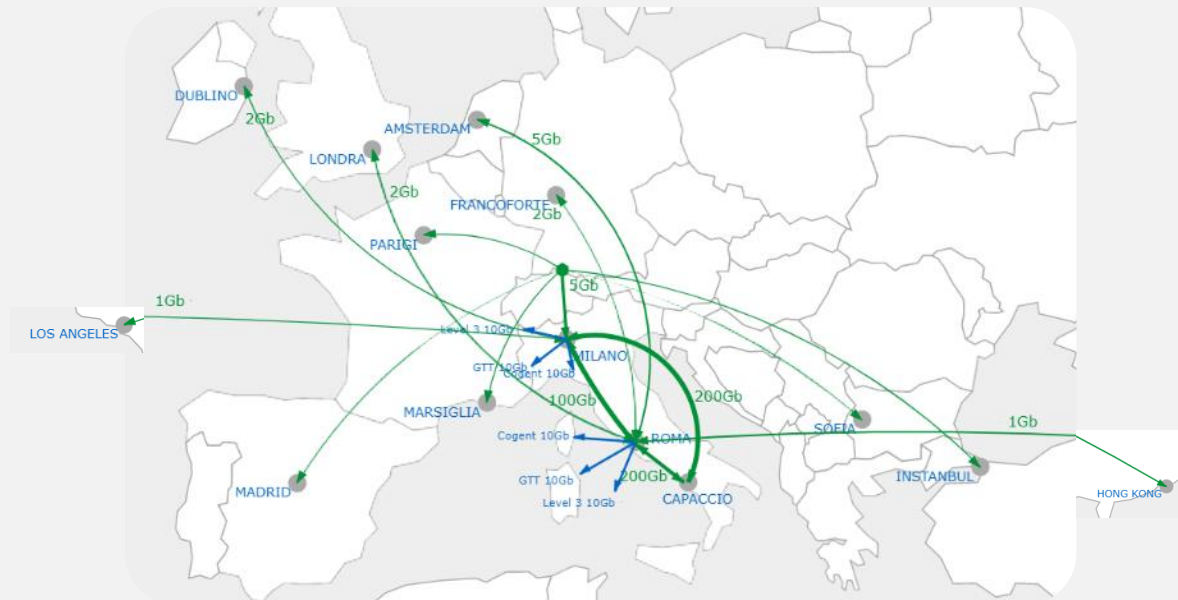
- ❖ Convergenze supplies certified green energy through the annulment of Guarantees of Origin (GO). The Guarantee of Origin (GO) is an electronic certification issued by GSE, certifying the renewable origin of the sources used by IGO qualified plants.



- ❖ In 2019, the Company obtained from the Ministry of Economic Development a patent for industrial invention for the creation and implementation of the EVO (Electric Vehicle Only) network.

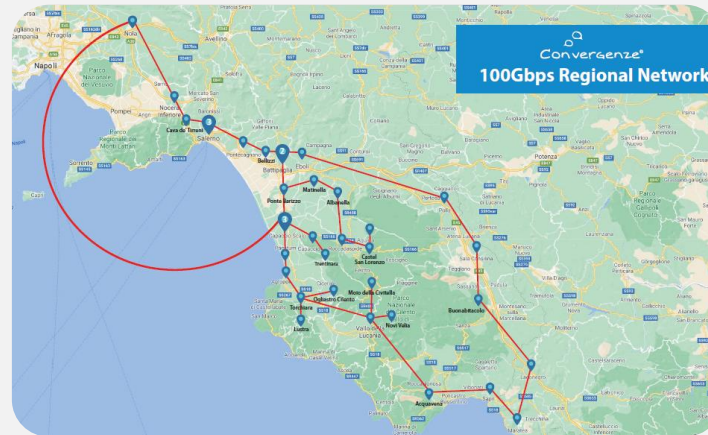
Data infrastructure: national and international

- ❖ The Internet Network of Convergenze S.p.A. Benefit Company grows daily. At present, our nearest NOC, in the town of Capaccio, is connected to Rome, to the NaMeX point (30 Gbps) by different communication channels and then it reaches the MIX point in Milan (30gbps):
 - ❖ Rome is our strategic hub where, in addition to buying transit from Tinet (2.5gbps), Cogent (2.5gbps) and Level3 (2.5gbps), we also reach two European interchange centers, namely AMS-IX (5gbps) and LINX (500 Mbps)
 - ❖ In Milan, in addition to the balanced transits with Rome, we reach the NETIX network (2.5Gbps), the De-CIX exchange point in Francoforte (2gbps), Any2 exchange point in Los Angeles (1Gbps) and HKIX exchange point in Hong Kong (1gbps)
- ❖ The capillary professional presence at European level has led Convergenze to be, with about 2300adjacencies, the most interconnected network in Italy and the 10th in the world. Our President Rosario Pingaro has been a member of NaMeX BoD since 2013, which is the second NAP in Italy.

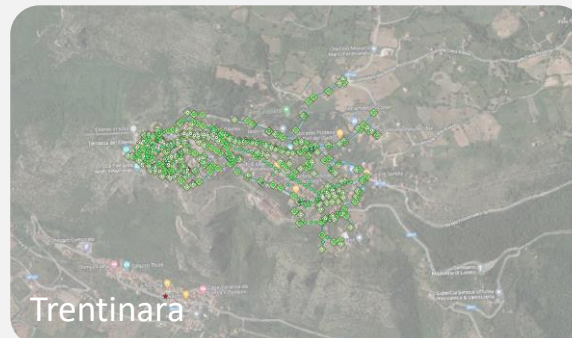


Data infrastructure: regional and local

At regional level, Convergenze is present in Campania with a 1.036 km network of 100gbps IRU fibre ready for an upgrade to 400gbps.



5,647 km of fibre in the province of Salerno as at 31 December; over € 2.9 invested in fixed assets during 2021



Convergenze's proprietary fibre optic network covers the following areas:

- ❖ Capaccio-Paestum and the hamlets of Capaccio Scalo, Licinella, Borgonuovo, Cafasso, Torre di Mare, Laura and Rettifilo
- ❖ Torchiara
- ❖ Ogliastro Cilento
- ❖ Trentinara
- ❖ Castel San Lorenzo
- ❖ Albanella

Wireless Infrastructure

In the regions where it is active, Convergenze owns more than 101 radio links powered by UWA (Ultra Broad band Wireless Access) technology.

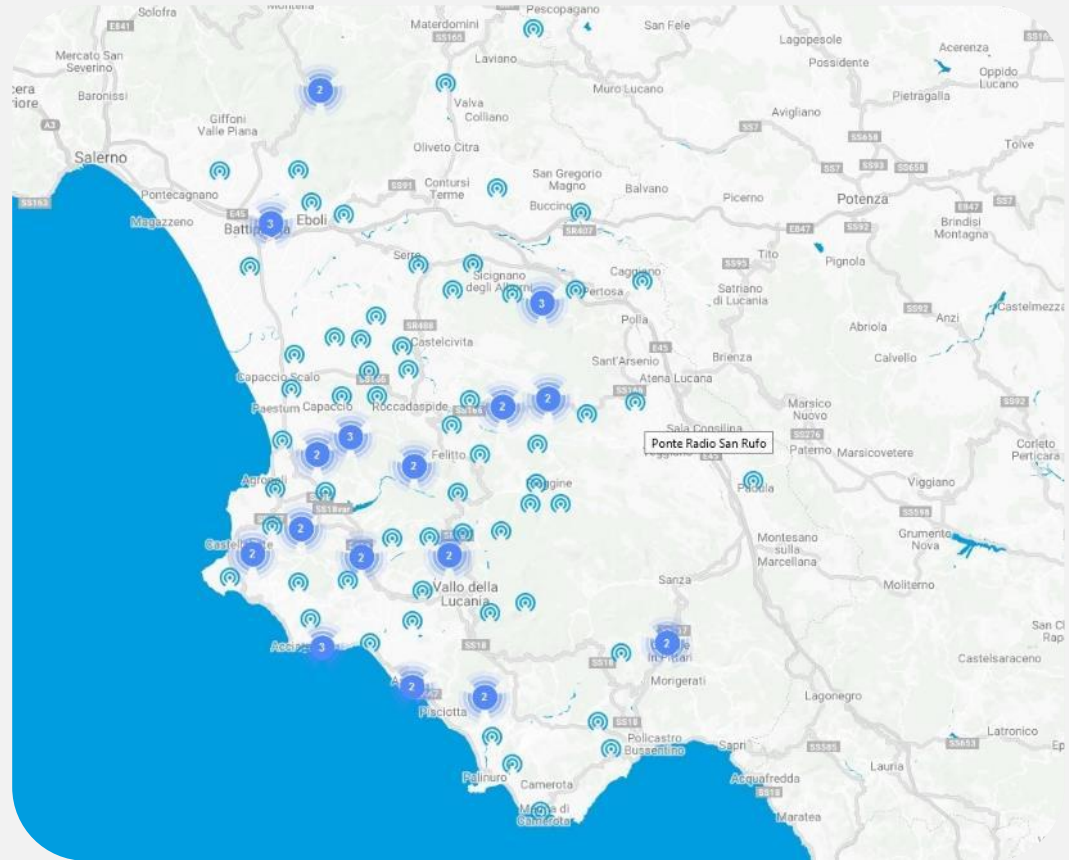
They represent Convergenze's first territorial presence and play a strategic role in the company's commercial development in new areas.



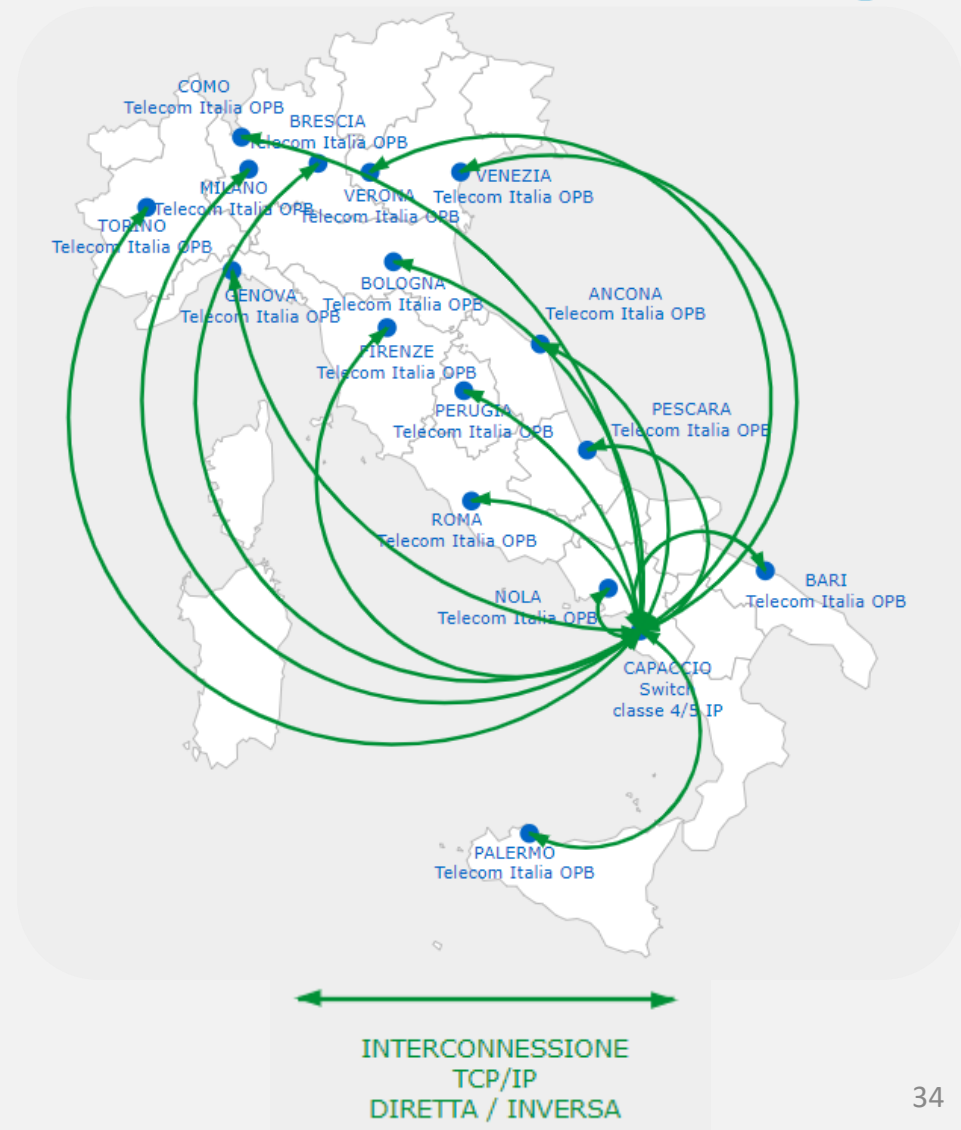
WiFi network access point



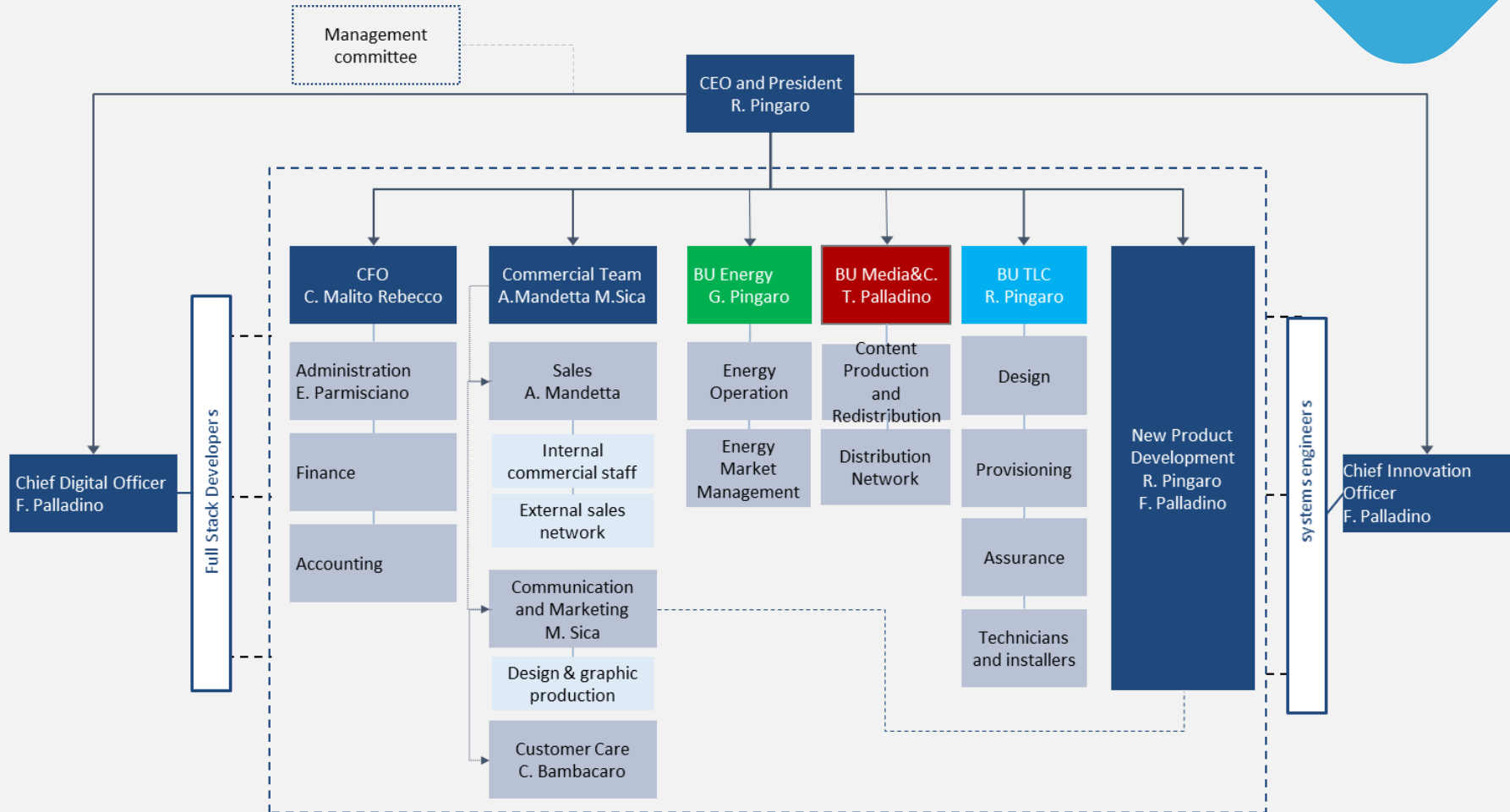
Number of WiFi access points in the same area



- ❖ Convergenze's network for the provision of voice services has undergone no minor evolution and is now based on a dual architecture: TDM SS7 and ITC-IP, the latter derived from SIP VoIP technology.
- ❖ Interconnection points with TIM's voice network are constantly expanding (4 new nodes/year) and include the following OPBs (Optical Packet Backbone): Rome, Pescara, Brescia, Nola, Ancona, Florence, Perugia, Milan, Bari, Verona, Palermo, Turin, Bologna, Genoa, Venice and Como.



Organizational structure



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