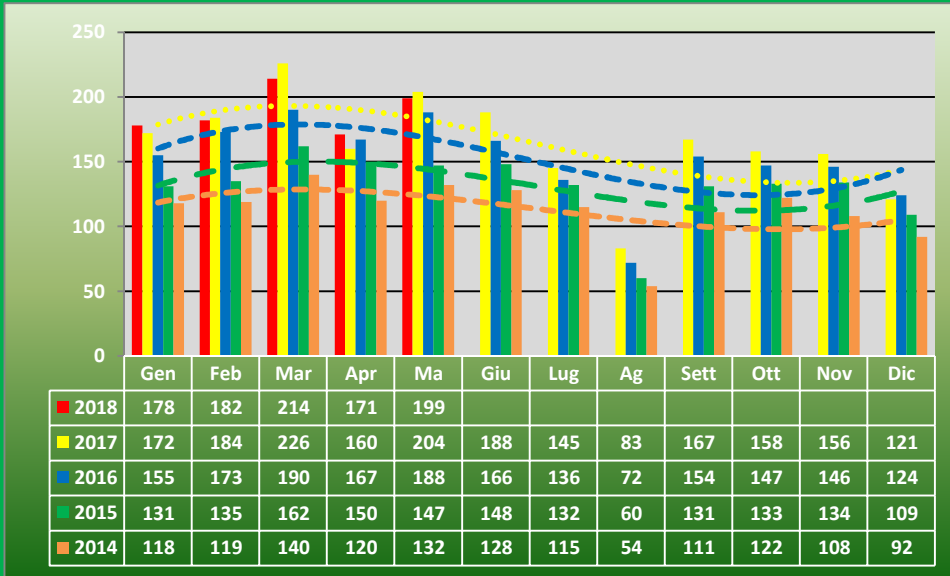


Italian Car Market. Registrations in May 2018.

New decline of the Italian car market in May: -2.8% in the month with 199,113 units registered. In the first five months of the year 945.627 units were registered, 0.2% less than the same period last year.

New cars registrations monthly trend ('000 units) Fonte Min. Trasporti/Anfia/Unrae

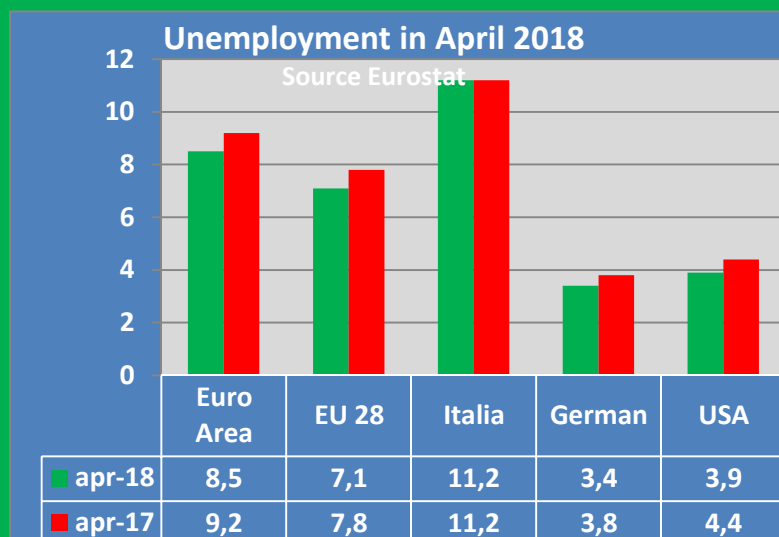


According to Anfia: *The uncertainty of the Italian political situation may have affected this slowdown in demand, creating a climate of expectation in the market.*

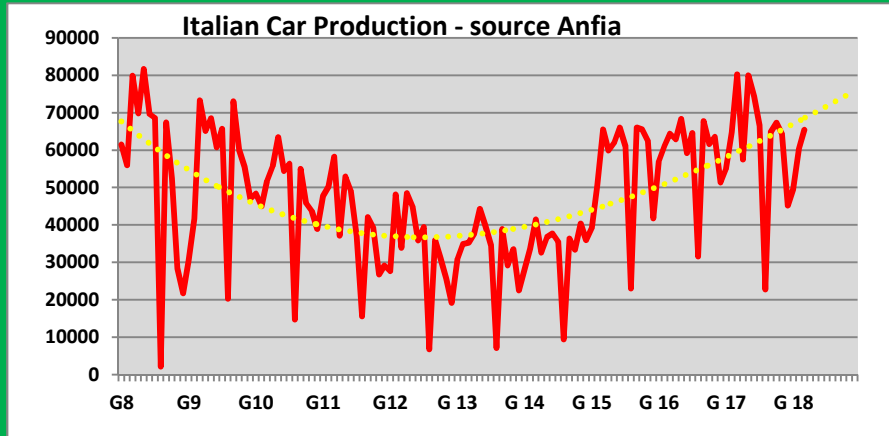
The downward trend of diesel continued in the month, a phenomenon even more pronounced in European countries such as Germany, the United Kingdom and Spain. On the contrary,

the cars with alternative fuels conquered 13% of the market in May, thanks to a 16% increase in sales, determined by the good performance of hybrids, electric and natural gas vehicles. In the first five months, car registrations of green motorizations grow by 15% and hold 12.3% share. For his part, Unrae: "looks forward to the new Government to come soon operative, because the management of the transition to the mobility of the future urgently needs to be accompanied and guided and UNRAE is ready to carry out its role of stimulus and support to the Institutions. "It is extremely urgent - continues Unrae - a virtuous process that allows Italy to achieve the objectives set by European regulations, through effective measures on the one hand of renewal of the park and on the other hand the realization of the necessary infrastructures. This would favor the putting into circulation of vehicles with a lower environmental impact, such as the latest generation of new or used vehicles (Euro 5 and Euro 6), characterized by excellent emission performance, which the car manufacturers are already able to offer, on the basis of the principle of technological neutrality, ensuring more modern mobility from an environmental, safety and economically sustainable point of view for drivers".

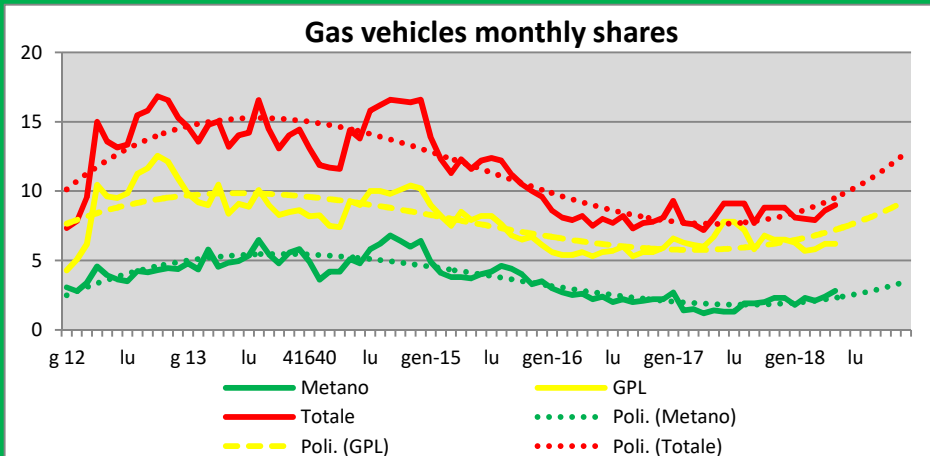
Almost three months after the election on March 4, the



Government of collaboration between the 5 Star Movement and the League took office on June 1st, with a non-parliamentary Council President (the lawyer Giuseppe Conte), the two leaders of supporting parties as Vice Premier and respectively Ministers of Economic Development and Labor, On. Di Maio and of the Interior the On Salvini and the economic ministries in the hands of Professors of Economics. In opposition PD and Forza Italia. It is difficult to anticipate what duration of this absolute novelty will have in the political panorama of our Republic, and what economic measures that ensured the electoral victory of the two parties to the government will actually be adopted. According to Eurostat, both youth and general unemployment rose slightly in April. In the first quarter, GDP increased by 0.3%, (1.4% on an annual basis). As for the automotive sector as a whole, car production fell in the first quarter, down 12.2% compared to the first quarter of 2017.

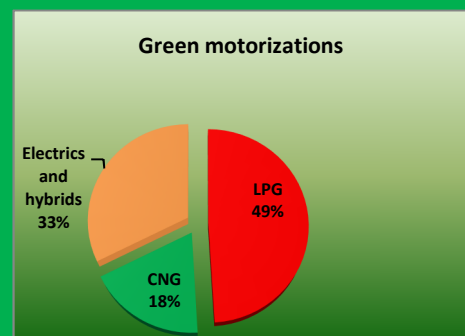


It rose to 9% compared to 8.6% last month, and 7, 5% last year, the share of gas vehicles.



Together with electric and hybrid vehicles, the proportion of vehicles with alternative fuels to oil stood at 13.2% in May, up compared to 12.9% last month. During the month, diesel fell to 51.7% compared to 52.8% in April (and was 55.8% in May last year). Gasoline

vehicles rose to 35.2% compared to 34.3% in April. They were 33.2% in May of last year. As for the eco-compatible engines, the proportions between the various alternatives in January continue to shift in favor of the electric, but with a good recovery of methane.



Emilio di Camillo – www.centrostudisubalpino.it - june 2018