

Third Quarter Financial Report at 30 September 2024



Disclaimer

This document contains forward-looking statements, specifically in the section entitled "Business outlook", that relate to future events and Prysmian's operating, economic and financial results. By their nature, forward-looking statements involve risk and uncertainty because they depend on the occurrence of future events and circumstances. Actual results may diverge even significantly from those announced in forward-looking statements due to a variety of factors.

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Directors' Report

DIRECTORS AND AUDITORS

Board of Directors ⁽⁴⁾

Chairman	Francesco Gori ^{(*) (2)}
Deputy Chairman	Valerio Battista
Chief Executive Officer	Massimo Battaini
Directors	Paolo Amato ^{(*) (1)}
	Jaska Marianne de Bakker ^{(*) (1)}
	Pier Francesco Facchini
	Richard Keith Palmer ^{(*) (2)}
	Ines Kolmsee ^{(*) (3)}
	Emma Marcegaglia ^{(*) (3)}
	Tarak Mehta ^{(*) (1)}
	Susannah Hall Stewart ^{(*) (3)}
	Annalisa Stupenengo ^{(*) (2)}

Board of Statutory Auditors ⁽⁵⁾

Chairman	Stefano Sarubbi
Standing Statutory Auditors	Laura Gualtieri
	Roberto Capone
Alternate Statutory Auditors	Stefano Rossetti
	Vieri Chimenti

Independent Auditors ⁽⁶⁾

EY S.p.A.

^(*) Independent Director as per Italian Legislative Decree 58/1998 and Italy's Corporate Governance Code for Listed Companies (January 2020 edition) approved by the Italian Corporate Governance Committee, comprising business associations (ABI, ANIA, Assonime, Confindustria), Borsa Italiana S.p.A. (the Italian Stock Exchange) and Assogestioni (Italian investment managers association).

⁽¹⁾ Members of the Control and Risks Committee

⁽²⁾ Members of the Remuneration and Nominations Committee

⁽³⁾ Members of the Sustainability Committee

⁽⁴⁾ Appointed by the Shareholders' Meeting on 18 April 2024

⁽⁵⁾ Appointed by the Shareholders' Meeting on 12 April 2022

⁽⁶⁾ Appointed by the Shareholders' Meeting on 16 April 2015

Preface

Further to Legislative Decree 25/2016, which came into force on 18 March 2016 and eliminated the requirement for quarterly reporting, Prysmian has prepared the Third Quarter Financial Report at 30 September 2024 on a voluntary basis and in continuity with its past reporting format in compliance with the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) and endorsed by the European Union, and in accordance with IAS 34 – Interim Financial Reporting, applying the same accounting standards and policies adopted to draw up the Consolidated Financial Statements at 31 December 2023.

All the amounts shown in the present Third Quarter Financial Report are expressed in millions of Euro, unless otherwise stated and all percentages have been calculated with reference to amounts expressed in thousands of Euro.

SIGNIFICANT EVENTS DURING THE PERIOD

Acquisition of Encore Wire Corporation

Prysmian acquires Encore Wire Corporation

On 15 April 2024, Prysmian announced that it had entered into a merger agreement under which it would acquire Encore Wire for USD 290.00 per share in cash. The price per share of USD 290.00 represents a premium of approximately 20% over the 30-day volume weighted average share price (VWAP) on Friday, 12 April 2024 and approximately 29% over the 90-day VWAP on the same date.

On 28 May 2024, the waiting period under the Hart-Scott-Rodino Antitrust Improvements Act relating to the acquisition of Encore Wire Corporation expired, meaning that this acquisition was cleared for US antitrust purposes.

On 26 June 2024, shareholders with a majority of Encore Wire's outstanding ordinary shares voted at a special meeting in favour of adopting the merger agreement under which Prysmian would acquire Encore Wire for USD 290.00 per share.

On 2 July 2024, Prysmian announced that it had completed the acquisition of Encore Wire Corporation by purchasing all the outstanding ordinary shares of Encore Wire for USD 290.00 per share in cash, for total net consideration of approximately Euro 4,089 million, as better described in the section "Business Combinations" within the Explanatory Notes.

Encore Wire is a leading manufacturer of a broad range of copper and aluminium electrical wire and cables, supplying power generation and distribution solutions. With its diversified product portfolio and low production cost, Encore Wire plays a key role in the transition to a more sustainable and reliable energy infrastructure model. In 2023, Encore Wire generated revenue of approximately USD 2.6 billion and EBITDA of USD 517 million¹.

Based on pro-forma aggregated results for the twelve months ended 31 December 2023, the combined group would have had sales of over Euro 17.7 billion and Adjusted EBITDA of approximately Euro 2.1 billion².

In terms of operating segments, Encore Wire operates mainly in the Electrification segment.

The acquisition of Encore Wire will make it possible to generate approximately Euro 140 million in run-rate adjusted EBITDA synergies over the 4 years from completing the transaction.

The acquisition will consolidate Prysmian's leadership position in North America. Prysmian will benefit from greater cross-selling opportunities, as well as from the efficiency and innovation of Encore Wire's unique manufacturing, distribution and service model. The transaction also

¹ Encore Wire financials in accordance with US GAAP

² Based on pro forma EBITDA of Euro 2,102 million (Prysmian Euro 1,628 million + Encore Wire USD 517 million or Euro 479 million translated at USD/EUR rate of 1.08). Encore Wire financials in accordance with US GAAP.

increases the importance of the North American business within Prysmian's geographical footprint.

The combined business will be well-positioned to drive electrification and digital transformation processes in North America, including data centre expansion and power grid upgrades.

The completion of the transaction means that Encore Wire has become a private company, and therefore its shares are no longer listed on NASDAQ or any other public market.

Financing of Encore Wire acquisition

On 2 July 2024, concurrently with the acquisition of Encore Wire, Prysmian drew down a loan divided into a number of short- and medium/long-term credit facilities as follows:

- Term Loan: a medium-long term credit facility for USD 1,070 million, whose maturity date coincides with the 5th (fifth) anniversary of the Acquisition closing date (2 July 2029);
- Bridge Loan A: a bridge credit facility for USD 481 million, which was repaid in full on 10 July 2024;
- Bridge Loan B: a bridge credit facility for Euro 925 million, whose maturity date coincides with:
 - i. the date falling 18 (eighteen) months and 2 (two) days after the Acquisition closing date (the "Initial Maturity Date"); or, if the Company has exercised, with at least 30 (thirty) days' notice prior to the Bridge Loan Maturity Date, the option to extend the maturity date;
 - ii. the date falling 2 (two) years and 2 (two) days after the Acquisition closing date (the "Long Stop Date");
- Bridge Loan C1: a bridge credit facility for Euro 513 million, whose maturity date coincides with the Initial Maturity Date or the Long Stop Date referred to above;
- Bridge Loan C2: a bridge credit facility for USD 548 million, whose maturity date coincides with the Initial Maturity Date or the Long Stop Date referred to above.

Interest rate swaps with an overall notional value of USD 1,344 million have been arranged against the Term Loan of USD 1,070 million and Bridge Loan C2 of USD 548 million, with the objective of hedging variable rate interest flows.

Other finance activities

Prysmian's Board of Directors approves the exercise of the soft call on the Euro 750 million convertible bond and a share buy-back programme

On 7 June 2024, the Board of Directors of Prysmian S.p.A. (the "Company") approved the exercise of the early redemption option (the "Soft Call") on the entire outstanding amount of the

convertible bond known as "*€750,000,000 Equity Linked Bonds due 2026*" (ISIN XS2294704007) issued in February 2021 (the "Bond").

The Board of Directors also approved the start of a share buy-back programme (the "Programme"), in implementation of the shareholder resolution adopted at the meeting held on 18 April 2024. The Programme, which runs from 10 June 2024 and until 10 March 2025, covers up to 8 million of the Company's shares (equal to approximately 3% of share capital) for a maximum value of Euro 375 million.

With reference to the Soft Call, a total of 18,632,759 new shares have been issued in execution of conversion requests. As at 30 September 2024, the convertible bond had been extinguished, having been almost entirely converted into shares except for a few bonds whose conversion was not requested and which were redeemed on 19 July 2024 in the amount of Euro 0.3 million. The Bond was delisted from the Vienna Stock Exchange on the same date.

As for the share buyback programme, consistent with the aforementioned shareholders' resolution, its purpose is:

1. to provide the Company with a portfolio of treasury shares (a so-called "stock of shares") that can be used in any extraordinary transactions (e.g. mergers, demergers, spin-offs, acquisition of equity investments) and to implement the shareholder-approved remuneration policies applied to Prysmian Group;
2. to use the treasury shares to service the exercise of rights arising from convertible debt instruments or instruments exchangeable for financial instruments issued by the Company, its subsidiaries or third parties (e.g. in takeovers bids and/or stock swaps);
3. to use the treasury shares to satisfy share-based incentive plans or stock grant/subsidised purchase plans reserved for Prysmian Group directors and/or employees;
4. to manage the Company's capital effectively, by creating an investment opportunity, also in view of its available liquidity.

The purchase price may be no more than 10% lower or higher than the official share price recorded in the Euronext Milan trading session on the day before each individual transaction is completed; in any case, it may not exceed the higher of the price of the last independent transaction and the price of the highest current independent bid on the trading platform on which the purchase is made.

Purchases will be made in the manner set out in art. 144-bis, para. 1,b), of CONSOB Regulation No. 11971 of 14 May 1999, i.e. on regulated markets or multilateral trading systems, using an authorised intermediary specifically appointed for this purpose who will make the purchases in the name and on behalf of the Company, fully independently and without any influence from the same, subject to predetermined quantitative price and volume limitations consistent with the shareholders' authorisation and in accordance with legal and regulatory requirements. All

transactions must be disclosed to the market in accordance with the terms and procedures established by applicable legal and regulatory requirements.

As at 30 September 2024, a total of 2,762,075 treasury shares had been purchased in implementation of the above programme.

New EIB Loan

On 24 July 2024, Prysmian and the European Investment Bank (EIB) and Prysmian signed a new Euro 450 million loan agreement to finance investments facilitating electricity transmission and distribution in Europe.

The loan is drawable in tranches and is repayable in a lump sum eight years after the disbursement of each tranche. The first tranche of Euro 198 million was drawn down on 1 August 2024 and no further tranches had been disbursed as of 30 September 2024.

With a view to meeting the growing demand for renewable energy in general and offshore wind in particular, Prysmian will use the EIB funds to build new production lines for extra-high-voltage submarine cables, lines for high-voltage onshore cables and other technical improvements to existing lines.

The EIB-financed investment will enable Prysmian to double its production capacity for extruded cables at its three factories in Pikkala (Finland), Arco Felice (Italy) and Gron (France) from around 2,000 km a year to over 4,000 km a year. This will help to meet EU targets for clean energy transmission via submarine cable solutions and long-distance interconnections, improving the integration and efficiency of renewable energy.

According to Prysmian estimates and in line with time frames and procedures that are still being defined, this investment will also promote the creation of new jobs, thereby generating major economic benefits for the countries involved.

The project is fully in line with the EIB's climate action and environmental sustainability goals and the REPowerEU framework, which the EU bank has committed to support with Euro 45 billion of additional investment by 2027. In addition, almost half of the operations covered by the agreement will take place in cohesion regions, such as Campania in Italy and Burgundy in France, thereby helping to reduce regional economic disparities and promote more balanced and inclusive economic development.

New contracts and other contract-related information

Prysmian signs contracts with Amprion worth a total of around Euro 5 billion

On 15 February 2024, Prysmian signed contracts for three projects worth a total of around Euro 5 billion with Amprion, one of Europe's leading TSOs, for two offshore grid connection systems (BalWin1 and BalWin2), and the DC34 underground cable project. The contracts, which have been added to Prysmian's order backlog, follow its selection as preferred bidder in August 2023. This is

the largest "bundle of contracts" ever awarded to Prysmian in terms of both value and kilometres of cable. It involves a total of some 4,400 km of ± 525 kV HVDC cables and DMR (Dedicated Metallic Return) cables, of which around 3,400 km are underground cables and 1,000 km submarine cables.

Prysmian signs a contract worth around Euro 1.9 billion with Eastern Green Link 2 Limited

On 27 February 2024, Prysmian finalised the contract worth approximately Euro 1.9 billion awarded by Eastern Green Link 2 Limited, a joint venture between UK transmission grid owners SSEN Transmission and National Grid Electricity Transmission plc. Under the contract, Prysmian will deliver a major HVDC cable system for the construction of the Eastern Green Link 2 (EGL2) network connecting Scotland and England. The award of the EGL2 contract, which has been added to Prysmian's order backlog, follows Prysmian's earlier selection as exclusive preferred bidder in May 2023 and its subsequent commitment in June 2023 to reserve its production capacity for this project. The new connection is due to be operational in 2029.

Prysmian successfully completes export cable project for Gruissan/Eolmed floating offshore wind farm in France

On 30 May 2024, Prysmian announced that it had successfully completed the Gruissan/ EOLMED floating offshore wind farm project in France. Prysmian had been awarded this project in 2021 under a contract with French transmission system operator RTE (Réseau de Transport d'Électricité) for the engineering, procurement, construction and installation (EPCI) of a submarine export cable system. Prysmian was responsible for the design, supply, connection, testing and commissioning of a 66 kV static EPR-insulated three-core submarine export cable totalling 23 km and a 66 kV dynamic EPR-insulated submarine export cable, connecting the onshore grid to the floating substation of EOLMED's 30 MW floating wind farm (currently under construction).

With this high-profile engineering project and second EPCI contract for dynamic cable systems, Prysmian has further consolidated its position in the floating offshore wind farm market, using its know-how and experience to provide innovative dynamic cable systems designed for deepwater areas.

Prysmian receives letter of award for Peninsula - Baleares 2 interconnection in Spain

On 31 July 2024, Prysmian received a Letter of Award for a power transmission project that will connect the island of Majorca with the Spanish mainland. The project is valued at more than Euro 0.5 billion. Prysmian and Red Eléctrica, transmission system operator of the Spanish electricity grid, will conduct contract negotiations on an exclusive basis, with signing expected by the end of 2024. Prysmian will be responsible for the design, installation, testing and commissioning of

two 250 kV MI single-core HVDC cables, as well as fibre optic cable for telecommunication and monitoring purposes, which will connect the island of Majorca to the Spanish mainland power grid and cover both the submarine and onshore section. This project will boost the quality and security of the electricity supply in the Balearic Islands and ensure that demand on the islands is covered.

Prysmian signs Euro 600 million contract for Marinus Link in Australia

On 2 August 2024, Prysmian announced that it had finalised a contract with Marinus Link Pty Ltd. worth approximately Euro 600 million for the construction of a new electricity interconnection between Victoria and Tasmania, Australia. Commencement of work is subject to the issuance of a notice to proceed, which is expected by August 2025. This agreement follows on from the capacity reservation agreement, previously announced in September 2023. The completion date is set for 2030. Prysmian will design, test, supply and install a HVDC cable system, consisting of 320 kV single-core cables with XLPE insulation and single-wire armouring, and serving both the submarine and onshore sections. Prysmian will also supply a fully integrated PRY-CAM permanent monitoring system. The submarine cables will be manufactured at Prysmian's centre of excellence in Arco Felice (Italy), while the onshore cables will be produced in Delft (The Netherlands) or Gron (France). Installation operations will be carried out using the Leonardo da Vinci, Prysmian's record-breaking cable-laying vessel.

Other significant events

Telecom footprint rationalisation

As described in the Integrated Annual Report 2023, following a reduction in demand in the Telecom segment since the second half of 2023, the Group has undertaken a number of initiatives to rationalise its footprint, involving its plants in Calais, Washington and Battipaglia. These measures have continued to be implemented during 2024, with the Group actively involved in constructive discussions aimed at minimising social impacts.

Prysmian and Telstra partner to expand optical cable manufacturing plant

On 30 January 2024, Telstra and Prysmian announced an expansion of Prysmian's optical cable manufacturing plant in Australia in order to produce the industry-leading fibre optic cable required for Telstra's intercity fibre network, using advanced technology aimed at reducing the project's environmental impact. Telstra InfraCo is building the intercity fibre network in response to the ever-growing demand for fast and capable digital networks. Sustainability has continued to be a critical focus when developing manufacturing technology. The new fibre optic cable is 59% smaller and 54% lighter than the previous design employed across Telstra's existing fibre network. The reduced size and weight allow an estimated 35,000 tonnes of CO₂ emissions to be

saved during cable manufacturing and transportation over the project's lifetime. To support the rollout of this major project, Prysmian has invested in three key areas of production to significantly increase the capacity of its Dee Why plant.

Prysmian launches innovative Sirocco Extreme 864-fibre cable

On 12 February 2024, Prysmian announced the launch of its revolutionary Sirocco Extreme 864f microduct cable, setting a new standard of innovation for the industry. This groundbreaking cable features record diameters and fibre density for blown microduct cables. The Sirocco Extreme 864f microduct cable contains 864 fibres in a 9.8mm diameter, providing an unprecedented fibre density of 11.5 fibres per mm². It can be installed in a 12mm duct, pushing the boundaries of what is possible in the telecom cable systems industry. Prysmian's Sirocco Extreme microduct cables use state-of-the-art BendBrightXS 180µm single-mode (ITU-T G.657.D, G.657.A2) bend-insensitive fibre, ensuring compatibility with existing G.652 fibres and application in advanced systems.

Prysmian Board of Directors approves candidate slate for its renewal

On 28 February 2024, the Board of Directors of Prysmian S.p.A. unanimously resolved to submit to the Ordinary Shareholders' Meeting, to be held on 18 April 2024, its slate of candidates ("BoD Slate") for renewal of the Board of Directors for the three-year period 2024-2026.

The candidates included in the BoD Slate were picked by the Board of Directors following a selection process managed by the Remuneration and Nominations Committee, assisted by the Lead Independent Director to ensure the independence of the process and with the support of a leading international consulting firm. The process was conducted in line with best market practice and in compliance with applicable legal requirements.

The candidates were selected in accordance with Prysmian's Board Composition Policy, also containing the Board Skills Matrix and the applicable process, approved by the outgoing Board of Directors and published in November 2023.

The BoD Slate included outgoing CEO Valerio Battista, who was proposed as Deputy Chairman with no other offices or executive roles and remuneration consistent with the other directors. The Board felt that his presence would ensure due continuity and best reflect the views of all stakeholders and that Mr. Battista would be able to continue supporting Prysmian in his new role.

More than 50-year expected lifetime for Prysmian's Sirocco cables

On 19 March 2024, Prysmian announced the results of new and rigorous long-term ageing tests on the Sirocco cable family, which showed an expected lifetime of more than 50 years, allowing operators to calculate the life cycle analysis of their networks over an extended period.

As part of its continuing industry leadership in cable design and reliability, Prysmian has carried out long-term durability and ageing certification for its SiroccoHD and SiroccoEXTREME microduct cables and the fibres contained therein in order to simulate a cable lifetime of at least

50 years under dry and wet ageing conditions. The results show that after lifetime simulation, optical fibre attenuation as well as cable performance and material properties remain unchanged and able to meet industry standards for newly manufactured cables.

Prysmian wins "FTTH Innovation Award" with BendBright 180µm optical fibre

On 22 March 2024, Prysmian announced it had won the "FTTH Innovation Award" in the Passive Infrastructure category, for its groundbreaking BendBright 180µm optical fibre. This award underlines Prysmian's commitment to pioneering advancements in the field of optical fibre and its dedication to delivering cutting-edge solutions to meet the evolving needs of the telecommunications industry.

The FTTH Innovation Award, presented by the FTTH Council Europe, honours the most innovative FTTH technology product solutions that support the key objectives of the FTTH Council Europe, namely accelerating fibre roll-out, reducing costs and making roll-out more efficient, and promoting sustainable technologies. Prysmian's BendBright 180µm fibre was selected as an outstanding innovation, demonstrating unparalleled excellence and ingenuity in the advancement of optical fibre technology.

BendBright 180µm, currently the only small diameter 180µm colour-coded optical fibre, has been designed to meet the challenges of deploying optical fibre networks in increasingly demanding environments, without compromising performance or reliability. With its ultra-fine diameter, BendBright offers unmatched flexibility and bend resilience. Its unique attributes make it ideally suited for a wide range of applications, including urban, rural, and indoor environments, where space constraints and challenging conditions present significant obstacles to traditional optical fibre solutions.

Prysmian joins the FMP Alliance to accelerate adoption of Fault-Managed Power technology

On 9 April 2024, Prysmian announced that it had joined the Fault-Managed Power (FMP) Alliance, strengthening its commitment to advancing the safety, reliability and efficiency of power supply systems around the globe.

The FMP Alliance, an open industry association whose members include leading companies such as Belden, Cisco Systems, Panduit, Prysmian, and VoltServer, is dedicated to advocating, promoting, and advancing fault-managed power technologies across a variety of industries.

Fault-managed power technology represents a significant step forward in power system management, by reliably and safely preventing electrocution and fire hazards. This technology not only improves safety and operational performance but also tallies with sustainability goals, by helping make power distribution more eco-friendly.

By joining the FMP Alliance, Prysmian underlines its commitment to innovation and collaboration also when it comes to safe electrical power. As a recognised industry leader,

Prysmian brings its extensive experience and resources to the Alliance, further reinforcing its efforts to promote the widespread adoption of low-voltage fault-managed power solutions.

Prysmian signs an agreement to acquire Warren & Brown, Australian leader in telecom network connectivity products

On 10 April 2024, Prysmian announced that it had signed an agreement to acquire Warren & Brown Technologies, the Australian leader in telecom network connectivity products. The acquisition represents a strategic milestone for both companies, combining Prysmian's know-how in Digital Solutions technologies with Warren & Brown's resources, capabilities and strength in enterprise solutions for the Telecom market. The transaction is part of Prysmian's "Connect, to Lead" strategy to become a global solution provider and lead the energy transition and digital transformation. Warren & Brown is the Australian leader in telecommunication network connectivity products, providing solutions to telecom operators for various applications mainly in the FTTA and FTTH & Data Centre areas. Founded in 1921, Warren & Brown is headquartered in Melbourne and operates 3 main production sites, 2 in Australia (Melbourne) and 1 in the Philippines (Manila), generating annual turnover of about AUD 90 million (approximately Euro 55 million). The transaction is subject to approval by the relevant authorities and customary conditions precedent.

Prysmian honoured at GEO Awards 2024 for its share ownership plans

On 11 April 2024, Prysmian was named as one of the winners of the GEO Awards 2024, bestowed annually by Global Equity Organization, for its BE IN share ownership plan, part of the Value4All programme, in recognition of its commitment to offering value-sharing plans to its employees. Value sharing has been part of Prysmian's DNA since 2013 when it launched the first employee share purchase plan, known as YES (Your Employee Shares), with the aim of promoting the generation and distribution of value to the group's employees and participation in the company's shareholder base. The Value4All programme comprises three remuneration and incentive plans created to ensure maximum inclusivity according to the geographical, organisational or local diversity of participants.

Prysmian's goal is to have at least 50% of its employees (including non-desk workers) as company shareholders by 2027. At the end of 2023, 46% of employees, totalling more than 13,400 people, were company shareholders. To strengthen its inclusivity strategy, Prysmian launched the BE IN plan in 2022, which for the first time also included non-desk workers in a stock-based compensation plan.

Approval of the Annual Financial Statements at 31 December 2023, distribution of dividends and appointment of the Prysmian S.p.A. Board of Directors

On 18 April 2024, the shareholders' meeting of Prysmian S.p.A. approved the 2023 financial statements and the distribution of a gross dividend of Euro 0.70 per share, for a total of some Euro 191 million. The dividend was paid out from 24 April 2024, with record date 23 April 2024 and ex-div date 22 April 2024. The same shareholders' meeting also appointed the new members of the Prysmian S.p.A. Board of Directors.

Massimo Battaini is Prysmian's new Chief Executive Officer and General Manager

On 18 April 2024, the Board of Directors appointed Massimo Battaini as Prysmian's new Chief Executive Officer and General Manager. With this appointment, the new organisational structure, aimed at supporting the Group's strategic plan and value creation, has entered its operational phase.

Prysmian and Aurubis enter into a long-term supply agreement for copper wire rod

On 23 April 2024, Prysmian and Aurubis, a leading supplier of non-ferrous metals and one of the world's largest recycled copper producers, entered into a long-term supply agreement for copper wire rod. Under the agreement, Aurubis will supply a significant volume of copper wire rod, which will increase year by year. The agreement with Aurubis, Europe's largest vertically integrated manufacturer of copper wire rod, will meet Prysmian's needs, especially those of its European plants, ensuring coverage of current and prospective activities.

Francesco Tutino is Prysmian's new Group Chief HR & Organization Officer

On 3 June 2024, Prysmian announced the appointment of Francesco Tutino as Group Chief HR & Organization Officer.

Tutino brings with him more than 20 years of experience in the HR area, having held leadership positions in several multinational companies. His career includes positions at DENSO and CNH, culminating in his most recent role as Chief Human Resources and IT Officer at Iveco Group.

Prysmian accelerates on Sustainability

Prysmian has marked its annual "Sustainability and Innovation Days" event by announcing the acceleration of certain key sustainability initiatives, as well as an update of the medium-term targets in its Sustainability Plan.

Among the key points:

- Prysmian will revise up its sustainability targets thanks to the announced acquisition of Encore Wire, a sustainable leader through its unique business model.

- The launch of E-Path, Prysmian's new cable label designed to fully incorporate market-leading standards in measurable sustainability criteria. The label will be applied to Prysmian products meeting this standard throughout the world.
- Prysmian is to become a partner of the "Copper Mark" initiative, the leading assurance framework to help increase the amount of responsibly produced, sourced, and recycled metal available to the company.
- Prysmian is considering the introduction of science-based biodiversity targets, in line with the Science Based Network.
- Prysmian's share of revenues from sustainable products reached 41% in the first quarter of 2024, already surpassing the 40% target for 2025.

Prysmian's "Sustainability and Innovation Days", with the flagship event held on 27 June, have brought together Prysmian suppliers and customers from around the world, as well as other key stakeholders, to discuss, share progress and explore initiatives that have been put in place to make a positive impact on the environment and the company, united by a spirit of innovation.

"Sustainability and Innovation Days" are also part of Prysmian's approach to sustainability – engaging with key stakeholders to assess and accelerate the prime environmental, social and governance issues which impact both business and society. To ensure that progress is transparent and regularly updated, Prysmian's sustainability goals are reported in detail through the lens of its sustainability scorecard, which looks at 12 Impact KPIs aligned to the UN's sustainable development goals. The scorecard is based on the four pillars of Prysmian's approach to sustainability: Environment, People-Community, Governance and Innovation. The scorecard targets are regularly monitored by the Sustainability Steering Committee, chaired by the Chief Investor Relations, Sustainability and Communication Officer, and shared with the Sustainability Committee. Further details about Prysmian's sustainability targets, available to all stakeholders, can be found at: <https://www.prysmian.com/en/sustainability/sustainability-targets-the-scorecard>.

Record-breaking installation at 2,150-metre depth

On 8 July 2024, Prysmian announced that it had successfully completed sea trial tests for the ultra-deepwater installation of a 500 kV HVDC mass-impregnated cable, at a depth of 2,150 metres. This installation is an industry record, being the first time an HVDC cable has been laid at such a depth, setting new market standards.

This non-metallic armoured cable has been designed with High Modulus Synthetic Fibres (HMSF) composite material, defining a new generation of cable technology. The use of an innovative armouring solution that can be up to 50% lighter than steel in water, combined with the state-of-

the-art Leonardo da Vinci cable-laying vessel, will allow the cable for Terna's Tyrrhenian Link to be installed and maintained at a depth of more than 2,000 metres below sea level, the most ever reached with a power cable.

The cable will be used for the Tyrrhenian Link, a Euro 1.7 billion project awarded by Terna S.p.A. in 2021. Prysmian's task has been to design, supply and install more than 1,500 km of submarine cables to support electrical power exchanges between Sardinia, Sicily and Campania, thus reinforcing the Mediterranean energy hub.

CONSOLIDATED FINANCIAL HIGHLIGHTS

(Euro/million)

	9 months 2024	9 months 2023	% change	2023
Sales	12,362	11,825	4.5%	15,354
Adj. EBITDA before share of net profit/(loss) of equity-accounted companies	1,394	1,257	10.9%	1,595
Adj. EBITDA ⁽¹⁾	1,409	1,286	9.6%	1,628
EBITDA ⁽²⁾	1,309	1,192	9.8%	1,485
Adj. operating income ⁽³⁾	1,104	1,019	8.3%	1,270
Operating income	948	890	6.5%	860
Profit before taxes	815	820	-0.6%	764
Net profit	634	588	7.8%	547

(Euro/million)

	30.09.2024	30.09.2023	Change	31.12.2023
Net invested capital	10,284	6,622	3,662	5,493
Employee benefit obligations	314	321	(7)	333
Equity	4,928	4,228	700	3,972
of which attributable to non-controlling interests	194	191	3	191
Net financial debt	5,042	2,073	2,969	1,188

(Euro/million)

	30.09.2024	30.09.2023	% change	31.12.2023
Net capital expenditure ⁽⁴⁾	445	253	75.9%	624
Employees (at period end)	32,792	30,401	7.9%	30,088
Earnings/(loss) per share				
- basic	2.22	2.11		1.94
- diluted	2.14	2.11		1.84

In terms of ESG performance, Prysmian continues to create value for sharing with stakeholders. The following table summarises the indicators that are also included in the short- and long-term incentive systems and that are reportable on an interim basis:

	30.09.2024*	31.12.2023	Change
Percentage reduction of Scope 1 and Scope 2 CO₂ emissions vs FY2019 baseline ⁽⁵⁾	-36%	-33%	-3%
Share of revenues from sustainable products ⁽⁶⁾	45%	37%	+8%
Share of recycled content: PE sheaths and copper ⁽⁷⁾	15.7%	12.7%	+3%
Percentage of women in executive positions (job grade ≥ 20) ⁽⁸⁾	19.5%	18.8%	+0.7%
Percentage of female desk workers on permanent contracts ⁽⁹⁾	48.4%	46.0%	+2.4%

* These figures do not include Encore Wire acquired on July 2, 2024

⁽¹⁾ Adjusted EBITDA is defined as EBITDA before income and expense for business reorganisation, non-recurring items and other non-operating income and expense.

⁽²⁾ EBITDA is defined as earnings/(loss) for the period, before the fair value change in derivatives on commodities and in other fair value items, amortisation, depreciation and impairment, finance costs and income, dividends from other companies and taxes.

⁽³⁾ Adjusted operating income is defined as operating income before income and expense for business reorganisation, non-recurring items and other non-operating income and expense, and before the fair value change in derivatives on commodities and in other fair value items.

⁽⁴⁾ Net capital expenditure reflects cash flows from disposals of Assets held for sale and from disposals and additions of Property, plant and equipment and Intangible assets not acquired under specific financing arrangements, meaning that additions of leased assets are excluded.

⁽⁵⁾ Percentage reduction in Scope 1 and Scope 2 GHG emissions versus 2019 baseline: percentage reduction in the GHG emissions generated by business activities (Scopes 1 and 2, market based). It includes the emissions of CO₂ and other gases (such as SF₆) expressed in CO₂ eq (CO₂ equivalent). The reduction is calculated on a rolling last 12-month basis with respect to the 2019 baseline.

⁽⁶⁾ Share of revenues from sustainable products: with the aim of making the Group's approach more holistic and thanks to the progress made in developing sustainable products and solutions in all Regions, Prysmian has decided to eliminate the distinction between Europe and the rest of the world when calculating this KPI, as already illustrated during the Capital Markets Day held in October 2023.

⁽⁷⁾ Percentage weight of recycled content in certain purchased materials. The scope of the indicator includes 1) copper purchased at Group level, excluding occasional suppliers and semi-finished products 2) polyethylene used for sheaths, excluding those applications for which customers do not allow the use of recycled materials.

⁽⁸⁾ Percentage of women in executive positions: proportion of women in executive positions (job grade 20 and above) out of the total number of managerial employees. The number of employees refers to the total workforce as at 30.09.2024, including all permanent and fixed-term contracts. The KPI shows Prysmian's ability to develop people internally to take on leadership roles and to recruit them from the market, as well as its ability to retain those talents.

⁽⁹⁾ Proportion of female desk workers on permanent contracts out of the total number of desk workers on permanent contracts. The indicator includes all externally hired desk workers (including professional programmes) and all contract changes from agency/temporary to permanent.

PRYSMIAN PERFORMANCE AND RESULTS

(Euro/million)

	9 months 2024	9 months 2023	% change	2023
Sales	12,362	11,825	4.5%	15,354
Adj. EBITDA before share of net profit/(loss) of equity-accounted companies	1,394	1,257	10.9%	1,595
% Sales	11.3%	10.6%		10.4%
Adj. EBITDA	1,409	1,286	9.6%	1,628
% Sales	11.4%	10.9%		10.6%
EBITDA	1,309	1,192	9.8%	1,485
% Sales	10.6%	10.1%		9.7%
Fair value change in derivatives on commodities	(8)	4		6
Fair value share-based payment	(48)	(36)		(57)
Amortisation, depreciation, impairment and impairment reversal	(305)	(270)		(574)
Operating income	948	890	6.5%	860
% Sales	7.7%	7.5%		5.6%
Net finance income/(costs)	(133)	(70)		(96)
Profit before taxes	815	820	-0.6%	764
% Sales	6.6%	6.9%		5.0%
Taxes	(181)	(232)		(217)
Net profit	634	588	7.8%	547
% Sales	5.1%	5.0%		3.6%
Attributable to:				
Owners of the parent	619	575		529
Non-controlling interests	15	13		18
Reconciliation of Operating Income/EBITDA to Adj. Operating Income/Adj. EBITDA				
Operating income (A)	948	890	6.5%	860
EBITDA (B)	1,309	1,192	9.8%	1,485
Adjustments:				
Business reorganisation	59	25		48
Non-recurring expenses/(income)	7	7		9
Other non-operating expenses/(income)	34	62		86
Total adjustments (C)	100	94		143
Fair value change in derivatives on commodities (D)	8	(4)		(6)
Fair value share-based payment (E)	48	36		57
Asset impairment and impairment reversal (F)	-	3		216
Adj. operating income (A+C+D+E+F)	1,104	1,019	8.3%	1,270
Adj. EBITDA (B+C)	1,409	1,286	9.6%	1,628

Sales came to Euro 12,362 million in the first nine months of 2024 (Euro 11,825 million in the same period of 2023), posting a positive change of Euro 537 million (+4.5%).

The variation in sales can be broken down into the following main factors:

- organic sales downturn, accounting for a decrease of Euro 169 million (-1.4%);
- increase totalling Euro 546 million (+4.5%) related to exchange rate fluctuations, the change in the scope of consolidation after obtaining control of Encore Wire and other effects;
- fluctuation in the price of metals (copper, aluminium and lead), generating a sales price increase of Euro 160 million (+1.4%).

Prysmian's Adjusted EBITDA (before net expenses for business reorganisation, net non-recurring expenses and other net non-operating expenses) came to Euro 1,409 million in the first nine months of 2024, up Euro 123 million (+9.6%) on the corresponding 2023 figure of Euro 1,286 million. The Adjusted EBITDA margin on sales was 11.4%, up from 10.9% in the first nine months of 2023 also thanks to the positive organic sales growth of +1.8% seen in Q3 2024. Moreover, Prysmian registered an increase of margin from 10.7% in Q3 2023 to 11.9% in Q3 2024.

These results were achieved thanks to excellent performance by the Transmission and Power Grid segments as well as the consolidation of Encore Wire with effect from Q3 2024.

EBITDA is stated after net expenses for business reorganisation, net non-recurring expenses and other net non-operating expenses totalling Euro 100 million (Euro 94 million in the first nine months of 2023).

Amortisation, depreciation and impairment of Euro 305 million in the first nine months of 2024 were up from Euro 270 million in the same period last year.

The fair value change in derivatives on commodities was a negative Euro 8 million in the first nine months of 2024, compared with a positive Euro 4 million in the same period of 2023.

A total of Euro 48 million in costs were recognised in the first nine months of 2024 to account for the effects of the long-term incentive plan and employee share purchase scheme, compared with Euro 36 million in the same period last year.

Reflecting the effects described above, operating income came to Euro 948 million, versus Euro 890 million in the first nine months of 2023, thus reporting an increase of Euro 58 million.

Net finance costs of Euro 133 million in the first nine months of 2024 were up from Euro 70 million in the same period last year mainly as a result of loans taken out to finance the acquisition of Encore Wire.

Taxes of Euro 181 million represented an effective tax rate of 22.2%, compared with 28.3% in the first nine months of 2023. This rate reflects the expected average effective tax rate for the full year 2024.

Net profit for the first nine months of 2024 was Euro 634 million (of which Euro 619 million the Group share), compared with Euro 588 million in the same period of 2023 (of which Euro 575 million the Group share).

Net financial debt was Euro 5,042 million at 30 September 2024, up Euro 2,969 million from Euro 2,073 million at 30 September 2023. This increase was the result of a cash outlay of Euro 4,089 million to acquire Encore Wire, partially offset by the strong cash generation in the past twelve months of Euro 979 million.

PERFORMANCE OF TRANSMISSION OPERATING SEGMENT

(Euro/million)

	9 months 2024	9 months 2023	% change	2023
Sales	1,687	1,524	10.7%	2,122
Adj. EBITDA before share of net profit/(loss) of equity-accounted companies	242	189	28.4%	273
% Sales	14.4%	12.4%		12.9%
Adj. EBITDA	242	189	28.4%	273
% Sales	14.4%	12.4%		12.9%
Adjustments	(9)	(11)		(15)
EBITDA	233	178	31.1%	258
% Sales	13.8%	11.7%		12.2%
Amortisation and depreciation	(73)	(56)		(70)
Adj. operating income	169	133	27.8%	203
% Sales	10.0%	8.7%		9.6%

The *Transmission* operating segment is focused on renewable energy transmission using innovative cable solutions. It encompasses the following high-tech high value-added businesses: High Voltage Direct Current (HVDC), Network Components High Voltage, Submarine Power, Submarine Telecom, Offshore Specialties and EOSS High Voltage.

FINANCIAL PERFORMANCE

Transmission segment sales amounted to Euro 1,687 million in the first nine months of 2024, versus Euro 1,524 million in the same period of 2023, recording a positive change of Euro 163 million (+10.7%).

The factors behind this change were:

- organic sales growth, accounting for an increase of Euro 187 million (+12.3%);
- metal price fluctuations, producing a decrease of Euro 17 million (-1.1%);
- exchange rate fluctuations, producing a decrease of Euro 7 million (-0.5%).

The Transmission segment's organic growth is mainly attributable to the HVDC, Offshore Specialties, and Submarine Power businesses.

The main Submarine Power projects on which work was performed during the period were:

- the Neuconnect, Tyrrhenian, Egypt KSA and Biscay Bay interconnection projects;
- the Dominion offshore wind project in the United States.

The HVDC business recorded strong growth, mainly thanks to the German Corridors.

Sales in the period were generated by cable manufacturing activities at the Group's industrial facilities and installation activities forming part of project execution, carried out using both its own assets and third-party equipment.

Adjusted EBITDA came to Euro 242 million at the end of Q3 2024, ahead of the 2023 figure of Euro 189 million, with a double-digit 14.4% margin, outperforming the 12.4% recorded in the same period of 2023. These results were primarily driven by timely execution and better margin projects.

Third quarter 2024 also saw an improvement in performance. Adjusted EBITDA increased to Euro 92 million from Euro 73 million in the same quarter of the previous year, while the margin climbed from 14% in Q3 2023 to 15.3% in Q3 2024. Organic growth in Q3 2024 was positive at +17.5%.

The Transmission segment is key for energy transition processes, since, as a solution provider, it offers its customers a whole range of solutions for the implementation of renewable energy production and distribution projects.

As evidence of this megatrend, the value of the Group's Submarine Power order backlog has reached a record level of Euro 12.7 billion, mainly consisting of:

- offshore wind contracts: Dominion in North America, DolWin4 and BorWin4, Ijmuiden Ver, the Amprion Framework Agreement consisting of the Balwin 1 and Balwin 2 projects, and the 50Hz Framework Agreement, consisting of the NOR 11 project;
- interconnection contracts: Biscay Bay, Tyrrhenian Link, Mon.ita, NeuConnect, Adriatic Link, EGL1 and EGL2.

Prysmian's HVDC order backlog is worth approximately Euro 4.5 billion, consisting of the German Corridors contracts, the DC34 project included in the Amprion Framework Agreement and the DC31 project included in the 50 Hertz Framework Agreement.

The total order backlog of the Transmission segment was substantially stable compared to June 2024.

PERFORMANCE OF POWER GRID OPERATING SEGMENT

(Euro/million)

	9 months 2024	9 months 2023	% change	2023
Sales	2,680	2,624	2.1%	3,394
Adj. EBITDA before share of net profit/(loss) of equity-accounted companies	356	287	24.5%	389
% Sales	13.3%	10.9%		11.5%
Adj. EBITDA	357	287	24.5%	390
% Sales	13.3%	10.9%		11.5%
Adjustments	(4)	(21)		(28)
EBITDA	353	266	32.4%	362
% Sales	13.2%	10.2%		10.7%
Amortisation and depreciation	(60)	(53)		(72)
Adj. operating income	297	234	26.9%	318
% Sales	11.1%	8.9%		9.4%

The *Power Grid* operating segment comprises the businesses that support power grid upgrading with innovative technologies. This segment is organised in the following lines of business: High Voltage Alternate Current (HVAC), Power Distribution, Overhead Lines, Network Components Medium Voltage/Low Voltage, EOSS Medium Voltage/Low Voltage.

FINANCIAL PERFORMANCE

Power Grid segment sales amounted to Euro 2,680 million in the first nine months of 2024, versus Euro 2,624 million in the same period of 2023.

The positive change in sales of Euro 56 million (+2.1%) can be broken down into the following factors:

- organic sales growth of Euro 48 million (+1.8%);
- sales price increase of Euro 18 million (+0.7%) due to metal price fluctuations;
- negative change of Euro 10 million (-0.4%) for exchange rate fluctuations.

The segment's organic growth particularly benefited from continuation of megatrends involving the strengthening of power transmission and distribution grids and development of renewable energy.

Adjusted EBITDA amounted to Euro 357 million in the first nine months of 2024, versus Euro 287 million in the same period of 2023, reporting a positive change of Euro 70 million (+24.5%). This increase reflects a positive performance by all the businesses, especially Power Distribution and HVAC. At a regional level, the segment reported a major improvement in EMEA and North America partly due to newly available capacity. The Power Grid segment reported a margin of 13.3%, compared with 10.9% in the same period last year.

Third quarter 2024 also saw an improvement in performance. Adjusted EBITDA increased to Euro 119 million from Euro 105 million in the same quarter of the previous year, while the margin climbed from 12.3% in Q3 2023 to 13.6% in Q3 2024. Organic growth in Q3 2024 was positive at +2%.

PERFORMANCE OF ELECTRIFICATION OPERATING SEGMENT

(Euro/million)

	9 months 2024	9 months 2023	% change	2023
Sales	7,010	6,486	8.1%	8,349
Adj. EBITDA before share of net profit/(loss) of equity-accounted companies	687	646	6.2%	820
% Sales	9.8%	10.0%		9.8%
Adj. EBITDA	689	648	6.3%	825
% Sales	9.8%	10.0%		9.9%
Adjustments	(48)	(55)		(72)
EBITDA	641	593	8.2%	753
% Sales	9.2%	9.1%		9.0%
Amortisation and depreciation	(124)	(105)		(146)
Adj. operating income	565	543	4.1%	679
% Sales	8.1%	8.4%		8.1%

The *Electrification* operating segment encompasses different businesses within the electrical energy sector, offering a comprehensive and innovative product portfolio designed to meet growing demand for electricity in various market sectors, namely:

- Industrial and Construction;
- Specialties, in turn comprising OEM, Renewables, Elevators, Automotive Oil & Gas and Downhole Technologies (DHT);
- Other: occasional sales of residual products.

FINANCIAL PERFORMANCE

Electrification segment sales came to Euro 7,010 million, versus Euro 6,486 million in the first nine months of 2023, posting a positive change of Euro 524 million (+8.1%), the main components of which were as follows:

- negative organic sales growth of Euro 197 million (-3.0%);
- increase totalling Euro 567 million (+ 8.7%) related to exchange rate fluctuations, the change in the scope of consolidation after obtaining control of Encore Wire and other effects;
- sales price increase of Euro 154 million (+2.4%) for metal price fluctuations.

Adjusted EBITDA amounted to Euro 689 million, up from Euro 648 million in the first nine months of 2023, posting a positive change of Euro 41 million (+6.3%). The Electrification segment reported a margin of 9.8%, compared with 10.0% in the corresponding prior year reporting period.

The results include Encore Wire, which has been fully consolidated within this segment as of the date of completion of the acquisition.

The following paragraphs describe market trends and financial performance in each of the Electrification operating segment's business areas.

INDUSTRIAL & CONSTRUCTION

(Euro/million)

	9 months 2024	9 months 2023	% change	2023
Sales	4,336	3,732	16.2%	4,793
Adj. EBITDA before share of net profit/(loss) of equity-accounted companies	434	398	9.0%	511
% Sales	10.0%	10.7%		10.7%
Adj. EBITDA	435	399	9.0%	514
% Sales	10.0%	10.7%		10.7%
Adj. operating income	364	341	6.7%	433
% Sales	8.4%	9.1%		9.0%

Industrial & Construction sales came to Euro 4,336 million in the first nine months of 2024, versus Euro 3,732 million in the same period last year, recording a positive change of Euro 604 million (+16.2%), the main components of which were as follows:

- negative organic sales growth of Euro 54 million (-1.4%);
- increase totalling Euro 589 million (+15.7%) related to exchange rate fluctuations, the change in the scope of consolidation after obtaining control of Encore Wire and other effects;
- sales price increase of Euro 69 million (+1.9%) for metal price fluctuations.

Adjusted EBITDA amounted to Euro 435 million in the first nine months of 2024, up from Euro 399 million in the same period last year, posting a positive change of Euro 36 million (+9.0%).

The margin dipped to 10.0%, from 10.7% in the first nine months of 2023.

Third quarter 2024 also saw an improvement in performance. Adjusted EBITDA increased to Euro 211 million from Euro 109 million in the same quarter of the previous year, while the margin climbed from 9.4% in Q3 2023 to 11.5% in Q3 2024. Organic growth in Q3 2024 was positive at +2%. The results include Encore Wire, which has been fully consolidated within this segment as of the date of completion of the acquisition.

SPECIALTIES

(Euro/million)

	9 months 2024	9 months 2023	% change	2023
Sales	2,320	2,449	-5.3%	3,177
Adj. EBITDA before share of net profit/(loss) of equity-accounted companies	250	255	-2.2%	325
% Sales	10.8%	10.4%		10.2%
Adj. EBITDA	251	256	-2.1%	327
% Sales	10.8%	10.5%		10.3%
Adj. operating income	202	212	-4.7%	266
% Sales	8.7%	8.7%		8.4%

Specialties sales came to Euro 2,320 million in the first nine months of 2024, versus Euro 2,449 million in the same period last year, recording a negative change of Euro 129 million (-5.3%), the main components of which were as follows:

- negative organic sales growth of Euro 143 million (-5.9%);
- negative change of Euro 19 million (-0.8%) for exchange rate fluctuations;
- sales price increase of Euro 33 million (+1.4%) for metal price fluctuations.

Adjusted EBITDA amounted to Euro 251 million, down from Euro 256 million in the first nine months of last year, posting a negative change of Euro 5 million (-2.1%).

The margin of 10.8% improved from 10.5% in the prior year reporting period.

Adjusted EBITDA for Q3 2024 amounted to Euro 72 million versus Euro 86 million in the same period last year, while the margin dipped from 10.6% in Q3 2023 to 9.4% in Q3 2024, mostly reflecting the slowdown of Automotive and Oil & Gas businesses. Organic growth in Q3 2024 was negative at -6.9%.

OTHER

(Euro/million)

	9 months 2024	9 months 2023	2023
Sales	354	305	379
Adj. EBITDA before share of net profit/(loss) of equity-accounted companies	3	(7)	(16)
Adj. EBITDA	3	(7)	(16)
Adj. operating income	(1)	(10)	(20)

This business area encompasses occasional sales by Prysmian operating units of intermediate goods, raw materials or other products forming part of the production process. These sales are normally linked to local business situations, do not generate high margins and can vary in size and from period to period.

PERFORMANCE OF DIGITAL SOLUTIONS OPERATING SEGMENT

(Euro/million)

	9 months 2024	9 months 2023	% change	2023
Sales	985	1,191	-17.3%	1,489
Adj. EBITDA before share of net profit/(loss) of equity-accounted companies	109	135	-19.2%	113
% Sales	11.1%	11.3%		7.6%
Adj. EBITDA	121	162	-25.2%	140
% Sales	12.3%	13.6%		9.4%
Adjustments	(39)	(7)		(28)
EBITDA	82	155	-47.3%	112
% Sales	8.3%	13.0%		7.5%
Amortisation and depreciation	(48)	(53)		(70)
Adj. operating income	73	109	-33.5%	70
% Sales	7.4%	9.2%		4.7%

The *Digital Solutions* operating segment produces cable systems and telecom network connectivity products. This segment is organised in the following lines of business: optical fibre, optical cables, connectivity components and accessories, OPGW (Optical Ground Wire) and copper cables.

FINANCIAL PERFORMANCE

Digital Solutions segment sales came to Euro 985 million in the first nine months of 2024, compared with Euro 1,191 million in the same period of 2023.

The negative change of Euro 206 million (-17.3%) is explained by:

- negative organic sales growth of Euro 207 million (-17.3%);
- sales price increase of Euro 5 million (+0.4%) due to metal price fluctuations;
- negative change of Euro 4 million (-0.4%) for exchange rate fluctuations.

The negative organic sales growth in the first nine months of 2024 reflects a temporary downturn in the copper and optical cables business mainly in the North American market.

The multimedia solutions showed a slight recovery in volumes, both in Europe and America.

Globally, copper cables continued their steady decline as traditional networks were retired in favour of new-generation ones.

The high value-added business of optical connectivity accessories, linked to the development of new FTTx (last mile broadband) networks, also recorded a temporary slowdown.

Adjusted EBITDA amounted to Euro 121 million in the first nine months of 2024, reporting a decrease of Euro 41 million (-25.2%) from Euro 162 million in the same period of 2023, especially due to the reduction in volumes on the North American market.

In contrast, the third quarter of 2024 recorded Adjusted EBITDA of Euro 45 million, up from Euro 35 million in the same period of 2023. The Adjusted EBITDA margin on sales in Q3 2024 was also a clear improvement on the same period last year, climbing from 10.5% to 13.7%. At -1.6%, organic sales growth momentum was also better in Q3 2024 than in the first nine months of the year as a whole.

Long-term growth drivers remain confirmed, fuelled by strong data growth and increased FTTH, 5G and datacenter coverage. Prysmian is well positioned to seize the opportunities offered by digitalisation.

PRYSMIAN STATEMENT OF FINANCIAL POSITION

RECLASSIFIED STATEMENT OF FINANCIAL POSITION

(Euro/million)

	30.09.2024	30.09.2023	Change	31.12.2023
Net fixed assets	9,155	5,717	3,438	5,709
Net working capital	1,887	1,658	229	518
Provisions and net deferred taxes	(758)	(753)	(5)	(734)
Net invested capital	10,284	6,622	3,662	5,493
Employee benefit obligations	314	321	(7)	333
Total equity	4,928	4,228	700	3,972
of which attributable to non-controlling interests	194	191	3	191
Net financial debt	5,042	2,073	2,969	1,188
Total equity and sources of funds	10,284	6,622	3,662	5,493

NET FIXED ASSETS

(Euro/million)

	30.09.2024	30.09.2023	Change	31.12.2023
Property, plant and equipment	4,339	3,180	1,159	3,401
Intangible assets	4,570	2,133	2,437	2,071
Equity-accounted investments	234	383	(149)	218
Other investments at fair value through other comprehensive income	12	12	-	10
Assets held for sale (**)	-	9	(9)	9
Net fixed assets	9,155	5,717	3,438	5,709

(**) Excluding the value of financial assets and liabilities held for sale.

At 30 September 2024, net fixed assets amounted to Euro 9,155 million, compared with Euro 5,709 million at 31 December 2023, posting an increase of Euro 3,446 million mainly due to the combined effect of the following factors:

- Euro 752 million upon first-time consolidation of the newly-acquired Encore Wire;
- Euro 2,678 million for the recognition of provisional goodwill on the acquisition of Encore Wire;
- Euro 445 million in net capital expenditure on property, plant and equipment and intangible assets;
- Euro 305 million in amortisation, depreciation and impairment for the period;
- Euro 54 million in increases for property, plant and equipment accounted for in accordance with IFRS 16;
- Euro 31 million in increases in equity-accounted investments, net of Euro 16 million in dividend distributions;
- Euro 200 million in negative currency translation differences affecting the value of property, plant and equipment and intangible assets;
- Euro 4 million for monetary revaluations due to hyperinflation.

NET WORKING CAPITAL

(Euro/million)

	30.09.2024	30.09.2023	Change	31.12.2023
Inventories	2,870	2,491	379	2,264
Trade receivables	2,653	2,454	199	1,987
Trade payables	(2,303)	(2,267)	(36)	(2,199)
Other receivables/(payables)	(1,454)	(1,009)	(445)	(1,527)
Net operating working capital	1,766	1,669	97	525
Derivatives	121	(11)	132	(7)
Net working capital	1,887	1,658	229	518

Net working capital of Euro 1,887 million at 30 September 2024 was Euro 229 million higher than the corresponding figure of Euro 1,658 million at 30 September 2023. Net operating working capital, which excludes the value of derivatives, amounted to Euro 1,766 million at 30 September 2024, up Euro 97 million from Euro 1,669 million at 30 September 2023, with the ratio to annualised last-quarter sales at 9.7% (10.9% in the same period last year).

NET FINANCIAL DEBT

The following table provides a detailed breakdown of net financial debt:

(Euro/million)

	30.09.2024	30.09.2023	Change	31.12.2023
Long-term financial payables				
CDP Loans	119	194	(75)	194
EIB Loans	332	245	87	135
Convertible Bond 2021	-	726	(726)	728
Sustainability-Linked Term Loan 2022	1,195	1,193	2	1,193
Intesa Loan	-	150	(150)	-
Term Loan - Encore Wire acquisition	950	-	950	-
Bridge Loan B - Encore Wire acquisition	920	-	920	-
Bridge Loan C1 - Encore Wire acquisition	509	-	509	-
Bridge Loan C2 - Encore Wire acquisition	487	-	487	-
Lease liabilities	217	236	(19)	234
Interest rate swaps	32	-	32	-
Other financial payables	4	9	(5)	4
Total long-term financial payables	4,765	2,753	2,012	2,488
Short-term financial payables				
CDP Loans	77	104	(27)	103
EIB Loans	114	3	111	113
Sustainability-Linked Term Loan 2022	10	11	(1)	25
Unicredit Loan	-	201	(201)	-
Mediobanca Loan	-	100	(100)	100
Intesa Loan	151	3	148	151
Term Loan - Encore Wire acquisition	15	-	15	-
Bridge Loan B - Encore Wire acquisition	11	-	11	-
Bridge Loan C1 - Encore Wire acquisition	6	-	6	-
Bridge Loan C2 - Encore Wire acquisition	8	-	8	-
Lease liabilities	67	65	2	70
Forex derivatives on financial transactions	1	2	(1)	9
Other financial payables	421	28	393	46
Total short-term financial payables	881	517	364	617
Total financial liabilities	5,646	3,270	2,376	3,105
Long-term financial receivables	4	3	1	3
Long-term bank fees	4	4	-	4
Financial assets at amortised cost	4	3	1	3
Non-current interest rate swaps	1	39	(38)	11
Current interest rate swaps	12	28	(16)	20
Current forex derivatives on financial transactions	4	12	(8)	2
Short-term financial receivables	19	17	2	22
Short-term bank fees	3	2	1	2
Financial assets at fair value through profit or loss	15	76	(61)	85
Financial assets at fair value through other comprehensive income	13	17	(4)	24
Cash and cash equivalents	525	996	(471)	1,741
Total financial assets	604	1,197	(593)	1,917
Net financial debt	5,042	2,073	2,969	1,188

STATEMENT OF CASH FLOWS

(Euro/million)

	9 months 2024	9 months 2023	Change	12 months (from 01.10.2023 to 30.09.2024)	2023
EBITDA	1,309	1,192	117	1,602	1,485
Changes in provisions (including employee benefit obligations) and other movements	(30)	53	(83)	(1)	82
Share of net profit/(loss) of equity-accounted companies	(31)	(29)	(2)	(35)	(33)
Net cash flow from operating activities (before changes in net working capital)	1,248	1,216	32	1,566	1,534
Changes in net working capital	(626)	(992)	366	563	197
Taxes paid	(195)	(255)	60	(268)	(328)
Dividends from equity-accounted companies	16	13	3	16	13
Net cash flow from operating activities	443	(18)	461	1,877	1,416
Cash flow from business combinations and/or disposals	(4,089)	-	(4,089)	(4,089)	-
Net cash flow used in operating investing activities	(445)	(253)	(192)	(816)	(624)
Net cash flow from equity-accounted companies	(1)	-	(1)	(1)	-
Free cash flow (unlevered)	(4,092)	(271)	(3,821)	(3,029)	792
Net finance costs	(75)	(62)	(13)	(85)	(72)
Free cash flow (levered)	(4,167)	(333)	(3,834)	(3,114)	720
Dividend distribution	(200)	(165)	(35)	(200)	(165)
Share BuyBack and other movements	(166)	(2)	(164)	(168)	(4)
Net cash flow provided/(used) in the period	(4,533)	(500)	(4,033)	(3,482)	551
Opening net financial debt	(1,188)	(1,417)	229	(2,073)	(1,417)
Net cash flow provided/(used) in the period	(4,533)	(500)	(4,033)	(3,482)	551
Equity component of Convertible Bond 2021	733	-	733	733	-
Increase in net financial debt for IFRS 16	(54)	(128)	74	(79)	(153)
Other changes	-	(28)	28	(141)	(169)
Closing net financial debt	(5,042)	(2,073)	(2,969)	(5,042)	(1,188)

Net financial debt stood at Euro 5,042 million at 30 September 2024, up Euro 2,969 million from the corresponding figure of Euro 2,073 million reported at 30 September 2023. Impacting this position were the outlay of Euro 4,089 million to acquire Encore Wire, the outlay of Euro 166 million to buy treasury shares, the payment of Euro 200 million in dividends, partially offset by Euro 733 million from converting the Convertible Bond 2021 and Euro 979 million in net cash inflow generated in the past twelve months, net of Euro 4 million in antitrust-related outlays.

The net cash inflow of Euro 979 million was generated by:

- a) Euro 1,302 million in net cash flow provided by operating activities before changes in net working capital;
- b) Euro 563 million in net cash flow provided by changes in net working capital;
- c) Euro 817 million in cash outflows for net capital expenditure;
- d) Euro 85 million in payments of net finance costs;
- e) Euro 16 million in dividends received from associates.

ALTERNATIVE PERFORMANCE INDICATORS

In addition to the standard financial reporting formats and indicators required under IFRS, this document contains a number of reclassified statements and alternative performance indicators in order to enable a better appreciation of Prysmian's business performance. Such reclassified statements and performance indicators should not however be treated as substitutes for the accepted ones required by IFRS.

In this regard, on 3 December 2015, Consob adopted the ESMA guidelines in Italy with publication of "ESMA Guidelines/2015/1415" which supersede the "CESR Recommendation 2005 (CESR/05-178b)". The alternative performance measures have therefore been revised in light of these guidelines.

The alternative indicators used for reviewing the income statement include:

- **Adjusted operating income:** operating income before income and expense for business reorganisation¹, before non-recurring items², as presented in the consolidated income statement, before other non-operating income and expense³ and before the fair value change in derivatives on commodities and in other fair value items. The purpose of this indicator is to present Prysmian's operating profitability without the effects of events considered to be outside its continuing operations;
- **EBITDA:** operating income before the fair value change in metal price derivatives and in other fair value items and before amortisation, depreciation and impairment. The purpose of this indicator is to present Prysmian's operating profitability before the main non-monetary items;
- **Adjusted EBITDA:** EBITDA as defined above calculated before income and expense for business reorganisation, before non-recurring items, as presented in the consolidated income statement, and before other non-operating income and expense. The purpose of this indicator is to present Prysmian's operating profitability before the main non-monetary items, without the effects of events considered to be outside its recurring operations;

¹ Income and expense for business reorganisation: these refer to income and expense that arise as a result of the closure of production facilities and/or as a result of projects to optimise organisational structure;

² Non-recurring income and expense: these refer to income and expense related to unusual events that have not affected profit or loss in past periods and are not likely to affect the results in future periods;

³ Other non-operating income and expense: these refer to income and expense that management considers should not be taken into account when measuring business performance.

- **Adjusted EBITDA before share of net profit/(loss) of equity-accounted companies:** Adjusted EBITDA as defined above calculated before the share of net profit/(loss) of equity-accounted companies;
- **Organic growth:** growth in sales calculated net of changes in the scope of consolidation, changes in metal prices and exchange rate effects.

The alternative indicators used for reviewing the reclassified statement of financial position include:

- **Net fixed assets:** sum of the following items contained in the statement of financial position:
 - Intangible assets
 - Property, plant and equipment
 - Equity-accounted investments
 - Other investments at fair value through other comprehensive income
 - Assets held for sale (excluding financial assets and liabilities held for sale)
- **Net working capital:** sum of the following items contained in the statement of financial position:
 - Inventories
 - Trade receivables
 - Trade payables
 - Other non-current receivables and payables, net of long-term financial receivables classified in net financial debt
 - Other current receivables and payables, net of short-term financial receivables classified in net financial debt
 - Derivatives, net of interest rate and forex risk hedges of financial transactions classified in net financial debt
 - Current tax payables
 - Current assets and current liabilities held for sale
- **Net operating working capital:** net working capital, as defined above, net of derivatives not classified in net financial debt.

- **Provisions and net deferred taxes:** sum of the following items contained in the statement of financial position:
 - Provisions for risks and charges – current portion
 - Provisions for risks and charges – non-current portion
 - Provisions for deferred tax liabilities
 - Deferred tax assets

- **Net invested capital:** sum of Net fixed assets, Net working capital and Provisions.

- **Employee benefit obligations** and **Total equity:** these indicators correspond to Employee benefit obligations and Total equity reported in the statement of financial position.

- **Net financial debt:** sum of the following items:
 - Borrowings from banks and other lenders – non-current portion
 - Borrowings from banks and other lenders – current portion
 - Derivatives on financial transactions recorded as Non-current derivatives and classified under Long-term financial receivables
 - Derivatives on financial transactions recorded as Current derivatives and classified under Short-term financial receivables
 - Derivatives on financial transactions recorded as Non-current derivatives and classified under Long-term financial payables
 - Derivatives on financial transactions recorded as Current derivatives and classified under Short-term financial payables
 - Medium/long-term financial receivables recorded in Other non-current receivables
 - Loan arrangement fees recorded in Other non-current receivables
 - Short-term financial receivables recorded in Other current receivables
 - Loan arrangement fees recorded in Other current receivables
 - Financial assets at amortised cost
 - Financial assets at fair value through profit or loss
 - Financial assets at fair value through other comprehensive income
 - Cash and cash equivalents

Reconciliation between the Reclassified Statement of Financial Position presented in the Directors' Report and the Statement of Financial Position contained in the Consolidated Financial Statements and Explanatory Notes at 30 September 2024

(Euro/million)

		30.09.2024	31.12.2023
	Note	As per financial statements	As per financial statements
Total net fixed assets	A	9,155	5,709
Inventories	4	2,870	2,264
Trade receivables	3	2,653	1,987
Trade payables	11	(2,303)	(2,199)
Other receivables	3	1,369	1,090
Other payables	11	(2,711)	(2,522)
Current tax payables		(82)	(64)
Derivatives	5	105	17
<i>Items not included in net working capital:</i>			
Financial receivables		23	25
Prepaid finance costs		7	6
Interest rate derivatives		(19)	31
Forex derivatives on financial transactions		3	(7)
Total net working capital	B	1,887	518
Provisions for risks and charges	12	(796)	(811)
Deferred tax assets		307	299
Deferred tax liabilities		(269)	(222)
Total provisions	C	(758)	(734)
Net invested capital	D=A+B+C	10,284	5,493
Employee benefit obligations	E	314	333
Total equity	F	4,928	3,972
Borrowings from banks and other lenders	10	5,613	3,096
Financial assets at amortised cost		(4)	(3)
Financial assets at fair value through profit or loss	6	(15)	(85)
Financial assets at fair value through other comprehensive income	6	(13)	(24)
Cash and cash equivalents	7	(525)	(1,741)
Financial receivables		(23)	(25)
Prepaid finance costs		(7)	(6)
Interest rate derivatives		19	(31)
Forex derivatives on financial transactions		(3)	7
Net financial debt	G	5,042	1,188
Total equity and sources of funds	H=E+F+G	10,284	5,493

Reconciliation between the principal performance indicators and the Income Statement contained in the Consolidated Financial Statements and Explanatory Notes at 30 September 2024

(Euro/million)

	9 Months 2024	9 Months 2023
	As per Income Statements	As per Income Statements
Net Profit	634	588
Taxes	181	232
Profit before Taxes	815	820
Finance Income	(566)	(740)
Finance Costs	699	810
Operating Income	948	890
Amortisation, depreciation, impairment and impairment reversal	305	270
Fair value changes in derivatives on commodities	8	(4)
Shares based payments	48	36
EBITDA	1,309	1,192
Other non recurring expenses and revenues	7	7
Business reorganizations	59	25
Other non operating expenses	34	62
Adjusted EBITDA	1,409	1,286

(Euro/million)

		9 months 2024	9 months 2023
		As per income statement	As per income statement
Sales	A	12,362	11,825
Change in inventories of finished goods and work in progress		230	132
Other income		39	49
Raw materials, consumables and supplies		(7,970)	(7,632)
Personnel costs		(1,456)	(1,338)
Other expenses		(1,975)	(1,909)
Operating costs	B	(11,132)	(10,698)
Share of net profit/(loss) of equity-accounted companies	C	31	29
Fair value share-based payment	D	48	36
EBITDA	E=A+B+C+D	1,309	1,192
Other non-recurring expenses and revenues	F	(7)	(7)
Business reorganisation	G	(59)	(25)
Other non-operating expenses	H	(34)	(62)
Total adjustments to EBITDA	I = F+G+H	(100)	(94)
Adj. EBITDA	L = E-I	1,409	1,286
Share of net profit/(loss) of equity-accounted companies	M	15	29
Adj. EBITDA before share of net profit/(loss) of equity-accounted companies	N = L-M	1,394	1,257

(Euro/million)

		9 months 2024	9 months 2023
		As per income statement	As per income statement
Operating income	A	948	890
Other non-recurring expenses and revenues		(7)	(7)
Business reorganisation		(59)	(25)
Other non-operating expenses		(34)	(62)
Total adjustments to EBITDA	B	(100)	(94)
Fair value change in derivatives on commodities	C	(8)	4
Fair value share-based payment	D	(48)	(36)
Non-recurring impairment and releases	E	-	(3)
Adj. operating income	F=A-B-C-D-E	1,104	1,019

BUSINESS OUTLOOK

Prysmian confirms the upgraded outlook, shared with the 1H24 result publication, based on Prysmian's strong performance, and on the acquisition of Encore Wire. Therefore, the guidance for FY24 is:

- adjusted EBITDA in the range of €1,900–€1,950 million;
- free cash flow in the range of €840-€920 million;
- scope 1&2 GHG emission reduction of 36% and Scope 3 reduction of 13% vs 2019, while including Encore Wire within the perimeter.

These goals assume no material changes in the geopolitical situation, in addition to excluding extreme dynamics in the prices of production factors or significant supply chain disruptions. The forecasts are based on the Company's current business perimeter (including the contribution of Encore Wire as of 1st July), assuming a EUR/USD exchange rate of 1.08 for the rest of the year, and do not include impacts on cash flows related to Antitrust issues.

FORESEEABLE RISKS FOR 2024

Prysmian is exposed in the normal conduct of its business to a number of financial and non-financial risk factors which, if they should occur, could also have a material impact on its results of operations and financial condition. Prysmian has always acted to maximise value for its shareholders by implementing all necessary measures to prevent or mitigate the risks inherent in the Prysmian business, which is why it adopts specific procedures to manage the risk factors that could influence its business results. Given operating performance in the first nine months of the year and the specific macroeconomic context, these risks do not appear to differ from those described in the Integrated Annual Report 2023 to which, therefore, express reference should be made.

RELATED PARTY TRANSACTIONS

Related party transactions do not qualify as either atypical or unusual but form part of the normal course of business by Prysmian companies. Such transactions take place under market terms and conditions, according to the type of goods and services provided.

Information about related party transactions, including that required by the Consob Communication dated 28 July 2006, is presented in Note 20 of the Explanatory Notes.

Milan, 30 October 2024

ON BEHALF OF THE BOARD OF DIRECTORS

THE CHAIRMAN
Francesco Gori

Consolidated Financial Statements and Explanatory Notes

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(Euro/million)

	Note	30.09.2024	of which related parties	31.12.2023	of which related parties
Non-current assets					
Property, plant and equipment	1	4,339		3,401	
Goodwill	1	4,207		1,660	
Other intangible assets	1	363		411	
Equity-accounted investments	2	234	234	218	218
Other investments at fair value through other comprehensive income		12		10	
Financial assets at amortised cost		4		3	
Derivatives	5	98		41	
Deferred tax assets		307		299	
Other receivables	3	36		36	
Total non-current assets		9,600		6,079	
Current assets					
Inventories	4	2,870		2,264	
Trade receivables	3	2,653	3	1,987	3
Other receivables	3	1,333	3	1,054	2
Financial assets at fair value through profit or loss	6	15		85	
Derivatives	5	124		80	
Financial assets at fair value through other comprehensive income	6	13		24	
Cash and cash equivalents	7	525		1,741	
Total current assets		7,533		7,235	
Assets held for sale	8	-		9	
Total assets		17,133		13,323	
Equity					
Share capital	9	30		28	
Reserves	9	4,085		3,224	
Group share of net profit/(loss)	9	619		529	
Equity attributable to the Group		4,734		3,781	
Equity attributable to non-controlling interests		194		191	
Total equity		4,928		3,972	
Non-current liabilities					
Borrowings from banks and other lenders	10	4,733		2,488	
Employee benefit obligations	13	314		333	
Provisions for risks and charges	12	50		58	
Deferred tax liabilities		269		222	
Derivatives	5	51		47	
Other payables	11	51		53	
Total non-current liabilities		5,468		3,201	
Current liabilities					
Borrowings from banks and other lenders	10	880		608	
Provisions for risks and charges	12	746	8	753	5
Derivatives	5	66		57	
Trade payables	11	2,303	15	2,199	4
Other payables	11	2,660	2	2,469	5
Current tax payables		82		64	
Total current liabilities		6,737		6,150	
Total liabilities		12,205		9,351	
Total equity and liabilities		17,133		13,323	

CONSOLIDATED INCOME STATEMENT

(Euro/million)

	Note	9 months 2024	of which related parties	9 months 2023	of which related parties
Sales		12,362	3	11,825	-
Change in inventories of finished goods and work in progress		230		132	
Other income		39	-	49	6
Total sales and income		12,631		12,006	
Raw materials, consumables and supplies		(7,970)	-	(7,632)	-
Fair value change in derivatives on commodities		(8)		4	
Personnel costs		(1,456)	(11)	(1,338)	(6)
Amortisation, depreciation, impairment and impairment reversals		(305)		(270)	
Other expenses		(1,975)	(6)	(1,909)	(6)
Share of net profit/(loss) of equity-accounted companies		31	31	29	29
Operating income		948		890	
Finance costs	14	(699)		(810)	
Finance income	14	566		740	
Profit before taxes		815		820	
Taxes	15	(181)		(232)	
Net profit		634		588	
Of which:					
Attributable to non-controlling interests		15		13	
Group share		619		575	
Basic earnings/(loss) per share (in Euro)	16	2.22		2.11	
Diluted earnings/(loss) per share (in Euro)	16	2.14		2.11	

OTHER COMPREHENSIVE INCOME

(Euro/million)

	Note	9 months 2024	9 months 2023
Net profit		634	588
Other comprehensive income:			
A) Change in cash flow hedge reserve:	9	83	(30)
- Profit/(loss) for the period		123	(41)
- Taxes		(40)	11
B) Other changes relating to cash flow hedges:	9	(15)	11
- Profit/(loss) for the period		(20)	16
- Taxes		5	(5)
C) Change in currency translation reserve	9	(181)	(22)
D) Actuarial gains/(losses) on employee benefits (*):		11	2
- Profit/(loss) for the period		15	3
- Taxes		(4)	(1)
Total other comprehensive income (A+B+C+D):		(102)	(39)
Total comprehensive income		532	549
Of which:			
Attributable to non-controlling interests		11	12
Group share		521	537

(*) Components of comprehensive income that will not be reclassified to profit or loss in subsequent periods.

CONSOLIDATED INCOME STATEMENT – 3rd QUARTER *

(Euro/million)

	3rd quarter 2024	3rd quarter 2023
Sales	4,543	3,822
Change in inventories of finished goods and work in progress	(3)	-
Other income	16	15
Total sales and income	4,556	3,837
Raw materials, consumables and supplies	(2,898)	(2,415)
Fair value change in derivatives on commodities	(21)	1
Personnel costs	(508)	(460)
Amortisation, depreciation, impairment and impairment reversals	(112)	(92)
Other expenses	(672)	(631)
Share of net profit/(loss) of equity-accounted companies	11	14
Operating income	356	254
Finance costs	(342)	(24)
Finance income	262	8
Profit before taxes	276	238
Taxes	(52)	(63)
Net profit	224	175
Of which:		
Attributable to non-controlling interests	7	5
Group share	217	170

OTHER COMPREHENSIVE INCOME – 3rd QUARTER *

(Euro/million)

	3rd quarter 2024	3rd quarter 2023
Net profit	224	175
Other comprehensive income:		
A) Change in cash flow hedge reserve:	(54)	21
- Profit/(loss) for the period	(72)	25
- Taxes	18	(4)
B) Other changes relating to cash flow hedges:	10	7
- Profit/(loss) for the period	14	11
- Taxes	(4)	(4)
C) Change in currency translation reserve	(274)	95
D) Actuarial gains/(losses) on employee benefits (**):	-	-
- Profit/(loss) for the period	-	-
- Taxes	-	-
Total other comprehensive income (A+B+C+D):	(318)	123
Total comprehensive income	(94)	298
Of which:		
Attributable to non-controlling interests	-	11
Group share	(94)	287

(*) The figures for Q3 2024 and Q3 2023 have not undergone limited assurance audit.

(**) Components of comprehensive income that will not be reclassified to profit or loss in subsequent periods.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Note 9)

(Euro/million)

	Share capital	Cash flow hedge reserve	Currency translation reserve	Other reserves	Group share of net profit	Equity attributable to the Group	Equity attributable to non-controlling interests	Total
Balance at 31-Dec-2022	27	70	(174)	3,158	504	3,585	186	3,771
Allocation of prior year net result	1	-	-	503	(504)	-	-	-
Fair value share-based payment	-	-	-	36	-	36	-	36
Dividend distribution	-	-	-	(158)	-	(158)	(7)	(165)
Acquisition of non-controlling interests	-	-	-	-	-	-	(2)	(2)
Effect of hyperinflation	-	-	-	37	-	37	2	39
Total comprehensive income	-	(33)	(23)	18	575	537	12	549
Balance at 30-Sept-2023	28	37	(197)	3,594	575	4,037	191	4,228

(Euro/million)

	Share capital	Cash flow hedge reserve	Currency translation reserve	Other reserves	Group share of net profit	Equity attributable to the Group	Equity attributable to non-controlling interests	Total
Balance at 31-Dec-2023	28	35	(367)	3,556	529	3,781	191	3,972
Allocation of prior year net result	-	-	-	529	(529)	-	-	-
Fair value share-based payment	-	-	-	48	-	48	-	48
Dividend distribution	-	-	-	(193)	-	(193)	(9)	(202)
Share buy-back	-	-	-	(166)	-	(166)	-	(166)
Conversion of 2021 Convertible Bond	2	-	-	731	-	733	-	733
Acquisition of non-controlling interests	-	-	-	1	-	1	(1)	-
Effect of hyperinflation	-	-	-	9	-	9	2	11
Total comprehensive income	-	83	(177)	(4)	619	521	11	532
Balance at 30-Sept-2024	30	118	(544)	4,511	619	4,734	194	4,928

CONSOLIDATED STATEMENT OF CASH FLOWS (Note 24)

(Euro/million)

	9 months 2024	of which related parties	9 months 2023	of which related parties
Profit before taxes	815		820	
Amortisation, depreciation and impairment	305		270	
Share of net profit/(loss) of equity-accounted companies	(31)	(31)	(29)	(29)
Dividends received from equity-accounted companies	16	16	13	13
Share-based payments	48	3	36	1
Fair value change in derivatives on commodities	8		(4)	
Net finance costs	133		70	
Changes in inventories	(360)		(256)	
Changes in trade receivables/payables	(161)	11	(948)	(17)
Changes in other receivables/payables	(105)	(4)	212	-
Change in employee benefit obligations	(14)		(14)	
Change in provisions for risks and other movements	(16)	3	67	
Net income taxes paid	(195)		(255)	
A. Cash flow from operating activities	443		(18)	
Cash flow from business combinations and/or disposals	(4,089)		-	
Investments in property, plant and equipment	(443)		(240)	
Disposal of property, plant and equipment	1		-	
Disposal of assets held for sale	9		-	
Investments in intangible assets	(12)		(13)	
Investments in financial assets at fair value through profit or loss	-		(12)	
Disposals of financial assets at fair value through profit or loss	64		198	
Investments in financial assets or equity interests at fair value through other comprehensive income	(1)		(10)	
Disposals of financial assets at fair value through other comprehensive income	13		-	
Investments in financial assets at amortised cost	(1)		-	
B. Cash flow from investing activities	(4,459)		(77)	
Share buy-back and other movements	(166)		(2)	
Dividend distribution	(200)		(165)	
Proceeds of new loans	3,579		120	
Repayments of loans	(650)		-	
Changes in other net financial receivables/payables	326		(68)	
Finance costs paid	(170)		(114)	
Finance income received	95		52	
C. Cash flow from financing activities	2,814		(177)	
D. Net currency translation difference on cash and cash equivalents	(14)		(17)	
E. Net cash flow for the period (A+B+C+D)	(1,216)		(289)	
F. Cash and cash equivalents at beginning of period	1,741		1,285	
G. Cash and cash equivalents at end of period (E+F)	525		996	

EXPLANATORY NOTES

A. GENERAL INFORMATION

Prysmian S.p.A. ("the Company") is a company incorporated and domiciled in Italy and organised under the laws of the Republic of Italy. The Company has its registered office in Via Chiese 6, Milan (Italy).

Prysmian S.p.A. was floated on the Italian Stock Exchange on 3 May 2007 and since September 2007 has been included in the FTSE MIB index, comprising the top 40 Italian companies by capitalisation and stock liquidity. Since 18 October 2021, the stock has been included in the MIB® ESG, the first "Environmental, Social and Governance" index dedicated to Italian blue chips, featuring the most important listed issuers that demonstrate their espousal of ESG best practices. The Company and its subsidiaries (together "the Group" or "Prysmian") produce power and telecom cables and systems and related accessories, and distribute and sell them around the globe.

The Interim Condensed Consolidated Financial Statements as at 30 September 2024 and for the nine months period as at 30 September 2024 and 2023 was approved by the Board of Directors of Prysmian S.p.A. on 30 October 2024 and is subject to limited assurance audit on a discretionary basis.

A.1 SIGNIFICANT EVENTS IN THE FIRST NINE MONTHS OF 2024

Significant events in the period are reviewed in the Directors' Report in the section entitled "SIGNIFICANT EVENTS DURING THE PERIOD".

B. FORM AND CONTENT

The consolidated financial statements included in the present Third Quarter Financial Report have been prepared on a going concern basis, since the Directors have assessed that there are no financial, operating or other kind of indicators that might provide evidence of Prysmian's inability to meet its obligations in the foreseeable future and particularly in the next 12 months. The information contained in these Explanatory Notes must be read in conjunction with the Directors' Report, an integral part of the Third Quarter Financial Report, and the annual IFRS Consolidated Financial Statements at 31 December 2023.

All the amounts shown in Prysmian's financial statements are expressed in millions of Euro, unless otherwise stated.

B.1 FINANCIAL STATEMENTS AND DISCLOSURES

Prysmian has elected to present its income statement according to the nature of expenses, whereas assets and liabilities in the statement of financial position are classified as current or non-current. The statement of cash flows has been prepared using the indirect method.

Prysmian has prepared the Third Quarter Financial Report at 30 September 2024 in accordance with art. 154-ter of Legislative Decree 58/1998 and the Interim Condensed Consolidated Financial Statements as at 30 September 2024 and for the nine months period as at 30 September 2024 and 2023 compliant with the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) and endorsed by the European Union, and in compliance with IAS 34 – Interim Financial Reporting, applying the same accounting standards and policies adopted to prepare the consolidated financial statements at 31 December 2023.

When preparing the Third Quarter Financial Report, management has made judgements, estimates and assumptions that affect the value of revenues, costs, assets and liabilities and the disclosures relating to contingent assets and liabilities at the reporting date. As estimates, these may differ from the actual results attained in the future. The estimation processes, in line with what was carried out for the purposes of preparing the Consolidated Financial Statements as at 31 December 2023, took into account, where significant, the effects related to the macroeconomic scenario and climate risks. Certain valuation processes, particularly more complex ones, such as the determination of any fixed asset impairment, are only conducted fully at the time of drawing up the year-end consolidated financial statements when all the necessary information is available.

No evidence of impairment has been identified during the first nine months of 2024, having considered both external and internal sources. Market capitalisation at 30 September 2024 was in excess of Euro 19 billion, thus significantly above the book value of equity.

B.2 ACCOUNTING PRINCIPLES

Accounting principles used to prepare the Third Quarter Financial Report

The basis of consolidation, the methods used to translate financial statements into the presentation currency, the accounting principles, estimates and policies adopted are the same as those used for the consolidated financial statements at 31 December 2023, to which reference should be made for more details, except for income taxes, which are recognised using the best estimate of Prysmian's full-year expected weighted average tax rate.

It should be noted that as of 1 January 2024, the requirements being met, the Argentine company switched its functional currency from the Argentine peso to the US dollar. IAS 29 - Financial Reporting in Hyperinflationary Economies is therefore no longer being applied to the Argentine subsidiary.

Like in the 2023 consolidated financial statements, the Indian company Ravin Cables Limited is not under Prysmian's control for the reasons described in more detail below.

Ravin Cables Limited

In January 2010, Prysmian acquired a 51% interest in the Indian company Ravin Cables Limited ("Ravin"), with the remaining 49% held by other shareholders directly or indirectly associated with the Karia family (the "Local Shareholders"). Under the agreements signed with the Local Shareholders, after a limited transition period, management of Ravin would be transferred to a Chief Executive Officer appointed by Prysmian. However, this failed to happen and, in breach of the agreements, Ravin's management remained in the hands of the Local Shareholders and their representatives. Consequently, having now lost control, Prysmian ceased to consolidate Ravin and its subsidiary Power Plus Cable Co. LLC. with effect from 1 April 2012. In February 2012, Prysmian found itself forced to initiate arbitration proceedings before the London Court of International Arbitration (LCIA), requesting that the Local Shareholders be declared in breach of contract and ordered to sell the shares representing 49% of Ravin's share capital to Prysmian. In a ruling handed down in April 2017, the LCIA upheld Prysmian's claims and ordered the Local Shareholders to sell the shares representing 49% of Ravin's share capital to Prysmian. However, the Local Shareholders did not voluntarily enforce the arbitration award and so Prysmian had to initiate proceedings in the Indian courts in order to have the arbitration award recognised in India. Having gone through two levels of the court system, these proceedings were finally concluded on 13 February 2020 with the pronouncement of a ruling by the Indian Supreme Court under which the latter definitively declared the arbitration award enforceable in India. In view of the continuing failure of the Local Shareholders to comply voluntarily, Prysmian has requested the Mumbai court to enforce the arbitration award so as to purchase the shares representing 49% of Ravin's share capital as soon as possible. This case is currently still in progress and so control of the company is considered to have not yet been acquired.

Accounting standards, amendments and interpretations applied from 1 January 2024

The following is a list of new standards, interpretations and amendments whose application became mandatory from 1 January 2024 but which, upon evaluation, have been found not to have had a material impact on the consolidated financial statements at 30 September 2024:

- *Amendments to IAS 7 Statement of Cash Flows and IFRS 7 Financial Instruments: Disclosures: Supplier Finance Arrangements;*
- *Amendments to IAS 1: Presentation of Financial Statements:*
 - *Classification of Liabilities as Current or Non-current;*
 - *Classification of Liabilities as Current or Non-current: Deferral of Effective Date;*
 - *Non-current Liabilities with Covenants.*
- *Amendments to IFRS 16 Leases: Lease Liability in a Sale as Leaseback.*

There are no accounting standards, amendments and interpretations to report that are applicable to annual reporting periods after 2024 and that have already completed the EU endorsement process.

International Tax Reform - Pillar Two

The Organisation for Economic Co-operation and Development (OECD)/G20 Inclusive Framework on Base Erosion and Profit Sharing (OECD/G20 BEPS), has published the Pillar Two anti-Base Erosion rules ("Pillar Two") aimed at addressing the tax challenges arising from digitalisation of the global economy.

The Pillar Two Global anti-Base Erosion rules (GloBE Rules) represent the first substantial proposal to renovate international tax rules in a century. Among others, the GloBE Rules propose a new tax mechanism whereby multinational enterprises (MNEs) with revenues above Euro 750 million will have to pay a minimum level of tax on their income.

The Pillar Two rules have been adopted with effect from 2024 by several jurisdictions in which the Group operates. These rules are applicable to the 2024 consolidated financial statements. Falling within the scope of the Pillar Two rules, the Group has assessed its potential exposure to these rules.

This assessment has been based on tax filings, country-by-country reports, financial statements of Group companies, and forecast results. Based on this assessment, most of the jurisdictions in which the Group operates are expected to be exempt from the application of the Pillar Two tax under the Transitional CbCR Safe Harbour. A limited number of jurisdictions may not benefit from the exemption under the Transitional CbCR Safe Harbour. However, these are jurisdictions in which the Group has a marginal presence or where the calculation of the Income Inclusion Rule and/or the Domestic Top up tax is not expected to result in a tax amount due. Therefore, no current tax has been accounted for as a result of the Pillar Two rules.

When preparing the Third Quarter Financial Report, and consistent with the approach adopted for the annual consolidated financial statements at 31 December 2023, Prysmian has applied the temporary exception envisaged by the amendments to IAS 12 - Income Taxes, whereby a reporting entity does not recognise or disclose information about deferred tax assets and deferred tax liabilities related to Pillar Two.

B.3 CHANGES IN THE SCOPE OF CONSOLIDATION

Prysmian's scope of consolidation includes the financial statements of Prysmian S.p.A. (the Parent Company) and the companies over which it exercises direct or indirect control, which are consolidated from the date when control is obtained until the date when such control ceases.

The changes in the scope of consolidation at 30 September 2024, with respect to 31 December 2023, are reported below.

Liquidations

Liquidated companies	Nation	Date
Omnisens do Brasil Serviços de Soluções de Monitoração em Fibra Ótica LTDA	Brazil	11 March 2024
National Cables (Pty) Ltd.	South Africa	4 July 2024
Proveedora de Cables Y Alambres PDCA Guatemala, S.A.	Guatemala	16 August 2024

New incorporations

Newco	Nation	Date
Applause Merger Sub Inc.	U.S.A.	12 April 2024

Mergers

Merged company	Nation	Merged into	Nation	Date
Prysmian RE Company Designated Activity Company	Ireland	Prysmian Servizi S.p.A.	Italy	1 April 2024
Applause Merger Sub Inc.	U.S.A.	Encore Wire Corporation	U.S.A.	2 July 2024
Draka Holding, S.L. (Sociedad Unipersonal)	Spain	Prysmian Cables Spain S.A.	Spain	10 September 2024

Name changes

Previous name	New name	Nation	Date
Prysmian Servizi S.p.A.	Prysmian Riassicurazioni S.p.A.	Italy	1 April 2024

Acquisitions

As described in "Significant events during the period", the acquisition of 100% of the ordinary shares of Encore Wire Corporation was concluded on 2 July 2024. The acquisition was consummated by merging Applause Merger Sub Inc. (a Delaware corporation, indirectly and wholly owned by Prysmian S.p.A.) into Encore Wire Corporation. More details can be found in Section E. Business Combinations.

Appendix A to these notes contains a list of the companies included in the scope of consolidation at 30 September 2024.

C. FINANCIAL RISK MANAGEMENT

Prysmian's activities are exposed to various types of risk: market risk (including exchange rate, interest rate and price risks), credit risk and liquidity risk.

The Third Quarter Financial Report does not contain all the information about the financial risks described in the Integrated Annual Report at 31 December 2023, which should be consulted for a more detailed review.

With reference to the risks described in the Integrated Annual Report at 31 December 2023, there have been no material changes in the types of risks to which Prysmian is exposed or in its policies for managing such risks.

D. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

IFRS 13 requires assets and liabilities recognised in the statement of financial position at fair value to be classified according to a hierarchy that reflects the significance of the inputs used in measuring fair value.

Financial instruments are classified according to the following fair value measurement hierarchy:

Level 1: Fair value is determined with reference to quoted prices (unadjusted) in active markets for identical financial instruments;

Level 2: Fair value is determined using valuation techniques where the input is based on observable market data;

Level 3: Fair value is determined using valuation techniques where the input is not based on observable market data.

(Euro/million)

				30.09.2024
	Level 1	Level 2	Level 3	Total
Assets				
<i>Financial assets at fair value:</i>				
Derivatives at FVPL	-	15	-	15
CFH derivatives	-	207	-	207
Financial assets at FVPL	15	-	-	15
Financial assets at FVOCI	13	-	-	13
Other investments at FVOCI	-	-	12	12
Total assets	28	222	12	262
Liabilities				
<i>Financial liabilities at fair value:</i>				
Derivatives at FVPL	-	37	-	37
CFH derivatives	-	80	-	80
Total liabilities	-	117	-	117

Financial assets classified in fair value Level 3 reported no significant movements in the period.

Given the short-term nature of trade receivables and trade payables, their carrying amounts, net of any allowances for impairment, are treated as a good approximation of fair value.

Financial assets at fair value through profit or loss of Euro 15 million, classified in fair value Level 1, refer to funds in which Brazilian subsidiaries have temporarily invested their liquidity.

Financial assets at fair value through other comprehensive income of Euro 13 million, classified in fair value Level 1, mainly refer to Italian government bonds.

During the first nine months of 2024 there were no transfers of financial assets and liabilities between the different levels of the fair value hierarchy.

The valuation techniques are described below:

Level 1: The fair value of financial instruments quoted in an active market is based on market price at the reporting date. The market price used for derivatives is the bid price, while for financial liabilities the ask price is used.

Level 2: Derivatives classified in this category include interest rate swaps, currency forwards and derivative contracts on metals and other commodities that are not quoted in active markets. Fair value is determined as follows:

- for interest rate swaps, it is calculated on the basis of the present value of forecast future cash flows;
- for currency forwards, it is determined using the forward exchange rate at the reporting date, appropriately discounted;
- for derivatives on commodities, it is determined using the prices of such metals at the reporting date, appropriately discounted.

Level 3: The fair value of instruments not quoted in an active market is primarily determined using valuation techniques based on estimated discounted cash flows.

E. BUSINESS COMBINATIONS

As described in "Significant events during the period" presented in the Directors' Report, Prysmian obtained control of Encore Wire Corporation on 2 July 2024. For accounting purposes, the acquisition date is being taken as 1 July 2024.

The total consideration for the acquisition was Euro 4,355 million.

Acquisition-related costs amount to around Euro 16 million, before approximately Euro 3 million in tax effects, and have been expensed to income as "non-operating expenses".

The assets and liabilities of Encore Wire have been determined on a provisional basis, since the main acquisition accounting processes had not yet been completed at the date of preparing the present report. In compliance with IFRS 3, the fair value of the assets, liabilities and contingent liabilities will be finalised within twelve months of the acquisition date.

The excess of the purchase consideration over the fair value of net assets acquired has been recognised on a provisional basis as goodwill, as permitted by IFRS 3, quantified as Euro 2,678 million. Such goodwill is primarily justified by expected future income from integrating the company into the Group, including the benefits of run-rate synergies and step-ups, currently not fully recognised, in the value of the net assets acquired. The process of purchase price allocation is in progress, as permitted by the relevant accounting standards.

Details of the net assets acquired and goodwill are as follows:

(Euro/million)

Cash outlay	4,337
Derivative instruments arranged for the acquisition	18
Total purchase consideration (A)	4,355
Fair value net assets acquired (B)	1,677
Goodwill (A-B)	2,678
Cash outlay for acquisition	4,355
Cash held by acquiree	(266)
Acquisition cash flow	4,089

Details of the provisional fair values of the assets/liabilities acquired are as follows:

(Euro/million)

Property, plant and equipment	752
Deferred taxes	(47)
Inventories	259
Trade and other receivables	737
Trade and other payables	(290)
Cash and cash equivalents	266
Fair value net assets acquired (B)	1,677

F. SEGMENT INFORMATION

Further to the Group's new strategy presented at the Capital Markets Day on 5 October 2023, on 19 December 2023, Prysmian announced changes to its internal organisational structure and operating segments. In particular, effective 1 January 2024, four new business segments are in operation: Transmission, Power Grid, Electrification and Digital Solutions.

The implementation of the reporting systems to support the new model, undertaken in early 2024, was completed prior to preparing the current report. The criteria used to identify the reportable segments are therefore consistent with the current organisational model.

In accordance with IFRS 8 and taking into account the organisational structure and the management, internal reporting and performance monitoring models, the directors have therefore modified the structure of the operating segments, as illustrated below.

The Group's operating segments are:

- *Transmission*, whose smallest identifiable CGUs are the High Voltage Direct Current, Network Components High Voltage, Submarine Power, Submarine Telecom, Offshore Specialties and EOSS High Voltage businesses;
- *Power Grid*, whose smallest identifiable CGUs are Regions/Countries depending on the specific organisation;
- *Electrification*, whose smallest identifiable CGUs are Regions/Countries depending on the specific organisation;
- *Digital Solutions*, whose smallest CGU is the operating segment itself.

Segment information is structured in the same way as the report periodically prepared for the purpose of reviewing business performance. This management report presents operating performance by macro type of business (Transmission, Power Grid, Electrification and Digital Solutions)), and the results of operating segments primarily on the basis of Adjusted EBITDA, defined as earnings (loss) for the period before income and expense considered non-recurring, non-operating or related to business reorganisations, the fair value change in metal price derivatives and in other fair value items, amortisation, depreciation and impairment, finance costs and income and taxes.

All Corporate fixed costs are allocated to the Transmission, Power Grid, Electrification and Digital Solutions segments. Revenues and costs are allocated to each operating segment by identifying all directly attributable revenues and costs and allocating the related indirect costs.

Group operating activities are organised and managed separately according to the nature of the products and services provided: each segment offers different products and services to different markets. Sales of goods and services are analysed geographically on the basis of the location of the registered office of the company that issues the invoices, regardless of the geographic destination of the products sold. All transfer prices are set using the same conditions applied to other transactions between Group companies and are generally determined by applying a mark-up on production costs.

Assets and liabilities by operating segment are not included in the data reviewed by management and so, as permitted by IFRS 8, the Group's statement of financial position is not presented by operating segment.

F.1 OPERATING SEGMENTS

The following tables present information by operating segment:

(Euro/million)

	Transmission	Power Grid	Electrification				Digital Solutions	9 months 2024 Total Prysmian
			IC	Specialties	Other	Total Electrification		
Sales ⁽¹⁾	1,687	2,680	4,336	2,320	354	7,010	985	12,362
Adj. EBITDA before share of net profit/(loss) of equity-accounted companies	242	356	434	250	3	687	109	1,394
% Sales	14.4%	13.3%	10.0%	10.8%	0.9%	9.8%	11.1%	11.3%
Adj. EBITDA (A)	242	357	435	251	3	689	121	1,409
% Sales	14.4%	13.3%	10.0%	10.8%	0.9%	9.8%	12.3%	11.4%
Adjustments	(9)	(4)	(41)	(6)	(1)	(48)	(39)	(100)
EBITDA (B)	233	353	394	245	2	641	82	1,309
% Sales	13.8%	13.2%	9.1%	10.6%	0.6%	9.2%	8.3%	10.6%
Amortisation and depreciation (C)	(73)	(60)	(71)	(49)	(4)	(124)	(48)	(305)
Adj. Operating income (A+C)	169	297	364	202	(1)	565	73	1,104
% Sales	10.0%	11.1%	8.4%	8.7%	-0.3%	8.1%	7.4%	8.9%
Fair value change in derivatives on commodities (D)								(8)
Fair value share-based payment (E)								(48)
Asset (impairment)/impairment reversal (F)								-
Operating income (B+C+D+E+F)								948
% Sales								7.7%
Finance income								566
Finance costs								(699)
Taxes								(181)
Net profit								634
% Sales								5.1%
Attributable to:								
Owners of the parent								619
Non-controlling interests								15

⁽¹⁾ Sales of the operating segments and business areas are reported net of intercompany transactions and net of transactions between operating segments, consistent with the presentation adopted in the regularly reviewed reports.

(Euro/million)

	Transmission	Power Grid	Electrification				9 months 2023*	
			IC	Specialties	Other	Total Electrification	Digital Solutions	Total Prysmian
Sales ⁽¹⁾	1,524	2,624	3,732	2,449	305	6,486	1,191	11,825
Adj. EBITDA before share of net profit/(loss) of equity-accounted companies	189	287	398	255	(7)	646	135	1,257
% Sales	12.4%	10.9%	10.7%	10.4%	-2.4%	10.0%	11.3%	10.6%
Adj. EBITDA (A)	189	287	399	256	(7)	648	162	1,286
% Sales	12.4%	10.9%	10.7%	10.5%	-2.4%	10.0%	13.6%	10.9%
Adjustments	(11)	(21)	(24)	(31)	-	(55)	(7)	(94)
EBITDA (B)	178	266	375	225	(7)	593	155	1,192
% Sales	11.7%	10.2%	10.1%	9.2%	-2.4%	9.1%	13.0%	10.1%
Amortisation and depreciation (C)	(56)	(53)	(58)	(44)	(3)	(105)	(53)	(267)
Adj. Operating income (A+C)	133	234	341	212	(10)	543	109	1,019
% Sales	8.7%	8.9%	9.1%	8.7%	-3.2%	8.4%	9.2%	8.6%
Fair value change in derivatives on commodities (D)								4
Fair value share-based payment (E)								(36)
Asset (impairment)/impairment reversal (F)								(3)
Operating income (B+C+D+E+F)								890
% Sales								7.5%
Finance income								740
Finance costs								(810)
Taxes								(232)
Net profit								588
% Sales								5.0%
Attributable to:								
Owners of the parent								575
Non-controlling interests								13

^(*) The comparative figures have been restated on the basis of the new segmentation.

⁽¹⁾ Sales of the operating segments and business areas are reported net of intercompany transactions and net of transactions between operating segments, consistent with the presentation adopted in the regularly reviewed reports.

F.2 GEOGRAPHICAL AREAS

The following table presents sales of goods and services by geographical area. Sales of goods and services are analysed geographically on the basis of the location of the registered office of the company that issues the invoices, regardless of the geographic destination of the products sold.

(Euro/million)

	9 months 2024	9 months 2023
Sales	12,362	11,825
EMEA*	6,203	6,211
(of which Italy)	1,526	1,440
North America	4,250	3,727
Latin America	1,094	1,082
Asia Pacific	815	805

(*) EMEA = Europe, Middle East and Africa

1. PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS

Details of these line items and related movements are as follows:

(Euro/million)

	Property, plant and equipment	Goodwill	Other intangible assets
Balance at 31 December 2023	3,401	1,660	411
Movements in 2024:			
- Business combinations	752	2,678	-
- Investments	443	-	12
- Increases for leases (IFRS 16)	54	-	-
- Disposals	(1)	-	-
- Depreciation and amortisation	(247)	-	(58)
- Currency translation differences	(67)	(131)	(2)
- Monetary revaluation for hyperinflation	4	-	-
Balance at 30 September 2024	4,339	4,207	363
Of which:			
- Historical cost	7,667	4,207	1,199
- Accumulated depreciation/amortisation and impairment	(3,328)	-	(836)
Net book value	4,339	4,207	363

(Euro/million)

	Property, plant and equipment	Goodwill	Other intangible assets
Balance at 31 December 2022	3,020	1,691	473
Movements in 2023:			
- Investments	240	-	13
- Increases for leases (IFRS 16)	128	-	-
- Depreciation and amortisation	(210)	-	(57)
- Impairment	(3)	-	-
- Currency translation differences	(1)	9	4
- Reclassification (to)/from Assets held for sale	(9)	-	-
- Monetary revaluation for hyperinflation	15	-	-
Balance at 30 September 2023	3,180	1,700	433
Of which:			
- Historical cost	6,014	1,700	1,210
- Accumulated depreciation/amortisation and impairment	(2,834)	-	(777)
Net book value	3,180	1,700	433

Investments in the first nine months of 2024 amounted to Euro 455 million, of which Euro 443 million in Property, plant and equipment and Euro 12 million in Intangible assets.

This expenditure is analysed as follows:

- 80%, or Euro 364 million, for projects to increase and rationalise production capacity and develop new products;
- 12%, or Euro 55 million, for projects to improve industrial efficiency;
- 8%, or Euro 36 million, for IT implementation projects.

Regarding the recoverability of the goodwill, no impairment indicators were recognised in the first nine months of 2024, having considered both external and internal sources. The analysis of these indicators, with particular reference to those from internal sources, was conducted both in

view of the new segment reporting adopted as of 1 January 2024 and in view of the previous segment reporting valid until 31 December 2023.

2. EQUITY-ACCOUNTED INVESTMENTS

Details are as follows:

(Euro/million)

	30.09.2024	31.12.2023
Investments in associates	234	218
Total equity-accounted investments	234	218

Investments in associates

Information about the main investments in associates:

Company name	Location	% owned
Yangtze Optical Fibre and Cable Joint Stock Limited Company	China	23.73%
Yangtze Optical Fibre and Cable (Shanghai) Co. Ltd	China	42.80%
Kabeltrommel GmbH & Co.K.G.	Germany	44.93%
Power Cables Malaysia Sdn Bhd	Malaysia	40.00%
Elkat Ltd.	Russia	40.00%

Yangtze Optical Fibre and Cable Joint Stock Limited Company is a Chinese company formed in 1988 whose main shareholders are: China Huaxin Post and Telecommunication Economy Development Center, Wuhan Yangtze Communications Industry Group Company Ltd. and Prysmian. The company is one of the industry's most important manufacturers of optical fibre and cables. Its products and solutions are sold in more than 50 countries, including the United States, Japan, the Middle East and Africa.

The company was listed on the Main Board of the Hong Kong Stock Exchange in December 2014 and on the Shanghai Stock Exchange in July 2018.

At 30 September 2024, the fair value of the investment in Yangtze Optical Fibre and Cable Joint Stock Limited Company was Euro 197 million (based on the Hong Kong market price), thus above the carrying amount of Euro 190 million.

Yangtze Optical Fibre & Cable (Shanghai) Co. Ltd, formed in 2002 and based in Shanghai (China), is an associate company, 25% of whose share capital is held by Prysmian and 75% by Yangtze Optical Fibre and Cable Joint Stock Limited Company. The company specialises in the manufacture and sale of optical fibre and cables, offering a wide range of optical fibre cables and accessories, services and FTTx solutions.

Kabeltrommel GmbH & Co. K.G. is a German company that heads a consortium for the production, procurement, management and sale of disposable and reusable cable carrying

devices (drums). The services offered by the company include both the sale of cable drums, and the complete management of logistical services such as drum shipping, handling and subsequent retrieval. The company operates primarily in the German market.

Power Cables Malaysia Sdn Bhd, a company based in Malaysia, manufactures and sells power cables and conductors, with its prime specialism high voltage products.

Elkat Ltd. is based in Russia and manufactures and sells copper conductors; it is the only company certified by the LME to test copper cathodes for the local market.

3. TRADE AND OTHER RECEIVABLES

Details are as follows:

(Euro/million)

30.09.2024			
	Non-current	Current	Total
Trade receivables	-	2,744	2,744
Allowance for doubtful accounts	-	(91)	(91)
Total trade receivables	-	2,653	2,653
Other receivables:			
Tax receivables	15	343	358
Financial receivables	4	19	23
Prepaid finance costs	4	3	7
Receivables from employees	3	7	10
Pension plan receivables	-	3	3
Construction contracts	-	696	696
Advances to suppliers	-	126	126
Other	10	136	146
Total other receivables	36	1,333	1,369
Total	36	3,986	4,022

(Euro/million)

31.12.2023			
	Non-current	Current	Total
Trade receivables	-	2,085	2,085
Allowance for doubtful accounts	-	(98)	(98)
Total trade receivables	-	1,987	1,987
Other receivables:			
Tax receivables	8	298	306
Financial receivables	3	22	25
Prepaid finance costs	4	2	6
Receivables from employees	1	6	7
Pension plan receivables	-	2	2
Construction contracts	-	485	485
Advances to suppliers	-	133	133
Other	20	106	126
Total other receivables	36	1,054	1,090
Total	36	3,041	3,077

4. INVENTORIES

Details are as follows:

(Euro/million)

	30.09.2024	31.12.2023
Raw materials	875	755
<i>of which allowance for obsolete and slow-moving raw materials</i>	<i>(103)</i>	<i>(117)</i>
Work in progress and semi-finished goods	743	533
<i>of which allowance for obsolete and slow-moving work in progress and semi-finished goods</i>	<i>(39)</i>	<i>(29)</i>
Finished goods (*)	1,252	976
<i>of which allowance for obsolete and slow-moving finished goods</i>	<i>(126)</i>	<i>(124)</i>
Total	2,870	2,264

(*) Finished goods also include those for resale.

5. DERIVATIVES

Details are as follows:

(Euro/million)

	30.09.2024	
	Asset	Liability
Interest rate derivatives (CFH)	1	32
Forex derivatives on commercial transactions (CFH)	3	12
Derivatives on commodities (CFH)	92	5
Forex derivatives on commercial transactions	-	1
Derivatives on commodities	2	1
Total non-current	98	51
Interest rate derivatives (CFH)	12	-
Forex derivatives on commercial transactions (CFH)	7	13
Derivatives on commodities (CFH)	92	18
Forex derivatives on commercial transactions	1	11
Forex derivatives on financial transactions	4	1
Derivatives on commodities	8	23
Total current	124	66
Total	222	117

(Euro/million)

	31.12.2023	
	Asset	Liability
Interest rate derivatives (CFH)	11	-
Forex derivatives on commercial transactions (CFH)	7	6
Derivatives on commodities (CFH)	22	41
Derivatives on commodities	1	-
Total non-current	41	47
Interest rate derivatives (CFH)	20	-
Forex derivatives on commercial transactions (CFH)	5	19
Derivatives on commodities (CFH)	40	13
Forex derivatives on commercial transactions	5	6
Forex derivatives on financial transactions	2	9
Derivatives on commodities	8	10
Total current	80	57
Total	121	104

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Financial assets at fair value through profit or loss, amounting to Euro 15 million (Euro 85 million at 31 December 2023), refer to funds in which Brazilian subsidiaries have temporarily invested their liquidity.

Financial assets at fair value through other comprehensive income, amounting to Euro 13 million (Euro 24 million at 31 December 2023), mainly refer to funds invested in Italian government securities.

7. CASH AND CASH EQUIVALENTS

Details are as follows:

(Euro/million)

	30.09.2024	31.12.2023
Cash and cheques	3	5
Bank and postal deposits	522	1,736
Total	525	1,741

Cash and cash equivalents, deposited with major financial institutions, are managed centrally through Prysmian's treasury company and by its various operating units.

Cash and cash equivalents managed by Prysmian's treasury company amounted to Euro 102 million at 30 September 2024, versus Euro 1,273 million at 31 December 2023. The change in cash and cash equivalents is commented on in Note 24. Statement of cash flows.

8. ASSETS HELD FOR SALE

The amount of assets held for sale was zero at 30 September 2024, having finalised the sale of a building owned by a foreign subsidiary during the first nine months of 2024 and for which a preliminary sale agreement had been reached in 2023, resulting in the recognition of Euro 9 million as "Assets held for sale" at 31 December 2023.

9. EQUITY

Consolidated equity has recorded an increase of Euro 956 million since 31 December 2023, mainly reflecting the net effect of:

- the net profit for the period of Euro 634 million;
- negative currency translation differences of Euro 181 million;
- an increase of Euro 733 million upon converting the Convertible Bond 2021;
- a positive post-tax change of Euro 83 million in the fair value of derivatives designated as cash flow hedges and a negative post-tax change of Euro 15 million in hedging costs;
- a positive change of Euro 48 million in the share-based payment reserve related to long-term incentive plans and the employee share purchase plan;
- an increase of Euro 11 million for the effects of hyperinflation;
- a decrease of Euro 202 million for dividends;
- an increase of Euro 11 million in the reserves for actuarial gains and losses on employee benefits;
- a decrease of Euro 166 million for the purchase of treasury shares.

At 30 September 2024, the share capital of Prysmian S.p.A. consisted of 295,705,419 shares, each of nominal value Euro 0.10 for a total of Euro 29,570,541.90.

Movements in the ordinary shares and treasury shares of Prysmian S.p.A. are reported in the following table:

	Ordinary shares	Treasury shares	Total
Balance at 31 December 2022	268,144,246	(4,612,031)	263,532,215
Capital increase ⁽¹⁾	8,390,202	-	8,390,202
Allotments and sales ⁽²⁾	-	882,957	882,957
Balance at 31 December 2023	276,534,448	(3,729,074)	272,805,374
Capital increase ⁽³⁾	19,170,971	-	19,170,971
Share buy-back	-	(2,762,075)	(2,762,075)
Allotments and sales ⁽⁴⁾	-	90,883	90,883
Balance at 30 September 2024	295,705,419	(6,400,266)	289,305,153

(1) Issue of new shares serving the long-term incentive plan for Prysmian employees (8,000,000 shares) and the BE IN plan (390,202 shares).

(2) Allotment and/or sale of treasury shares under Group employee incentive and share purchase plans.

(3) Issue of 538,218 new shares under the BE IN plan and 18,632,753 new shares upon conversion of the Convertible Bond 2021.

(4) Allotment and/or sale of treasury shares under the BE IN plan for Prysmian employees.

Treasury shares

The following table shows movements in treasury shares during the reporting period:

	Number of shares	Total nominal value (in Euro)	% of share capital	Average unit value (in Euro)	Total carrying value (in Euro)
Balance at 31 December 2022	4,612,031	461,204	1.72%	20.0	93,880,703
- Allotments and sales	(882,957)	(88,296)	-	20.0	(17,588,503)
Balance at 31 December 2023	3,729,074	372,908	1.35%	20.0	76,292,200
- Allotments and sales	(90,883)	(9,088)	-	20.4	(1,850,378)
- Share buy-back	2,762,075	276,208	-	60.0	165,759,316
Balance at 30 September 2024	6,400,266	640,028	2.16%	37.5	240,201,138

10. BORROWINGS FROM BANKS AND OTHER LENDERS

Details are as follows:

(Euro/million)

	30.09.2024		
	Non-current	Current	Total
Borrowings from banks and other lenders	455	612	1,067
Sustainability-Linked Term Loan	1,195	10	1,205
Term Loan – Encore Wire acquisition	950	15	965
Bridge Loan B – Encore Wire acquisition	920	11	931
Bridge Loan C1 – Encore Wire acquisition	509	6	515
Bridge Loan C2 – Encore Wire acquisition	487	8	495
Intesa Loan	-	151	151
Lease liabilities	217	67	284
Total	4,733	880	5,613

(Euro/million)

	31.12.2023		
	Non-current	Current	Total
Borrowings from banks and other lenders	333	262	595
Sustainability-Linked Term Loan	1,193	25	1,218
Mediobanca Loan	-	100	100
Intesa Loan	-	151	151
Convertible Bond 2021	728	-	728
Lease liabilities	234	70	304
Total	2,488	608	3,096

Borrowings from banks and other lenders and Bonds are analysed as follows:

(Euro/million)

	30.09.2024	31.12.2023
CDP Loans	196	297
EIB Loans	446	248
Sustainability-Linked Term Loan	1,205	1,218
Mediobanca Loan	-	100
Term Loan – Encore Wire acquisition	965	-
Bridge Loan B – Encore Wire acquisition	931	-
Bridge Loan C1 – Encore Wire acquisition	515	-
Bridge Loan C2 – Encore Wire acquisition	495	-
Intesa Loan	151	151
Other borrowings	425	50
Borrowings from banks and other lenders	5,329	2,064
Convertible Bond 2021	-	728
Total	5,329	2,792

Prysmian's principal credit agreements in place at the reporting date are as follows:

Revolving Credit Facility 2023

A Revolving Credit Facility was contracted on 20 June 2023. The Euro 1,000 million facility may be drawn down for business and working capital needs, including the refinancing of existing facilities, and to issue guarantees. It has a five-year term, with an option to extend to six and seven years. At the date of this report, the option to extend to the sixth year has already been exercised. In addition, with the aim of making ESG factors an even more integral part of group strategy, Prysmian has elected to include important environmental and social KPIs among the parameters

determining the terms of credit. The revolving credit facility is in fact Sustainability-Linked, being tied to the decarbonisation targets already set by Prysmian (annual GHG emissions from 2023 to 2030), to the ratio of female white-collar and executive hires to total Prysmian hires, and to the number of sustainability audits performed in the supply chain. The achievement or otherwise of these indicators entails a positive or negative adjustment to the annual spread.

At 30 September 2024, this facility had been drawn down by Euro 300 million.

CDP Loans

On 28 October 2019, Prysmian entered into an agreement with Cassa Depositi e Prestiti S.p.A. (CDP) for a Euro 100 million long-term loan, which was repaid in April 2024 on the agreed maturity date.

On 28 January 2021, a second loan was agreed with CDP for Euro 75 million with a term of 4 years and 6 months, for the purpose of financing part of Prysmian's expenditure on purchasing the "Leonardo Da Vinci" cable-laying vessel. This loan, drawn down in full on 9 February 2021, is repayable in a lump sum at maturity on 28 July 2025. Interest rate swaps have been arranged in respect of this loan, for an overall notional value of Euro 75 million, with the objective of hedging variable rate interest flows over the period 2021-2025.

On 6 March 2023, another long-term 6-year loan with CDP was announced for Euro 120 million, for the purpose of supporting R&D programs in Italy and Europe (specifically in France, Germany, Spain and the Netherlands).

The loan, received on 15 February 2023, is repayable in a lump sum at maturity on 15 February 2029.

At 30 September 2024, the fair value of the CDP Loans approximated their carrying amount.

EIB Loans

On 10 November 2017, Prysmian S.p.A. entered into a loan agreement with the European Investment Bank (EIB) for Euro 110 million to support the Group's R&D programs in Europe over the period 2017-2020. The loan was received on 29 November 2017 and is repayable in a lump sum at maturity on 29 November 2024. Interest rate swaps have been arranged in respect of this loan, for an overall notional value of Euro 110 million, with the objective of hedging variable rate interest flows over the period 2018-2024.

On 3 February 2022, Prysmian announced that it had finalised a loan from the EIB for Euro 135 million to support its European R&D program in the energy and telecom cable systems sector over the period 2021-2024.

This loan is specifically intended to support projects to be developed at R&D centres in five European countries: Italy, France, Germany, Spain and the Netherlands.

The loan, received on 28 January 2022, is repayable in a lump sum at maturity on 29 January 2029.

On 24 July 2024, Prysmian and the European Investment Bank (EIB) and Prysmian signed a new Euro 450 million financing agreement to facilitate electricity transmission and distribution in Europe. To support the growing demand for renewable energy, in particular offshore wind, Prysmian will use the resources made available by the EIB to build new production lines for ultra-high voltage submarine cables, lines for onshore high voltage cables, as well as technical improvements on existing lines at the three reference plants in Pikkala Finland, Arco Felice Pozzuoli, in Italy and in Gron in France. The loan is drawable in tranches and is repayable in a lump sum eight years after the disbursement of each tranche. The first tranche of Euro 198 million was drawn down on 1 August 2024.

At 30 September 2024, the fair value of the EIB Loans approximated their carrying amount.

Sustainability-Linked Term Loan

On 7 July 2022, Prysmian entered into a medium-term Sustainability-Linked loan for Euro 1,200 million with a syndicate of leading Italian and international banks. This five-year loan was drawn down in full on 14 July 2022 and primarily used to refinance the Euro 1 billion term loan obtained in 2018, which was thus repaid early on the same date. With the aim of strengthening its financial structure and making ESG factors an integral part of its strategy, Prysmian has elected to include important environmental and social KPIs among the parameters determining the terms of the loan. In fact, the loan is linked to the decarbonisation targets already set by Prysmian (annual GHG emissions from 2023 to 2030), to the ratio of female white-collar and executive hires to total Prysmian hires, and to the number of sustainability audits performed in the supply chain. The achievement or otherwise of these indicators entails a positive or negative adjustment to the annual spread.

Interest rate swaps have been arranged in respect of this loan, for an overall notional value of Euro 1,200 million, with the objective of hedging variable rate interest flows.

At 30 September 2024, the fair value of the Sustainability-Linked Term Loan approximated its carrying amount.

Mediobanca Loan

On 20 February 2019, Prysmian entered into an agreement with Mediobanca for a Euro 100 million long-term loan for 5 years from the date of signing. The loan was drawn down in full on 22 February 2019 and repaid in February 2024, on the agreed maturity date.

Intesa Loan

On 11 October 2019, Prysmian entered into an agreement with Intesa Sanpaolo for a Euro 150 million long-term loan for 5 years from the date of signing. The loan was drawn down in full on 18 October 2019 and is repayable in a lump sum at maturity. At 30 September 2024, the fair value of this loan approximated its carrying amount.

The loan was repaid in October 2024 on the agreed maturity date.

Financing of Encore Wire acquisition

On 2 July 2024, concurrently with the acquisition of Encore Wire, Prysmian drew down a loan divided into a number of short- and medium/long-term credit facilities as follows:

- Term Loan: a medium-long term credit facility for USD 1,070 million, whose maturity date coincides with the 5th (fifth) anniversary of the Acquisition closing date (2 July 2029);
- Bridge Loan A: a bridge credit facility for USD 481 million, which was repaid in full on 10 July 2024;
- Bridge Loan B: a bridge credit facility for Euro 925 million, whose maturity date coincides with:
 - i. the date falling 18 (eighteen) months and 2 (two) days after the Acquisition closing date (the "Initial Maturity Date"); or, if the Company has exercised, with at least 30 (thirty) days' notice prior to the Bridge Loan Maturity Date, the option to extend the maturity date;
 - ii. the date falling 2 (two) years and 2 (two) days after the Acquisition closing date (the "Long Stop Date");
- Bridge Loan C1: a bridge credit facility for Euro 513 million, whose maturity date coincides with the Initial Maturity Date or the Long Stop Date referred to above;
- Bridge Loan C2: a bridge credit facility for USD 548 million, whose maturity date coincides with the Initial Maturity Date or the Long Stop Date referred to above.

Interest rate swaps with an overall notional value of USD 1,344 million have been arranged against the Term Loan of USD 1,070 million and Bridge Loan C2 of USD 548 million, with the objective of hedging variable rate interest flows.

At 30 September 2024, the fair value of the loans approximated their carrying amount.

The fair value of loans has been determined using valuation techniques that refer to observable market data (Level 2 of the fair value hierarchy).

The following tables summarise the committed lines available to Prysmian at 30 September 2024 and 31 December 2023, shown at their nominal value:

(Euro/million)

30.09.2024

	Total lines	Drawn	Undrawn
Revolving Credit Facility 2023	1,000	(300)	700
Sustainability-Linked Term Loan	1,200	(1,200)	-
CDP Loans	195	(195)	-
EIB Loans	695	(443)	252
Term Loan – Encore Wire acquisition	1,000	(1,000)	-
Bridge Loan B – Encore Wire acquisition	925	(925)	-
Bridge Loan C1 – Encore Wire acquisition	513	(513)	-
Bridge Loan C2 – Encore Wire acquisition	513	(513)	-
Intesa Loan	150	(150)	-
Total	6,191	(5,239)	952

(Euro/million)

31.12.2023

	Total lines	Drawn	Undrawn
Revolving Credit Facility 2023	1,000	-	1,000
Sustainability-Linked Term Loan	1,200	(1,200)	-
EIB Loans	245	(245)	-
CDP Loans	295	(295)	-
Intesa Loan	150	(150)	-
Mediobanca Loan	100	(100)	-
Total	2,990	(1,990)	1,000

Certain loans described above are subject to compliance with financial covenants that have always been respected at the measurement dates. For further details, please refer to the Half-Year Financial Report as at 30 June 2024 and the Consolidated Annual Financial Statements as at 31 December 2023.

Convertible Bond

On 7 June 2024, the Board of Directors of Prysmian S.p.A. approved the exercise of the early redemption option (the "Soft Call") on the entire outstanding amount of the convertible bond known as "€750,000,000 Equity Linked Bonds due 2026" (ISIN XS2294704007) issued in February 2021.

As at 30 September 2024, the entire bond had been extinguished. It had, in fact, been fully converted into ordinary shares, except for a few bonds whose conversion was not requested and which the Company redeemed on 19 July 2024 in the amount of Euro 0.3 million.

Borrowings from banks and other lenders and Lease liabilities

The following tables report movements in Borrowings from banks and other lenders and in Lease liabilities:

(Euro/million)

	CDP Loans	EIB Loans	Conv. Bond	Sustain- ability Term Loan	EW Bridge and Term Loans	Medio- banca and Intesa Loans	Other borrowings/ Lease liabilities	Total
Balance at 31-Dec-2023	297	248	728	1,218	-	251	354	3,096
Currency translation differences	-	-	-	-	(65)	-	6	(59)
New funds	-	198	-	-	3,381	-	400	3,979
Repayments	(100)	-	-	-	(450)	(100)	(106)	(756)
Amortisation of bank and financial fees and other expenses	-	-	-	2	2	-	-	4
New IFRS 16 leases	-	-	-	-	-	-	54	54
Conversion of Conv. Bond 2021	-	-	(733)	-	-	-	-	(733)
Interest and other movements	(1)	-	5	(15)	38	-	1	28
Balance at 30-Sept-2024	196	446	-	1,205	2,906	151	709	5,613

(Euro/million)

	CDP Loans	EIB Loans	Conv. Bond	Sustain- ability Term Loan	Unicredit, Medio- banca and Intesa Loans	Other borrowings/ Lease liabilities	Total
Balance at 31-Dec-2022	176	246	718	1,197	451	279	3,067
Currency translation differences	-	-	-	-	-	(2)	(2)
New funds	120	-	-	-	-	46	166
Repayments	-	-	-	-	-	(113)	(113)
Amortisation of bank and financial fees and other expenses	(1)	-	1	2	-	-	2
New IFRS 16 leases	-	-	-	-	-	128	128
Interest and other movements	3	2	7	5	3	-	20
Balance at 30-Sept-2023	298	248	726	1,204	454	338	3,268

NET FINANCIAL DEBT

(Euro/million)

	Note	30.09.2024	31.12.2023
CDP Loans	10	119	194
EIB Loans	10	332	135
Convertible Bond 2021	10	-	728
Sustainability-Linked Term Loan 2022	10	1,195	1,193
Term Loan – Encore Wire acquisition	10	950	-
Bridge Loan B – Encore Wire acquisition	10	920	-
Bridge Loan C1 – Encore Wire acquisition	10	509	-
Bridge Loan C2 – Encore Wire acquisition	10	487	-
Lease liabilities	10	217	234
Non-current interest rate swaps	5	32	-
Other financial payables	10	4	4
Other long-term financial payables		4,765	2,488
CDP Loans	10	77	103
EIB Loans	10	114	113
Sustainability-Linked Term Loan 2022	10	10	25
Mediobanca Loan	10	-	100
Intesa Loan	10	151	151
Term Loan – Encore Wire acquisition	10	15	-
Bridge Loan B – Encore Wire acquisition	10	11	-
Bridge Loan C1 – Encore Wire acquisition	10	6	-
Bridge Loan C2 – Encore Wire acquisition	10	8	-
Lease liabilities	10	67	70
Forex derivatives on financial transactions	5	1	9
Other financial payables	10	421	46
Total short-term financial payables		881	617
Total financial liabilities		5,646	3,105
Long-term financial receivables	3	4	3
Long-term bank fees	3	4	4
Financial assets at amortised cost		4	3
Non-current interest rate swaps	5	1	11
Current interest rate swaps	5	12	20
Current forex derivatives on financial transactions	5	4	2
Short-term financial receivables	3	19	22
Short-term bank fees	3	3	2
Financial assets at FVPL	6	15	85
Financial assets at FVOCI	6	13	24
Cash and cash equivalents	7	525	1,741
Total financial assets		604	1,917
Net financial debt		5,042	1,188

The following table presents a reconciliation of Prysmian's net financial debt to the amount reported in accordance with the requirements of CONSOB advice notice no. 5/21 of 29 April 2021 concerning compliance with the "Guidelines on disclosure requirements under the Prospectus Regulation" published by ESMA on 4 March 2021 (reference ESMA32-382-1138):

(Euro/million)

	Note	30.09.2024	31.12.2023
Net financial debt – as reported above		5,042	1,188
Adjustments to exclude:			
Long-term financial receivables and other assets	3	8	6
Long-term bank fees	3	4	4
Cash flow derivatives (assets)		13	31
Adjustments to include:			
Net non-hedging forex derivatives on commercial transactions, excluding non-current assets	5	11	1
Net non-hedging derivatives on commodities, excluding non-current assets	5	16	2
Recalculated net financial debt		5,094	1,232

11. TRADE AND OTHER PAYABLES

Details are as follows:

(Euro/million)

		30.09.2024	
	Non-current	Current	Total
Trade payables	-	2,303	2,303
Total trade payables	-	2,303	2,303
Other payables:			
Tax and social security payables	-	317	317
Advances from customers	25	1,790	1,815
Payables to employees	3	223	226
Accrued expenses	-	145	145
Other	23	185	208
Total other payables	51	2,660	2,711
Total	51	4,963	5,014

(Euro/million)

		31.12.2023	
	Non-current	Current	Total
Trade payables	-	2,199	2,199
Total trade payables	-	2,199	2,199
Other payables:			
Tax and social security payables	1	241	242
Advances from customers	27	1,717	1,744
Payables to employees	2	193	195
Accrued expenses	-	104	104
Other	23	214	237
Total other payables	53	2,469	2,522
Total	53	4,668	4,721

Advances from customers include the liability for construction contracts, amounting to Euro 1,659 million at 30 September 2024 (Euro 1,627 million at 31 December 2023). This liability represents the excess of amounts billed over costs incurred plus accumulated profits (or losses), recognised using the percentage of completion method.

12. PROVISIONS FOR RISKS AND CHARGES

Details are as follows:

(Euro/million)

30.09.2024 (*)			
	Non-current	Current	Total
Restructuring costs	1	50	51
Legal, contractual and other risks	29	522	551
Environmental risks	14	83	97
Tax risks	6	91	97
Total	50	746	796

(*) Provisions for risks at 30 September 2024 include Euro 89 million for potential liabilities recorded in application of IFRS 3 - Business Combinations.

(Euro/million)

31.12.2023 (*)			
	Non-current	Current	Total
Restructuring costs	1	55	56
Legal, contractual and other risks	32	496	528
Environmental risks	16	85	101
Tax risks	9	117	126
Total	58	753	811

(*) Provisions for risks at 31 December 2023 include Euro 118 million for potential liabilities recorded in application of IFRS 3 - Business Combinations.

The following table presents the movements in these provisions during the reporting period:

(Euro/million)

	Restructuring costs	Legal, contractual and other risks	Environmental risks	Tax risks	Total
Balance at 31 December 2023	56	528	101	126	811
Increases	28	68	-	2	98
Uses	(33)	(18)	(2)	(8)	(61)
Releases	-	(36)	-	(17)	(53)
Currency translation differences	-	(1)	(2)	(9)	(12)
Other	-	10	-	3	13
Balance at 30 September 2024	51	551	97	97	796

The provision for restructuring costs (Euro 51 million at 30 September 2024 versus Euro 56 million at 31 December 2023) includes liabilities for plant closure projects, as described in the 2023 consolidated financial statements.

The provision for contractual, legal and other risks amounts to Euro 551 million at 30 September 2024 (Euro 528 million at 31 December 2023). This provision mainly includes Euro 187 million (Euro 184 million at 31 December 2023) for antitrust investigations in progress and legal actions brought by third parties against Prysmian companies as a result of and/or in connection with decisions adopted by the relevant authorities, as described below. The rest of this provision consists of provisions related to and arising from business combinations and provisions for risks related to ongoing and completed contracts.

Antitrust - European Commission proceedings in the high voltage underground and submarine cables business

By way of introduction, it will be recalled that the European Commission started an investigation in late January 2009 into a number of European and Asian electrical cable manufacturers to verify the existence of alleged anti-competitive practices in the high voltage underground and submarine cables markets. This investigation was concluded with the decision adopted by the European Commission, also upheld by the European courts, which found Prysmian Cavi e Sistemi S.r.l. ("Prysmian CS") jointly liable with Pirelli & C. S.p.A. ("Pirelli") for the alleged infringement in the period from 18 February 1999 to 28 July 2005, and Prysmian Cavi e Sistemi S.r.l. jointly liable with Prysmian S.p.A. ("Prysmian") and The Goldman Sachs Group Inc. ("Goldman Sachs") for the alleged infringement in the period from 29 July 2005 to 28 January 2009. Following the conclusion of this case, Prysmian paid the European Commission its share of the related fine within the prescribed term, using provisions previously set aside.

Likewise in the case of General Cable, the European courts confirmed the contents of the European Commission's decision of April 2014, thus definitively upholding the fine levied against it under this decision. As a result, Prysmian went ahead and paid the related fine.

In November 2014 and October 2019 respectively, Pirelli filed two civil actions, since combined, against Prysmian CS and Prysmian in the Court of Milan, seeking (i) to be held harmless from any claim brought by the European Commission in enforcement of its decision and for any expenses incidental to such enforcement; (ii) to be held harmless from any third-party claims for damages relating to the conduct forming the subject of the European Commission's decision and (iii) to be compensated for the damages allegedly suffered and quantified as a result of Prysmian CS and Prysmian having requested, in certain pending legal actions, that Pirelli be held liable for the unlawful conduct found by the European Commission in the period from 1999 to 2005. As part of the same proceedings, Prysmian CS and Prysmian, in addition to requesting full dismissal of the claims brought by Pirelli, filed symmetrical and opposing counterclaims to those of Pirelli in which they sought (i) to be held harmless from any claim brought by the European Commission in enforcement of its decision and for any expenses incidental to such enforcement; (ii) to be held harmless from any third-party claims for damages relating to the conduct forming the subject of the European Commission's decision and (iii) to be compensated for damages suffered as a result of the legal actions brought by Pirelli. In a ruling dated 13 May 2024, the Court entirely dismissed all of the claims brought by Pirelli and partially upheld the claims brought by Prysmian. Pirelli has appealed against the ruling, reiterating its claims and requesting a full review.

In view of the circumstances described and the developments in the proceedings, the Directors, assisted also by legal counsel, have recognised what they consider to be an adequate level of provisions to cover the potential liabilities related to the matters in question.

Antitrust - Claims for damages ensuing from the European Commission's 2014 decision

During the first few months of 2017, operators belonging to the Vattenfall Group filed claims in the High Court of London against a number of cable manufacturers, including companies in the Prysmian Group, to obtain compensation for damages purportedly suffered as a result of the alleged anti-competitive practices sanctioned by the European Commission. In June 2020, the Prysmian companies concerned presented their defence as well as serving a summons on another party to whom the EU decision was addressed. In July 2022, an agreement was reached for an out-of-court settlement of claims against the Prysmian companies concerned. However, the legal proceedings brought by the Prysmian companies against the other party to whom the EU decision was addressed are continuing.

On 2 April 2019, a writ of summons was served, on behalf of Terna S.p.A., on Pirelli, Nexans and companies in the Prysmian Group, demanding compensation for damages purportedly suffered as a result of the alleged anti-competitive practices sanctioned by the European Commission in its April 2014 decision. This action has been brought before the Court of Milan. On 24 October 2019, the Prysmian Group companies concerned responded by presenting their preliminary defence. By an order dated 3 February 2020, the Court upheld the points raised by the defendants, giving Terna until 11 May 2020 to complete its writ of summons and scheduling a hearing for 20 October 2020. Terna duly completed its summons, which was filed within the required deadline. The proceedings are at a pre-trial stage.

On 2 April 2019, a writ of summons was served, on behalf of Electricity & Water Authority of Bahrain, GCC Interconnection Authority, Kuwait Ministry of Electricity and Water and Oman Electricity Transmission Company, on a number of cable manufacturers, including companies in the Prysmian Group, on Pirelli and Goldman Sachs. This action, brought in the Court of Amsterdam, once again involved a claim for compensation for damages purportedly suffered as a result of the alleged anti-competitive practices sanctioned by the European Commission. On 18 December 2019, the Prysmian companies concerned presented their preliminary defence, which was heard on 8 September 2020. On 25 November 2020, the Court of Amsterdam handed down a ruling under which it upheld the submissions made and declined jurisdiction over defendants not based in the Netherlands, thus excluding them from the proceedings. On 19 February 2021, the plaintiffs announced that they had filed an appeal against this ruling. The Prysmian companies concerned, together with the other third-party first-instance defendants, have taken legal action to contest the plaintiff's claims. On 25 April 2023, the Amsterdam Court of Appeal

handed down a ruling under which it decided to submit to the European Court of Justice a number of questions on the interpretation of European law, which it considers instrumental to its decision. The case has therefore been stayed pending the European Court of Justice's response.

Furthermore, in February 2023, Prysmian received notification of an application by British consumer representatives requesting authorisation from the relevant local court to initiate proceedings against a number of cable manufacturers, including Prysmian S.p.A. and Prysmian Cavi e Sistemi S.r.l., and which also involved a claim for compensation for damages supposedly suffered as a result of the alleged anti-competitive practices sanctioned by the European Commission in its April 2014 decision. The case is pending and the Prysmian companies concerned have submitted their preliminary defences. Under a decision dated 3 May 2024, the UK court conditionally authorised the British consumer representatives to initiate the aforementioned proceedings, which will therefore proceed.

In view of the circumstances described and the developments in the proceedings, the Directors, assisted also by legal counsel, have recognised what they consider to be an adequate level of provisions to cover the potential liabilities related to the matters in question.

In June 2023, a writ of summons, sent on behalf of Saudi Electricity Company, was received by a number of cable manufacturers, including some Prysmian companies. This action, brought before the Court of Cologne, once again involves a claim for compensation for damages purportedly suffered as a result of the alleged anti-competitive practices sanctioned by the European Commission. The case is pending.

Based on the information currently available, and believing these potential liabilities unlikely to crystallise, the Directors are of the opinion not to make any provision.

Antitrust - Other investigations

In Brazil, the local antitrust authority started proceedings against a number of manufacturers of high voltage underground and submarine cables, including Prysmian, notified of such in 2011. On 15 April 2020, the CADE Tribunal issued the operative part of the decision under which it held Prysmian liable for the alleged infringement in the period from February 2001 to March 2004 and ordered it to pay a fine of BRL 10.2 million (approximately Euro 1.8 million). Using the provisions already set aside in previous years, Prysmian made these payments within the required deadline. Prysmian filed an appeal against the CADE decision. Under a ruling dated 11 July 2024, Prysmian's appeal was dismissed, therefore confirming the original decision against which the appeal had

been lodged. Prysmian has appealed this ruling by reiterating its request to quash the CADE's decision.

At the end of February 2016, the Spanish antitrust authority commenced proceedings to verify the existence of anti-competitive practices by local low voltage cable manufacturers and distributors, including Prysmian's local subsidiaries. On 24 November 2017, the local antitrust authority notified Prysmian's Spanish subsidiaries of a decision under which they were held liable for the alleged infringements in the period from June 2002 to June 2015 and were jointly and severally ordered to pay a fine of Euro 15.6 million. Prysmian's Spanish subsidiaries lodged an appeal against this decision.

The appeal was partially upheld by the local court, which ruled on 19 May 2023 that the time period used by the authority to calculate the fine should be reduced, with consequent revision of the fine itself. Prysmian's Spanish subsidiaries have appealed against this ruling.

The decision of 24 November 2017 also held the Spanish subsidiaries of General Cable liable for breach of local antitrust law. However, they have obtained immunity from paying the related fine (quantified at about Euro 12.6 million) having filed for leniency and collaborated with the local antitrust authority in its investigations. The General Cable Spanish subsidiaries also appealed against the decision of the local antitrust authority, both in first and second instance. The appeals were ultimately dismissed in rulings by the Spanish Supreme Court, notified to the companies concerned on 19 January 2023, thus rendering the decision of the local antitrust authority against them final.

In view of the circumstances described and the developments in the proceedings, the Directors, assisted also by legal counsel, have recognised what they consider to be an adequate level of provisions to cover the potential liabilities related to the matters in question.

In addition, in January 2022, an investigation was initiated by the German antitrust authority (Federal Cartel Office) concerning alleged coordination in setting the standard metal surcharges applied by the industry in Germany.

Prysmian's local subsidiaries have challenged before the courts the search and seizure orders under which the German authorities carried out inspections at their offices and seized company documents.

During June 2022, the competition authorities of the Czech Republic and Slovakia conducted inspections at the offices of Prysmian's local subsidiaries with regard to alleged anti-competitive practices in setting metal surcharges. Subsequently, in August 2022 and March 2023, the competition authorities of the Czech Republic and Slovakia respectively announced the opening of an investigation into this matter involving, among others, Prysmian's local subsidiaries.

Given the high degree of uncertainty as to the timing and outcome of these ongoing investigations, the Directors currently feel unable to estimate the related risk.

Antitrust - Claims for damages ensuing from Other investigations

In February 2020, a writ of summons was served on a number of cable manufacturers, including Prysmian's Spanish subsidiaries, under which companies belonging to the Iberdrola Group have claimed compensation for damages supposedly suffered as a result of the alleged anti-competitive practices sanctioned by the Spanish antitrust authority in its decision of 24 November 2017. The proceedings are pending before the Court of Barcelona.

In July 2020, a writ of summons was served on a number of cable manufacturers, including Prysmian's Spanish subsidiaries, under which companies belonging to the Endesa Group have claimed compensation for damages supposedly suffered as a result of the alleged anti-competitive practices sanctioned by the Spanish antitrust authority in its decision of 24 November 2017. The proceedings are pending before the Court of Barcelona.

During 2022, other third-party lawsuits were filed against certain cable manufacturers, including Prysmian's Spanish subsidiaries, to obtain compensation for damages supposedly suffered as a result of the alleged anti-competitive conduct sanctioned by the Spanish antitrust authority in its decision of 24 November 2017. The proceedings are pending before the Court of Barcelona.

In view of the circumstances described and the developments in the proceedings, the Directors, assisted also by legal counsel and maintaining a consistent accounting policy, have adjusted the related provisions for risks to a level deemed appropriate to cover the potential liabilities for the matters in question.

With reference to the above matters, a number of Prysmian companies have received various notices in which third parties have claimed compensation for damages, albeit not quantified, allegedly suffered as a result of Prysmian's involvement in the anti-competitive practices sanctioned by the European Commission and the antitrust authorities in Brazil and Spain.

Based on the information currently available, and believing it unlikely that these potential or unquantifiable liabilities will arise, the Directors have decided not to make any provision.

Despite the uncertainty of the outcome of the investigations and legal actions in progress, the amount of the provision set aside, the substance of which explained above, is considered to represent the best estimate of the liability based on the information available to date and the developments in the proceedings described above.

13. EMPLOYEE BENEFIT OBLIGATIONS

Details are as follows:

(Euro/million)

	30.09.2024	31.12.2023
Pension plans	247	271
Italian statutory severance benefit	13	12
Medical benefit plans	12	14
Termination and other benefits	42	36
Total	314	333

Movements in employee benefit obligations have had an overall impact of Euro 17 million on the period's income statement, of which Euro 8 million classified in Personnel costs and Euro 9 million in Finance costs.

Employee benefit obligations have decreased due to the higher discount rates used in actuarial valuations.

The following table shows the period average headcount and period-end closing headcount, calculated using the Full Time Equivalent method:

	9 months 2024	9 months 2023
Average number	30,979	30,745

	30.09.2024	31.12.2023
Closing number	32,792	30,088

14. FINANCE COSTS AND INCOME

Finance costs are detailed as follows:

(Euro/million)

	9 months 2024	9 months 2023
Interest on loans	103	61
Interest on Convertible Bond 2021 - non-monetary component	5	7
Interest on lease liabilities	10	7
Amortisation of bank and financial fees and other expenses	5	4
Employee benefit interest costs net of interest on plan assets	9	9
Other bank interest	11	5
Costs for undrawn credit lines	2	2
Sundry bank fees	18	18
Other	5	4
Finance costs	168	117
Net losses on forex derivatives	3	-
Losses on derivatives	3	-
Forex losses	528	693
Total finance costs	699	810

Finance income is detailed as follows:

(Euro/million)

	9 months 2024	9 months 2023
Interest income from banks and other financial institutions	36	26
Interest Rate Swaps	27	16
Non-operating finance income	4	-
Change in fair value of financial instruments through profit or loss	-	4
Non-recurring finance income	-	2
Other finance income	4	13
Finance income	71	61
Net gains on forex derivatives	-	15
Gains on derivatives	-	15
Forex gains	495	664
Total finance income	566	740

15. TAXES

Taxes have been estimated on the basis of the expected average tax rate for the full year. The tax charge for the first nine months of 2024 is Euro 181 million versus Euro 232 million in the same period last year. The tax rate for the first nine months of 2024 is approximately 22.2%, marking a significant decrease from the rate of approximately 28.3% recorded in the same period last year.

16. EARNINGS/(LOSS) PER SHARE

Both basic and diluted earnings (loss) per share have been calculated by dividing the net result for the period attributable to the Group by the average number of the Company's outstanding shares and are mostly affected by the conversion of the Convertible Bond.

Diluted earnings/(loss) per share have been affected by the options under the Convertible Bond, having been converted in July 2024, the effects of the YES employee share purchase plan and the 2023 incentives in the form of deferred and matching shares vesting under the 2023-2025 long-term incentive plan, and the 2023 shares vesting under the BE IN long-term incentive plan. However, diluted earnings/(loss) have not been affected by deferred and matching shares for

2024 or by performance shares under the 2023-2025 long-term incentive plan, since not awardable based on the targets achieved up to 30 September 2024 or by BE IN loyalty shares, which had also not vested.

(Euro/million)

	9 months 2024	9 months 2023
Net profit/(loss) attributable to owners of the parent	619	575
Weighted average number of ordinary shares (thousands)	279,448	272,193
Basic earnings per share (in Euro)	2.22	2.11
Net profit/(loss) attributable to owners of the parent for purposes of diluted earnings per share	623	575
Weighted average number of ordinary shares (thousands)	279,448	272,193
Adjustments for:		
New shares from conversion of bonds into shares (thousands)	11,599	
Dilution from incremental shares arising from exercise of share-based payment plans and employee share purchase plans (thousands)	386	88
Weighted average number of ordinary shares to calculate diluted earnings per share (thousands)	291,433	272,281
Diluted earnings per share (in Euro)	2.14	2.11

17. CONTINGENT LIABILITIES

As a global operator, Prysmian is exposed to legal risks primarily, by way of example, in the areas of product liability and environmental, antitrust and tax rules and regulations. The outcome of legal disputes and proceedings currently in progress cannot be predicted with certainty. An adverse outcome in one or more of these proceedings could result in the payment of costs that are not covered, or not fully covered, by insurance, which would therefore have a direct effect on Prysmian's financial position and results. As at 30 September 2024, there were no significant differences from 30 June 2024 in the contingent liabilities for which Prysmian has not set aside provisions for risks and charges.

18. RECEIVABLES FACTORING

Prysmian has factored some of its trade receivables on a without-recourse basis. Receivables factored but not yet paid by customers amounted to Euro 126 million at 30 September 2024 (Euro 157 million at 31 December 2023).

19. SEASONALITY

Prysmian's business features a certain degree of seasonality in its revenues, which are usually higher in the second and third quarters. This is due to the fact that utilities projects in the northern hemisphere are mostly concentrated in the warmer months of the year.

Prysmian's level of debt is generally higher in the period May-September, with funds being absorbed by the growth in working capital.

20. RELATED PARTY TRANSACTIONS

Transactions by Prysmian S.p.A. and its subsidiaries with associates mainly refer to:

- trade relations involving purchases and sales of raw materials and finished goods;
- services (technical, organisational and general) provided by head office for the benefit of Prysmian companies;
- recharge of royalties for the use of trademarks, patents and technological know-how by Prysmian companies.

All the above transactions form part of Prysmian's continuing operations.

The following tables provide a summary of transactions with other related parties in the nine months ended 30 September 2024:

(Euro/million)

	Equity-accounted companies	Compensation of directors, statutory auditors and key management personnel	Total related parties	Total reported amount	30.09.2024 Related party % of total
Equity-accounted investments	234	-	234	234	100.0%
Trade receivables	3	-	3	2,653	0.1%
Other receivables	3	-	3	1,369	0.2%
Trade payables	15	-	15	2,303	0.7%
Other payables	-	2	2	2,711	0.1%
Provisions for risks and charges	-	8	8	796	1.0%

(Euro/million)

	Equity-accounted companies	Compensation of directors, statutory auditors and key management personnel	Total related parties	Total reported amount	31.12.2023 Related party % of total
Equity-accounted investments	218	-	218	218	100.0%
Trade receivables	3	-	3	1,987	0.2%
Other receivables	2	-	2	1,090	0.2%
Trade payables	4	-	4	2,199	0.2%
Other payables	-	5	5	2,522	0.2%
Provisions for risks and charges	-	5	5	811	0.6%

(Euro/million)

	Equity-accounted companies	Compensation of directors, statutory auditors and key management personnel	Total related parties	Total reported amount	9 months 2024 Related party % of total
Sales	3	-	3	12,362	0.0%
Other income	-	-	-	39	0.0%
Raw materials, consumables and supplies	-	-	-	(7,970)	0.0%
Personnel costs	-	(11)	(11)	(1,456)	0.8%
Other expenses	(5)	(1)	(6)	(1,975)	0.3%
Share of net profit/(loss) of equity-accounted companies	31	-	31	31	100.0%

(Euro/million)

	Equity-accounted companies	Compensation of directors, statutory auditors and key management personnel	Total related parties	Total reported amount	9 months 2023 Related party % of total
Sales	-	-	-	11,825	0.0%
Other income	6	-	6	49	12.2%
Raw materials, consumables and supplies	-	-	-	(7,632)	0.0%
Personnel costs	-	(6)	(6)	(1,338)	0.4%
Other expenses	(5)	(1)	(6)	(1,909)	0.3%
Share of net profit/(loss) of equity-accounted companies	29	-	29	29	100.0%

Transactions with associates

Trade and other payables refer to goods and services provided in the ordinary course of Prysmian's business. Trade and other receivables refer to transactions carried out in the ordinary course of Prysmian's business.

Compensation of Directors, Statutory Auditors and Key Management Personnel

The compensation of the Directors, Statutory Auditors and Key Management Personnel totals Euro 11 million at 30 September 2024 (Euro 6 million in the first nine months of 2023).

21. ATYPICAL AND/OR UNUSUAL TRANSACTIONS

In accordance with the disclosures required by Consob Communication DEM/6064293 dated 28 July 2006, it is reported that no atypical and/or unusual transactions were carried out during the first nine months of 2024.

22. COMMITMENTS

Contractual commitments, already given to third parties at 30 September 2024 and not yet reflected in the financial statements, amount to Euro 629 million for Property, plant and equipment and Euro 4 million for Intangible assets.

As at 30 September 2024, there were no outstanding loans or guarantees by the Parent Company or its subsidiaries to any of the directors, senior managers or statutory auditors.

23. DIVIDEND DISTRIBUTION

On 18 April 2024, the shareholders' meeting of Prysmian S.p.A. approved the 2023 financial statements and the distribution of a gross dividend of Euro 0.70 per share, for a total of some Euro 191 million. The dividend was paid out from 24 April 2024, with record date 23 April 2024 and ex-div date 22 April 2024.

24. STATEMENT OF CASH FLOWS

The increase in net working capital used Euro 626 million in cash flow. After Euro 195 million in tax payments and Euro 16 million in dividend receipts, operating activities in the first nine months of 2024 therefore provided a net cash inflow of Euro 443 million.

The acquisition of Encore Wire resulted in a net cash outflow of Euro 4,089 million. Net operating capital expenditure amounted to Euro 445 million in the first nine months of 2024, a large part of which relating to projects to increase and rationalise production capacity. More details can be found in Note 1. Property, plant and equipment and Intangible assets of these Explanatory Notes. Cash flows generated by financing activities amounted to Euro 2,814 million, after taking into account the payment of Euro 200 million in dividends and Euro 166 million to purchase treasury shares. Finance costs paid, net of finance income received, came to Euro 75 million.

25. EXCHANGE RATES

The main exchange rates used to translate financial statements in foreign currencies for consolidation purposes are reported below:

	30.09.2024	Closing rates at 31.12.2023	9 months 2024	Period average rates 9 months 2023
Europe				
British Pound	0.835	0.869	0.851	0.871
Swiss Franc	0.944	0.926	0.958	0.977
Hungarian Forint	396.880	382.800	391.250	381.763
Norwegian Krone	11.765	11.241	11.585	11.348
Swedish Krona	11.300	11.096	11.412	11.479
Czech Koruna	25.184	24.724	25.077	23.836
Danish Krone	7.456	7.453	7.459	7.449
Romanian Leu	4.975	4.976	4.974	4.939
Turkish Lira	38.087	32.633	35.090	24.063
Polish Zloty	4.279	4.340	4.305	4.582
Russian Rouble	103.469	99.192	98.083	89.696
North America				
US Dollar	1.120	1.105	1.087	1.083
Canadian Dollar	1.513	1.464	1.479	1.458
South America				
Colombian Peso	4,677	4,268	4,328	4,772
Brazilian Real	6.100	5.350	5.700	5.426
Argentine Peso	1,086.572	893.337	966.179	267.652
Chilean Peso	1,006.930	977.070	1,018.435	890.079
Costa Rican Colón	581.229	575.561	562.464	592.330
Mexican Peso	21.984	18.723	19.295	19.280
Peruvian Sol	4.159	4.082	4.080	4.040
Oceania				
Australian Dollar	1.617	1.626	1.642	1.621
New Zealand Dollar	1.762	1.750	1.783	1.755
Africa				
CFA Franc	655.957	655.957	655.957	655.957
Angolan Kwanza	1,062.329	920.402	939.103	696.946
Tunisian Dinar	3.383	3.394	3.375	3.350
South African Rand	19.226	20.348	20.075	19.887
Asia				
Chinese Renminbi (Yuan)	7.851	7.851	7.825	7.624
United Arab Emirates Dirham	4.112	4.058	3.992	3.978
Bahraini Dinar	0.421	0.415	0.409	0.407
Hong Kong Dollar	8.693	8.631	8.492	8.486
Singapore Dollar	1.434	1.459	1.454	1.452
Indian Rupee	93.813	91.905	90.682	89.231
Indonesian Rupiah	16,976	17,080	17,251	16,375
Japanese Yen	159.820	156.330	164.286	149.651
Thai Baht	36.107	37.973	38.815	37.392
Philippine Peso	62.740	61.283	61.969	60.125
Omani Rial	0.431	0.425	0.418	0.417
Malaysian Ringgit	4.617	5.078	5.036	4.892
Qatari Riyal	4.075	4.022	3.957	3.943
Saudi Riyal	4.199	4.144	4.077	4.062

26. EVENTS AFTER THE REPORTING PERIOD

Approval of the financial policy

On 30 October 2024, the Board of Directors of Prysmian S.p.A. has approved the Group Financial Policy. The Policy is fully aligned with Prysmian's priority to maintain its current Investment Grade rating and the company is dedicated to maintaining this level of rating throughout the cycle. The Policy set a target of a maximum reported net leverage ratio of 1.5x and the company will be managed below that level in the regular course of business. This level could temporarily deviate to around 2x (in case of an acquisition), but the company will clearly focus on deleveraging over the following eighteen to twenty-four months.

Prysmian will also maintain a clear dividend policy, with a maximum of 25-30% of the free cash flow projected to be distributed across the four-year planning timeline.

Pursuant to art. 154-bis para. 2 of Italy's Consolidated Law on Finance, the managers responsible for preparing company financial reports (Stefano Invernici and Alessandro Brunetti) declare that the information contained in the first quarter financial report corresponds to the underlying documents, accounting books and records.

Milan, 30 October 2024

ON BEHALF OF THE BOARD OF DIRECTORS
THE CHAIRMAN
Francesco Gori

SCOPE OF CONSOLIDATION – APPENDIX A

The following companies have been consolidated line-by-line:

Legal name	Office	Currency	Share Capital	% ownership	Direct parent company
Europe					
Austria					
Prysmian OEKW GmbH	Wien	Euro	2,053,008	100.00%	Prysmian Cavi e Sistemi S.r.l.
Belgium					
Draka Belgium N.V.	Leuven	Euro	61,973	98.52%	Draka Holding B.V.
				1.48%	Draka Kabel B.V.
Denmark					
Prysmian Group Denmark A/S	Albertslund	Danish Krone	40,001,000	100.00%	Draka Holding B.V.
Estonia					
Prysmian Group Baltics AS	Keila	Euro	1,664,000	100.00%	Prysmian Group Finland OY
Finland					
Prysmian Group Finland OY	Kirkkonummi	Euro	100,000	77.7972%	Prysmian Cavi e Sistemi S.r.l.
				19.9301%	Draka Holding B.V.
				2.2727%	Draka Comteq B.V.
France					
Prysmian (French) Holdings S.A.S.	Paron	Euro	129,026,210	100.00%	Prysmian Cavi e Sistemi S.r.l.
Prysmian Cables et Systèmes France S.A.S.	Sens	Euro	136,800,000	100.00%	Prysmian (French) Holdings S.A.S.
Draka Comteq France S.A.S.	Paron	Euro	246,554,316	100.00%	Draka France S.A.S.
Draka Fileca S.A.S.	Sainte Geneviève	Euro	5,439,700	100.00%	Draka France S.A.S.
Draka Paricable S.A.S.	Montreau-Fault-Yonne	Euro	5,177,985	100.00%	Draka France S.A.S.
Draka France S.A.S.	Montreau-Fault-Yonne	Euro	261,551,700	100.00%	Draka Holding B.V.
P.O.R. S.A.S.	Montreau-Fault-Yonne	Euro	100,000	100.00%	Draka France S.A.S.
Silec Cable, S. A. S.	Montreau-Fault-Yonne	Euro	60,037,000	100.00%	Grupo General Cable Sistemas, S.L.
EHC France s.a.r.l.	Sainte Geneviève	Euro	310,717	100.00%	EHC Global Inc.
Germany					
Prysmian Kabel und Systeme GmbH	Berlin	Euro	15,000,000	93.75%	Draka Deutschland GmbH
				6.25%	Prysmian S.p.A.
Prysmian Cable Industrial GmbH	Berlin	Euro	25,000	100.00%	Prysmian Cavi e Sistemi s.r.l.
Prysmian Unterstuetzungseinrichtung Lynen GmbH	Eschweiler	Deutsche Mark	50,000	100.00%	Prysmian Kabel und Systeme GmbH
Draka Comteq Berlin GmbH & Co. KG	Berlin	Deutsche Mark	46,000,000	50.10%	Prysmian Netherlands B.V.
		Euro	1	49.90%	Draka Deutschland GmbH
Draka Comteq Germany Verwaltungs GmbH	Koln	Euro	25,000	100.00%	Draka Comteq B.V.
Draka Comteq Germany GmbH & Co. KG	Koln	Euro	5,000,000	100.00%	Draka Comteq B.V.
Draka Deutschland Erste Beteiligungs GmbH	Wuppertal	Euro	25,000	100.00%	Draka Holding B.V.
Draka Deutschland GmbH	Wuppertal	Euro	25,000	90.00%	Draka Deutschland Erste Beteiligungs GmbH
				10.00%	Draka Deutschland Zweite Beteiligungs GmbH
Draka Deutschland Verwaltungs GmbH	Wuppertal	Deutsche Mark	50,000	100.00%	Prysmian Kabel und Systeme GmbH
Draka Deutschland Zweite Beteiligungs GmbH	Wuppertal	Euro	25,000	100.00%	Prysmian Netherlands B.V.
Prysmian Projects Germany GmbH	Nordenham	Euro	25,000	100.00%	Draka Deutschland GmbH
Höhn GmbH	Wuppertal	Deutsche Mark	1,000,000	100.00%	Draka Deutschland GmbH
Kaiser Kabel GmbH	Wuppertal	Deutsche Mark	9,000,000	100.00%	Draka Deutschland GmbH
NKF Holding (Deutschland) GmbH i.L	Wuppertal	Euro	25,000	100.00%	Prysmian Netherlands B.V.
Norddeutsche Seekabelwerke GmbH	Nordenham	Euro	50,025,000	100.00%	Grupo General Cable Sistemas, S.L.
EHC Germany GmbH	Baesweiler	Euro	25,200	100.00%	EHC Global Inc

Legal name	Office	Currency	Share Capital	% ownership	Direct parent company
U.K.					
Prysmian Cables & Systems Ltd.	Eastleigh	British Pound	113,901,120	100.00%	Prysmian UK Group Ltd.
Prysmian Construction Company Ltd.	Eastleigh	British Pound	1	100.00%	Prysmian Cables & Systems Ltd.
Prysmian Cables (2000) Ltd.	Eastleigh	British Pound	1	100.00%	Prysmian Cables & Systems Ltd.
Cable Makers Properties & Services Ltd.	Esher	British Pound	39	63.84%	Prysmian Cables & Systems Ltd.
				36.16%	Third Parties
Comergy Ltd.	Eastleigh	British Pound	1	100.00%	Prysmian Cavi e Sistemi S.r.l.
Prysmian Pension Scheme Trustee Ltd.	Eastleigh	British Pound	1	100.00%	Prysmian S.p.A.
Prysmian UK Group Ltd.	Eastleigh	British Pound	70,011,000	100.00%	Draka Holding B.V.
Draka Comteq UK Ltd.	Eastleigh	British Pound	14,000,002	100.00%	Prysmian UK Group Ltd.
Draka UK Ltd.	Eastleigh	British Pound	1	100.00%	Prysmian UK Group Ltd.
Prysmian PowerLink Services Ltd.	Eastleigh	British Pound	46,000,100	100.00%	Prysmian UK Group Ltd.
Escalator Handrail (UK) Ltd.	Eastleigh	British Pound	2	100.00%	EHC Global Inc.
Italy					
Prysmian Cavi e Sistemi S.r.l.	Milan	Euro	50,000,000	100.00%	Prysmian S.p.A.
Prysmian Cavi e Sistemi Italia S.r.l.	Milan	Euro	77,143,249	100.00%	Prysmian S.p.A.
Prysmian Treasury S.r.l.	Milan	Euro	80,000,000	100.00%	Prysmian S.p.A.
Prysmian PowerLink S.r.l.	Milan	Euro	100,000,000	100.00%	Prysmian S.p.A.
Fibre Ottiche Sud - F.O.S. S.r.l.	Battipaglia	Euro	47,700,000	100.00%	Prysmian S.p.A.
Electronic and Optical Sensing Solutions S.r.l.	Milan	Euro	5,000,000	100.00%	Prysmian S.p.A.
Prysmian Riassicurazioni S.p.A.	Milan	Euro	30,000,000	100.00%	Prysmian S.p.A.
Norway					
Prysmian Group Norge AS	Drammen	Norwegian Krone	22,500,000	100.00%	Draka Holding B.V.
The Netherlands					
Draka Comteq B.V.	Amsterdam	Euro	1,000,000	100.00%	Draka Holding B.V.
Draka Comteq Fibre B.V.	Eindhoven	Euro	18,000	100.00%	Prysmian Netherlands Holding B.V.
Draka Holding B.V.	Amsterdam	Euro	52,229,321	100.00%	Prysmian S.p.A.
Draka Kabel B.V.	Amsterdam	Euro	2,277,977	100.00%	Prysmian Netherlands B.V.
Donne Draad B.V.	Nieuw Bergen	Euro	28,134	100.00%	Prysmian Netherlands B.V.
NKF Vastgoed I B.V.	Delft	Euro	18,151	99.00%	Draka Holding B.V.
				1.00%	Prysmian Netherlands B.V.
NKF Vastgoed III B.V.	Delft	Euro	18,151	99.00%	Draka Deutschland GmbH
				1.00%	Prysmian Netherlands B.V.
Prysmian Netherlands B.V.	Delft	Euro	1	100.00%	Prysmian Netherlands Holding B.V.
Prysmian Netherlands Holding B.V.	Amsterdam	Euro	1	100.00%	Draka Holding B.V.
Poland					
Prysmian Poland sp. z o.o.	Sokolów	Polish Zloty	394,000	100.00%	Draka Holding B.V.
Portugal					
General Cable Investments, SGPS, Sociedade Unipessoal, S.A.	Funchal	Euro	8,500,020	100.00%	Draka Holding B.V.
General Cable Celcat, Energia e Telecomunicações SA	Pero Pinheiro	Euro	13,500,000	100.00%	General Cable Investments, SGPS, Sociedade Unipessoal, S.A.
Czech Republic					
Prysmian Kabely, s.r.o.	Velké Meziříčí	Czech Koruna	255,000,000	100.00%	Draka Holding B.V.
Romania					
Prysmian Cabluri Si Sisteme S.A.	Slatina	Leu rumeno	403,850,920	99.99987%	Draka Holding B.V.
				0.00013%	Prysmian Cavi e Sistemi S.r.l.

Legal name	Office	Currency	Share Capital	% ownership	Direct parent company
Russia					
Limited Liability Company Prysmian RUS	Rybinsk city	Russian Rouble	230,000,000	99.00%	Draka Holding B.V.
				1.00%	Prysmian Cavi e Sistemi S.r.l.
Limited Liability Company "Rybinskelektrokabel"	Rybinsk city	Russian Rouble	90,312,000	100.00%	Limited Liability Company Prysmian RUS
Slovakia					
Prysmian Kablo s.r.o.	Bratislava	Euro	21,246,001	99.995%	Prysmian Cavi e Sistemi S.r.l.
				0.005%	Prysmian S.p.A.
Spain					
Prysmian Cables Spain, S.A. (Sociedad Unipersonal)	Vilanova I la Geltrü	Euro	58,178,234	100.00%	Draka Holding B.V.
GC Latin America Holdings, S.L.	Abrera	Euro	151,042,030	100.00%	General Cable Holdings (Spain), S.L.
General Cable Holdings (Spain), S.L.	Abrera	Euro	138,304,698	100.00%	General Cable Corporation
Grupo General Cable Sistemas, S.L.	Abrera	Euro	22,116,019	100.00%	Draka Holding B.V.
EHC Spain and Portugal, S.L.	Sevilla	Euro	3,897,315	100.00%	EHC Global Inc.
Sweden					
Prysmian Group Sverige AB	Nässjö	Swedish Krona	100,000	100.00%	Draka Holding B.V.
Switzerland					
Omnisens S.A.	Morges	Swiss Franc	11,811,719	100.00%	Electronic and Optical Sensing Solutions S.r.l.
Turkey					
Turk Prysmian Kablo Ve Sistemleri A.S.	Mudanya	Turkish new Lira	216,733,652	83.7464%	Draka Holding B.V.
				0.4614%	Turk Prysmian Kablo Ve Sistemleri A.S.
				15.7922%	Third Parties
Hungary					
Prysmian MKM Magyar Kabel Muvek Kft.	Budapest	Hungarian Forint	5,000,000,000	100.00%	Prysmian Cavi e Sistemi S.r.l.
North America					
Canada					
Prysmian Cables and Systems Canada Ltd.	New Brunswick	Canadian Dollar	1,000,000	100.00%	Draka Holding B.V.
Draka Elevator Products Incorporated	New Brunswick	Canadian Dollar	n/a	100.00%	Prysmian Cables and Systems USA, LLC
General Cable Company Ltd.	Halifax	Canadian Dollar	295,768	100.00%	Prysmian Cables and Systems USA, LLC
EHC Global Inc.	Oshawa	Canadian Dollar	1,511,769	100.00%	Prysmian Cables and Systems Canada Ltd.
EHC Canada Inc.	Oshawa	Canadian Dollar	39,409	100.00%	EHC Global Inc.
Dominican Republic					
General Cable Caribbean, S.R.L.	Santa Domingo Oeste	Dominican Peso	2,100,000	99.995%	General Cable Corporation
				0.005%	Prysmian Cables and Systems USA, LLC

Legal name	Office	Currency	Share Capital	% ownership	Direct parent company
U.S.A.					
Prysmian Cables and Systems (US) Inc.	Carson City	US Dollar	330,517,608	100.00%	Draka Holding B.V.
Prysmian Cables and Systems USA, LLC	Wilmington	US Dollar	10	100.00%	General Cable Corporation
Prysmian Construction Services Inc.	Wilmington	US Dollar	1,000	100.00%	Prysmian Cables and Systems USA, LLC
Draka Elevator Products, Inc.	Boston	US Dollar	1	100.00%	Prysmian Cables and Systems USA, LLC
Draka Transport USA, LLC	Boston	US Dollar	-	100.00%	Prysmian Cables and Systems USA, LLC
General Cable Corporation	Wilmington	US Dollar	1	100.00%	Prysmian Cables and Systems (US) Inc.
General Cable Technologies Corporation	Wilmington	US Dollar	1,884	53.08%	Prysmian Cables and Systems USA, LLC
				46.92%	General Cable Corporation
Phelps Dodge Enfield Corporation	Wilmington	US Dollar	800,000	100.00%	Prysmian Cables and Systems USA, LLC
Phelps Dodge National Cables Corporation	New York	US Dollar	10	100.00%	Prysmian Cables and Systems USA, LLC
EHC USA Inc.	Oshawa	US Dollar	1	100.00%	EHC Global Inc.
Prysmian Group Speciality Cables, LLC	Wilmington	US Dollar		100.00%	Prysmian Cables and Systems USA, LLC
Prysmian Projects North America, LLC	Wilmington	US Dollar		100.00%	Prysmian Cables and Systems USA, LLC
Encore Wire Corporation	Wilmington	US Dollar	1	100.00%	Prysmian Cables and Systems USA, LLC
Central/South America					
Argentina					
Prysmian Energia Cables y Sistemas de Argentina S.A.	Buenos Aires	Argentine Peso	993,992,914	97.75%	Draka Holding B.V.
				2.01%	Prysmian Cavi e Sistemi S.r.l.
				0.13%	Third Parties
				0.11%	Prysmian Cabos e Sistemas do Brasil S.A.
Brazil					
Prysmian Cabos e Sistemas do Brasil S.A.	Sorocaba	Brazilian Real	910,044,391	94.543%	Prysmian Cavi e Sistemi S.r.l.
				0.027%	Prysmian S.p.A.
				1.129%	Draka Holding B.V.
				4.301%	Draka Comteq B.V.
Draka Comteq Cabos Brasil S.A.	Santa Catarina	Brazilian Real	27,467,522	49.352%	Draka Comteq B.V.
				50.648%	Prysmian Cabos e Sistemas do Brasil S.A.
Chile					
Cobre Cerrillos S.A.	Cerrillos	US Dollar	74,574,400	99.80%	General Cable Holdings (Spain), S.L.
				0.20%	Third Parties
Colombia					
Productora de Cables Procables S.A.S.	Bogotá	Colombian Peso	1,902,964,285	99.96%	GC Latin America Holdings, S.L.
				0.04%	General Cable Corporation
Costa Rica					
Conducen, S.R.L.	Heredia	Costa Rican Colón	1,845,117,800	100.00%	GC Latin America Holdings, S.L.
Ecuador					
Cables Electricos Ecuatorianos C.A. CABLEC	Quito	US Dollar	243,957	67.14%	General Cable Holdings (Spain), S.L.
				32.46%	Cables Electricos Ecuatorianos C.A. CABLEC
				0.40%	Third Parties
Honduras					
Electroconductores de Honduras, S.A. de C.V.	Tegucigalpa	Honduran Lempira	3,436,400	59.39%	General Cable Holdings (Spain), S.L.
				40.61%	GC Latin America Holdings, S.L.

Legal name	Office	Currency	Share Capital	% ownership	Direct parent company
Mexico					
Draka Durango S. de R.L. de C.V.	Durango	Mexican Peso	163,471,787	99.996%	Draka Mexico Holdings S.A. de C.V.
				0.004%	Draka Holding B.V.
Draka Mexico Holdings S.A. de C.V.	Durango	Mexican Peso	57,036,501	99.999998%	Draka Holding B.V.
				0.000002%	Draka Comteq B.V.
Prysmian Cables y Sistemas de Mexico S. de R. L. de C. V.	Durango	Mexican Peso	173,050,500	99.9983%	Draka Holding B.V.
				0.0017%	Draka Mexico Holdings S.A. de C.V.
General Cable de Mexico, S.A de C.V.	Tetla	Mexican Peso	1,329,621,471	80.41733609%	Prysmian Cables and Systems USA, LLC
				19.58266361%	Conducen, S.R.L.
				0.00000030%	General Cable Technologies Corporation
General de Cable de Mexico del Norte, S.A. de C.V.	Piedras Negras	Mexican Peso	10,000	99.80%	General Cable Technologies Corporation
		Mexican Peso		0.20%	Prysmian Cables and Systems USA, LLC
Prestolite de Mexico, S.A. de C.V.	Sonora	Mexican Peso	50,000	99.80%	Prysmian Cables and Systems USA, LLC
		Mexican Peso		0.20%	General Cable Technologies Corporation
Servicios Latinoamericanos GC, S.A. de C.V.	Puebla	Mexican Peso	50,000	99.998%	General Cable de Mexico, S.A de C.V.
				0.002%	General Cable Technologies Corporation
Perù					
General Cable Peru S.A.C.	Santiago de Surco (Lima)	Nuevo sol peruiano	90,327,868	99.99999%	GC Latin America Holdings, S.L.
				0.00001%	Third Parties
Africa					
Angola					
General Cable Condel, Cabos de Energia e Telecomunicações SA	Luanda	Kwanza angolano	20,000,000	99.80%	General Cable Celcat, Energia e Telecomunicações SA
				0.20%	Third Parties
Ivory Coast					
SICABLE - Société Ivoirienne de Cables S.A.	Abidjan	CFA Franc	740,000,000	51.00%	Prysmian Cables et Systèmes France S.A.S.
				49.00%	Third Parties
Tunisia					
Auto Cables Tunisie S.A.	Grombalia	Tunisian Dinar	4,050,000	50.998%	Prysmian Cables et Systèmes France S.A.S.
				49.002%	Third Parties
Prysmian Cables and Systems Tunisia S.A.	Menzel Bouzelfa	Tunisian Dinar	1,850,000	99.965%	Prysmian Cables et Systèmes France S.A.S.
				0.005%	Prysmian (French) Holdings S.A.S.
				0.005%	Prysmian Cavi e Sistemi S.r.l.
				0.025%	Third Parties
Oceania					
Australia					
Prysmian Australia Pty Ltd.	Liverpool	Australian Dollar	56,485,736	100.00%	Prysmian Cavi e Sistemi S.r.l.
New Zeland					
Prysmian New Zealand Ltd.	Auckland	New Zeland Dollar	10,000	100.00%	Prysmian Australia Pty Ltd.
Asia					
Saudi Arabia					
Prysmian Powerlink Saudi LLC	Al Khoabar	Saudi Arabian Riyal	500,000	95.00%	Prysmian PowerLink S.r.l.
				5.00%	Third Parties

Legal name	Office	Currency	Share Capital	% ownership	Direct parent company
China					
Prysmian Tianjin Cables Co. Ltd.	Tianjin	US Dollar	36,790,000	67.00%	Prysmian (China) Investment Company Ltd.
				33.00%	Third Parties
Prysmian Cable (Shanghai) Co. Ltd.	Shanghai	Chinese Renminbi (Yuan)	34,867,510	100.00%	Prysmian (China) Investment Company Ltd.
Prysmian Wuxi Cable Co. Ltd.	Yixing (Jiangsu Province)	Chinese Renminbi (Yuan)	240,863,720	100.00%	Prysmian (China) Investment Company Ltd.
Prysmian Hong Kong Holding Ltd.	Hong Kong	Euro	72,000,000	100.00%	Prysmian Cavi e Sistemi S.r.l.
Prysmian (China) Investment Company Ltd.	Beijing	Euro	74,152,961	100.00%	Prysmian Hong Kong Holding Ltd.
Nantong Haixun Draka Elevator Products Co. LTD	Nantong	US Dollar	2,400,000	75.00%	Draka Elevator Products, Inc.
				25.00%	Third Parties
Nantong Zhongyao Draka Elevator Products Co. LTD	Nantong	US Dollar	2,000,000	60.00%	Draka Elevator Products, Inc.
				40.00%	Third Parties
Suzhou Draka Cable Co. Ltd.	Suzhou	Chinese Renminbi (Yuan)	304,500,000	100.00%	Draka Cableteq Asia Pacific Holding Pte Ltd.
Prysmian Technology Jiangsu Co. Ltd.	Yixing	Chinese Renminbi (Yuan)	495,323,466	100.00%	Prysmian (China) Investment Company Ltd.
EHC Escalator Handrail (Shanghai) Co. Ltd.	Shanghai	US Dollar	2,100,000	100.00%	EHC Global Inc.
EHC Engineered Polymer (Shanghai) Co. Ltd.	Shanghai	US Dollar	1,600,000	100.00%	EHC Global Inc.
EHC Lift Components (Shanghai) Co. Ltd.	Shanghai	US Dollar	200,000	100.00%	EHC Global Inc.
Philippines					
Draka Philippines Inc.	Cebu	Philippine Peso	253,652,000	99.9999975%	Draka Holding B.V.
				0.0000025%	Third Parties
India					
Associated Cables Pvt. Ltd.	Mumbai	Indian Rupee	183,785,700	99.999946%	Oman Cables Industry (SAOG)
				0.000054%	Third Parties
Jaguar Communication Consultancy Services Private Ltd.	Mumbai	Indian Rupee	157,388,218	99.999999%	Prysmian Cavi e Sistemi S.r.l.
				0.000001%	Prysmian S.p.A.
Indonesia					
PT,Prysmian Cables Indonesia	Cikampek	US Dollar	67,300,000	99.48%	Draka Holding B.V.
				0.52%	Prysmian Cavi e Sistemi S.r.l.
Malaysia					
Sindutch Cable Manufacturer Sdn Bhd	Malacca	Malaysian Ringgit	500,000	100.00%	Draka Cableteq Asia Pacific Holding Pte Ltd.
Draka (Malaysia) Sdn Bhd	Malacca	Malaysian Ringgit	8,000,002	100.00%	Cable Supply and Consulting Company Pte Ltd.
Oman					
Oman Cables Industry (SAOG)	Al Rusayl	Omani Riyal	8,970,000	51.17%	Draka Holding B.V.
				48.83%	Third Parties
Oman Aluminium Processing Industries (SPC)	Sohar	Omani Riyal	4,366,000	100.00%	Oman Cables Industry (SAOG)
Singapore					
Prysmian Cables Asia-Pacific Pte Ltd.	Singapore	Singapore Dollar	174,324,290	100.00%	Draka Holding B.V.
Draka Cableteq Asia Pacific Holding Pte Ltd.	Singapore	Singapore Dollar	28,630,504	100.00%	Draka Holding B.V.
Singapore Cables Manufacturers Pte Ltd.	Singapore	Singapore Dollar	1,500,000	100.00%	Draka Cableteq Asia Pacific Holding Pte Ltd.
Cable Supply and Consulting Company Private Limited	Singapore	Singapore Dollar	50,000	100.00%	Draka Cableteq Asia Pacific Holding Pte Ltd.
Thailand					
MCI-Draka Cable Co. Ltd.	Bangkok	Thai Baht	435,900,000	99.999931%	Draka Cableteq Asia Pacific Holding Pte Ltd.
				0.000023%	Draka (Malaysia) Sdn Bhd
				0.000023%	Sindutch Cable Manufacturer Sdn Bhd
				0.000023%	Singapore Cables Manufacturers Pte Ltd.

The following companies have been accounted for using the equity method:

Legal name	Office	Currency	Share Capital	% ownership	Direct parent company
Europe					
Germany					
Kabeltrommel GmbH & Co.KG	Troisdorf	Euro	10,225,837.65	43.18%	Prysmian Kabel und Systeme GmbH
				1.75%	Norddeutsche Seekabelwerke GmbH
				55.07%	Third parties
Kabeltrommel GmbH	Troisdorf	Deutsche Mark	51,000	41.18%	Prysmian Kabel und Systeme GmbH
				5.82%	Norddeutsche Seekabelwerke GmbH
				53.00%	Third parties
Nostag GmbH & Co. KG	Oldenburg	Euro	540,000	33.00%	Norddeutsche Seekabelwerke GmbH
				67.00%	Third parties
U.K.					
Rodco Ltd.	Woking	British Pound	5	40.00%	Prysmian Cables & Systems Ltd.
				60.00%	Third parties
Russia					
Elkat Ltd.	Moscow	Russian Rouble	10,000	40.00%	Prysmian Group Finland OY
				60.00%	Third parties
Central/South America					
Chile					
Colada Continua Chilena S.A.	Quilicura (Santiago)	Chile Peso	100	41.00%	Cobre Cerrillos S.A.
				59.00%	Third parties
Asia					
China					
Yangtze Optical Fibre and Cable Joint Stock Limited Co.	Wuhan	Chinese Renminbi (Yuan)	757,905,108	23.73%	Draka Comteq B.V.
				76.27%	Third parties
Yangtze Optical Fibre and Cable (Shanghai) Co. Ltd.	Shanghai	Chinese Renminbi (Yuan)	100,300,000	75.00%	Yangtze Optical Fibre and Cable Joint Stock Limited Co.
				25.00%	Draka Comteq B.V.
Malaysia					
Power Cables Malaysia Sdn Bhd	Selangor Darul Ehsan	Malaysian Ringgit	18,000,000	40.00%	Draka Holding B.V.
				60.00%	Third parties

List of unconsolidated other investments at fair value through other comprehensive income:

Legal name	% ownership	Direct parent company
India		
Ravin Cables Limited	51.00%	Prysmian Cavi e Sistemi S.r.l.
	49.00%	Third Parties
United Arab Emirates		
Power Plus Cable CO. LLC	49.00%	Ravin Cables Limited
	51.00%	Third Parties

Audit Report

Prysmian S.p.A.

Interim condensed consolidated financial statements as of
30 September 2024

Review report on the interim condensed consolidated
financial statements

(Translation from the original Italian text)

Review report on the interim condensed consolidated financial statements (Translation from the original Italian text)

To the Board of Directors of
Prysmian S.p.A.

Introduction

We have reviewed the interim condensed consolidated financial statements, comprising the statement of financial position, the income statement, the other comprehensive income, the statement of changes in equity, the statement of cash flows and the related explanatory notes of Prysmian S.p.A. and its subsidiaries (the "Prysmian Group") as of 30 September 2024 and for the nine-month periods ended on 30 September 2024 and 2023. The Directors of Prysmian S.p.A. are responsible for the preparation of the interim condensed consolidated financial statements in conformity with the International Financial Reporting Standard applicable to interim financial reporting (IAS 34) as adopted by the European Union. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim condensed consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing (ISA Italia) and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on the interim condensed consolidated financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim condensed consolidated financial statements of Prysmian Group as of 30 September 2024 and for the nine-month periods ended on 30 September 2024 and 2023 are not prepared, in all material respects, in conformity with the International Financial Reporting Standard applicable to interim financial reporting (IAS 34) as adopted by the European Union.

Milan, 6 November 2024

EY S.p.A.
Signed by: Massimo Meloni, Statutory Auditor

This report has been translated into the English language solely for the convenience of international readers

