



Consolidated Condensed Interim Report

as at 30 June 2024

Prepared in accordance with IAS/IFRS principles. All amounts in Euro.

TABLE OF CONTENTS

CORPORATE BODIES	4
STRUCTURE OF THE GROUP	5
BOARD OF DIRECTORS REPORT	10
Introduction.....	11
Section A: Significant events during the semester	26
Section B: Principal risks	28
Section C: Related party transactions	31
Section D: Labour & Environment	32
Section E: Evolution, performance and position of the Company and Group.....	33
Section F: Significant events between the end of the semester and publishing of this report.....	35
Section G: Business Outlook	36
Section H: Corporate Governance	37
 GROUP CONSOLIDATED FINANCIAL STATEMENT AS AT 30 JUNE 2024	 41
Consolidated Financial Statements	42
Notes to Financial Statements	50
Consolidation Principles	53
Evaluation Criteria	53
Other Information	54
Scope of Consolidation	56
Notes to the Consolidated Financial Statements	57

CORPORATE BODIES

BOARD OF DIRECTORS

Executive Chairman: [Giandomenico Sica](#)

Executive Director: [Matija Jekovec](#)

Executive Director: [Antonio Domenico Baldassarra](#)

Executive Director: [Tamara Arduini](#)

Independent Director: [Andrea Arrigo Panato](#)

BOARD OF AUDITORS

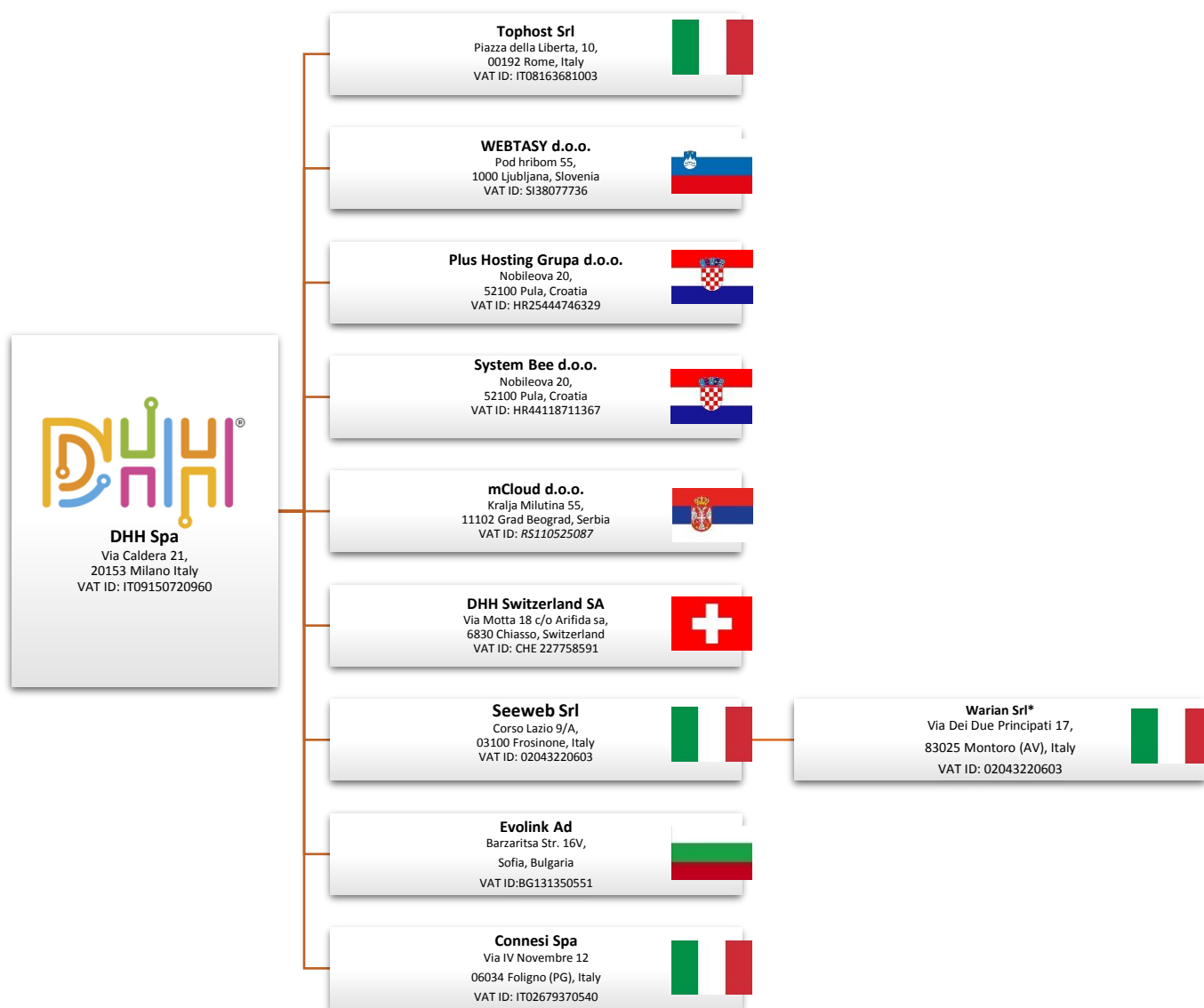
Chairman: [Umberto Lombardi](#)

Statutory Auditors: [Pierluigi Pipolo](#), [Stefano Pizzutelli](#)

INDEPENDENT AUDITING FIRM

Auditing firm: [BDO Italia S.p.A.](#)

STRUCTURE OF THE GROUP



*Warian srl is not included in the consolidated area

DHH S.P.A. (ITALY)

The holding company acting as a governing entity providing business and administrative support to portfolio companies. DHH S.p.A. is listed on Euronext Growth Milan (EGM) since 2016.

Stock Price Performance period 1st January 2024- 30th June 2024



Source: Il Sole24ore Borsa



TOPHOST S.R.L. (ITALY)

100% controlled by DHH S.p.A.

Established in 2004 with a goal of becoming a major Italian player in the "mass" web hosting industry. In a short period of time, the company gained a notable position in the market providing entry-level web hosting services.

Tophost joined DHH in 2015 and today offers comprehensive and innovative solutions at competitive prices to more than 49.000 customers across Italy.

In January 2023 Tophost finalized the acquisition of the business line "Misterdomain", well established player of the Italian hosting market, vaunting over 31.000 domains under management.

WEBTASY D.O.O. (SLOVENIA)



Acquired in October 2015, Webtasy d.o.o (until December 28th, 2021 named DHH.si d.o.o) operates under three brands - Domovanje, Domenca (acquired in 2012) and Si-Shell (acquired in December 2019).

It has been the leading player on the local market in the last 20+ years, serving 30.000+ customers and holding cac. 30% market share with over 72.000 registered domains. Webtasy brands offer domain registration, web hosting and cloud services. Their focus is developing high-performance managed solutions for the SMB market.

In March 2023 Webtasy completed the acquisition of Hosterdam, a business unit of Stork R d.o.o., a Slovenian shared hosting and domain registration provider. Hosterdam has ca. 450 active shared hosting packages and ca. 1.360 registered domains.



PLUS HOSTING GRUPA D.O.O. (CROATIA)

100% controlled by DHH S.p.A.

Plus Hosting Grupa d.o.o. (until 13 April 2022 DHH d.o.o.) Established in 2001 as IT Plus d.o.o. and later renamed to Plus hosting d.o.o., the company joined DHH in 2015. Following the (1) repositioning of the company on the market, (2) completing acquisitions of local competitors, and (3) spinning off one of the business activities into a separate company, the Croatian entity is today the largest local player recognized for its technical expertise and high-quality customer service. The three proprietary brands (Plus hosting, Studio4web, Infonet) provide a broad array of services, from low-cost hosting solutions to managed hosting services addressed to high-end customers. Optima Hosting is a provider with over 10 years of experience in web hosting and serving 5.600 clients in Croatia and BiH, as the only Croatian company has been successfully operating on the Bosnian market for over 8 years.



DHH SWITZERLAND S.A. (SWITZERLAND)

100% controlled by DHH S.p.A.

Owner of the brand Artera, part of DHH since May 2017, the Swiss company provides high-end services, mainly addressed to customers requiring high reliability and technologically advanced web hosting services. Founded in 2002, Artera boasts twenty years of experience in the sector, growing together with its team and integrating a specialized staff that has allowed the company to obtain the main international certifications and be a partner of countless companies on the web. The team is guided by the same vision: to offer a service of the highest quality in the name of cutting-edge technology.



SYSTEM BEE D.O.O. (CROATIA)

100% controlled by DHH S.p.A.

Croatian company established back in 2018 as a spin-off of DHH d.o.o. engaged in the business of web hosting and IT solutions. System Bee, owner of the brand Sysbee is made up of a group of system engineers and infrastructure architects dedicated to bringing DevOps culture to SMEs in Croatia. It currently counts ca. 80 active clients.

In May 2024 DHH S.p.A. performed the acquisition of the minority stakes in System Bee.



MICLOUD D.O.O. (SERBIA)

100% controlled by DHH S.p.A.

Serbian cloud computing provider founded in March 2018, and part of DHH since October 2018. The company is focused on delivering advanced hosting services and it manages two brands, Plus Hosting and mCloud, each targeting different customers.



SEEWEB S.R.L. (ITALY)

100% controlled by DHH S.p.A.

Italian based cloud computing company providing SaaS, IaaS, and PaaS services, as well as a wide range of additional IT services such as shared hosting, dedicated servers, housing, and colocation, relying on six physical datacenters and a proprietary fiber optic network. The company is part of DHH Group since November 2020 following the reverse takeover. In April '21 Seeweb acquired MondoServer to strengthen its presence in the South Italy.



EVOLINK AD (BULGARIA)

60% controlled by DHH S.p.A.

Established in 2004 and based in Sofia (Bulgaria), with its team of ca. 40 employees is one of the largest "Infrastructure-as-a-Service" (IaaS) providers in Bulgaria active in Cloud Computing, Cybersecurity, and Data transport services provisioning, managing two data centers, both located in Sofia. The customer portfolio includes large companies and telecom operators.



CONNESI S.P.A. (ITALY)

100% controlled by DHH S.p.A.

Connesi is an independent provider in the field of Internet Access (via optical fiber - both owned and leased - and fixed wireless network), VOIP, and Cloud Computing, active mainly in Umbria and also present in other Italian regions (e.g. Tuscany and Marche). Connesi is focused on the premium B2B market, with ca. 35 employees and 3.000 customers among which top tier corporates and public administrations.

The results of Connesi are fully consolidated in DHH's financial statements starting from 1st July 2022.

In 2023 Aticon S.r.l., a fully controlled company, were merged in Connesi S.p.A..



WARIAN S.R.L. (ITALY)

45% owned by Seeweb S.r.l.

Owned by Seeweb for 45%, Warian is a B2B Internet Service Provider (ISP) that offers via its own marketplace platforms, reliable, high-performance data connectivity and cloud computing products. Established in 2010, it boasts a network with more than 50 wholesale partners. The company reported total revenues of ca. 1,8M EUR in 2023.

Warian is consolidated in DHH's financial statements with equity method.

Board of Directors Report



INTRODUCTION

DHH S.p.A. is dedicated to reshaping internet infrastructure through the integration of next-generation technology and artificial intelligence.

Based in Europe, the company leverages open-source technologies to enhance digital connectivity across various industries and regions. With a commitment to continuous research and open innovation, DHH aligns technological progress with stringent data privacy standards.

This approach promotes technological excellence while safeguarding individual privacy, aiming to position the company as a relevant player in the evolution of global internet infrastructure.

HIGHLIGHTS

- Nine independent and autonomous businesses under management and one not consolidated, with a geographic presence in the Mediterranean Area (Italy, Italian Switzerland, Slovenia, Croatia, Serbia, Bulgaria);
- Wide and top-quality offer portfolio to meet most demanding customers, with almost all solutions which are based on subscriptions with a minimum duration and automatic renewal;
- Extensive physical and network infrastructures, with both the internet backbone and datacenters connected to each other and to other Italian and foreign PoPs through optical fiber rings, allowing the Group to take significant advantages, among all to apply competitive prices;
- Highly scalable and profitable business model, featured by a high incidence of recurring revenue and client retention, at roughly 94%, with many clients remaining with DHH for years, notwithstanding the original contract duration;
- In-house development of cutting-edge technologies, together with an open innovation approach in finalizing corporate venture capital deals, investing as “angel” in most promising start-ups, like Docebo, the well-known e-learning platform now worth ca. US\$1,5bn, in which the Group (Seeweb) invested 150K EUR back in 2006, with a profitable exit in 2015;
- In-depth and proven capabilities of turning around and up-scaling acquired assets (eighteen acquisitions since foundation, nearly equal number of acquisitions after the IPO that took place back in July 2016);
- Buoyant financials figures, typical of a cloud computing company and characterized by i) fast growing profile (Total Revenue at ca. 18,4M EUR, + ca. 8% YoY vs. H1 2023), ii) capital structure not too heavy, (ca. 3,6M EUR of Net Debt), iii) best-in class profitability (EBITDA Margin steadily over the 30% level) and iv) sound cash flow generation (very high OpFCF/EBITDA ratio);
- Clear and visible growth ahead, expected to keep pushing on business acceleration and innovation, with the aim of increasing ARPU, widening product portfolio and trying to further exploit M&A opportunities.



THE MARKET

As the global economy continues to digitize, the interconnected markets for cloud computing, cloud hosting, business connectivity, and data centers are rapidly evolving.

These markets are essential in supporting digital infrastructure, enabling businesses to achieve greater scalability, efficiency, and security.

CLOUD COMPUTING

Cloud computing is now a fundamental aspect of modern IT infrastructure, offering businesses flexibility, scalability, and cost-efficiency. It encompasses three primary service models: Infrastructure as a Service (IaaS), Platform as a Service (PaaS), and Software as a Service (SaaS). These models cater to various needs, from providing virtualized computing resources to delivering software applications online. The market includes public, private, and hybrid cloud deployments, with hybrid clouds gaining popularity due to their ability to optimize existing infrastructure. As cloud adoption grows across industries, security and compliance have become critical concerns, driving providers to continually enhance their protective measures.

The cloud computing market is expected to continue its growth, fueled by increasing adoption by small and medium-sized enterprises (SMEs), IoT, and the expansion of 5G networks.

CLOUD HOSTING

The cloud hosting market has expanded as businesses move online, seeking reliable and scalable solutions for hosting websites and applications. Unlike traditional hosting, which relies on single servers, cloud hosting distributes resources across multiple servers, enhancing performance and reducing downtime. This model allows businesses to scale

resources according to demand, offering significant cost savings, particularly for SMEs. Security remains a key aspect, with cloud hosting providers offering robust measures to protect against cyber threats.

The market is poised for further growth, driven by AI, IoT, and the ongoing shift towards remote work, all of which increase the demand for secure, reliable cloud-based solutions.

BUSINESS CONNECTIVITY

Business connectivity is crucial for ensuring seamless communication and data exchange across locations. The demand for robust, high-speed, and secure connectivity has grown alongside the rise of digital solutions. This market includes services such as broadband internet, VPNs, and dedicated Ethernet, all essential for supporting enterprise operations. As businesses adopt bandwidth-intensive applications like video conferencing and big data analytics, the need for fast and reliable internet access increases. Security is a significant concern, leading to investments in secure connectivity options. Software-defined networking (SDN) and network function virtualization (NFV) are key trends, offering greater flexibility and efficiency in managing networks.

The expansion of 5G networks is also expected to drive innovation, enabling new use cases in IoT, smart cities, and autonomous vehicles.

DATACENTER & NETWORKING

Data centers are the backbone of the digital economy, housing the infrastructure necessary for data storage and processing. As businesses migrate to cloud environments, the demand for scalable and secure data centers grows. Key drivers include the need for data storage, processing power, and energy efficiency, driven by trends such as big data, AI, and IoT. Networking is equally important, enabling efficient data movement between data centers and end-users. Innovations like SDN and NFV are transforming the landscape, allowing for more flexible and efficient network management. The rise of 5G will further impact data centers, driving the need for edge computing to reduce latency and improve performance. Security and sustainability are also critical, with a focus on reducing energy consumption and protecting sensitive data.

These interconnected markets are pivotal for modern enterprises, providing the infrastructure necessary to support digital operations and communication. As businesses continue to embrace digital transformation, the demand for advanced, scalable, and secure solutions in cloud computing, hosting, connectivity, and data centers will continue to drive innovation and growth across these sectors.

THE GEOGRAPHIC OPPORTUNITY

Southeast Europe represents a strategic opportunity for companies in the digital and technology sectors, primarily due to the region's underdeveloped digital infrastructure and potential for growth. Current data indicates that broadband penetration in many Southeast European countries remains significantly below the EU average, with some areas reporting rates under 50% (OECD, 2024). The European Commission's Digital Economy and Society Index (2024) also notes that 81% of SMEs in the EU have a company website, whereas this figure is substantially lower in Southeast Europe, pointing to an underexploited market segment.

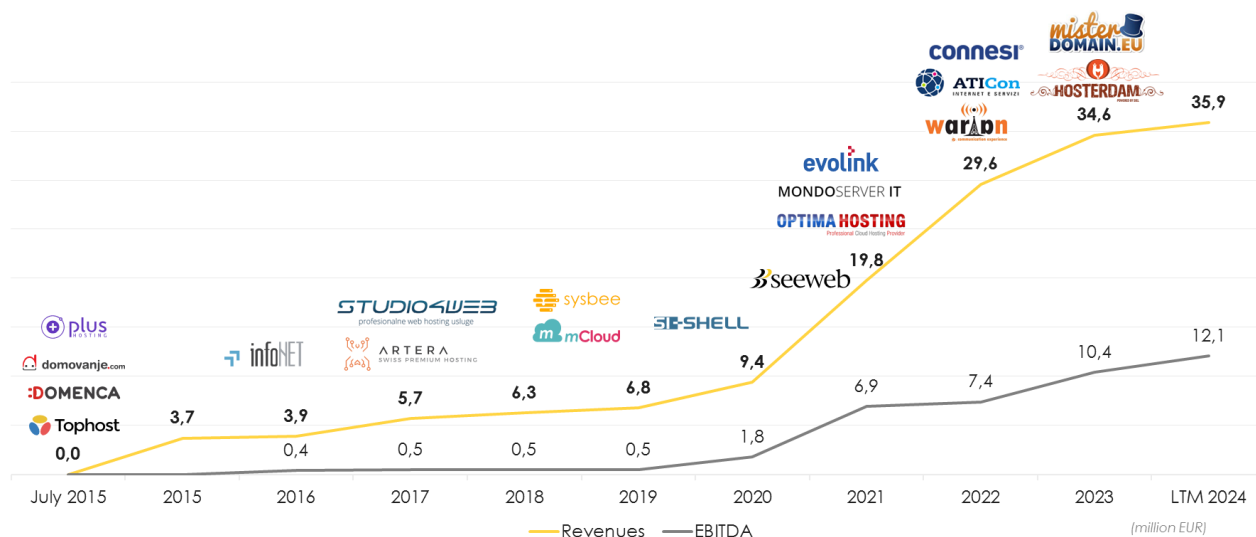
Economic forecasts further underline the potential of this region. According to the International Monetary Fund (IMF), Southeast European countries are projected to achieve an average GDP growth rate of 3.1% in 2024, exceeding the growth expectations for the broader Euro Area. This is particularly significant given the lower GDP per capita in these countries, which suggests that rising economic activity could lead to increased allocations towards digital infrastructure (IMF, 2024).

These elements collectively position Southeast Europe as an attractive market for companies in the internet infrastructure and digital services sectors. The combination of currently low levels of digitalization and economic growth forecasts provides a conducive environment for digital transformation initiatives. As the region continues to develop and invest in its digital infrastructure, companies operating in Southeast Europe are likely to benefit from heightened demand for digital services, potentially creating a positive feedback loop of technological adoption and economic growth.

In summary, Southeast Europe offers valuable opportunities for digital and technology companies looking to expand in a developing market. By establishing a presence in this region, DHH can exploit the existing gaps in digital infrastructure and take advantage of anticipated economic growth to drive digital transformation, potentially securing a competitive edge in the market.

GROWTH STRATEGY

Acquisitions completed by DHH by year



DHH's growth strategy is centered on strategic acquisitions and organic expansion, aiming to create a cohesive ecosystem of independent businesses. The company acquires businesses while ensuring they retain their brand and operational independence, allowing them to benefit from DHH's resources while preserving their market strengths. Key principles of DHH's acquisition strategy include fair valuations, incentivizing existing management to stay, and optimizing operations to enhance profitability.

Post-acquisition, DHH focuses on streamlining costs, implementing robust management systems, and improving financial transparency to boost overall performance. This approach is particularly beneficial for small and medium-sized enterprises (SMEs), which often lack sophisticated cost management practices. By refining these processes, DHH helps these businesses become more competitive and efficient.

On the organic growth side, DHH emphasizes increasing the average revenue per user (ARPU) by promoting premium products and services that offer higher value. The company fosters innovation within its portfolio businesses, encouraging them to stay ahead of technological trends by developing proprietary solutions that meet evolving customer needs. For example, DHH introduced the Cloud Server GPU, a product tailored for generation-AI applications, showcasing its commitment to innovation and helping its businesses maintain a competitive edge.

Additionally, DHH enhances the go-to-market strategies of its portfolio companies by establishing strategic partnerships with web agencies, system integrators, and software houses. These partnerships accelerate growth, improve market penetration, and increase customer retention, thereby expanding the customer base and solidifying the companies' market positions.

DHH's strategy ultimately aims to transform small companies into significant industrial players. By offering expert support, driving cost and revenue synergies, and enhancing resources and capabilities, DHH empowers local tech

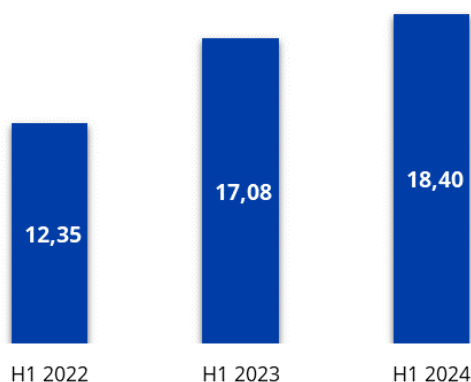
pioneers to scale effectively. The company's strategic guidance, technological solutions, and marketing expertise provide a solid foundation for sustained growth and long-term success.

The M&A strategy at DHH focuses on creating value through expansion deals that significantly increase the intrinsic value of acquired companies shortly after the acquisition. These deals are carefully structured to ensure that entrepreneurs remain incentivized to continue driving growth post-acquisition. DHH also emphasizes accurate cost and investment classification to maintain transparency and investor confidence, which is crucial for informed decision-making and driving further growth.

In summary, DHH's growth strategy effectively combines the strengths of strategic acquisitions with the benefits of organic growth. By nurturing an ecosystem of independent yet synergistic businesses, DHH creates a robust platform for continuous value creation. The company's commitment to fair valuations, cost optimization, management improvements, and innovation positions it to capitalize on opportunities in the cloud computing and digital services sectors. As DHH continues to implement its strategy, it is well-positioned to transform its portfolio companies into leading industrial players, ensuring sustained growth and success across the markets it serves.

FINANCIAL HIGHLIGHTS

Consolidated Revenues evolution 2022-2024



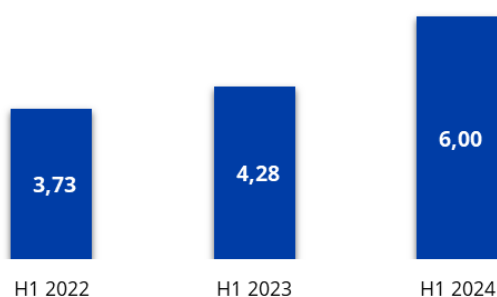
H1 2024 REVENUES

equals to **18,4 M EUR**

Growth YoY vs. H1 2023

+8%

Consolidated EBITDA evolution 2022-2024



H1 2024 EBITDA

equals to **6 M EUR**

Growth YoY vs. H1 2023

+40%

Consolidated Net Profit evolution 2022-2024



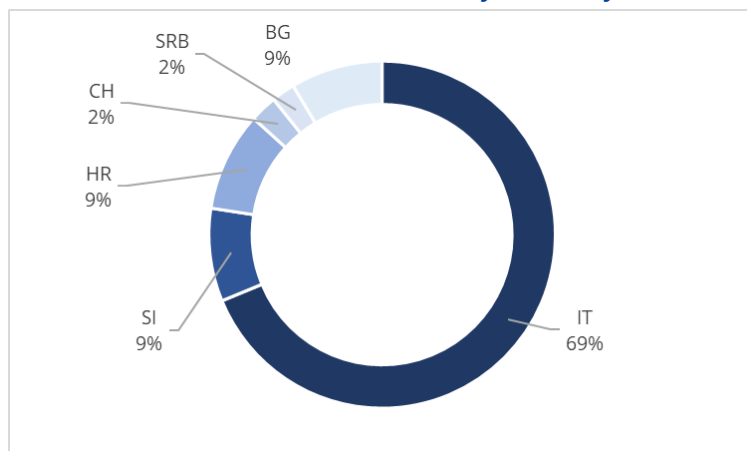
H1 2024 NET INCOME

equals to **2,01 M EUR**

Growth YoY vs. H1 2023

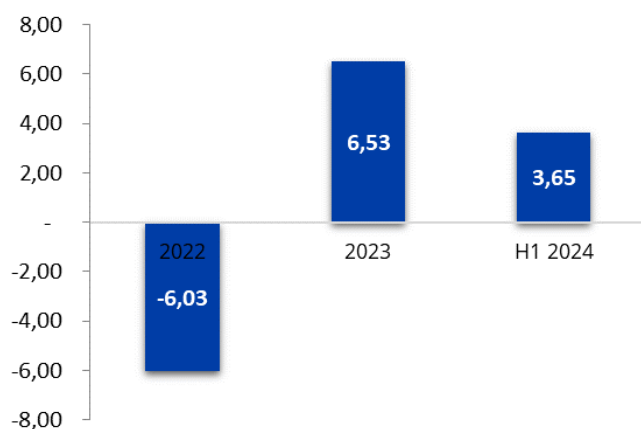
+541%

Consolidated Revenue breakdown by country H1 2024



	12,6 M EUR	in Italy (Tophost, Seeweb, Connesi)
	1,6 M EUR	in Slovenia (Webtasy)
	1,7 M EUR	in Croatia (Plus Hosting Grupa, System Bee)
	0,4 M EUR	in Serbia (mCloud)
	0,5 M EUR	in Switzerland (DHH Switzerland)
	1,6 M EUR	in Bulgaria (Evolink)

Consolidated Net Financial Position evolution H1 2022-2024



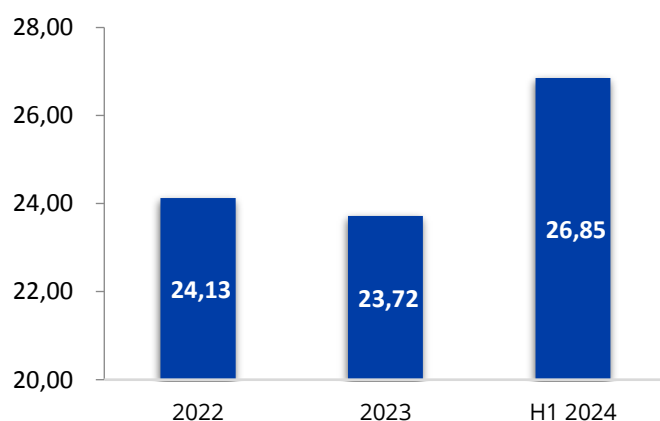
H1 2024 NET FINANCIAL POSITION

equals to **3,65 M EUR OF DEBT**

Decrease YoY vs. 2023

-44%

Consolidated Net Equity evolution 2022-2024



H1 2024 NET EQUITY

equals to **26,85 M EUR**

Variation YoY vs. 2023

+13%

KEY FINANCIAL DATA

ALTERNATIVE PERFORMANCE MEASURES

In accordance with the ESMA recommendation on alternative performance measures (ESMA/2015/1415), as implemented by Consob Communication No. 0092543 at December 3, 2015, the Group is used to monitor and report its operating and financial performance, with some or all of the Alternative Performance Measures outlined below.

It should be noted that these Alternative Performance Measures are not identified as accounting measures under international accounting standards, and their calculation is not regulated by the main reference accounting.

As such, the criteria used by the Group may not be identical to those used by other companies and therefore cannot be used for comparative purposes.

VALUE ADDED

VALUE ADDED indicates the difference between revenue and cost of goods sold (COGS).

EBITDA

EBITDA indicates earnings before interest, taxes, depreciation and amortization or fixed assets and write-down of receivables. Therefore, EBITDA represents the operating margin before choices in amortization policy and assessing trade receivables. EBITDA, as defined above, represents the index used by the Group's directors to monitor and assess business trends.

EBITDA MARGIN

EBITDA Margin measures the Group operating profitability as a percentage of consolidated revenues reported in the year and is defined as the ratio between EBITDA and Net Sales.

EBITDA ADJUSTED

EBITDA Adjusted indicates EBITDA without considering the impact of non-recurring revenues and costs.

ADJUSTED EBITDA MARGIN

Adjusted EBITDA Margin measures the Group operating profitability as a percentage of consolidated revenues reported in the year and is defined as the ratio between Adjusted EBITDA and Net Sales.

EBIT

EBIT indicates earnings before interest and taxes. Therefore, EBIT represents the year's results before third party and treasury share dividend distribution. EBIT, as defined above, represents the index used by the directors of the Group to monitor and assess business trends.

EBIT MARGIN

EBITDA Margin measures the earning capacity of Group sales. It is calculated as the ratio between EBIT and Net Sales.

EBIT ADJUSTED

EBIT Adjusted indicates EBIT without considering the impact of non-recurring revenues and costs and of non-operating items such as the amortization of assets recorded only in compliance of civil and fiscal principles.

ADJUSTED EBIT MARGIN

Adjusted EBIT Margin measures the earning capacity of Group sales. It is calculated as the ratio between Adjusted EBIT and Net Sales.

ADJUSTED NET PROFIT (LOSS)

Adjusted Net Profit (Loss) is calculated as the Net Profit (Loss) for the period, without considering the impact of non-recurring revenues and costs and of non-operating items such as the amortization of assets recorded only in compliance of civil and fiscal principles, and the related tax effects on the excluded items.

NET WORKING CAPITAL

Net Working Capital is calculated as the difference between current assets and liabilities without financial assets and liabilities. It should be noted that such data has been established in accordance with Recommendation CESR 05-054b of 10 February 2005, as modified on 23 March 2011, "Guidelines for the Consistent Implementation of the European Commission's Regulations on Prospectuses".

NET CAPITAL INVESTED

Net Capital Invested is calculated as the algebraic sum of the Net Working Capital, assets and long-term liabilities.

NET FINANCIAL POSITION

Net Financial Position is a valid measure of the Group financial structure. It is calculated pursuant to ESMA32-382-1138 Guidelines on disclosure requirements under the Prospectus Regulation 04/03/2021, par. 1775.

EBITDA CASH CONVERSION RATE

EBITDA Cash Conversion Rate indicates the ratio between Operating cash flow and EBITDA. This ratio assesses the efficiency of the Group to turn the EBITDA into cash.

CONSOLIDATED RICLASSIFIED PROFIT AND LOSS STATEMENT

<i>All amounts are in Euro</i>	30.06.2024	% on REV	30.06.2023	% on REV
Revenues	18.402.602	100%	17.077.227	100%
Operating costs	(8.961.719)	-49%	(9.487.344)	-56%
Value Added	9.440.883	51%	7.589.883	44%
Personnel costs	(3.438.465)	-19%	(3.305.555)	-19%
EBITDA	6.002.418	33%	4.284.328	25%
Depreciation, Amortization and Impairment	(2.516.464)	-14%	(2.806.925)	-16%
EBIT	3.485.954	19%	1.477.402	9%
Other non-operating income/expense	-	0%	-	0%
Financial income and expenses	(400.652)	-2%	(355.454)	-2%
Earnings before taxes (EBT)	3.085.301	17%	1.121.948	7%
Income taxes	(1.076.881)	-6%	(808.436)	-5%
NET PROFIT	2.008.420	11%	313.512	2%
<i>Of which attributable to:</i>				
the shareholders of the Group	1.981.181		297.542	
third-party shareholders	27.240		15.971	
EBITDA Adjusted	6.002.418	33%	5.390.195	32%
EBIT Adjusted	3.485.954	19%	2.583.269	15%
NET PROFIT Adjusted (attributable to the shareholders of the Group)	1.981.181	11%	1.403.409	8%

The good performance already recorded by the Group in 2023 continued in the first half of 2024: such performance is far more significant if we compare the adjusted figures, which were restated to make the results of comparison more representative.

The Group reports an important increase in revenues due to the organic growth with +1,3M EUR (+8%).

It is noteworthy that revenue from cloud computing (previously "Infrastructure as a Service" (IaaS) and "Software as a Service" (SaaS)) has grown by 9% to 7,1M EUR thanks to the growth of cloud GPU offering, revenue from cloud hosting (previously "Platform as a Service" (PaaS)) has increased by 7% to 4,3M EUR and revenue from business connectivity has grown by 9% to 3,9M EUR. Other – non-core – revenue from sales increased by 10% to 2,7M, thus impacting the organic trend.

The Group is focused on cloud hosting, cloud computing and datacenter services as core business lines and its revenues are approx. 12,6M EUR in Italy (Tophost with also the brand Misterdomain, Seeweb and Connesi), 1,6M EUR in Slovenia (Webtasy with the brands Domenca, Domovanje, Si.Shell, Hosterdam), 1,7M EUR in Croatia (Plus Hosting Grupa with the brands Studio4web, Plus Hosting, Infonet, Optima Hosting and System Bee), 0,4M EUR in Serbia

(mCloud with the brands mCloud, Plus hosting), 0,5M in Switzerland (with the brand Artera) and 1,6M EUR in Bulgaria (Evolink).

From a geographical perspective, the greatest revenue from net sales growth was recorded in Croatia (+12%), followed by Italy (+9%), Slovenia (+9%), and Switzerland (+9%). Sales revenues are distributed across the geographic regions in the following manner: Italy accounts for 68%, Croatia for 9%, Slovenia for 9%, Serbia for 2%, Switzerland for 3%, and Bulgaria for 9%.

Operating costs are the ongoing expenses incurred from the normal running the business and include selling, general and administrative expenses.

The consolidated EBITDA amounts to 6M EUR and registered an increase of 1,7M EUR, due to the increase of the business of the Group's companies.

The consolidated adjusted EBITDA registered an increase of 0,6M EUR: duly noted, operating costs of the first semester 2023 included 1,1M EUR related to non-monetary cost of IFRS2 effects on Stock Option Plan 2022 -2025.

RECONCILIATION BETWEEN REPORTED AND ADJUSTED P&L FIGURES

<i>All amounts are in Euro</i>	Note	30.06.2024	30.06.2023
EBITDA		6.002.418	4.284.328
Impact of non-recurring Professional services	(i)	-	1.105.867
EBITDA Adjusted		6.002.418	5.390.195

<i>All amounts are in Euro</i>	Note	30.06.2024	30.06.2023
EBIT		3.485.954	1.477.402
Impact of non-recurring Professional services	(i)	-	1.105.867
EBIT Adjusted		3.485.954	2.583.269

<i>All amounts are in Euro</i>	Note	30.06.2024	30.06.2023
NET PROFIT		2.008.420	313.512
Impact of non-recurring Professional services	(i)	-	1.105.867
NET PROFIT Adjusted		2.008.420	1.419.379

(i) This item is referred to the non-monetary cost of IFRS2 effects on Stock Option Plan 2022 -2025 approved by the Board of Directors.

CONSOLIDATED RICLASSIFIED BALANCE SHEET STATEMENT

<i>All amounts are in Euro</i>	30.06.2024	31.12.2023
Inventories	491.126	482.393
Trade receivables	5.126.570	4.696.261
Trade payables	(4.480.201)	(4.087.986)
Operating Net Working Capital	1.137.496	1.090.668
Other current assets	458.140	508.123
Prepaid expenses and accrued income	1.593.360	1.202.179
Other current liabilities	(1.086.470)	(972.716)
Accrued liabilities and deferred income	(4.323.482)	(4.084.270)
Taxes payables	(1.792.396)	(811.454)
Net Working Capital	(4.013.353)	(3.067.469)
Trademarks	3.087.307	3.087.307
Goodwill	10.383.499	10.403.354
Tangible fixed assets	12.115.577	11.681.942
Right of use assets	5.744.132	4.833.450
Intangible fixed assets	2.397.894	2.498.474
Investments in other companies	1.398.701	1.398.701
Non-current financial assets	310.634	319.775
Other non-current assets	280.039	280.039
Deferred tax assets	1.259.199	1.219.464
Fixed Assets	36.976.981	35.722.505
Severance Fund	(859.305)	(824.266)
Provisions for risks and future liabilities	(69.104)	-
Liabilities for deferred taxes	(1.535.649)	(1.581.331)
Net Non-Current Liabilities	(2.464.059)	(2.405.597)
NET INVESTED CAPITAL	30.499.569	30.249.438
Total net equity of the Group	26.229.384	23.092.237
Net equity to the third-party shareholders	622.985	629.227
Total Net Equity	26.852.369	23.721.464
Cash and cash equivalents	(13.175.442)	(10.193.810)
Current financial assets	(459.532)	(204.353)
Non-current financial liabilities	12.140.061	12.407.329
Current financial liabilities	5.142.113	4.518.809
Net Financial Position	3.647.199	6.527.975
NET EQUITY AND NET FINANCIAL DEBT	30.499.569	30.249.438

CONSOLIDATED NET FINANCIAL POSITION

All amounts are in Euro

	30.06.2024	31.12.2023
A. Cash	(13.175.442)	(10.193.810)
B. Cash equivalents	-	-
C. Other current financial assets	(459.532)	(204.353)
D. Liquidity (A)+(B)+(C)	(13.634.974)	(10.398.163)
E. Current financial liabilities	126.569	62.012
F. Current part of non-current borrowing	5.015.544	4.456.797
G. Current Financial Debt (E)+(F)	5.142.113	4.518.809
H. Net Current Financial Debt (G)-(D)	(8.492.862)	(5.879.354)
I. Non-current financial liabilities	12.140.061	12.407.329
J. Bonds issued	-	-
K. Trade payables and other non-current liabilities	-	-
L. Non-Current Financial Debt (I)+(J)+(K)	12.140.061	12.407.329
M. NET FINANCIAL DEBT (H)+(L)	3.647.199	6.527.975

Net Financial Position includes Group Liquidity for 13,6M EUR and Financial Debt for 17,3M EUR.

Group Net Financial Position is equal to 3,6M EUR.

Net Financial Position is comprehensive of a 4,8M EUR lease debts related to IFRS 16 (4M EUR as at 31.12.2023), mainly due to the impact of new investments and renewals of infrastructures.

SECTION A: SIGNIFICANT EVENTS DURING THE SEMESTER

21 MARCH 2024

The Board of Directors of DHH approved the draft statutory and consolidated financial statements for the year ending 31 December 2023. These documents were slated for submission to the Extraordinary and Ordinary Shareholders' Meeting scheduled for 29 April 2024 for approval and acknowledgment, respectively.

16 APRIL 2024

DHH received a notice of substantial shareholding change following the inheritance of DHH shares by Daniele and Marianna Vona, heirs of Enrico Vona. This resulted in each inheritor holding 16,73% of the company's share capital, altering the overall shareholding structure.

29 APRIL 2024

The Shareholders' Meeting, held via audio/video conference, approved amendments to the Company's bylaws, including Articles 21, 22, 26, and 31, to align with regulatory changes. Additionally, the statutory financial statements for 31 December 2023 were approved, and authorization for purchasing and disposing of treasury shares was granted.

30 APRIL 2024

The Board of Directors assessed and confirmed the independence of independent director Andrea Arrigo Panato. This evaluation, in line with Article 6-bis of the Euronext Growth Milan Issuers' Regulation, considered both quantitative and qualitative criteria approved by the Board on 21 March 2024.

3 MAY 2024

DHH sold 100.957 treasury shares to the "PIPE" fund, managed by Alkemia Capital Partners SGR S.p.A., at 14,8 EUR per share. Alongside additional shares acquired from other shareholders, the PIPE fund amassed a 4,73% stake, aiming to support DHH's business development.

13 MAY 2024

DHH received notice of a substantial change in shareholding from Alkemia SGR S.p.A. The "PIPE" fund now holds 245.610 shares, representing 5,02% of the company's share capital, further solidifying its position as a significant stakeholder in DHH.

22 MAY 2024

The Board of Directors resolved to initiate the program for the purchase and disposition of treasury shares for a maximum value of EUR 1,5M, in execution of the resolution of the Shareholders' Meeting of April 29, 2024 ("Program"). The Program started on June 3, 2024 and will end by May 7, 2025.

11 JUNE 2024

Launch of a groundbreaking Serverless GPU product designed for AI applications through the subsidiary Seeweb. This innovative product, accessible at k8sgpu.seewebcloud.com, leverages Kubernetes to provide scalable, on-demand access to thousands of remote GPUs, addressing the growing computational needs in AI model training and inference.

SECTION B: MAIN RISKS

Disclosure relative to risks and uncertainties pursuant to article 2428, paragraph 2, no. 6-bis, of the Italian Civil Code.

The company is potentially exposed to the following relevant risks.

INTERNAL RISKS

RISK LINKED TO THE COMPANY BEING ONLY RECENTLY INCORPORATED

Although the key persons of the Company have a multi-year professional experience in the IT field and all subsidiaries have recorded a steady and intense development in recent years, there is no guarantee that the future growth goals of the Company can be achieved or that the Company, as a holding company, will be able to record the growth rates which the individual subsidiaries have recorded in previous years, also in the light of the fact that the Company will have to face typical risks and difficulties of companies with recent operational history which might cause adverse effects on its economic, equity and financial situation.

RISK LINKED TO CERTAIN KEY PERSONS

The success of the Group depends on some of its key managers who, thanks to solid experience and skills, have played over time a key role in the management of the Group, contributing significantly to the development of the Group's activities. It should be noted that the key persons of the Group continue to work within the Company.

Although the Group has an operating and managerial structure capable of ensuring continuity in the management of the Group's business, termination of the professional contribution brought by one or more key persons could have negative effects on the development of the business and the timeframe for the implementation of the Group's growth strategy.

EXTERNAL RISKS

RISK RELATING TO THE GENERAL ECONOMIC SITUATION

The persistent crisis affecting the banking system and the financial markets, as well as the subsequent worsening of the macro-economic conditions, which resulted in a contraction in consumption and industrial world-wide production, have in the last years caused the restriction on access to the credit and a low level of liquidity in the financial markets within in the Eurozone. The crisis of the banking system and financial markets led, along with other factors, to a scenario of economic recession in the countries where the Group operates. Considering the business model features that the Group adopted, the Group's business is mainly funded through the re-use of cash resources generated by the business itself. However, the demand for the Group's products is to some extent related to the general economic situation of the countries where the companies of the Group operate. In this difficult macro-economic situation, the Group has successfully grown and achieved positive results. However, it cannot be excluded that such a crisis might continue in the Eurozone countries. In such a case there might be negative effects on the Group's economic, equity, and financial position.

In addition, exists risks due to the war in Ukraine and the resulting consequences, such as the development in commodity prices, rising interest rates and higher inflation.

DHH Group business is not directly affected by the conflict in Ukraine, as there are no direct customers and direct suppliers. Except as described regarding the increase in prices in general and in particular refers to increase in energy cost.

RISK RELATING TO THE COMPETITION IN THE MAIN MARKET

The Company operates in a competitive and dynamic area. The domain registration and hosting market is characterized by high competition, which is caused by, among others, the significant growth margins recorded in recent years. In Italy the market is characterized not only by a high level of competition, but also by the presence of operators holding higher market shares than the Company. Although the Group companies will continue to provide additional services to domain registration, maintaining an adequate marginality, it cannot be excluded that, due to competition, Group companies will be forced to lower their prices of domain registration.

In addition, there is a risk that the Company will not be able to properly address the strategies and offers of competitors or the entry of new national or international operators on the market losing progressively their customers and/or market shares. Such a situation could generally have a negative effect on the market position of the Group and its economic, equity, and financial position.

RISK RELATING TO THE TECHNOLOGICAL PROGRESS

The main sector in which the Company operates is characterized by rapid technological development, high competition as well as rapid obsolescence of existing products. Therefore, the success of the Company in the future will depend, among others, on the capacity to innovate and strengthen its technologies, to respond to the technological and emerging progress in the field in which it operates and to satisfy the clients' needs, through the development of new services and products.

To maintain its competitiveness in the market and to respond to the rapid technological changes, the Group will invest in research and development.

Should the Group be unable to innovate its services and, therefore, adjust to the needs of clients, negative effects may affect the company's economic, equity, and financial position.

RISK RELATING TO CYBER-ATTACKS

The Group is exposed to potential risks linked to fraudulent events connected to Cyber-attacks. These risks may trigger interruptions of production and sales activities or compromise the confidentiality of personal data managed by the Group. To mitigate these risks, DHH has implemented a control system aimed at improving the Group's IT security.

REGULATORY RISK

Some Group companies are exposed to risks arising from changes in regulations relating to their own core business or in the important changes of the obligation's licensors or authorizations indispensable for their activities.

FINANCIAL RISKS

The main financial risks of the Group depend on fund raising in the market (liquidity risk) and customer's capacity to face their obligations (credit risk).

LIQUIDITY RISK

Liquidity risk refers to the potential inability to raise sufficient financial means to support investments required for the development of the business and the Company's ongoing business and for the development of operational activities.

The Company's objective is to maximize the return on net invested capital maintaining the ability to operate over time and ensuring adequate returns for shareholders and benefits for other stakeholders with a sustainable financial structure. The rapid increase in European Interest Rate became a risk.

The Group is covered for the bank debit agreements risk by a specific IRS (Interest Rate Swap) coverage.

CREDIT RISK

Credit risk is the exposure to potential losses arising from the non-fulfillment of obligations undertaken by trade counterparties.

Most of the services of the Group are available with an annual or multi-year subscription. Therefore, clients (especially companies) may not fulfill their obligations.

MARKET RISKS

EXCHANGE RATE RISK

The Group operates in countries that use currencies other than Euro. In every country they operate, the Group companies offer the price lists of their services in local currencies. However, these price lists are often based on the purchase of services in various currencies and, mainly, on the US dollar from third parties.

The exchange risk is the risk of incurring losses due to adverse changes in foreign exchange rates on profitability. The Group companies, in fact, supply and buy products and services both in Euro and in other currencies (mainly US Dollar, Serbian Dinar and Swiss Franc, New Lev Bulgaria). Therefore, many transactions carried out by the Group companies may be subject to foreign exchange risks due to money market fluctuations.

INFLATION RISK

The increase in inflation level has a direct impact on price level of supplier that in some case cannot be reflected on customers generating a possible marginality loss.

SECTION C: RELATED PARTY TRANSACTIONS

The transactions carried out with Group companies and other related parties mainly involve the provision of services, obtaining and using of financial resources; they are part of normal operations and are regulated by market conditions, meaning the conditions that would be applied between two independent parties.

The following is a breakdown of relations with related parties as at June 30th 2024 taken from the year's financial statements:

Related Party	Role	Receivables	Payables	Costs	Revenues
Antonio Domenico Baldassarra	Director and shareholder of DHH and Director of Seeweb	0	6.718	79.154	0
Matija Jekovec	Director and shareholder of DHH	0	0	0	0
Giandomenico Sica	Executive President and shareholder of DHH	217	0	1.085	0
Quadrant S.r.l.	Supplier of Seeweb (relevantly owned by Mr.Baldassarra)	3.660	0	402.406	3.000
Tamara Arduini	Director of DHH and Manager of Seeweb	0	5.985	37.619	0
TOTAL		Eur 3.877	12.703	520.264	3.000
Total		Eur 5.126.570	4.480.201	12.400.184	18.402.602
%		0,08%	0,28%	4,20%	0,02%

Additional relationships with associated parties are entertained with subsidiaries of the DHH Group.

Mr. Baldassarra is director of Seeweb S.r.l. and Ms. Arduini is manager of Seeweb S.r.l.

Costs and payables related to Mr. Sica are associated with his role as BoD member of Connesi S.p.A. until 10th April 2024.

Costs and payables related to counterpart Quadrant S.r.l. relate to the lease and service contracts, reprocessed according to IFRS 16.

SECTION D: LABOUR & ENVIRONMENT

The Group employed on average no. 179 people as of 30.06.2024 (no. 181 as of 31.12.2023).

There were no job fatalities or work accidents in companies' workplace for Group employees in the period covered by this report. During the period there were no claims regarding occupational diseases of employees or former employees and causes of mobbing, for which the companies of the Group were declared liable.

The basic principle governing the Group operation is the continuous training and education of its personnel with the goal of providing the best service to the company's' customers and a positive work environment for all employees.

The Group recognizes the need for continuous improvement of its environmental performance based on the principles of sustainable development and in compliance with legislation and international standards aiming to achieve a balanced economic development in harmonization with the natural environment. Following the mentioned principles, the Group carries out its activities in a manner that ensures both the protection of the environment and preservation of the health and safety of its personnel.

During the period of this report, there were no environmental issues for which one or more companies were liable, nor there were any penalties awarded by the local authorities.

SECTION E: EVOLUTION, PERFORMANCE AND POSITION OF THE COMPANY AND GROUP

This section includes a proper and concise representation of the development, performance activity, and position of the whole business included in the consolidation. This display has been created in such a way as to provide a balanced and comprehensive analysis of the above categories of issues, which corresponds to the size and complexity of these companies' activities. Furthermore, at the end of this display some indicators are being provided which the Board of Directors evaluates as useful.

CONSOLIDATED KEY FINANCIALS

The main financial numbers for the Group are as follows.

<i>All amounts are in Euro</i>	30.06.2024	31.12.2023	Change	Change %
Total Net Invested Capital	30.499.569	30.249.438	250.130	1%
Total Net Financial Position	3.647.199	6.527.975	(2.880.775)	-44%
Total Equity	26.852.369	23.721.464	3.130.905	13%

<i>All amounts are in Euro</i>	30.06.2024	30.06.2023	Change	Change %
Net sales	17.956.008	16.520.449	1.435.559	9%
Gross Margin	9.917.866	8.021.035	1.896.831	24%
Adjusted EBITDA	6.002.418	5.390.195	612.224	11%
EBITDA	6.002.418	4.284.328	1.718.091	40%
EBT	3.085.301	1.121.948	1.963.354	175%
Net Profit	2.008.420	313.512	1.694.908	541%

The Net Profit amounts to 2M EUR and has registered an increase in the current year of 1,7M EUR.

The variation is influenced by the negative impact of non-recurring items for 1,1M EUR recorded in the first semester 2023 and due to the IFRS 2 impact of Stock Option Plan. This year there is no impact of IFRS 2 because the vesting period of the option ended on May 2023.

GROUP PERFORMANCE INDICATORS

Below several ratios are listed and are related to the essential performance, position, and economic situation of the Group.

	30.06.2024	31.12.2023	Note
Fixed Assets Ratio	63%	67%	This ratio shows the ratio of fixed assets to total assets
Total Fixed Assets to Equity Ratio	138%	151%	This ratio shows the capital structure of the Group
Total Liabilities to Liabilities and equity ratio	54%	55%	Debt percentage ratio
Total equity to total liabilities and equity	46%	45%	Debt percentage ratio
Debt to Equity ratio	47%	56%	The percentage of debt to equity
Working Capital ratio	1,27	1,19	This ratio shows how many times the current assets cover the current liabilities

	30.06.2024	30.06.2023	Note
Assets return ratio	11%	5%	Net profit after tax as a percentage of the equity
Adjusted EBITDA margin	33%	33%	EBITDA as a percentage of sales (without non-recurring items)
EBITDA margin	33%	26%	EBITDA as a percentage of sales
Net profit margin	11%	2%	Net profit as a percentage of sales
NFP/ EQUITY	0,14	0,22	Net Debts on Equity

SECTION F: SIGNIFICANT EVENTS BETWEEN THE END OF THE SEMESTER AND PUBLISHING OF THIS REPORT

2 JULY 2024

Launch of the AI Accelerator product through the subsidiary Seeweb. This new offering is designed to enhance AI inference workloads by utilizing Tenstorrent cards, providing significant computational power and efficiency for AI applications.

16 JULY 2024

Launch of a new video streaming product for municipal councils through the subsidiary Evolink. This innovative technology is designed to enhance transparency and public engagement by offering high-quality live streaming of council meetings and other municipal events.

SECTION G: BUSINESS OUTLOOK

The Group remains committed to sustaining its growth trajectory, primarily driven by a focus on organic growth while maintaining controlled margins. DHH continues to explore external growth opportunities within both its existing markets and new markets across the EU, though the Group not in a rush to pursue acquisitions, given the satisfaction with the current organic performance. Additionally, DHH is experimenting with new product offerings, particularly in the area of AI infrastructure, as part of its ongoing innovation efforts. There are no significant concerns regarding insolvency or revenue concentration within the Group.

SECTION H: CORPORATE GOVERNANCE

CORPORATE GOVERNANCE MODEL

The corporate governance structure adopted by DHH S.p.A. is articulated according to the traditional system that features:

- the shareholders' meeting;
- the board of directors entrusted with the management of the Company;
- the board of statutory auditors.

BOARD OF DIRECTORS

The Board of Directors of the Company, re-appointed by the Shareholder's meeting held on May 11th, 2022, is entrusted with the management of the Company and is made of four members plus an independent director. The members of the Board of Directors (with a brief professional profile of each of them) are the following:



**GIANDOMENICO
SICA**
Executive Chairman



**ANTONIO
BALDASSARRA**
Chief Executive Officer



**MATIJA
JEKOVEC**
Chief Operating Officer



**TAMARA
ARDUINI**
Chief Financial Officer



**ANDREA ARRIGO
PANATO**
Independent Director

GIANDOMENICO SICA, EXECUTIVE CHAIRMAN OF THE BOARD OF DIRECTORS

Giandomenico is a co-founder of DHH. He is also the founder of Grafoventures, his own investment company focused on Small Caps across Southeast Europe. With Grafoventures he joins - and sometimes he founds - small innovative software companies as a co-entrepreneur, supporting them in developing their long-term strategies, raising capital, going public, recruiting talents, and, last but not least, scaling by M&A. Since 2011 he has been engaged with 5 companies, which all went public on a stock exchange. They became well-known brands in their market now employing 500 people around the world, in Europe and beyond. Besides that, he also likes to invest in healthy tech micro-caps listed worldwide. He is a graduate in Philosophy (cum laude) at the University of Milan.

ANTONIO BALDASSARRA, CHIEF EXECUTIVE OFFICER

With over 25 years of experience in Electronics, Telecommunication and Computer Science, Antonio is the founder and CEO of Seeweb, a leading Italian company in the field of IT services, cloud computing and data centers.

Antonio is currently the President of the Hosters and Registrars Association, a member of the Technical Committee and the Board of Directors at Rome Nautilus Mediterranean Exchange (NameX), and was formerly a member of the ccTLD Steering Committee (CIR) of .IT registry at IIT-CNR in Pisa.

Antonio is also committed to business creation and enhancement and harbors a great passion for the development of start-ups and nascent companies operating in the world of Internet and cloud computing through business angel activities and business relationships.

MATIJA JEKOVEC, CHIEF OPERATING OFFICER

Matija co-founded the Klaro Group in 2003 and worked as a developer and later R&D manager. Through his technical career, he acquired an intimate knowledge of development, software architecture, implementation of development processes (agile development, test-driven development continuous integration), and system administration.

As the company shifted its focus to hosting and acquired some of its competitors, Matija managed the operations of the Group and played an active role in building the largest hosting Group in Slovenia. His background is in Computer Science and he is still actively involved in the developer community in Slovenia.

TAMARA ARDUINI, CHIEF FINANCIAL OFFICER

Tamara holds more than twenty years of experience in the accounting administration and finance area covering the CFO role in Seeweb, now part of the DHH Group, already director of DHH Spa in the start-up phase of the company back in 2015.

Tamara also has deep knowledge of companies' processes for information security holdings and lead auditor certification.

She has attended the first SDA Bocconi Director's program.

ANDREA ARRIGO PANATO, INDEPENDENT DIRECTOR

He has been working for more than 25 years in tax and corporate consulting and has gained particular experience in ordinary and extraordinary business management, dealing especially with business valuations, extraordinary finance operations, and corporate rehabilitation. He is a lecturer in the Ca' Foscari Challenge School's RIAF Master's program and in the "Scuola di Alta Formazione", a postgraduate school born from the collaboration between L'Università Bocconi and the "Ordine dei Dottori Commercialisti e degli Esperti Contabili" of Milan.

A member of the scientific committee of the ODCEC Study Center of Milan and "Fondazione Centro Studi", he is the author of numerous articles on issues of strategy, finance, and business valuations.

He has supported and supports, both startup and investor side, several realities of the Italian innovation world.

He is a Certified Public Accountant and Auditor.

BOARD OF STATUTORY AUDITORS

The Board of Statutory Auditors is the governance body charged with ensuring that the Company is operating in compliance with the law and the By-laws and performs a management oversight function. Pursuant to Article 40 of By-laws, the Board of Statutory Auditors performs all the functions provided for Italian law. It has been re-appointed by the Shareholders' meeting held on 28th April 2022 and is made of three Standing Auditors and two Alternate Auditors. The Board of Statutory Auditors will remain in office for three fiscal years from the date of appointment (until the approval of financial statements for 2024). The current Auditors are listed below:

Name	Role
Umberto Lombardi	Chairman
Pierluigi Pipolo	Standing Auditor
Stefano Pizzutelli	Standing Auditor
Simona Secchi	Alternate Auditor
Stefania Giorgi	Alternate Auditor

PROCEDURES

To establish and maintain good standards of corporate governance, DHH S.p.A. has adopted the following procedures:

Euronext Growth Advisor communication obligations procedure: This Procedure regulates the process through which the Company provides the Euronext Growth Advisor with any information which may be necessary, opportune or reasonably requested by the latter to fulfill its duties according to the EGM Issuers' Regulations and according to the Euronext Growth Advisor Regulations, as amended and integrated from time to time.

Internal Dealing Procedure: This procedure governs, with binding effect, the disclosure obligations regarding, and the limits on the carrying out of, transactions in financial instruments of DHH S.p.A. – whose financial instruments are listed on Euronext Growth Milan, a multi-lateral trading facility organized and managed by Borsa Italiana S.p.A. –, in any capacity by the Relevant Persons and/or by the Relevant Shareholders and by Strictly Connected Persons in respect of the Company.

Procedure for the processing of privileged information and setting up and keeping of the insider register: This procedure governs the management and processing of Privileged Information and the setup and maintenance of the Insider Register by DHH S.p.A. – whose financial instruments are listed on Euronext Growth Milan, a multilateral trading facility organized and managed by Borsa Italiana S.p.A. – and its subsidiaries. The Procedure set out in this document seeks to ensure compliance with applicable laws and regulations and to guarantee the maximum privacy and confidentiality of Privileged Information in order to prevent the selective, incomplete, improper or inadequate or untimely disclosure of information, documents and data regarding the Group. This Procedure was adopted by DHH in execution of Article 114 of Legislative Decree No. 58 of 24 February 1998, as subsequently amended and supplemented, in addition to Articles 17 and 18 of Regulation (EU) No 596/2014 on market abuse and the respective enacting regulations, including Commission Implementing Regulation (EU) 2016/347 of 10 March 2016.

Procedure for managing transactions with related parties: This related-parties transactions procedure governs the procedure for managing transactions with related parties carried out by DHH S.p.A. – whose financial instruments are listed on Euronext Growth Milan, a multilateral trading facility organized and managed by Borsa Italiana S.p.A. – and its subsidiaries, in order to ensure that such transactions are transparent and accurate from a substantive and procedural point of view. In accordance with Article 13 of the EGM Issuers' Regulation, this Procedure has been drafted in accordance with Article 10 of the regulation concerning transactions with related parties, adopted through CONSOB Resolution No. 17221 of 12 March 2010, as subsequently amended and supplemented by the Resolution no. 22144 of 22 December 2021. The related-parties transactions procedure sets out the rules that apply to two types of transactions with related parties: (i) Transactions of Greater Importance with Related Parties; and (ii) Transactions of Lesser Importance with Related Parties, envisaging specific provisions governing the preliminary review and approval of such transactions.

Quantitative and qualitative criteria of significance of relationships potentially relevant to the evaluation of independent directors: The BoD of DHH defined the criteria for assessing the significance of potentially relevant relationships to evaluate independent directors following the provisions of Article 6-bis of the EGM Issuers' Regulations. In this regard, it should be recalled that according to the combined provisions of Articles 147-ter, paragraph 4, and 148, paragraph 3, TUF (as referred to in the bylaws) are not independent: (i) those who are in the conditions stipulated in Article 2382, Civil Code; (ii) the spouse, relatives, and relatives-in-law within the fourth degree of kin of the directors of the Company, the directors, spouse, and relatives-in-law within the fourth degree of kin of the directors of companies controlled by it, companies that control it, and companies under common control; (iii) those who are related to the Company or its subsidiaries or companies controlling it or those subject to common control or to the directors of the Company and the persons referred to in letter b) (collectively, "Relevant Persons") by self-employment or employment relationships or other relationships of a patrimonial or professional nature that compromise their independence procedure.



Consolidated Financial Interim Report

as at 30 June 2024

Prepared in accordance with IAS/IFRS principles. All amounts in Euro.

*These consolidated financial statements, making use of the option provided by art. 19, Part I, of the EGM Issuers' Regulation, have been prepared in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) and published in the Official Journal of the European Union (OJEU), as specified in notes to the financial statements. Financial statements are the result of consolidation of financial statements of companies detailed in the chapter "Structure of the Group" (the "Group") in which DHH S.p.A. directly or indirectly controls the majority of voting rights in the ordinary shareholders, at the above date.

DHH S.p.A.

Via Caldera 21, 20153 Milan, Italy
www.dhh.international

CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024

ASSETS

<i>All amounts are in Euro</i>	Notes	30.06.2024	Of which Related Parties	31.12.2023	Of which Related Parties
Trademarks	1	3.087.307		3.087.307	
Goodwill	2	10.383.499		10.403.354	
Tangible fixed assets	3	12.115.577		11.681.942	
Right of use assets	4	5.744.132		4.833.450	
Intangible assets	5	2.397.894		2.498.474	
Investments in other companies	6	1.398.701		1.398.701	
Non-current financial assets	7	310.634		319.775	
Other non-current assets	8	280.039		280.039	
Deferred tax assets	9	1.259.199		1.219.464	
Total non-current assets		36.976.981		35.722.505	
Inventories	10	491.126		482.393	
Trade receivables	11	5.126.570	3.660	4.696.261	1.830
Current financial assets	12	459.532		204.353	
Other current assets	13	125.237	217	83.118	
Tax receivables	14	332.902		425.005	
Cash and cash equivalents	15	13.175.442		10.193.810	
Prepaid expenses and accrued income	16	1.593.360		1.202.179	
Total current assets		21.304.170		17.287.120	
TOTAL ASSETS		58.281.151	3.877	53.009.624	1.830

LIABILITIES AND EQUITY

<i>All amounts are in Euro</i>	Notes	30.06.2024	Of which Related Parties	31.12.2023	Of which Related Parties
Share Capital		489.277		489.277	
Reserves		23.393.347		20.784.121	
Retained Profit (Loss)		365.579		(392.122)	
Profit (Loss) relating to Group shareholders		1.981.181		2.210.961	
Total Net Equity of the Group		26.229.384		23.092.237	
Capital and Reserves to third-party shareholders		595.745		612.488	
Year's Profit (Loss) to third-party shareholders		27.240		16.739	
Net Equity to third-party shareholders		622.985		629.227	
TOTAL NET EQUITY	17	26.852.369		23.721.464	
Non-current financial payables	18	12.140.061	-	12.407.329	
Severance reserves	19	859.305		824.266	
Provisions for risks and future liabilities	20	69.104		-	
Liabilities for deferred taxes	21	1.535.649		1.581.331	
Total non-current liabilities		14.604.120		14.812.926	
Trade payables	22	4.480.201	-	4.087.986	58.103
Other current liabilities	23	1.086.470	12.703	972.716	10.877
Current financial liabilities	24	5.142.113		4.518.809	
Tax payables	25	1.792.396		811.454	
Accrued liabilities and deferred income	26	4.323.482		4.084.270	
Total current liabilities		16.824.662		14.475.234	
TOTAL LIABILITIES		31.428.782		29.288.160	
TOTAL LIABILITIES AND NET EQUITY		58.281.151	12.703	53.009.624	68.980

CONSOLIDATED INCOME STATEMENT AS AT 30 JUNE 2024

<i>All amounts are in Euro</i>	Notes	30.06.2024	Of which Related Parties	30.06.2023	Of which Related Parties
Revenues	27	17.956.008	3.000	16.520.449	3.000
Other Revenues	28	446.594		556.778	
Operating Revenues		18.402.602		17.077.227	
Material costs	29	(1.412.017)		(1.074.663)	
Service costs and use of third-party assets	30	(7.072.719)	(140.738)	(6.875.662)	(141.154)
Personnel costs	31	(3.438.465)	(37.619)	(3.305.555)	(63.610)
Other expenses	32	(476.983)		(431.152)	
Total Operating Costs		(12.400.184)		(11.687.032)	
EBITDA Adjusted		6.002.418		5.390.195	
Impact of non-recurring revenues (costs)				(1.105.867)	
EBITDA		6.002.418		4.284.328	
Amortization and impairment	33	(2.516.464)	(321.344)	(2.806.925)	(293.852)
EBIT		3.485.954		1.477.402	
Financial income (expenses)	34	(400.652)	(20.563)	(355.454)	(7.576)
Earnings before taxes (EBT)		3.085.301		1.121.948	
Total current and deferred income taxes	35	(1.076.881)		(808.436)	
NET PROFIT (LOSS)		2.008.420		313.512	
<i>Of which attributable to:</i>					
the shareholders of the Group		1.981.181		297.542	
third-party shareholders		27.240		15.971	
EARNINGS per SHARE (in EURO)	36	0,411		0,293	
DILUTED EARNINGS per SHARE (in EURO)	36	0,411		0,293	

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME AS AT 30 JUNE 2024

All amounts are in Euro

	30.06.2024	30.06.2023
NET PROFIT (LOSS) FOR PERIOD (A)	2.008.420	313.512
Components which should be subsequently classified in the Income Statement	19.997	(22.393)
Components which should not be classified in the Income statement	-	-
Profit/(losses) arising from the translation of the consolidated companies' financial statements in currencies other than Euro	2.619	14.593
TOTAL OTHER INCOME (LOSS), NET OF FISCAL EFFECT (B)	22.616	(7.800)
TOTAL COMPREHENSIVE PROFIT (LOSS) FOR PERIOD (A+B)	2.031.037	305.712

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 30 JUNE 2024

Changes from January 1, 2023 to June 30, 2023

<i>All amounts are in Euro</i>	01.01.2023	Result allocation	Stock options	Other variations	Earnings/ losses (OCI)	Net Result of the year	30.06.2023
Share capital	489.277	-	-	-	-	-	489.277
Share Premium Reserve	11.357.558	-	-	-	-	-	11.357.558
Legal Reserve	97.855	-	-	-	-	-	97.855
Other Reserves	7.107.879	-	-	-	-	-	7.107.879
Negative reserves for own shares	(857.304)	-	-	-	-	-	(857.304)
Stock Options reserve	1.690.397	-	1.105.867	-	-	-	2.796.264
OCI Reserve	525.245	-	-	(1.140)	6.901	-	531.006
Retained earnings (accum. losses)	891.842	743.122	-	(33.337)	-	-	1.601.627
Group Net Result	743.122	(743.122)	-	-	-	297.542	297.542
Total Net Equity - Group	22.045.873	-	1.105.867	(34.477)	6.901	297.542	23.421.704
Capital and reserves relating to the third-party shareholders	1.955.084	124.109	-	(606.906)	7.692	-	1.479.979
Net Result relating to the third- party shareholders	124.109	(124.109)	-	-	-	15.971	15.971
Net Equity to the third-party shareholders	2.079.193	-	-	(606.906)	7.692	15.971	1.495.949
TOTAL NET EQUITY	24.125.066	-	1.105.867	(641.384)	14.593	313.512	24.917.654

Changes from January 1, 2024 to June 30, 2024

<i>All amounts are in Euro</i>	01.01.2024	Result allocation	Buyback	Other variations	Earnings/ losses (OCI)	Net Result of the year	30.06.2024
Share capital	489.277	-	-	-	-	-	489.277
Share Premium Reserve	11.357.558	-	-	637.396	-	-	11.994.954
Legal Reserve	97.855	-	-	-	-	-	97.855
Other Reserves	7.107.879	1.336.486	-	-	-	-	8.444.365
Negative reserves for own shares	(857.304)	-	(244.577)	857.304	-	-	(244.577)
Stock Options reserve	2.796.264	-	-	-	-	-	2.796.264
OCI Reserve	281.868	-	-	19.997	2.619	-	304.485
Retained earnings (accum. losses)	(392.122)	874.475	-	(116.774)	-	-	365.580
Group Net Result	2.210.961	(2.210.961)	-	-	-	1.981.181	1.981.181
Total Net Equity - Group	23.092.237	-	(244.577)	1.397.924	2.619	1.981.181	26.229.384
Capital and reserves relating to the third-party shareholders	607.168	16.739	-	(33.482)	-	-	590.425
OCI Reserve	5.320	-	-	-	-	-	5.320
Net Result relating to the third- party shareholders	16.739	(16.739)	-	-	-	27.240	27.240
Net Equity to the third-party shareholders	629.227	-	-	(33.482)	-	27.240	622.985
TOTAL NET EQUITY	23.721.464	-	(244.577)	1.364.442	2.619	2.008.420	26.852.369

The "Other variations" mainly refer to:

- the sale of no. 100.957 treasury shares to the "PIPE" fund, managed by Alkemia Capital Partners SGR S.p.A. at 14,8 EUR per share for a total of 1,5M that have a positive impact on the Share Premium Reserve for 0,6M EUR;
- the purchase of n. 9668 treasury shares at an average price of 25,2975 EUR per share, according to the buyback program for a total of 0,24M;
- the effective changes in the fair value of cash flows hedge instruments, for 0,02M EUR;
- the purchase of all the minority stakes of System Bee in May 2024, for 0,15M EUR: the difference between the amount paid for the minority stakes and their carrying amount is of 0,12M EUR, accounted as a capital transaction according to IFRS 10 par. 23; the subsidiary is now fully controlled by DHH S.p.A.

CONSOLIDATED STATEMENT OF CASH FLOWS FOR SIX MONTHS ENDED 30 JUNE 2024

<i>All amounts are in Euro</i>	30.06.2024	30.06.2023
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit for period	2.008.420	313.512
Income taxes	1.076.881	808.436
Interest payables/(receivables)	400.652	355.454
1. EARNINGS BEFORE TAXES, INTEREST, DIVIDENDS, CAPITAL GAIN/LOSSES	3.485.954	1.477.402
Adjustments for non-cash items that are not accounted for in net working capital change:		
- Allocation to reserves	110.403	63.644
- Amortization and depreciation of assets	2.450.103	2.743.981
- Permanent loss write-down	66.361	62.945
- Other adjustments on non-monetary items	(2.636)	1.101.468
2. Cash Flow before NWC changes	6.110.185	5.449.440
Changes in NWC:	827.050	1.377.722
- Decrease (increase) in inventories	(8.734)	(39.996)
- Decrease (increase) in customer receivables	(496.670)	835.523
- Increase (decrease) in supplier payables	392.216	(292.062)
- Decrease (increase) in prepaid expenses and accrued income	(391.180)	(207.377)
- Increase (decrease) in accrued expenses and deferred income	239.212	371.689
- Other changes to the NWC	1.092.206	709.946
3. Cash flow after NWC changes	6.937.234	6.827.162
Other changes:	(1.529.475)	(1.224.898)
- Interests collected/(paid)	(400.652)	(355.454)
- (income taxes paid)	(1.095.208)	(808.955)
- (Use of reserves)	(33.614)	(60.489)
Cash flow from operating activities [A]	5.407.760	5.602.264

All amounts are in Euro

	30.06.2024	30.06.2023
B. CASH FLOW FROM INVESTING ACTIVITIES		
(Investments) disinvestment in tangible assets	(1.327.198)	(1.047.369)
(Investments) disinvestment in right of use assets	(2.107.808)	(2.544.395)
(Investments) disinvestment in intangible assets	(238.979)	(920.197)
(Investments) disinvestment in financial assets	(358.302)	(639.950)
Cash flow from investing activities [B]	(4.032.288)	(5.151.911)
C. CASH FLOW FROM FINANCING ACTIVITIES [C]		
Increase (decrease) current payables to banks	306.978	16.437
New loans (Loan repayments)	49.058	(468.958)
Paid capital increase	-	-
Treasury share sale (purchase)	1.250.124	-
Cash flow from financing activities [C]	1.606.160	(452.521)
Increase (decrease) in liquidity [A]+[B]+[C]	2.981.632	(2.168)
Liquid funds at the beginning of the period	10.193.810	10.643.629
Consolidated variation area	-	-
Liquid funds at the end of the period	13.175.442	10.641.460

NOTES TO FINANCIAL STATEMENTS

BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

PRINCIPLES FOR THE PREPARATION OF THE FINANCIAL STATEMENTS

DHH S.p.A., availing itself of the option set out under article 19, First Part, of the EGM Issuers' Regulation elected to adopt the international accounting principles (IFRS) issued by the International Accounting Standards Board (IASB) and published in the "Gazzetta Ufficiale della Comunità Europea (G.U.C.E.)" for the preparation of its own financial statements.

The central body of IFRS encompasses all IFRS, up-to-date accounting principles, and the interpretations drawn-up by the International Financial Reporting Interpretations Committee (IFRIC) formerly known as Standing Interpretations Committee ("SIC"). It should be noted that the accounting principles applied for the preparation of the financial statements as at June 30th, 2024 are those in force at such date.

FINANCIAL STATEMENTS FORMATS

The DHH Group consolidated Financial Statements as at June 30th, 2024 are approved by the Board of Directors on 20.09.2024.

This semi-annual financial report is prepared in order to comply with disclosure requirements pursuant to Article 18, First Part, of the EGM Issuers' Regulation.

The accounting format and the information set out in these financial statements have been drawn up according to accounting principle IAS 34. This principle allows for the preparation of financial statements in form that is based on a minimum level of information significantly lower than that is required for the annual report by the International Financial Reporting Standards issued by the International Accounting Standards Board and adopted by the European Union; consequently, as permitted by this standard, these interim financial statements do not include the information required for annual consolidated financial statements; accordingly, these financial statements should be read together with the 2023 DHH Group Consolidated Financial Statements. The financial statements, with Euro units, are made up of mandatory accounting principles (profit and loss account, balance sheet, prospect of variations of net worth, and financial report) and relevant explanatory notes. The prospect of the balance sheet and financial report has been drawn up on the basis of the classification criteria of assets and liabilities "current/not current". An asset/liability is classified as "current" depending on the following criteria:

- It is expected it will be collected/paid or will be assigned or utilized in the normal operating cycle or when it is held mainly for negotiation purposes;
- Or it is expected it will be collected/paid within twelve months from the end of the financial year.

As to the prospect of the overall economic results, the revenues and costs are classified according to their nature. The operating result is calculated as the difference between net revenues and operational costs including non-monetary costs relevant to amortizations and devaluations of current assets, net of any value-restoration. The criterion adopted for the accounting of assets and liabilities is the historical cost.

The drawing up of the financial statements and explanatory notes required certain estimates and assumptions both in the determination of assets and liabilities and the evaluation of contingent assets and liabilities.

The Financial statements have been drawn up pursuant to the general principle of presenting a reliable and true balance sheet, financial balance sheet, economic result, and cash flow of consolidated companies, in accordance with the general principles of accrual principle, materiality, and aggregation, offsetting prohibition and comparative information. The Group is presumed to be carrying on its business as a going concern.

The Group Financial Statements for DHH (the "Group") as at June 30th, 2024 have been drawn up on the basis of the financial statements of the holding company and of the companies in which DHH S.p.A. (the "Consolidating Company") holds -directly or indirectly- the actual control, with reference to the same date, as detailed below:

Controlled companies in the consolidation area	Office	Share Capital (EUR)	Share
TOPHOST s.r.l.	Italy	10.000	100%
WEBTASY d.o.o.	Slovenia	11.934	100%
PLUS HOSTING GRUPA d.o.o.	Croatia	2.618	100%
DHH SWITZERLAND s.a.	Switzerland	92.327	100%
SYSTEM BEE d.o.o.	Croatia	3.300	100%
MCLOUD d.o.o.	Serbia	9	100%
SEEWEB s.r.l.*	Italy	103.000	100%
EVOLINK a.d.	Bulgaria	25.565	60%
CONNESI s.p.a.	Italy	300.000	100%

*On Seeweb share capital exists a pledge, a guarantee of the punctual and exact fulfillment of all the obligations deriving from a Holding's bank loan agreement.

The financial statements of Group companies are prepared on the basis of local principals, translated into IAS/IFRS principals for the consolidated financial statements, with the sole exception of Evolink, which applies directly International Accounting Standards for the preparation of its financial statements.

SUBJECTIVE ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of the Financial Statements in accordance with the applicable accounting principles requires the use by the management of estimates, which may have a material effect on the amounts set out in the financial statements. Estimates and the relevant assumptions are based on the historical experience and other factors which are deemed reasonable with reference to the current circumstances and knowledge at the reference date for the Financial Statements. The actual results may differ from estimates. The estimates and relevant assumptions are reviewed on an ongoing basis. The effects of the estimate reviews are recorded in the period in which such estimates have been reviewed.

Decisions by management, having significant effects on the balance sheet and estimates and showing a significant risk of material review to the accounting value of assets and liabilities affected in the following financial years are discussed in the comments to the relevant financial statement items.

The main estimates are utilized to track the provisions for risks on receivables, amortizations, devaluations, lasting reduction of the value of non-financial assets ("impairment"), benefits for employees, recovery of anticipated taxes, taxes, and other provisions, fair value determination of financial instruments.

Impairment of assets

Goodwill and other intangible assets with indefinite useful lives are not amortized; the recoverability of their carrying amount is reviewed at least annually and whenever there is an indication that the asset may be impaired. Goodwill is tested for impairment at the lowest level (cash-generating unit "CGU") within the entity at which management assesses, directly or indirectly, the return on the investment that includes such goodwill. When the carrying amount of the cash-generating unit, including the attributed goodwill, is higher than its recoverable amount, the difference is an impairment loss that is charged first against the value of goodwill until fully absorbed; any loss not absorbed by goodwill is allocated pro-rata to the carrying amount of the other assets in the cash-generating unit.

Business combination

The recognition of business combinations involves allocating to the acquired company's assets and liabilities the difference between the purchase price and the net book value of the net assets acquired. For most of the assets and liabilities, the allocation of this difference is performed by recognizing the assets and liabilities at their fair value. The unallocated portion is recognized as goodwill if positive, and if negative, it is taken to profit or loss. Management uses available information for the purposes of the allocation process and, in the case of the most significant business combinations, external valuations. The Goodwill is recorded pursuant the "modified parent company theory".

Lease

The IFRS 16 – Lease standards, requires several judgments, assumptions and estimates applied in determining how to measure the lease liability at the commencement date, as well as on reassessment that shall be done every year.

CONSOLIDATION PRINCIPLES

PARTICIPATIONS IN CONTROLLED COMPANIES

Companies, in which the Group has the power to exert, directly or indirectly, the control determining the financial and management choices and obtaining the relevant benefits, are consolidated with the global integration method.

According to such method assets and liabilities, income, and expenses of controlled companies are fully assumed in the consolidated financial statements; the accounting value of participations is deleted in exchange for a corresponding fraction of the net worth, grating the relevant assets and liabilities the current value at the time of the control acquisition.

Any difference, if positive, is registered in the assets as “goodwill” if not depending on the increased value of other assets or, if negative, to the profit and loss statement.

EVALUATION CRITERIA

During the period there were no significant changes in the accounting standards applied by the Group. For further details refer to the Annual Consolidated Report 2023.

The main changes in the relevant accounting principles are described below.

A. ACCOUNTING STANDARDS, AMENDMENTS AND INTERPRETATIONS THAT HAVE BEEN RATIFIED AND HAVE BEEN ADOPTED BY THE GROUP

The following accounting standards, amendments and interpretations are applicable from the 1st of January 2024.

- Disclosure requirements that ask entities to provide qualitative and quantitative information about supplier finance arrangements (Amendment to IAS 7 *Cash Flow Statements* and IFRS 7 *Financial Instruments*).
- Lease liability in a sale and leaseback (Amendments to IFRS 16 *Leases*).
- Classification of liabilities as current or non-current, including classification of liabilities as current or non-current – deferral of effective date (Amendments to IAS 1 *Presentation of Financial Statements*).
- Non-current liabilities with covenants (Amendment to IAS 1 *Presentation of Financial Statements*).

In addition to the above pronouncements, the IFRS Interpretations Committee (the Committee) has issued a number of agenda decisions in the past 12 months. These agenda decisions do not represent authoritative guidance. However, they do set out the Committee’s rationale for not taking an issue onto its agenda (or referring it to the IASB) and how the requirements of applicable IFRS Accounting Standards should be applied. It is noted on the IFRS Foundation’s website that they ‘should be seen as helpful, informative and persuasive’. In practice, it is expected that entities reporting in accordance with IFRS Accounting Standards will take account of and follow the agenda decisions and this is the approach which is followed by securities regulators worldwide.

Since 31 December 2023, agenda decisions have been finalised on the following topics:

- IAS 27 Separate Financial Statements - Merger between a Parent and Its Subsidiary in Separate Financial Statements;
- IFRS 3 Business Combinations - Payments Contingent on Continued Employment during Handover Periods;
- IAS 37 Provisions, Contingent Liabilities and Contingent Assets - Climate-related Commitments.

The new standards and interpretations to be applied as of January 1st, 2024, do not have any material effects on DHH's consolidated financial statements.

B. ACCOUNTING STANDARDS, AMENDMENTS AND INTERPRETATIONS ISSUED BY THE IASB BUT NOT YET IN FORCE

Among the principles issued by the IASB, but not yet in force for the preparation of these financial statements, attention is focused on:

- Lack of exchangeability (Amendment to IAS 21 *The Effects of Changes in Foreign Exchange Rates*) - applicable for annual periods beginning on or after 1 January 2025.
- Classification and measurement of financial instruments (Amendment to IFRS 9 *Financial Instruments*) - applicable for annual periods beginning on or after 1 January 2026.
- Presentation and disclosures in financial statements (IFRS 18) - applicable for annual periods beginning on or after 1 January 2027.
- Disclosures on subsidiaries without public accountability (IFRS 19) - applicable for annual periods beginning on or after 1 January 2027.

OTHER INFORMATION

MATERIAL NON-RECURRING EVENTS AND TRANSACTIONS – ATYPICAL AND/OR UNUSUAL TRANSACTIONS

When material non-recurring events and transactions and atypical and/or unusual transactions occur, the notes to the financial statement disclose the impact of these events on the statement of financial position and the statement of comprehensive income. Atypical or unusual transactions mean transactions whose significance/relevance, nature of the counterparts, subject matter of the transaction, transfer pricing method, and timing of the event (near the end of the financial year) can give rise to doubts as to correctness/completeness of information recorded, conflicts of interests, protection of the company equity, protection of minority interests.

COMPENSATION OF THE BOARD OF DIRECTORS

The overall compensation paid to the Board of Directors of DHH Spa is equal to 264.139 EUR.

COMPENSATION OF THE STATUTORY AUDITOR AND AUDITOR FIRM

The overall compensation paid by the Group to the auditor firm is equal to 35.513 EUR for auditing activities and 3.000 EUR for other activities.

The compensation for the Board statutory auditors is equal to 35.500 EUR.

RELATED PARTIES

The Explanatory Notes provide information on the effect that operations with related parties have on the economic and financial situation.

TRANSLATION OF FOREIGN COMPANIES' FINANCIAL STATEMENTS

Exchange rates used to translate in Euros the financial statements prepared in currencies other than Euro are set out below (source National Bank of Italy):

Currency	Exchange Rate as at 30.06.2024	Average Exchange Rate as at 30.06.2024
Serbian Dinar (RSD)	117,1052	117,1587
Swiss Franc (CHF)	0,9634	0,9648
New Lev Bulgaria (BGN)	1,9558	1,9558

SCOPE OF CONSOLIDATION

The subsidiaries included in the scope of consolidation are listed below.

Parent Company Name: [DHH S.p.A.](#)

Parent Company Registered Office: [Via Caldera 21, Milano, Italia](#)

Direct subsidiaries which are consolidated with the “integral method”:

Company	Registered Office	Share Capital (EUR)	Share
TOPHOST s.r.l.	Italy	10.000	100%
WEBTASY d.o.o.	Slovenia	11.934	100%
PLUS HOSTING GRUPA d.o.o.	Croatia	2.618	100%
DHH SWITZERLAND s.a.	Switzerland	92.327	100%
SYSTEM BEE d.o.o.	Croatia	3.300	100%
MCLOUD d.o.o.	Serbia	9	100%
SEEWEB s.r.l.	Italy	103.000	100%
EVOLINK a.d.	Bulgaria	25.565	60%
CONNESI s.p.a.	Italy	300.000	100%

CHANGE IN THE SCOPE OF CONSOLIDATION

Regarding the changes in the scope of consolidation, compared to the consolidated report as at 31.12.2023, it should be noted there are no changes.

INTRA-GROUP TRANSACTIONS

All balances and transactions between the companies which were consolidated with the integral method as well as any unrealized gains on intercompany transactions have been deleted.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1: TRADEMARKS

The item “Trademarks” recorded in the Financial Statements reports a total amount of 3.087.307 EUR. They refer to the Reverse Take-Over of Seeweb Holding S.r.l. led by DHH S.p.A., as partial allocation of the goodwill originated by the operation.

As mentioned in the section “Accounting principles”, Trademarks are not amortized, but subject to impairment tests and written-off for impairment losses. The DHH Group at least yearly verifies the recoverability of goodwill and the other assets with an indefinite useful life by specific evaluations (impairment test) on each Cash-Generating Unit (or “CGU”). Impairment test has been executed according to the latest economic and financial forecasts for future financial years. The recoverability of the assets recorded in each CGU is verified by comparing the net book value attributed to the single CGU with the recoverable value that is determined as usage value (recoverable amount). Such value is represented by the current value of the future cash flows which may result from the continuous use of the CGU.

NOTE 2: GOODWILL

The item “Goodwill” is equal to 10.383.499 EUR, with a net decrease of 19.854 EUR compared to the same value recorded in the consolidated as at 31.12.2023.

The variation refers to the part of goodwill with a defined useful life by specific evaluations, it's related to the fair value of DHH Switzerland's customer list with an estimated residual life of a year.

As mentioned in the section “Accounting principles”, goodwill is not amortized, but subject to impairment test and written-off for impairment losses. The DHH Group at least yearly verifies the recoverability of goodwill and the other assets with an indefinite useful life by specific evaluations (impairment test) on each Cash-Generating Unit (or “CGU”). Impairment test has been executed according to the latest economic and financial forecasts for future financial years. The recoverability of the assets recorded in each CGU is verified by comparing the net book value attributed to the single CGU with the recoverable value that is determined as usage value (recoverable amount). Such value is represented by the current value of the future cash flows which may result from the continuous use of the CGU.

Impairment test assumptions

The main assumptions used to calculate the recoverable value concern the estimate of future operating flows, the discount rate (Weighted Average Cost of Capital, WACC), the long-term nominal “g” growth rate, the terminal value.

The Group has identified the Cash Generating Units (or CGUs) at the subsidiary level, identified therefore as the smallest group of assets generating cash inflows.

For each CGU the recoverable value was verified by comparing the value in use, determined with the valuation model of Unlevered Discounted Cash Flow (UDCF), and his book-value.

This method was applied to cash flow projections based on the most recent forecasts economic-financial available based on a three-year time (2024-2026) and on the expectations of the Management relating to the performance of the markets in which the subsidiaries operate.

Details of the discount rates by geographic area are shown below:

- Italy: 8,54%
- Slovenia: 8,15%
- Croatia: 8,51%
- Switzerland: 5,91%
- Serbia: 11,05%
- Bulgaria: 9,56%

These discount rates, net of the tax effect, were deemed adequate to reflect the cost of money and risk specific related to operational activity, also considering the Country risk.

The present value of the cash flows for the years specified in the various plans was integrated by the Terminal Value, determined according to the perpetual annuity method, at a growth rate "g", which represents the current value, in the last forecast year, of all expected future cash flows. The Management considered a growth rate "g" equal to the inflation rate determined for each Country by the International Monetary Fund.

A sensitivity analysis has been performed on the Enterprise Value (+/- 1% of WACC and +/- 0,5% of growth rate "g") and on the Impairment value.

NOTE 3: TANGIBLE ASSETS

Tangible assets are equal to 12.115.577 EUR with an increase of 433.635 EUR.

The details of the movement of tangible assets during the half year 2024 are provided below.

<i>All amounts are in Euro</i>	Land and Buildings	Plant and machinery	Computers, electronic equipment	Vehicles	Other assets	Assets under construction & payments on account	TOTAL
Historical cost as at 01.01.2024	867.164	11.042.276	14.945.227	298.338	2.132.552	449.827	29.735.384
Investments	27.520	410.439	767.522	26.428	17.144	86.306	1.335.358
(Disposals)	-	(1.636)	(50)	(17.679)	(859)	(5.730)	(25.953)
Impairments and other movements	-	-	-	-	-	-	-
Historical cost as at 30.06.2024	894.684	11.451.079	15.712.700	307.087	2.148.836	530.403	31.044.789
Accumulated depreciation as at 01.01.2024	107.368	3.425.055	13.130.977	169.658	1.220.383	-	18.053.442
Depreciation	21.488	363.641	466.340	28.162	13.932	-	893.563
(Disposals)	-	-	(50)	(17.679)	(64)	-	(17.793)
Impairments and other movements	-	-	-	-	-	-	-
Accumulated depreciation as at 30.06.2024	128.856	3.788.697	13.597.267	180.142	1.234.250	-	18.929.212
NET BOOK VALUE AS AT 01.01.2024	759.795	7.617.221	1.814.250	128.680	912.169	449.827	11.681.942
NET BOOK VALUE AS AT 30.06.2024	765.827	7.662.383	2.115.433	126.946	914.586	530.403	12.115.577

NOTE 4: RIGHT OF USE ASSETS

Right of use assets are equal to 5.744.132 EUR as at 30 June 2024, with an increase of 910.682 EUR.

The details of movement in right of use assets during the half-year 2024 are provided below.

<i>All amounts are in Euro</i>	Land and Buildings	Data center equipments	Network services	Vehicles	TOTAL
Historical cost as at 01.01.2024	3.567.128	12.575.997	4.827.760	26.108	20.996.992
Investments	1.111.789	675.688	306.545	79.984	2.174.007
(Disposals)	-	(354.415)	(89.229)	-	(443.644)
Impairments and other movements	-	94.791	-	9.069	103.860
Historical cost as at 30.06.2024	4.678.917	12.992.060	5.045.077	115.161	22.831.215
Accumulated depreciation as at 01.01.2024	2.975.791	10.063.778	3.100.220	23.752	16.163.542
Depreciation	375.093	660.724	202.481	9.933	1.248.230
(Disposals)	-	(303.968)	-	-	(303.968)
Impairments and other movements	-	(21.912)	-	1.192	(20.721)
Accumulated depreciation as at 30.06.2024	3.350.884	10.398.621	3.302.701	34.876	17.087.083
NET BOOK VALUE AS AT 01.01.2024	591.336	2.512.218	1.727.540	2.356	4.833.450
NET BOOK VALUE AS AT 30.06.2024	1.328.033	2.593.439	1.742.375	80.285	5.744.132

The details of the right of use liabilities are provided below.

<i>All amounts are in Euro</i>	Land and Buildings	Data center equipments	Network services	Vehicles	TOTAL
Current lease liabilities	588.859	1.238.966	198.977	20.831	2.047.632
Non current lease liabilities	782.148	1.297.398	660.913	61.356	2.801.814
TOTAL LEASE LIABILITES	1.371.006	2.536.364	859.890	82.186	4.849.446

NOTE 5: INTANGIBLE ASSETS

Intangible assets are equal to 2.397.894 EUR as at 30 June 2024.

The details of movement in intangible assets of the half-year 2024 are provided below.

<i>All amounts are in Euro</i>	Software licenses	Internally developed software	Other assets	Customer List	Assets under construction & payments on account	TOTAL
Historical cost as at 01.01.2024	2.006.125	641.693	530.516	2.204.341	169.295	5.551.970
Investments	23.167	126.785	4.189	7.568	47.405	209.115
Impairments and other movements	-	-	-	-	(21.240)	(21.240)
Historical cost as at 30.06.2024	2.029.292	768.478	534.706	2.211.910	195.460	5.739.846
Accumulated depreciation as at 01.01.2024	1.477.446	460.823	287.712	827.515	-	3.053.496
Amortization	114.157	30.093	38.593	125.467	-	308.310
Impairments and other movements	-	-	-	(19.854)	-	(19.854)
Accumulated depreciation as at 30.06.2024	1.591.603	490.916	326.306	933.128	-	3.341.952
NET BOOK VALUE AS AT 01.01.2024	528.679	180.869	242.804	1.376.827	169.295	2.498.474
NET BOOK VALUE AS AT 30.06.2024	437.690	277.562	208.400	1.278.782	195.460	2.397.894

NOTE 6: INVESTMENTS IN OTHER COMPANIES

The voice "Investments" is comprehensive of associated companies and other companies.

The details of movement of investments in associated companies are provided below.

Company	Legal seat	Share Capital (EUR)	Equity* (EUR)	Share %	Investment Book Value	Equity Method Impact	Investment Net Book Value
Warian S.r.l.	Montoro (AV)	50.000	104.919	45,00%	860.000	-	860.000
TOTAL					860.000	-	860.000

* Equity value as at 31 December 2023.

Investments in associated companies are valued with the equity method.

The equity valuation was carried out considering the data from the latest available financial statements, closed on 31 December 2023.

The details of movement of investments in other companies are provided below.

Company	Legal seat	Share Capital (EUR)	Equity* (EUR)	Share %	Investment Book Value	Allowance for impairment	Investment Net Book Value
Sync S.r.l.	Roma	13.289	328.242	3,21%	50.102	(50.102)	-
Baasbox S.r.l.	Roma	13.489	149.591	2,55%	99.999	(99.999)	-
Materialuce S.r.l.	Terni (TR)	10.250	233.345	4,54%	100.000	(90.399)	9.601
Icona Technology S.p.A.	Cinisello Balsamo (MI)	172.250	2.093.563	4,35%	502.500	-	502.500
Others					26.600	-	26.600
TOTAL					779.201	(240.500)	538.701

* Equity value as at 31 December 2023.

Investments are equal to 1.398.701 EUR and includes an allowance for impairment for 240.500 EUR, as their value at the reporting date was lower than the value at initial recognition based on the cost or equity method.

If the criteria used to support the writing down are no longer applicable, the original value should be restored.

NOTE 7: NON-CURRENT FINANCIAL ASSETS

Such item, equal to 310.634 EUR as at 30 June 2024, is referred to derivative financial assets for 210k EUR and to guarantee deposits for the difference.

The amount of 210k EUR is related to DHH S.p.A. for 96K EUR, to Seeweb S.r.l. for 35K EUR and to Connesi S.p.A. for 79K EUR.

Based on the risk assessment performed, the Group has decided to manage its interest rate risks through derivatives financial instrument, that are measured at fair value; changes in fair value are generally accounted for in the Income Statement, except for those changes related to derivatives qualifying as cash flow hedging, recognized in the cash flow hedge reserve.

The following table details the derivatives held as at 30.06.2024 and their fair value measurement.

All amounts are in Euro	30.06.2024	31.12.2023	Change
DHH SPA	96.395	54.518	41.877
SEEWEB SRL	34.771	46.158	(11.387)
CONNESI SPA	79.186	89.679	(10.493)
	210.352	190.355	19.997

NOTE 8: OTHER NON-CURRENT ASSETS

Such item, equal to 280.039 EUR as at 30 June 2024, is referred to an investment property of Evolink.

The amount corresponds to the fair value in accordance with the requirements of IAS 40 in conjunction with IFRS 13.

NOTE 9: DEFERRED TAX ASSETS

Deferred tax assets are equal to 1.259.199 EUR and records only advanced taxes calculated on:

- the temporary differences arising between assets and losses recorded for the purpose of drawing up of this balance sheet according to International Accounting Standards and corresponding values relevant for tax purposes;
- the deductible temporary differences relating to directors' fees, posted on an accrual basis but not paid at the date of 30.06.2024.

The amount of 800K EUR is referred to Deferred tax assets originate from temporary differences between the carrying amount of assets (Trademarks) in the local financial statements and the corresponding values recognized for the consolidated financial statements: in the local balance sheets trademarks "Tophost" and "Seeweb" has been revaluated based on the provisions of Law 126/2020 while according to the International Financial Reporting Standards applied for the consolidation revaluation is not permitted.

NOTE 10: INVENTORIES

Inventories are equal to 491.126 EUR. The amount refers to Connesi S.p.A.; the changes occurred in the Inventories accounts are equal to 9K EUR as increase.

NOTE 11: TRADE RECEIVABLES

Trade receivables are equal to 5.126.570 EUR as at 30.06.2024 with an increase of 430.309 EUR compared to the same item recorded on 31.12.2023. The distribution of receivables by geographical area is as follows.

<i>All amounts are in Euro</i>	30.06.2024	31.12.2023	Change
Italy	4.828.542	4.441.099	387.444
EU countries	567.223	533.463	33.760
Other countries	176.598	166.097	10.501
Total	5.572.364	5.140.659	431.705
Provision for bad debt	(445.794)	(444.398)	(1.396)
TOTAL NET TRADE RECEIVABLES	5.126.570	4.696.261	430.309

NOTE 12: CURRENT FINANCIAL ASSETS

Current financial assets are equal to 459.532 EUR, with an increase of 255.179 EUR compared to 31.12.2023. The amount refers for 197K EUR to securities, 8k EUR to other financial assets and for 255K EUR to the task to Mit Sim of receiving and transmitting orders for the purchase of ordinary treasury shares of DHH SpA.

NOTE 13: OTHER CURRENT ASSETS

Other current assets are equal to 125.237 EUR, with an increase of 42.119 EUR compared to 31.12.2023. The item mainly refers to short-term advances and overpayments.

NOTE 14: TAX RECEIVABLES

Tax receivables are equal to 332.902 EUR as at 30 June 2024 with a decrease of 92.103 EUR compared to 31.12.2023 and are composed as follows.

<i>All amounts are in Euro</i>	30.06.2024	31.12.2023	Change
VAT	286.760	297.567	(10.807)
Income tax	43.784	119.208	(75.424)
Other tax receivables	2.359	8.231	(5.872)
TOTAL	332.902	425.005	(92.103)

NOTE 15: CASH AND CASH EQUIVALENTS

The item includes the credit balance of bank and postal deposits and cash-in-hand.

The total amount of this item is equal to 13.175.442 EUR, with an increase of 2.981.632 EUR compared to 31.12.2023.

NOTE 16: PREPAID EXPENSES AND ACCRUED INCOME

Prepaid expenses and accrued income are equal to 1.593.360 EUR as at 30 June 2024, with an increase of 391.180 EUR compared to 31.12.2023. Such item is mainly linked to costs for wholesale services incurred in the financial period, but attributable to subsequent financial periods.

NOTE 17: NET EQUITY

Share Capital

On 30 June 2024 the share capital of DHH is equal to EUR 489.277,20 represented by no. 4.892.772 ordinary shares without par value.

Reserves

The following table provides a breakdown of the reserves.

<i>All amounts are in Euro</i>	31.12.2023	increase	(decrease)	30.06.2024
Share Premium Reserves	11.357.558	637.396	-	11.994.954
Legal Reserve	97.855	-	-	97.855
Other reserves	7.107.879	1.336.486	-	8.444.365
Negative reserve for own shares	(857.304)	(244.577)	857.304	(244.577)
Stock options reserve	2.796.264	-	-	2.796.264
OCI Reserve	281.868	22.616	-	304.485
TOTAL RESERVES	20.784.121	1.751.921	857.304	23.393.346

The "Other variations" mainly refer to:

- the sale of no. 100.957 treasury shares to the "PIPE" fund, managed by Alkemia Capital Partners SGR S.p.A. at 14,8 EUR per share for a total of 1,5M that have a positive impact on the Share Premium Reserve for 0,6M EUR;
- the purchase of n. 9668 treasury shares at an average price of 25,2975 EUR per share, according to the buyback program for a total of 0,24M;
- the effective changes in the fair value of cash flows hedge instruments, for 0,02M EUR;
- the destination of a part of the profit of the year 2023 to the Statutory Reserve for 1,3M EUR.

STATEMENT OF RECONCILIATION BETWEEN SHAREHOLDER'S EQUITY AND THE RESULT OF THE PARENT COMPANY

<i>All amounts are in Euro</i>	Net Profit	Net Equity	TOTAL
BALANCES OF THE PARENT COMPANY	3.480.089	17.674.300	21.154.389
Adjustment for Consolidation	(4.320.603)	4.438.788	118.184
Difference between the value of the consolidated investments and their own net equity value	(45.148)	2.135.116	2.089.967
Net profit of consolidated companies	2.866.843		2.866.843
Third-party shareholders	27.240	595.745	622.985
TOTAL NET EQUITY	2.008.420	24.843.949	26.852.369

NOTE 18-24: FINANCIAL LIABILITIES

The total amount of 17.282.174 EUR encompasses bank loans and lease debt.

<i>All amounts are in Euro</i>	30.06.2024	31.12.2023	Change
Non-current bank loans	9.338.247	10.124.293	(786.046)
Current part of non-current bank loans	2.967.912	2.725.491	242.421
Other short-term bank liabilities	126.569	62.012	64.557
Total financial debts	12.432.727	12.911.795	(479.068)
Non-current lease debt	2.801.814	2.283.036	518.778
Current lease debt	2.047.632	1.731.306	316.326
Total lease debts	4.849.446	4.014.342	835.104
TOTAL	17.282.174	16.926.138	356.036

It should be noted that financial covenants are provided by the loan granted by Intesa San Paolo Bank to DHH S.p.A., which were signed in 2022 and which require DHH Group to comply with two financial ratios - Net Financial Position / EBITDA adjusted and Net Financial Position / Equity - tested half-yearly based on last-twelve-months (LTM) consolidated data. These covenants, tested on 30.06.2024, were largely complied.

NOTE 19: SEVERANCE RESERVES

The reserve for severance indemnities is calculated in compliance with Article 2120 of the civil code, considering the applicable legislative provision and based on the existing employment contracts.

Provision for employee termination benefits has been evaluated in accordance with IAS 19R and has been considered as a post-employment-benefit in a defined-benefit plan kind, that is a defined benefit, calculated for accounting purposes with actuarial methodologies.

In accordance with the international accounting standard IAS 19 actuarial valuations were performed on the basis of the accrued benefit method using the criterion of expected unit credit "Projected Unit Credit Method" (par. 67-69 IAS 19R).

<i>All amounts are in Euro</i>	30.06.2024	31.12.2023	Change
DHH SPA	9.353	6.640	2.713
TOPHOST SRL	24.348	22.150	2.197
WEBTASY DOO	9.561	9.561	-
SEEWEB SRL	556.673	537.913	18.761
EVOLINK AD	36.908	36.908	-
CONNESI SPA	222.463	211.095	11.368
	859.305	824.266	35.039

The increases relate to allocations for the half-year to the provision for employee severance indemnities, net of utilizations due to resignations during the period, in addition to the changes recognized in accordance with accounting standard IAS 19 mentioned in the following paragraphs.

NOTE 20: PROVISIONS FOR RISKS AND FUTURE LIABILITIES

Provisions for risks and future liabilities are accrued based on the provisions of IAS 37 and include provisions against risks of critical issues on contracts, disputes with personnel, litigation with tax authorities and the fair value measurement of financial derivatives. The total sum of 69K EUR refers to Connesi.

NOTE 21: LIABILITIES FOR DEFERRED TAXES

This item is equal to 1.535.649 EUR and records the tax effect arising from the elimination of shareholding for the purpose of the consolidation by integral method and the temporary differences arising between assets and losses recorded for the purpose of drawing up this balance sheet according to International Accounting Standards and corresponding values relevant for tax purposes.

The amount of 861.359 EUR is related to the item Trademarks, arising from the Purchase Price Allocation process due to the Reverse Take-Over of Seeweb Holding.

The amount of 628.946 EUR is related to the Tangible Assets, identified in the "fibra-infrastructures", arising from the Purchase Price Allocation process due to the acquisition of Connesi.

NOTE 22: TRADE PAYABLES

On 30.06.2024 trade payables are equal to 4.480.201 EUR, with an increase of 392.216 EUR compared to the same item recorded on 31.12.2023. The distribution of payables by geographical area is as follows.

<i>All amounts are in Euro</i>	30.06.2024	31.12.2023	Change
Italy	4.017.334	3.590.441	426.892
EU countries	363.483	363.555	(72)
Other countries	99.385	133.990	(34.605)
TOTAL PAYABLES	4.480.201	4.087.986	392.216

NOTE 23: OTHER CURRENT LIABILITIES

Other current liabilities are equal to 1.086.470 EUR on 30.06.2024, with an increase of 113.754 EUR compared to 31.12.2023. The item refers mainly to payables due to employees and payables due to social security and welfare institutions.

NOTE 25: TAX PAYABLES

Tax payables are equal to 1.792.396 EUR on 30.06.2024, with an increase of 980.942 EUR compared to 31.12.2023, and its composition is as follows.

<i>All amounts are in Euro</i>	30.06.2024	31.12.2023	Change
VAT	191.884	123.608	68.277
Income tax	1.468.502	591.135	877.367
Other income tax	132.010	96.711	35.299
TOTAL TAX PAYABLES	1.792.396	811.454	980.942

NOTE 26: ACCRUED LIABILITIES AND DEFERRED INCOME

Accrued liabilities and deferred income are equal to 4.323.482 EUR as at 30 June 2024, with an increase of 239.212 EUR mainly linked to advanced revenues for hosting.

DISCLOSURE ON THE BOOK VALUE OF FINANCIAL INSTRUMENTS

In order to provide information capable of illustrating the exposure to financial risks, the information provided by the companies regarding the fair value measurement of financial instruments, as required by accounting standard IFRS 7, is of great importance.

The “fair value hierarchy” has three levels:

- level 1: if the financial instrument is listed on an active market;
- level 2: if the fair value is measured on the basis of valuation techniques based on parameters observable on the market, other than the prices of the financial instrument;
- level 3: if the fair value is calculated on the basis of valuation techniques based on parameters not observable on the market.

The table below shows the value of financial instruments at the end of the half-year 2024.

<i>All amounts are in Euro</i>	Book value	Fair Value	Fair value hierarchy
Cash and cash equivalents	13.175.442	13.175.442	Level 3
Other current financial assets	459.532	459.532	Level 3
	13.634.974	13.634.974	

NOTE 27: NET SALES

The revenues from sales and services of the Group for the half-year ended 30 June 2024 are equal to 17.956.008 EUR, with an increase of 1.435.559 EUR compared to 30.06.2023.

Revenues from sales and services by country area are the following:

<i>All amounts are in Euro</i>	30.06.2024	30.06.2023	Change	Change %
Italy	12.247.899	11.138.200	1.109.699	9,96%
Slovenia	1.583.265	1.460.204	123.061	8,43%
Croatia	1.685.851	1.515.150	170.701	11,27%
Serbia	403.252	387.789	15.463	3,99%
Switzerland	466.374	418.672	47.702	11,39%
Bulgaria	1.569.367	1.600.433	(31.067)	-1,94%
TOTAL	17.956.008	16.520.449	1.435.559	8,69%

Revenues from sales are divided among the geographical area as follows: Italy with 68%, Croatia with 9%, Slovenia with 9%, Serbia 2%, Switzerland 3% and Bulgaria 9%.

Revenues from sales and services by company area compared to 30 June 2023 are the following:

<i>All amounts are in Euro</i>	30.06.2024	30.06.2023	Change	Change %
DHH S.p.A.	-	-	-	
TOPHOST s.r.l.	1.128.609	999.882	128.728	12,87%
WEBTASY d.o.o.	1.583.265	1.460.204	123.061	8,43%
PLUS HOSTING GRUPA d.o.o.	1.350.677	1.218.441	132.236	10,85%
DHH Switzerland SA	466.374	418.672	47.702	11,39%
SYSTEM BEE d.o.o.	335.174	296.709	38.465	12,96%
MICLOUD d.o.o.	403.252	387.789	15.463	3,99%
SEEWEB s.r.l.	7.373.480	6.914.017	459.464	6,65%
EVOLINK a.d.	1.569.367	1.600.433	(31.067)	-1,94%
CONNESI S.p.A.	3.745.809	3.151.927	593.883	16,17%
ATICON s.r.l.	-	72.375	(72.375)	
TOTAL	17.956.008	16.520.449	1.435.559	8,69%

The total revenues from sales and services are composed as follow: Seeweb 41%, Connesi 21%, Evolink 9%, Webtasy 9%, Plus Hosting Grupa 8%, Tophost 6% and the remaining 7% is divided among the other Group Companies.

The main Group revenues from sales and services can be summarized in the following segments:

Cloud computing previously named IaaS (Infrastructure as a Service) sales of server, storage and networks and SaaS (Software as a Service) sales of applications and software platforms as a service.

Cloud Hosting previously named PaaS (Platform as a Service) database-related services.

Business connectivity previously named Internet access (IP access services (including VPN and L2 provided at customer sites).

Datacenter & Networking (Datacenter Colocation)

Managed Services (Systems Consultancy) includes all managed services provided to customers.

Revenues by segments are the following.

<i>All amounts are in Euro</i>	30.06.2024	30.06.2023	Change	Change %	%
Cloud Computing	7.067.229	6.472.430	594.799	9,19%	39,36%
Cloud Hosting	4.261.544	3.975.784	285.760	7,19%	23,73%
Business connectivity	3.899.859	3.586.645	313.214	8,73%	21,72%
Datacenter & Networking	1.669.776	1.574.914	94.862	6,02%	9,30%
Managed Services	365.733	459.814	(94.081)	-20,46%	2,04%
Other	691.867	450.862	241.005	53,45%	3,85%
TOTAL	17.956.008	16.520.449	1.435.559	8,69%	100,00%

NOTE 28: OTHER REVENUES

Other revenues are equal to 446.594 EUR as at 30.06.2024 with a decrease of 110.184 EUR compared to 30.06.2023. Internal projects - R&D are related only to precompetitive development of new products or new services created internally by the companies while internal have been costs capitalized.

<i>All amounts are in Euro</i>	30.06.2024	30.06.2023	Change
Other revenues	70.125	304.088	(233.963)
Internal Projects – R&D	126.785	45.726	81.059
Internal costs capitalized	249.684	206.964	42.719
TOTAL	446.594	556.778	(110.184)

NOTE 29: MATERIAL COSTS

Costs for materials and consumables are equal to 1.412.017 EUR on 30 June 2024 with an increase of 337.354 EUR compared to 30.06.2023, related to software, hardware and other materials. The total amount of the year is referred to Seeweb for 0,8M EUR and to Connesi for 0,6M EUR and, the difference is related to the other Group Companies.

<i>All amounts are in Euro</i>	30.06.2024	30.06.2023	Change	Change %
DHH S.p.A.	2.242	959	1.283	134%
TOPHOST s.r.l.	6.484	10.979	(4.494)	-41%
WEBTASY d.o.o.	2.946	4.600	(1.654)	-36%
PLUS HOSTING GRUPA d.o.o.	4.481	424	4.057	957%
DHH Switzerland SA	-	-	-	-
SYSTEM BEE d.o.o.	474	378	96	25%
MCLOUD d.o.o.	52	723	(671)	-93%
SEEWEB s.r.l.	778.969	626.448	152.521	24%
EVOLINK a.d.	24.313	27.635	(3.322)	-12%
CONNESI S.p.A.	592.057	402.517	189.539	47%
TOTAL	1.412.017	1.074.663	337.354	31%

NOTE 30: SERVICE COSTS AND USE OF THIRD-PARTY ASSETS

Service costs are equal to 7.072.719 EUR as at 30 June 2024, with a decrease of 908.809 EUR compared to 30.06.2023.

The main service costs and use of third – party assets are composed by: Seeweb for 33%, Connesi for 17%, Evolink for 12%, Dhh S.p.A. for 10%, Plus Hosting Grupa for 8%, Webtasy for 10%, The remaining 10% is divided among the other Group Companies.

The main cost for Datacenter Service comes from Seeweb for 69%, System Bee for 12% and Evolink for 11%; the remaining 8% is divided among the other Group Companies.

The main cost for Network Services comes from Evolink for 48%, Connesi for 32% and Seeweb for 18%; the remaining 2% is divided among the other Group Companies. In this cost item is included the effects of electricity cost for datacenters.

<i>All amounts are in Euro</i>	30.06.2024	30.06.2023	Change	Change %
Datacenter Service	1.317.025	1.503.397	(186.373)	-12%
Network Services	900.724	976.179	(75.455)	-8%
Wholesale Costs	2.324.822	2.192.811	132.011	6%
Commercial and marketing expenses	563.002	552.036	10.967	2%
Professional services	1.608.086	2.475.583	(867.497)	-35%
Other costs for services	359.060	281.522	77.538	28%
TOTAL	7.072.719	7.981.529	(908.809)	-11%

it should be remembered that Professional services of the first semester 2023 included 1,1M EUR related to non-monetary cost of IFRS2 effects on Stock Option Plan 2022 -2025.

Service Costs and use of third-party assets detailed by companies are the following:

<i>All amounts are in Euro</i>	30.06.2024	30.06.2023	Change	Change %
DHH S.p.A.	558.989	1.594.223	(1.035.234)	-65%
TOPHOST s.r.l.	204.622	136.350	68.272	50%
WEBTASY d.o.o.	682.756	599.649	83.107	14%
PLUS HOSTING GRUPA d.o.o.	706.819	695.063	11.756	2%
DHH Switzerland SA	113.532	126.577	(13.045)	-10%
SYSTEM BEE d.o.o.	191.611	128.591	63.020	49%
MCLOUD d.o.o.	206.350	211.213	(4.863)	-2%
SEEWEB s.r.l.	2.332.653	2.395.276	(62.623)	-3%
EVOLINK a.d.	857.433	910.353	(52.920)	-6%
CONNESI S.p.A.	1.217.955	1.176.817	41.138	3%
ATICON s.r.l.	-	7.416	(7.416)	
TOTAL	7.072.719	7.981.529	(908.809)	-11%

NOTE 31: PERSONNEL COSTS

Personnel cost is equal to 3.438.465 EUR on 30 June 2024, with an increase of 132.910 EUR compared to the half-year 2023 consolidated and is divided among the Group as follows.

<i>All amounts are in Euro</i>	30.06.2024	30.06.2023	Change	Change %
DHH S.p.A.	55.217	62.297	(7.080)	-11%
TOPHOST s.r.l.	39.239	38.401	838	2%
WEBTASY d.o.o.	461.169	462.660	(1.491)	0%
PLUS HOSTING GRUPA d.o.o.	325.262	260.285	64.976	25%
DHH Switzerland SA	196.316	189.947	6.368	3%
SYSTEM BEE d.o.o.	95.793	98.959	(3.165)	-3%
MCLOUD d.o.o.	73.535	75.148	(1.612)	-2%
SEEWEB s.r.l.	795.412	799.000	(3.588)	0%
EVOLINK a.d.	394.857	434.011	(39.154)	-9%
CONNESI S.p.A.	1.001.665	884.846	116.818	13%
TOTAL	3.438.465	3.305.555	132.910	4%

The average number of employees is as follows:

	30.06.2024			30.06.2023		
	Managers	Employees	Total	Managers	Employees	Total
DHH S.p.A.	-	2		-	2	
TOPHOST s.r.l.	-	2		-	2	
WEBTASY d.o.o.	1	22		1	22	
PLUS HOSTING GRUPA d.o.o.	1	23		1	22	
DHH Switzerland SA	1	6		1	6	
SYSTEM BEE d.o.o.	1	7		1	7	
MCLOUD d.o.o.	1	7		1	7	
SEEWEB s.r.l.	1	30		1	29	
EVOLINK a.d.	2	37		2	39	
CONNESI S.p.A.	2	33			36	
TOTAL	10	169	179	8	172	180

NOTE 32: OTHER EXPENSES

Other expenses are equal to 476.983 EUR as at 30 June 2024, with an increase of 45.830 EUR compared to 30.06.2023, and such expenses are structural costs.

NOTE 33: AMORTIZATIONS AND IMPAIRMENTS

Amortizations, depreciations and impairment are equal to 2.516.464 EUR on 30 June 2024, with a decrease of 290.461 EUR compared to 30.06.2023.

Depreciations are related for 211K EUR to Seeweb, for 448K EUR to Connesi and for 62KEUR to Evolink.

The part referred to the amortization of right of use assets amounts to 1.248.230 EUR.

The value of amortization and depreciation is provided below.

<i>All amounts are in Euro</i>	30.06.2024	30.06.2023	Change	Change %
Depreciations	893.563	815.763	77.800	10%
Amortizations	1.556.540	1.928.218	(371.678)	-19%
Impairment	66.361	62.945	3.416	5%
TOTAL	2.516.464	2.806.925	(290.461)	-10%

With reference to current assets, based on the provisions of the applicable accounting standards, a write down has been calculated on the trade receivables, following a careful analysis on their recoverability.

NOTE 34 : FINANCIAL INCOME (EXPENSES)

On 30 June 2024 Net Financial Expenses are equal to (400.652) EUR, with an increase of 45.198 EUR compared to the previous year.

The war in Ukraine and the inflation trend prompted a marked increase in interest rates during the reporting period.

<i>All amounts are in Euro</i>	30.06.2024	30.06.2023	Change
Bank and postal interests/income	1.373	626	746
Interests on loans	22.969	21.285	1.684
Other interests	89.336	53.132	36.204
Positive foreign currency valuation	33.459	21.092	12.367
TOTAL FINANCIAL INCOME	147.137	96.136	51.001
<i>All amounts are in Euro</i>	30.06.2024	30.06.2023	Change
Bank and postal interests/expenses	35.717	40.993	(5.276)
Lease interests	87.030	78.574	8.456
Interest on loans	369.614	252.941	116.673
Other financial expenses	26.105	40.949	(14.844)
Negative foreign currency valuation	29.323	38.133	(8.810)
TOTAL FINANCIAL EXPENSES	547.789	451.590	96.199

NOTE 35: TOTAL CURRENT AND DEFERRED INCOME TAXES

At the end of the half-year 2024 total current and deferred income taxes of the Group are equal to an amount of 1.076.881 EUR, based on the applicable provisions of the local current tax legislation and based on temporary differences between accounting and tax treatment of deductible costs and taxable revenues for deferred taxes.

The amount of deferred taxes is recognized only to the extent of probable future taxable profit against which the deductible temporary differences can be utilized.

NOTE 36: EARNINGS PER SHARE

Base

The earnings/(losses) per share are calculated as the ratio between the Group's profit multiplied by the weighted average number of outstanding shares, net of any own shares.

Diluted

The diluted earnings/(losses) per share are calculated as the ratio between the Group's profit multiplied by the weighted average number of outstanding shares, net of any own shares. For the purposes of calculating the diluted earnings per share, the weighted average of outstanding shares is adjusted assuming the conversion of all the potential shares having a dilutive effect, particularly warrants.

<i>All amounts are in Euro</i>	30.06.2024	30.06.2023
Consolidated adjusted net income attributable to the Group's shareholders	1.981.181	1.403.409
Number of ordinary shares	4.892.772	4.892.772
Average weighted number of outstanding shares	4.823.320	4.791.815
BASE EARNINGS PER SHARE - EPS	0,411	0,293
Average weighted number of outstanding warrants	-	-
Average weighted number of outstanding shares plus warrants	4.823.320	4.791.815
DILUTED EPS	0,411	0,293

Milan, 20st September 2024

The Chairman of the Board of Directors

Giandomenico Sica



Dominion Hosting Holding S.p.A.

Auditors' review report on consolidated condensed
interim financial statements as of 30 June 2024

Consolidated condensed interim financial statements
as of 30 June 2024

Auditors' review report on consolidated condensed interim financial statements

To the Shareholders of
Dominion Hosting Holding S.p.A.

Introduction

We have reviewed the accompanying consolidated condensed interim financial statements comprising the consolidated statement of financial position, the consolidated income statement, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows and notes of Dominion Hosting Holding S.p.A. and its subsidiaries (DHH Group) as of 30 June 2024.

The directors are responsible for the preparation of the consolidated condensed interim financial statements in accordance with International Accounting Standard applicable to interim financial reporting (IAS 34) adopted by the European Union.

Our responsibility is to express a conclusion on these consolidated condensed interim financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures.

The scope of a review is substantially less 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 consolidated condensed interim financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated condensed interim financial statements of DHH Group as of 30 June 2024 are not prepared, in all material respects, in accordance with the International Accounting Standard applicable to interim financial reporting (IAS 34), as adopted by the European Union.

Milan, 23 September 2024


BDO Italia S.p.A.
Giuseppe Santambrogio
Partner