



2018 Consolidated Financial Statements and Draft Financial Statements of the Parent Company

Convening of the Annual Shareholders' Meeting

- **Consolidated and separate financial statements**
- **Dividend proposal: €0.83 per share (of which €0.42 already paid in September 2018)**

San Donato Milanese, March 14, 2019 – Today, the Board of Directors approved Eni's consolidated financial statements and the separate draft financial statements of the parent company for the year ending December 31, 2018. They confirm the 2018 preliminary adjusted results announced on February 15, 2019. Consolidated net profit amounted to €4,126 million and net profit of the parent company amounted to €3,173 million. Reported net profit has been revised to €4,126 million (the preliminary net profit was €4,226 million) mainly to factor in the subsequent release of results of certain equity accounted entities.

The Board of Directors intends to submit a proposal for the distribution of a cash dividend of €0.83 per share at the Annual Shareholders' Meeting. Included in this annual distribution is the €0.42 per share, which was paid as an interim dividend in September 2018. The balance of €0.41¹ per share is payable to shareholders on May 22, 2019 with the ex-dividend date being May 20, 2019.

An Annual Report on Form 20-F will be filed with the U.S. SEC and Italian market authorities by the first ten days of April 2019. This report will be disseminated via the Company's headquarters, and on Eni's website (eni.com) and through other sources provided by the current regulation. Enclosed are the 2018 IFRS consolidated statements and those of the parent company Eni SpA.

The Board of Directors also approved the "Consolidated report on non-financial information" included in the management discussion of the 2018 Annual Report. This report, prepared in conformity with the Italian Legislative Decree N. 254/2016, discloses the group's activities, the performances achieved and the outcomes in environmental, reduction of carbon footprint, social, employees matters, respect for human rights, as well as anti-corruption and bribery matters.

The Board of Directors also approved the Report on Corporate Governance and Shareholding Structure and the Remuneration Report prepared in conformity with article No. 123-bis and 123-ter of the Italian comprehensive code for exchanges and securities, respectively. These reports will be made available at the Company's headquarters and published on Eni's website, in the "Publications" section and in accordance with current regulation, together with the 2018 Annual Report on Form 20-F.

The Board of Directors also convened the Annual Shareholders' Meeting on May 14, 2019.

¹ Dividends, depending on the receiver, are subject to a withholding tax on distribution or are partially cumulated to the receiver's taxable income.

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Eni's Chief Financial and Risk Management Officer, Massimo Mondazzi, in his capacity as manager responsible for the preparation of the Company's financial reports, certifies pursuant to rule 154-bis paragraph 2 of Legislative Decree No. 58/1998, that data and information disclosed in this press release correspond to the Company's evidence and accounting books and records.

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Eni

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This press release is also available on the Eni web site eni.com.

Attachment

IFRS Consolidated Financial Statements

PROFIT AND LOSS ACCOUNT

	Full Year	
	2018	2017
(€ million)		
REVENUES		
Net sales from operations	75,822	66,919
Other income and revenues	1,116	4,058
Total revenues	76,938	70,977
COSTS		
Purchases, services and other	(55,622)	(51,548)
Impairment reversals (impairment losses) of trade and other receivables, net	(415)	(913)
Payroll and related costs	(3,093)	(2,951)
Other operating (expense) income	129	(32)
Depreciation, Depletion and Amortization	(6,988)	(7,483)
Impairment reversals (impairment losses), net of tangible and intangible assets	(866)	225
Write-off of tangible and intangible assets	(100)	(263)
OPERATING PROFIT (LOSS)	9,983	8,012
FINANCE INCOME (EXPENSE)		
Finance income	3,967	3,924
Finance expense	(4,663)	(5,886)
Income (expense) from financial assets held for trading	32	(111)
Derivative financial instruments	(307)	837
	(971)	(1,236)
INCOME (EXPENSE) FROM INVESTMENTS		
Share of profit (loss) of equity-accounted investments	(68)	(267)
Other gain (loss) from investments	1,163	335
	1,095	68
PROFIT (LOSS) BEFORE INCOME TAXES	10,107	6,844
Income taxes	(5,970)	(3,467)
Net profit (loss)	4,137	3,377
attributable to:		
- Eni's shareholders	4,126	3,374
- Non-controlling interest	11	3
Net profit (loss) per share attributable to Eni's shareholders (€ per share)		
- basic	1.15	0.94
- diluted	1.15	0.94

BALANCE SHEET

(€ million)

	Dec. 31, 2018	Dec. 31, 2017
ASSETS		
Current assets		
Cash and cash equivalents	10,836	7,363
Financial assets held for trading	6,552	6,012
Financial assets available for sale		207
Other current financial assets	300	316
Trade and other receivables	14,101	15,421
Inventories	4,651	4,621
Current tax assets	191	191
Other current tax assets	561	729
Other current assets	2,258	1,573
	39,450	36,433
Non-current assets		
Property, plant and equipment	60,302	63,158
Inventory - compulsory stock	1,217	1,283
Intangible assets	3,170	2,925
Equity-accounted investments	7,044	3,511
Other investments	919	219
Other non-current financial assets	1,253	1,675
Deferred tax assets	3,931	4,078
Other non-current assets	792	1,323
	78,628	78,172
Assets held for sale	295	323
TOTAL ASSETS	118,373	114,928
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Short-term debt	2,182	2,242
Current portion of long-term debt	3,601	2,286
Trade and other payables	16,747	16,748
Income taxes payable	440	472
Other taxes payable	1,432	1,472
Other current liabilities	3,980	1,515
	28,382	24,735
Non-current liabilities		
Long-term debt	20,082	20,179
Provisions for contingencies	11,886	13,447
Provisions for employee benefits	1,117	1,022
Deferred tax liabilities	4,272	5,900
Other non-current liabilities	1,502	1,479
	38,859	42,027
Liabilities directly associated with assets held for sale	59	87
TOTAL LIABILITIES	67,300	66,849
SHAREHOLDERS' EQUITY		
Non-controlling interest	57	49
Eni shareholders' equity:		
Share capital	4,005	4,005
Retained earnings	36,702	35,966
Reserve related to currency translation differences	6,605	4,818
Other reserves	1,672	1,889
Treasury shares	(581)	(581)
Interim dividend	(1,513)	(1,441)
Net profit (loss)	4,126	3,374
Total Eni shareholders' equity	51,016	48,030
TOTAL SHAREHOLDERS' EQUITY	51,073	48,079
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	118,373	114,928

CASH FLOW STATEMENT

	Full Year	
	2018	2017
(€ million)		
Net profit (loss)	4,137	3,377
<i>Adjustments to reconcile net profit (loss) to cash provided by operating activities:</i>		
Depreciation, depletion and amortization	6,988	7,483
Impairment losses (impairment reversals), net of tangible and intangible assets	866	(225)
Write-off of tangible and intangible assets	100	263
Share of (profit) loss of equity-accounted investments	68	267
Gains on disposal of assets, net	(474)	(3,446)
Dividend income	(231)	(205)
Interest income	(185)	(283)
Interest expense	614	671
Income taxes	5,970	3,467
Other changes	(474)	894
Changes in working capital:		
- inventories	15	(346)
- trade receivables	334	657
- trade payables	642	284
- provisions for contingencies	(238)	96
- other assets and liabilities	879	749
<i>Cash flow from changes in working capital</i>	<i>1,632</i>	<i>1,440</i>
Net change in the provisions for employee benefits	109	38
Dividends received	275	291
Interest received	87	104
Interest paid	(609)	(582)
Income taxes paid, net of tax receivables received	(5,226)	(3,437)
Net cash provided by operating activities	13,647	10,117
Investing activities:		
- tangible assets	(8,778)	(8,490)
- intangible assets	(341)	(191)
- consolidated subsidiaries and businesses net of cash and cash equivalent acquired	(119)	
- investments	(125)	(510)
- securities	(432)	(316)
- financing receivables	(554)	(657)
- change in payables in relation to investing activities and capitalized depreciation	408	152
<i>Cash flow from investing activities</i>	<i>(9,941)</i>	<i>(10,012)</i>
Disposals:		
- tangible assets	1,089	2,745
- intangible assets	5	2
- consolidated subsidiaries and businesses net of cash and cash equivalent disposed of	(47)	2,662
- income taxes paid on disposals		(436)
- investments	195	482
- securities	61	224
- financing receivables	496	999
- change in receivables in relation to disposals	606	(434)
<i>Cash flow from disposals</i>	<i>2,405</i>	<i>6,244</i>
Net cash used in investing activities	(7,536)	(3,768)

(continued) CASH FLOW STATEMENT

	Full Year	
	2018	2017
(€ million)		
Increase in long-term debt	3,790	1,842
Repayments of long-term debt	(2,757)	(2,973)
Increase (decrease) in short-term debt	(713)	(581)
	320	(1,712)
Dividends paid to Eni's shareholders	(2,954)	(2,880)
Dividends paid to non-controlling interests	(3)	(3)
Net cash used in financing activities	(2,637)	(4,595)
Effect of change in consolidation (inclusion/exclusion of significant/insignificant subsidiaries)		7
Effect of exchange rate changes and other changes on cash and cash equivalents	18	(72)
Net cash flow of the year	3,492	1,689
Cash and cash equivalents - beginning of the year	7,363	5,674
Cash and cash equivalents - end of the year ^(a)	10,855	7,363

(a) Cash and cash equivalents as of December 31, 2018, include €19 million of cash and cash equivalents of consolidated subsidiaries held for sale that were reported in the item "Assets held for sale" in the balance sheet.

IFRS Financial Statements of the parent company

PROFIT AND LOSS ACCOUNT

(€ million)

	Full Year	
	2018	2017
REVENUES		
Net sales from operations	31,795	28,984
Other income and revenues	331	2,316
Total revenues	32,126	31,300
COSTS		
Purchases, services and other	(30,622)	(27,205)
Impairment reversals (impairment losses) of trade and other receivables, net	(26)	(153)
Payroll and related costs	(1,128)	(1,159)
Other operating (expense) income	113	(239)
Depreciation, Depletion and Amortization	(635)	(727)
Impairment reversals (impairment losses), net of tangible and intangible assets	(13)	(111)
Write-off of tangible and intangible assets	(1)	(5)
OPERATING PROFIT (LOSS)	(186)	1,701
FINANCE INCOME (EXPENSE)		
Finance income	1,616	1,682
Finance expense	(1,879)	(2,698)
Income (expense) from financial assets held for trading	33	(110)
Derivative financial instruments	(97)	480
	(327)	(646)
INCOME (EXPENSE) FROM INVESTMENTS	3,689	2,702
NET PROFIT BEFORE TAXES	3,176	3,757
Income taxes	(3)	(171)
NET PROFIT	3,173	3,586

BALANCE SHEET

(€ million)

	Dec. 31, 2018	Dec. 31, 2017
ASSETS		
Current Assets		
Cash and cash equivalents	9,654	6,214
Financial assets held for trading	6,100	5,793
Other current financial assets	2,689	2,700
Trade and other receivables	5,574	5,887
Inventories	1,324	1,389
Current income tax assets	66	59
Other current tax assets	204	267
Other current assets	1,013	693
	26,624	23,002
Non-current assets		
Property, plant and equipment	7,579	7,178
Inventory - compulsory stock	1,200	1,297
Intangible assets	180	195
Equity-accounted investments	41,914	42,337
Other non-current financial assets	1,975	4,832
Deferred tax assets	1,169	1,152
Other non-current receivables	565	481
	54,582	57,472
Assets held for sales	1	2
TOTAL ASSETS	81,207	80,476
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Short-term debt	4,435	4,146
Current portion of long-term debt	3,178	1,973
Trade and other payables	5,632	6,225
Income taxes payable	2	64
Other taxes payable	787	809
Other current liabilities	1,448	872
	15,482	14,089
Non-current liabilities		
Long-term debt	18,070	18,843
Provisions for contingencies	3,883	3,781
Provisions for employee benefits	370	353
Other non-current liabilities	787	881
	23,110	23,858
TOTAL LIABILITIES	38,592	37,947
SHAREHOLDERS' EQUITY		
Share capital	4,005	4,005
Legal reserve	959	959
Other reserves	36,572	36,001
Interim dividend	(1,513)	(1,441)
Treasury shares	(581)	(581)
Net profit	3,173	3,586
TOTAL SHAREHOLDERS' EQUITY	42,615	42,529
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	81,207	80,476