THE BOARD OF DIRECTORS APPROVED THE DRAF THE CONSOLIDATED FINANCIAL STATEMENTS AS C 31ST DECEMBER 2016

STRONG GROWTH IN REVENUES AND EBITDA: REVENUES AT 576.5 MILLION (+7.7%) AND E 90.4 MILLION (+22.5%)

ACHIEVED THE BEST RESULTS IN THE LAST YEARS: EBITDA MARGIN AT 15.7% ANI

NET FINANCIAL POSITION POSITIVE AT 3.5 MILLION

- Sales revenues at 576.5 million, an increase of 7.7% from 535.1 million in the previous year (exchange rate effect)
- EBITDA at 90.4 million, an increase of 22.5% from 73.7 million in 2015 (+22.2% net of exchang
- Net profit of 45.8 million, an increase of 13.1% from 40.5 million in the previous year
- Net financial position once again positive at 3.5 million, due to increased cash generation c before the dividend distribution, compared to a net indebtedness of 21 million reported at 31 2015
- The Board of Directors proposes to the Shareholders' Meeting to pay a dividend, before legal wit 0.30 per share, an increase of 20.0% over the dividend from last year

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Bologna, 10th March 2017 – Datalogic S.p.A. (Borsa Italiana S.p.A.: DAL), a company listed in the ST of the Italian Stock Exchange managed by Borsa Italiana S.p.A. ("Datalogic"), a global leader in Au Capture and Industrial Automation markets, and global leader in the automatic data capture a automation markets, specialized in the designing and production of bar code readers, mobile comput for detection, measurement and safety, RFID vision and laser marking systems, approved yesterday the Consolidated Financial Statements as of 31st December 2016.

The company saw a strong growth in all economic indicators during 2016 and, in particular, improvem of profitability, with an EBITDA in progress of more than 22% at 90.4 million and achieving an EBITI 15.7%, and in terms of cash, with the net financial position returning to a positive balance at 3.5 milli to negative 21 million last year.

This growth is the result of continuous product investment that allowed the Company to propos solutions to customers and improve its competitive positioning in the reference market.

The CEO of Datalogic Group, Valentina Volta, commented, "We are extremely satisfied with the results the year just concluded, the best in the Group's history, which confirm the soundness of the strate implemented in recent years and the continuous technological innovation, engine of our growth. In a was the year in which we defined the new Datalogic strategy and launched a new organisation to achi

became operational on 1st January 2017. This strategy is based on a unique offer of products and s result of the combination of two divisions, Industrial Automation and Automatic Data Capture, able needs of customers across the entire value chain."

Sales revenues were 576.5 million in 2016, an increase of 7.7% from 535.1 million in the previou constant euro/dollar exchange rate, the increase would have been 7.6%. Booking for the year, or or acquired, reached 586 million, up 4% from 2015. The impact of new products (launched in the last 2 turnover was 24.3%.

The Gross Operating Margin, equivalent to 265.3 million, grew 6.7% from 248.6 million of the prior ye a constant euro/dollar exchange rate), while its impact on revenues declined slightly from 46.5% in 20 2016, mainly due to the physiological erosion of prices that was not completely offset by improve product mix and purchasing efficiencies.

Operating costs, equivalent to 192.4 million, show growth of less than 1% compared to 190.9 million considerable improvement as a percentage of turnover, dropping from 35.7% to 33.4%. The high Research and Development activities should be noted, amounting to 50.4 million, up 4.5% over invested in 2015 and representing 8.7% of revenues, essentially in line with 9% in 2015. Distributio general and administrative expenses posted an improvement both in terms of percentage of turnover, in 2015 to 24.1% in 2016, as well as in absolute terms, from 140.6 million in 2015 to 139.0 million in 2

EBITDA posted significant improvement, up 22.5% to 90.4 million compared to 73.7 million in 201 constant euro/dollar exchange rate). As a percentage of revenue (EBITDA Margin), the figure grew 1.9 points to 15.7%, the best result in the last 12 years, compared to 13.8% in the previous year, m containment of operating costs, which were essentially in line with 2015.

Operating Result (EBIT) increased 32.7% to 70.2 million from 52.9 million (+32.2% at constan exchange rate).

Financial income was negative for 3.0 million compared to a negative 1.5 million in the previous yea as a result of a less favourable trend in exchange differences, while bank expenses decreased by 1.5 r

Group Net Profit grew 13.1% to 45.8 million, compared to 40.5 million achieved in the prior year, desp tax burden in 2016 compared to 2015 due to recent changes in the legislation.

The net financial position is positive, with a balance of 3.5 million, posting an improvement over the debt in 2015 of 21 million, attributable to continuous and robust cash generation, also after distribution.

Trade working capital as at 31st December 2016 is 53.2 million (equivalent to 9.2% of revenues), u million as at 31st December 2015 (6.8% of revenues), principally due to growth in demand.

Q4 2016 TRENDS

The fourth quarter of 2016 was the best fourth quarter in the Group's history in terms of revenues a

The Company saw an acceleration over the fourth quarter of the previous year, with revenues rea million (+7.6% over the fourth quarter of 2015 and +10.6% compared to the third quarter of 2016) an 23.7 million (+14.8% over the fourth quarter of 2015 and +9.4% over the third quarter of 2016). Bookir quarter, or orders already acquired, was 161 million, up 1.7% over the fourth quarter of 2015 and 16 third quarter of 2016.

Confronto quarto trimestre 2016 e quarto trimestre 2015

€000	4° trimestre 2016		4° trimestre 2015		Var.
TOTALE RICAVI	154.729	100,0%	143.773	100,0%	10.956
M.O.L (EBITDA)	23.727	15,3%	20.670	14,4%	3.057
RISULTATO OPERATIVO (EBIT)	17.495	11,3%	14.856	10,3%	2.639

Confronto quarto trimestre 2016 e terzo trimestre 2016

€000	4° trimestre 2016		3° trimestre 2016		Var.
TOTALE RICAVI	154.729	100,0%	139.911	100,0%	14.818
M.O.L (EBITDA)	23.727	15,3%	21.682	15,5%	2.045
RISULTATO OPERATIVO (EBIT)	17.495	11,3%	17.437	12,5%	58

PERFORMANCE BY DIVISION

For purposes of segment disclosure, the data as at 31st December 2016 includes the new company Systems Inc., established on 1st October 2016, within the IA Division, consistent with the first three qua and the previous year.

	Ricavi			EBITDA*	
€000	2016	2015	Var. %	2016	2015
Datalogic ADC	397.647	363.966	9,3%	95.755	81.199
Datalogic IA	158.536	146.084	8,5%	11.196	8.564
Informatics	24.365	27.383	(11,0%)	(1.533)	(14)
Datalogic S.p.A.	41.578	36.451	14,1%	13.671	7.483
Rettifiche	(45.644)	(38.816)	17,6%	(28.723)	(23.484)
Totale	**576.482**	**535.068**	**7,7%**	**90.366**	**73.748**

(*) Ai fini di dare una rappresentazione puntuale delle performance economiche dei settori operativi, si è ritenuto oppo il Divisional EBITDA quale KPI di monitoraggio.

The ADC (Automatic Data Capture) Division, specialized in the design and production of fixed ret professional handheld readers and mobile computers, posted growth of 9.3% in turnover, to 3 compared 364 million in 2015 (+9.1% at constant euro/dollar exchange rate), led principally by sales scanners and mobile computers for the retail market, both in Europe and the Americas.

Profitability also showed strong growth, with EBITDA passing from 81.2 million in 2015 to 95.8 mil (+17.9%) and an EBITDA Margin of 24.1% compared to 22.3% in 2015.

The Industrial Automation Division, specialized in the design and production of automatic identificat safety, detection and marking solutions for the Industrial Automation market, reported a turnover of 15 at 31st December 2016, up 8.5% from 146.1 million in 2015 (+8.8% at constant euro/dollar exchang division benefitted from sustained growth in both T&L and Manufacturing in Europe, China, and, parti last quarter, in North America, where it posted double-digit growth.

The division's margins showed considerable improvement from the prior year, +30.7% to 11.2 million, Margin of 7.1%. Excluding the results of the Systems BU and the newly formed Solution Net Syste divisional EBITDA is 12.2 million, or 8.8% of revenues.

Finally, Informatics reported a turnover of 24.4 million compared to 27.4 million in 2015. Turnover quarter was 5.8 million, up +9.1% (+7.4% at a constant euro/dollar exchange rate) compared to the f of 2015.

PERFORMANCE BY GEOGRAPHIC AREA

With regard to geographic areas, the European market (including Italy), which represents more t turnover, continues to show considerable growth (+12% YOY) in both divisions. Instead, the lower g North America compared to previous quarters is essentially attributable to important projects comp quarter of 2015 by the ADC Division, which were only partially offset by double-digit growth of the IA D same region.

RICAVI PER AREA GEOGRAFICA €000	2016	2015	Variaz
Italia	50.783	45.798	10,
Europa (esclusa Italia)	249.911	222.735	12,
Totale Europa	*300.694*	*268.533*	*11,*
Nord America	167.332	161.063	3,9
Asia & Pacifico	69.576	71.490	(2,7
Resto del mondo	38.880	33.982	14,
TOTALE	**576.482**	**535.068**	**7,7**

PERIOD EVENTS

On 16th April 2016, a new manufacturing plant was inaugurated in Balatonboglar, Hungary, consisting dedicated mainly to the production of factory automation devices. This represents more than 9 mil between 2014 and 2016 with the aim of expanding the Group's production capacity and ensuring grea and the highest quality in the production process due to the introduction of three new lines that use ma surface mount technology.

On 1st October 2016, the spin-off of the Systems Business Unit became operational with the conseque by Datalogic Automation Inc. (the Company's American subsidiary), of a newco known as Solution N Inc. The headquarters are located in Quakertown, Pennsylvania (USA) and all of the assets of the were transferred to the location. Hence, from that date, Solution Net Systems, Inc. provides custo Datalogic Group with integrated solutions for automated distribution in the postal and retail market provided by the Systems BU of the Industrial Automation Division.

On 18th October 2016, Alessandro D'Aniello was appointed new Group CFO and Manager responsible up the company's financial statements within the Datalogic Group.

On 20th December 2016, the Board of Directors appointed Valentina Volta as Chief Executive Officer Group effective 1st January 2017, with all executive powers, excluding the M&A and Real Estate area remain the sole responsibility of the Chairman, Romano Volta. Ms. Volta was already a member of the Board of Directors and previously the CEO of the IA Division. Pietro Todescato, formerly CTO of t Group and member of the Company's Board of Directors, was assigned the responsibility for Glo Marketing, dedicated to breakthrough product innovation.

SUBSEQUENT EVENTS

The Group's new organisation was launched at the beginning of the year, focusing all business proce customer and optimising the corporate structure, which resulted in the activities of the ADC Divisio Data Capture) and IA Division (Industrial Automation) being combined in a single legal entity in ea

which the Group operates. This reorganisation will allow Datalogic customers in the Retail, Tran Logistics, Manufacturing and Healthcare segments to further benefit from the utmost quality in terms and effectiveness of offered services.

OUTLOOK FOR CURRENT YEAR AND SUBSEQUENT EVENTS

Revenue growth at a higher rate than the reference market is expected to continue in 2017, with a pa in North America and APAC, while the Group will further consolidate its leadership position in Europe.

The core driver of growth is the new strategy as well as the new operational and organisational model a 1st January 2017: focus on the end customer through new business structures dedicated to the fo sectors: Retail, Manufacturing, Transportation & Logistics and Healthcare; Datalogic's ability to offer an of innovative products and solutions in each of these sectors, as a unique, integrated entity in tl competitive context; at the same time, maintaining a strong presence and focus on distribution partners newly founded Group Channel Department.

The Group will continue to invest heavily in Research and Development, which has been strengthe creation of a new department focusing on breakthrough innovation, and in improving service levels to the new Customer Service Department.

In addition, the continuous optimisation of operations and careful attention to production and operati allow the Group, within the context of a relatively stable macroeconomic scenario, to achieve the additional improvement in the financial stability and profitability over the medium/long term.

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At the Shareholders Meeting planned to take place on 4th May 2017 the Board of Directors will propose an ordinary unit dividend, gross of legal withholdings, of 30 cents per share (+20.0% compared to share paid for 2015), for a maximum amount of approximately 17.5 million Euro, with coupon detach May 2017 (record date 9th May 2017) and payment from 10th May 2017.

The Board of Directors also approved the Annual Corporate Governance Report. A copy of the re available to the public in accordance with applicable law.

Note that the auditing of the draft financial statements has not yet been completed and that the auditors' report will be made available within the deadlines set at law. The attached balance sheet statement are reclassified statements, and as such have not been subject to audit.

Finally, the Annual Financial Report (pursuant to article 154-ter of the Testo Unico della Finanza - TUF) S.p.A. will be available to anyone who requests it at the company headquarters or at Borsa Italiana "eMarket STORAGE" instrument, managed by Spafid Connect S.p.A., and may also be consulted on th website www.datalogic.com (Investor Relations section), in accordance with the law and applicable reg

The manager responsible for preparing the company's financial reports – Alessandro D'Aniello – declar to paragraph 2 of Art. 154-bis of the "Testo Unico della Finanza", that the accounting information con press release corresponds to the document results, books and accounting records.

Reclassified income statement at 31st December 2016 – Euro/1.000

Gruppo Datalogic	31/12/2016		31/12/2015		var
Ricavi totali	**576.482**	***100,00%***	**535.068**	**100,00%**	**41.41**
Costo del venduto	-311.192	*-54,00%*	-286.450	-53,54%	-24.74
Margine lordo di contribuzione	**265.290**	***46,00%***	**248.618**	**46,46%**	**16.67**
Altri Ricavi	3.278	*0,60%*	3.504	0,65%	-22
Spese di Ricerca e Sviluppo	-50.421	*-8,70%*	-48.244	-9,02%	-2.17
Spese di Distribuzione	-101.208	*-17,60%*	-101.095	-18,89%	-11
Spese Amministrative e Generali	-37.774	*-6,60%*	-39.521	-7,39%	174
Altri costi operativi	-3.027	*-0,50%*	-2.041	-0,38%	-98
Totale costi operativi ed altri costi	**-192.430**	***-33,40%***	**-190.901**	**-35,68%**	**-1.52**
Costi e ricavi non ricorrenti	-979	*-0,20%*	-2.564	-0,48%	1.58
Ammortamenti derivanti da acquisizioni	-4.914	*-0,90%*	-5.712	-1,07%	79
Risultato operativo (EBIT)	**70.245**	***12,20%***	**52.945**	**9,90%**	**17.30**
Risultato della gestione finanziaria	-3.055	*-0,50%*	-4.622	-0,86%	1.56
Utile/(Perdite) da società collegate	-318	*-0,10%*	174	0,03%	-49
Utile/(Perdite) su cambi	20	*0,00%*	3.087	0,58%	-3.06
Utile/Perdita ante imposte	**66.892**	***11,60%***	**51.584**	**9,64%**	**15.30**
Imposte	-21.046	*-3,70%*	-11.037	-2,06%	-10.00
UTILE/(PERDITA) NETTO DI GRUPPO	**45.846**	***8,00%***	**40.547**	**7,58%**	**5.29**
Ammortamenti Imm. Materiali	-9.363	*-1,60%*	-7.812	-1,46%	-155
Ammortamenti Imm. Immateriali	-4.865	*-0,80%*	-4.715	-0,88%	-15
Margine operativo lordo (EBITDA) [1]	**90.366**	***15,70%***	**73.748**	**13,78%**	**16.61**

[1] EBITDA - Earnings before interest, taxes, depreciation and amortization. The EBITDA is u Management to monitor and assess the operational performance of the Group and is not ider accounting item within IFRS. Given that the composition of this measure is not regulated by th accounting standards, it is not subject to any audit procedure by the Independent Auditors.

Reclassified Balance Sheet at 31st December 2016 ([2]) – Euro/1.000

Gruppo Datalogic	31/12/2016	31/
Immobilizzazioni Immateriali Nette	51.997	
Avviamento	188.934	
Immobilizzazioni Materiali Nette	72.082	
Partecipazioni non consolidate	6.928	
Altre attività immobilizzate	51.807	
Capitale Immobilizzato	**371.748**	
Crediti Commerciali Netti vs. Clienti	75.477	
Debiti vs. Fornitori	-104.585	
Rimanenze	82.344	
Capitale circolante netto commerciale	**53.236**	
Altre Attività Correnti	34.184	
Altre Passività Correnti e fondi per rischi a breve termine	-77.625	
Capitale circolante netto	**9.795**	
Altre Passività a M/L termine	-30.836	
Passività per benefici ai dipendenti / TFR	-6.647	
Fondi per rischi	-11.169	
Capitale investito netto	**332.891**	
Patrimonio netto Totale	***-336.394***	
Posizione Finanziaria Netta	**3.503**	

[2] The reclassified Balance Sheet shows measures used by the Management to monitor and assess performances of the Group. Given that the composition of these measures is not regulated by tl accounting standards, even if they are directly reconcilable to the IFRS statements, they are not su audit procedure by the Independent Auditors.

Net Financial Position at 31st December 2016 – Euro/1.000

Gruppo Datalogic	31/12/2016	31/
A. Cassa e Banche	146.930	
B. Altre disponibilità liquide	47	
b1. Cassa vincolata	47	
C. Titoli detenuti per la negoziazione	0	
c1. Breve termine	*0*	
c2. Lungo termine	*0*	
D. Liquidità (A) + (B) + (C)	**146.977**	
E. Crediti finanziari correnti	0	
F. Altri crediti finanziari correnti	0	
f1. Operazioni di copertura	*0*	
G. Conti correnti bancari passivi	212	
H. Parte corrente dell'indebitamento non corrente	30.180	
I. Altri debiti finanziari correnti	5.878	
i1. Operazioni di copertura	*37*	
i2. Debiti per leasing	*248*	
i3. Debiti finanziari correnti	*5.593*	
J. Indebitamento finanziario corrente (G) + (H) +(I)	**36.270**	
K. Indebitamento finanziario corrente netto (J) – (D) – (E) – (F)	**–110.707**	
L. Debiti bancari non correnti	139.321	
M. Altre attività finanziarie non correnti	32.117	
N. Altri debiti non correnti	0	
n1. Operazioni di copertura	*0*	
n2. Debiti per leasing	*0*	
O. Indebitamento finanziario non corrente (L) – (M) + (N)	**107.204**	
P. Indebitamento finanziario netto (K) + (O)	**–3.503**	