THE BOARD OF DIRECTORS APPROVED THE QUARTERLY FINANCIAL REPORT AT 31 MARCH 201

REVENUES AT €142.9 MILLION

EBITDA AT €22.0 MILLION, 15.4% ON REVENUES

NET PROFIT AT €11.2 MILLION, 7.8% ON REVENUES

NET FINANCIAL POSITION POSITIVE AT €32.3 MILLION

• Revenues at €142.9 million, up 1.0% (+7.8% at constant exchange rates) from €141.5 million i first quarter of 2017.

• EBITDA [1] at €22 million an increase of 5.7% from €20.8 million in the first quarter of EBITDA margin increased from 14.7% to 15.4%.

• Net profit at €11.2 million compared to €11.9 million in the first quarter of 2017.

• Further improvement of the Net Financial Position positive at €32.3 million, compared to million as at 31 December 2017.

Bologna, 9th May 2018 - The Board of Directors of **Datalogic S.p.A.** (Borsa Italiana S.p.A.: DA company listed in the STAR Segment of the Italian Stock Exchange managed by Borsa Italiana S ("Datalogic") and global leader in the automatic data capture and process automation markets, app today the Quarterly Financial Report as of 31 March 2018.

The Chief Executive Officer of the Datalogic Group, Valentina Volta, commented: *"In the first months of the year, Group revenues increased by 7.8% at constant exchange rates, reaching €143 m with double-digit growth at constant exchange rates in the main reference sectors of the Datalogic bus and, in particular, in the Retail sector which, after recording a negative performance in the last two qua of 2017, experienced a recovery, growing by 4.9% at current exchange rates and by 12.6% at cor exchange rates, as a result of the acquisition of important projects on customers of primary importa all geographical areas. Growth in the Manufacturing sector was driven by the acquisition of new custo in China, while in the Transportation & Logistics sector it was driven by the acquisition of orders c main USA postal couriers, as well as by the acquisition of new customers in EMEA and in China. Grov the main sectors was partially limited by the unfavourable performance of the Euro/US Dollar exch rate and by the decline in distribution turnover as a result of a typical seasonal trend of stock reducti the main distributors. All geographical areas grew at constant exchange rates, including North Am which benefited from important orders in Retail and in T&L. Double-digit growth continued in Chin Korea. I am also satisfied with first quarter profitability, with the consolidation of the improvement in operating margin acquired in 2017. This allows the company to continue to accelerate its investme R&D and in strengthening the sales organisations required for our growth to continue."*

Consolidated net revenues amounted to €142.9 million and, in spite of the unfavourable trend c Euro/US Dollar exchange rate, they increased by 1%, versus €141.5 million as at 31 March 2017 (+7.: constant exchange rates).

The **gross operating margin**, at €69.8 million, grew by 5.5% versus €66.2 million realised in the period of the previous year (+11.2% at constant exchange rates) and its percentage of revenues improv 2 points, from 46.8% in 2017 to 48.8% in 2018 (+1.5 percentage points at constant exchange rates) improvement is mainly due to the improvement of the mix and to the efficiencies in the cost of material

The **operating costs**, equal to €51.9 million, increased by 4.6% (+13.7% at constant exchange rates) v €49.6 million in the same period of 2017, and grew by 1.2 percentage points in terms of their percenta revenues, from 35.1% to 36.3% (+1.9 percentage points at constant exchange rates). Particularly notew were:

- an increase in Research and Development expenses, which grew by 10% to €14.5 million (+23.2 constant exchange rates) and amounted to 10.2% of revenues (10.6% in the core business represented b Datalogic division), as opposed to 9.3% in the same period of 2017,

- an increase in Distribution expenses, which grew by 5.4% to €25.8 million (+13.7% at constant excl rates) and amounted to 18% of revenues, compared to 17.3% in the same period of 2017.

The **EBITDA** grew by 5.7%, from €20.8 million in the first quarter of 2017 to €22 million (+4.2 constant exchange rates), while the EBITDA margin rose from 14.7% to 15.4%, mainly as a result c improvement in gross operating margin.

The **EBIT** grew by 8.3% to €16.5 million versus €15.3 million in the previous quarter (+2.6% at cor exchange rates), and its percentage of revenues rose to 11.6% from 10.8% in the first quarter of 2017.

The non-recurring costs of €0.8 million (€0.3 million in the first quarter of 2017) related mair restructuring operations on some corporate functions.

Financial income was negative by €1.8 million, compared to a negative result of €1.1 million in the period of 2017, mainly by effect of the foreign exchange difference performance, negative by €0.8 mi resulting from the depreciation of the US Dollar on the net balances of the Group. The increase in fina expenses by €0.4 million, compared to the first quarter of 2017, was due to the increase in indebtedness.

Group net profit amountedto €11.2 million, down by 6.1% compared to the profit realised in the period of the previous year, amounting to €11.9 million.

The **Net Financial Position**, as at 31 March 2018, was positive by €32.3 million, up by €42.8 m compared to 31 March 2017 (negative by €10.5 million) and up by 2.2 million compared to 31 Dece 2017 (positive by €30.1 million).

The **Trade Working Capital** as at 31 March 2018 amounted to €72.8 million, up by €11.3 m compared to 31 December 2017 and down by €8.4 million compared to 31 March 2017.

QUARTER PERFORMANCE BY DIVISION

	Reveneus			EBITDA		
€000	Q1 2018	Q1 2017	% Chg.	Q1 2018	Q1 2017 (*)	%
Datalogic	132.567	131.523	0.8%	20.803	21.071	(1.3
Solution Net Systems	6.093	4.964	22.7%	957	90	963
Informatics	4.773	5.966	(20.0%)	139	(446)	(131
Adjustments	(491)	(929)	(47.1%)	53	49	7.3
Total Group	**142.942**	**141.524**	**1.0%**	**21.952**	**20.764**	**5.7**

(*) It should be pointed out that starting from June 2017 some items of non-significant amounts reallocated among the different divisions; the comparison data as at 31 March 2017 are stated accordi

In the first quarter, the **Datalogic Division** recorded turnover of €132.6 million, up by 0.8% compared same period of 2017 (+6.8% at constant exchange rates), with a positive trend in EMEA, Latin Americ APAC, in particular in China and Korea, where growth above 15% was recorded (+25.9% at co exchange rates). The division's EBITDA amounted to €20.8 million and decreased by 1.3%, represe 15.7% of turnover (16.0% as at 31 March 2017); this decrease was due to higher investments in Res and Development and to the increase in Distribution Expenses due to the launch of the comm development plan, in accordance with the Group's strategy.

	Q1 2018	%	Q1 2017(**)	%	Change	Change in
Retail	68.479	51.7%	65.271	49.6%	3.208	4.9%
Manufacturing	41.572	31.4%	36.543	27.8%	5.029	13.8%
Transportation & Logistic	12.797	9.7%	10.556	8.0%	2.241	21.2%
Healthcare	4.555	3.4%	7.081	5.4%	(2.526)	(35.7%)
Channel (Unallocated) (*)	5.164	3.9%	12.072	9.2%	(6.908)	(57.2%)
Total revenues	**132.567**	**100.0%**	**131.523**	**100.0%**	**1.044**	**0.8%**

(*)The Channel sector (Unallocated) includes the revenues which are not directly attributable to sectors identified.
(**) Data for 2017 have been restated.

• The **Retail** sector increased by 4.9% compared to last year (+12.6% at constant exchange rates) mai EMEA (+11.1%) and Latin America (+12.5%), after recording a negative performance in the las quarters of 2017.

• The **Manufacturing** sector confirmed its expansion, growing by 13.8% compared to last year (+18. constant exchange rates) driven mostly by growth in EMEA (+14.3%) and China and Korea (+42.1%).

• The **Transportation & Logistics** sector recorded an increase by 21.2% compared to the same peri 2017 (+29.6% at constant exchange rates) with double-digit growth in EMEA and North America.

• The **Healthcare** sector decreased by 35.7% (-30.2% at constant exchange rates) compared to the quarter 2017, when exceptionally positive results had been recorded as a result of the acquisition, in th half of 2017, of orders from some of the main hospital chains in the United States.

Sales through a distribution channel, above all to small and medium customers not directly included i of the 4 main sectors, decreased by 57.2% by effect of a typical seasonal trend of stock reduction b main distributors, as well as of the negative exchange rate effect in North America.

The **Solution Net Systems Division** had revenues of €6.1 million, up by 22.7% compared to the first q 2017 (+32.9% at constant exchange rates) by effect of the acquisition of additional important orders, b the postal and in the retail sector. EBITDA related to the Division amounted to €1 million and its perce of sales was 15.7%, versus 1.8% in the first quarter of 2017.

In the first quarter, the **Informatics Division** recorded a turnover of €4.8 million, down 20% (-8.3 constant exchange rates) compared to the first quarter of 2017. EBITDA related to the Division amoun €0.1 million (negative by 0.4 million in the same period of 2017).

PERFORMANCE BY GEOGRAPHIC AREA

The following table shows the breakdown by geographical area of Group revenues achieved in the quarter of 2018 compared with the same period of 2017:

	Q1 2018	%	Q1 2017(**)	%	Variazione	Var. %
Italy	14.379	10.1%	12.271	8.7%	2.108	17.2%
EMEA (EX Italy)	67.403	47.2%	66.355	46.9%	1.048	1.6%
Total EMEA (*)	**81.782**	**57.2%**	**78.626**	**55.6%**	**3.156**	**4.0%**
North America	39.642	27.7%	43.590	30.8%	(3.948)	(9.1%)
Latin America	2.897	2.0%	2.612	1.8%	285	10.9%
APAC (*) (incl. China)	18.621	13.0%	16.696	118%	1.925	11.5%
Total revenues	**142.942**	**100.0%**	**141.524**	**100.0%**	**1.418**	**1.0%**

(*) EMEA: Europa, Middle East and Africa; APAC: Asia & Pacific
(**) Starting in June 2017, data related to geographical areas have been disclosed to reflect the a involvement of each area within the new commercial organisations of the Group; comparative data as March 2017 are disclosed accordingly.

In the first quarter 2018, growth in EMEA amounted to 4% (+5.4% at constant exchange rates), double-digit growth in APAC, amounting to 11.5% (+22.6% at constant exchange rates), driven by (and Korea (+15.3% and +26% at constant exchange rates) and in Latin America, amounting to 1 (+27.7% at constant exchange rates). The performance in North America was negative, with a decrea 9.1%, substantially due to the negative effect of the currency rates (+5.2% at constant exchange rates).

EVENTS IN THE QUARTER

There are no significant events to report.

EVENTS SUBSEQUENT TO THE END OF THE QUARTER

On 3 April, Datalogic signed, with a primary broker, an agreement pertaining to the buy-back of tre shares on the market, implementing the shareholders' meeting resolution authorising the purchas disposal of treasury shares of 4 May 2017. The broker will make the purchases in complete independen compliance with the pre-established contractual parameters and criteria, as well as restrictions of appli regulations and the Shareholders' Meeting resolution of 4 May 2017. The purchases will be made in s manner as to comply with the equal treatment of shareholders pursuant to Art. 132 of the Consoli

Finance Act, as well as according to the operating procedures established in the organisatior management regulations of Borsa Italiana S.p.A. In particular, the agreement provides for the buy-back to 500,000 shares and a duration of 7 months, starting from 3 April 2018.

On 23 April 2018, the Board of Directors of Datalogic S.p.A., following consultation with the Control, Remuneration and Appointments Committee, set the essential terms of the new "2018 - 2021 Remuner Plan", whose adoption shall be submitted for approval to the Shareholders' Meeting, already called f May 2018.

BUSINESS OUTLOOK FOR THE CURRENT YEAR

The results of the first quarter, albeit with a negative impact of the trend in the Euro/US Dollar exchang on sales, indicate that revenue growth will continue.

The Group is continuing with its strategy, directed at the continuous increase in Research & Develop Investments, on the improvement of the levels of service offered to customers, on further strengtheni the sales organisations in all main development areas with particular focus in North America and c continuous optimisation of production costs accompanied by strong control over operating costs and ge expenses.

In the absence of significant changes in economic and sector trends, the Group expects to be able to p revenue growth objectives in the current year as well, maintaining profitability and financial soundness.

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Please note that the Quarterly Report at 31 March 2018 is not audited and will be available to anyone requests it at the company headquarters or at Borsa Italiana SpA, on the "eMarket STORAGE" instru managed by Spafid Connect S.p.A., and may also be consulted on the company's w www.datalogic.com (Investor Relations section), in accordance with the law and applicable regulations.

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

Reclassified income statement at 31 March 2018 – Euro/1.000

	Quarter closed at					
	31.03.2018	% on Revenues	31.03.2017	% on Revenues	Change	Change %
Total Revenues	**142.942**	***100,0%***	**141.524**	***100.0%***	***1.418***	***1.0%***
Cost of goods sold	(73.136)	*-51,2%*	(75.329)	*-53.2%*	*2.193*	*-2.9%*
Gross Operating Margin	**69.806**	***48,8%***	**66.195**	***46.8%***	***3.611***	***5.5%***
Other revenues	457	*0,3%*	216	*0.2%*	*241*	*111.6%*
Research & Development	(14.519)	*-10,2%*	(13.202)	*-9.3%*	*(1.317)*	*10.0%*
Distribution costs	(25.771)	*-18,0%*	(24.458)	*-17.3%*	*(1.313)*	*5.4%*
Administrative expenses	(11.094)	*-7,8%*	(11.478)	*-8.1%*	*384*	*-3.3%*
Other operating expenses	(493)	*-0,3%*	(467)	*-0.3%*	*(26)*	*5.6%*
Total operating expenses and others	**(51.877)**	***-36,3%***	**(49.605)**	***-35.1%***	***(2.272)***	***4.6%***
Non-recurring costs/revenues	(760)	*-0,5%*	(274)	*-0.2%*	*(486)*	*177.4%*
Amort. intangible assets from	(1.106)	*-0,8%*	(1.277)	*-0.9%*	*171*	*-13.4%*
Operating Profit (EBIT)	**16.520**	***11,6%***	**15.255**	***10.8%***	**1.265**	***8.3%***
Financial (costs)/revenues	(1.065)	*-0,7%*	(773)	*-0.5%*	*(292)*	*37.8%*
Result from equity investments	0	*0,0%*	(140)	*-0.1%*	*140*	*-100.0%*
Foreign exchange (costs)/revenues	(779)	*-0,5%*	(356)	*-0.3%*	*(423)*	*118.8%*
Profit/(Loss) before taxes (EBT)	**14.676**	***10,3%***	**13.986**	***9.9%***	***690***	***4.9%***
(Taxes)	(3.493)	*-2,4%*	(2.080)	*-1.5%*	*(1.413)*	*67.9%*
Net Income/(Loss)	**11.183**	***7,8%***	**11.906**	***8.4%***	***(723)***	***-6.1%***
Non-recurring costs/revenues	(760)	*-0,5%*	(274)	*-0.2%*	*(486)*	*177.4%*
Depreciation	(2.535)	*-1,8%*	(2.829)	*-2.0%*	*294*	*-10.4%*
Amortization	(2.137)	*-1,5%*	(2.406)	*-1.7%*	*269*	*-11.2%*
EBITDA	**21.952**	***15,4%***	**20.764**	***14.7%***	***1.188***	***5.7%***

Reclassified Balance Sheet at 31 March 2018 [2] – Euro/1.000

	31.03.2018	31.12.2017	31.03.2017
Intangible fixed assets	39.678	41.980	49.445
Goodwill	169.239	174.343	186.319
Tangible fixed assets	68.779	69.733	71.316
Equity investments in associates	11.660	11.757	8.515
Other fixed assets	50.383	50.058	55.467
Total Fixed Assets	**339.739**	**347.871**	**371.062**
Net trade account receivables	73.878	83.195	82.344
ST account payables	(91.294)	(107.651)	(90.800)
Inventory	90.226	85.938	89.658
Trade Working Capital	**72.810**	**61.482**	**81.202**
Other current receivables	33.525	31.121	35.622
Assets Held for Sale	508	1.021	0
Other ST payables and provision for risk & future	(77.115)	(71.621)	(81.806)
Net Working Capital	**29.728**	**22.003**	**35.018**
Other LT payables	(25.365)	(26.747)	(30.141)
Employees' deferred compensation / TFR	(6.566)	(6.633)	(6.743)
LT provision for risk & future charges	(14.256)	(13.602)	(11.888)
Net Invested Capital	**323.280**	**322.892**	**357.308**
Equity	**(355.628)**	**(353.029)**	**(346.839)**
Net Financial Position	**32.348**	**30.137**	**(10.469)**

Net Financial Position at 31 March 2018 – Euro/1.000

	31.03.2018	31.12.2017	31.03.2017
A. Cash and bank deposits	259.771	256.201	123.686
B. Other liquidity	11	11	49
b1. Restricted cash	*11*	*11*	*49*
C. Securities held for trading	0	0	0
c1. Short Term	*0*	*0*	*0*
c2. Long Term			
D. Cash and Cash equivalents (A) + (B) + (C)	**259.782**	**256.212**	**123.735**
E. Current financial receivables	0	0	0
F. Other current financial assets	0	0	0
f1. Hedging instruments	*0*	*0*	*0*
G. Current bank overdrafts	278	92	257
H. Current portion of non-current debt	48.717	48.108	34.380
I. Other current financial liabilities	4.214	2.913	2.424
i1. Hedging instruments	*0*	*0*	*718*
i2. Leasing payables	*0*	*0*	*173*
i3. Current financial liabilities	*4.214*	*2.913*	*1.533*
J. Current financial debt, net (G) + (H) + (I)	**53.209**	**51.113**	**37.061**
K. Current financial debt, net (J) – (D) – (E) – (F)	**(206.573)**	**(205.099)**	**(86.674)**
L. Non-current bank borrowing	205.717	205.656	128.163
M. Other financial assets	31.492	31.444	31.020
N. Other non-current liabilities	0	750	0
n1. Hedging instruments		*0*	
n2. Leasing payables	*0*	*0*	*0*
n3. Non- current financial payables	*0*	*750*	*0*
O. Non – current financial debt (L) – (M) + (N)	**174.225**	**174.962**	**97.143**
P. Net financial debt (K) + (O)	**(32.348)**	**(30.137)**	**10.469**

[1] *EBITDA(Earnings Before Interest, Taxes, Depreciation and Amortization) is an economic indi which is not defined in the IFRSs, but is used by the management of the company to monitor and asse economic performance, as it is not influenced by the volatility which is due to the various criteria us determine the taxable income, amounts and characteristics of the capital employed and the re amortization/depreciation policies implemented. Datalogic defines this indicator as the profit/loss fo period, gross of amortisation of intangible and depreciation of tangible assets, non-recurring financial income and expenses and income tax.*

[2] *The reclassified Balance Sheet shows measures used by the Management to monitor and asses financial performances of the Group. Given that the composition of these measures is not regulated b reference accounting standards, even if they are directly reconcilable to the IFRS statements, they ar subject to any audit procedure by the Independent Auditors.*