



ENERGY S.P.A.: JOINT VENTURE AGREEMENT SIGNED WITH PYLON TECHNOLOGIES CO. LTD, TO DEVELOP LITHIUM BATTERY -COBALT FREE- MANUFACTURING AND DISTRIBUTION IN EUROPE

The agreement provides for Energy to undertake an initial investment of Euro 3 million

S. Angelo di Piove di Sacco (PD), 28th February 2023 – At the 10th anniversary since its establishment, [Energy S.p.A.](#) -- (Code **ISIN IT0005500712**, Ticker **ENY**) - “**Energy**” a company offering integrated energy storage systems, listed on the Euronext Growth Milan (EGM), a multilateral trading facility organised and managed by Borsa Italiana S.p.A., dedicated to small and medium-sized companies with high growth potential – signed an important strategic agreement to establish a corporate joint venture with Pylon Technologies Europe Holding B.V. (“**Pylontech EU**”), a Dutch-registered company fully owned by Pylon Technologies Co. Ltd (“**Pylon Technologies**”), listed on the Shanghai Stock Exchange with a market capitalization of about 46 billion yuan (equivalent to about US\$6.6 billion), among the world's leading manufacturers of lithium batteries for stationary cyclic use, i.e., for energy storage from renewable sources.

In the past ten years, the two companies have been trailblazers in the production of lithium-iron-phosphate (LFP) -cobalt-free- batteries, which is increasingly becoming the technology of reference due to its enhanced security features and more sustainable characteristics compared to other lithium battery technologies.

The purpose of the joint venture (“**JV**”) is to strengthen the joint business in the European territory through the establishment of a new company, participated by both firms, for the production and distribution in Europe of lithium batteries.

The JV will be a company incorporated under Italian law, with headquarters and production site in a dedicated area at Energy's site, in Sant'Angelo di Piove di Sacco (PD), where Energy has an available area an area of more than twenty thousand square meters.

Pylontech EU will have a 70% stake in the JV while Energy will have a 30% stake; the initial investment will be Euro 10 million, of which Euro 7 million will be covered by Pylontech EU and Euro 3 million by Energy S.p.A. The agreement provides for strategic and extraordinary decisions to be voted unanimously.

Governance will be entrusted to a three-member Board of Directors, two of them, appointed upon designation by Pylontech EU and one - with the role of CEO - upon designation by Energy S.p.A.

The JV constitutes the sole European base of operations for Pylon Technologies that carries out most of its business right in Europe, and for which Energy represents one of the most important commercial and technological partners.

Energy's CEO, Davide Tinazzi, says: "We are strongly satisfied to communicate to all stakeholders the signing of the Joint Venture agreement for the production and distribution of Made in Italy with lithium batteries -cobalt-free- technology. This agreement represents an important pillar in the implementation of the growth strategy communicated at the IPO. We are experiencing an extraordinary economic momentum, and we are confident that strengthening the partnership with Pylontech will enable us to seize opportunities in the European and US markets, where Energy is already active."

This press release is available on the website of Energy S.p.A. www.energysynt.com, section Investor Relations/Press Releases and on www.emarketstorage.com.

Information on Energy S.p.A.

Energy S.p.A., founded in 2013 by **Davide Tinazzi, Andrea Taffurelli and Massimiliano Ghirlanda**, is a company with its operational headquarters in the province of Padua and is a **leader integrator for energy storage systems**, for residential use and large-scale applications. These systems enable the storage, hence, release of energy based on the energy needs of customers. Till now, **more than 53,000 systems have been sold and installed by Energy in Italy**, for residential, commercial, industrial markets, Utilities and electric mobility. The most important projects implemented include the large facility in Comiso, Sicily, made up of an agrivoltaic system and a photovoltaic field; the large system dedicated to CAAB in Bologna; Smart Grids in numerous municipalities in Sardinia and Lombardy, a Condominium Energy Community in Switzerland where the single hubs exchange energy as needed. Energy's sales channels include both general electric material distributors and photovoltaic specialists, and the Company also works with large European EPCs. The proximity of Energy logistics to the headquarters of the main distributors has given the company a solid partnership with players on the Italian and European market. The Company acquires its components from the main international suppliers and combines them with **proprietary software** in systems compliant with European Union standards.

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