



2017 Consolidated Financial Statements and Draft Financial Statements of the Parent Company

Convening of the Annual Shareholders' Meeting

- **Consolidated and separate financial statements: confirmed 2017 preliminary results announced on February 16, 2018**
- **Dividend proposal: €0.80 per share (of which €0.40 already paid in September 2017)**

Rome, March 15, 2018 – 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, 2017. They confirm 2017 preliminary results announced on February 16, 2018. Consolidated net profit amounted to €3,374 million and net profit of the parent company amounted to €3,586 million.

The Board of Directors intends to submit a proposal for the distribution of a cash dividend of €0.80 per share at the Annual Shareholders' Meeting. Included in this annual distribution is the €0.40¹ per share, which was paid as an interim dividend in September 2017. The balance of €0.40 per share is payable to shareholders on May 23, 2018 with the ex-dividend date being May 21, 2018.

An Annual Report on Form 20-F will be filed with the U.S. SEC and Italian market authorities by the 10th of April 2018. 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 2017 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 2017 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, 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 2017 Annual Report on Form 20-F.

Convening of the Ordinary Shareholders' Meeting on May 10, 2018 (single call)

The Board of Directors convened the Annual Shareholders' Meeting on May 10, 2018 - Ordinary Meeting – to (i) approve the 2017 financial statements of the parent company and the dividend proposal; (ii) express its consultative vote on the remuneration policy for 2018 as disclosed in the first section of the Remuneration Report; and (iii) appoint the independent external audit firm for the 2019-2027 nine-year period.

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	
	2017	2016
(€ million)		
REVENUES		
Net sales from operations	66,919	55,762
Other income and revenues	4,058	931
Total revenues	70,977	56,693
OPERATING EXPENSES		
Purchases, services and other	(52,461)	(44,124)
Payroll and related costs	(2,951)	(2,994)
Other operating (expense) income	(32)	16
Depreciation, Depletion and Amortization	(7,483)	(7,559)
Impairment reversals (Impairment losses), net	225	475
Write-off of tangible and intangible assets	(263)	(350)
OPERATING PROFIT (LOSS)	8,012	2,157
FINANCE INCOME (EXPENSE)		
Finance income	3,924	5,850
Finance expense	(5,886)	(6,232)
Income (expense) from other financial activities held for trading	(111)	(21)
Derivative financial instruments	837	(482)
	(1,236)	(885)
INCOME (EXPENSE) FROM INVESTMENTS		
Share of profit (loss) of equity-accounted investments	(267)	(326)
Other gain (loss) from investments	335	(54)
	68	(380)
PROFIT (LOSS) BEFORE INCOME TAXES	6,844	892
Income taxes	(3,467)	(1,936)
Net profit (loss) - continuing operations	3,377	(1,044)
Net profit (loss) - discontinued operations		(413)
Net profit (loss)	3,377	(1,457)
Eni's shareholders:		
- continuing operations	3,374	(1,051)
- discontinued operations		(413)
	3,374	(1,464)
Non controlling interest		
- continuing operations	3	7
- discontinued operations		
	3	7
Net profit (loss) per share attributable to Eni's shareholders (€ per share)		
- basic	0.94	(0.41)
- diluted	0.94	(0.41)
Net profit (loss) per share - continuing operations attributable to Eni's shareholders (€ per share)		
- basic	0.94	(0.29)
- diluted	0.94	(0.29)

BALANCE SHEET

(€ million)

	Dec. 31, 2017	Dec. 31, 2016
ASSETS		
Current assets		
Cash and cash equivalents	7,363	5,674
Other financial activities held for trading	6,012	6,166
Other financial assets available for sale	207	238
Trade and other receivables	15,737	17,593
Inventories	4,621	4,637
Current tax assets	191	383
Other current tax assets	729	689
Other current assets	1,573	2,591
	36,433	37,971
Non-current assets		
Property, plant and equipment	63,158	70,793
Inventory - compulsory stock	1,283	1,184
Intangible assets	2,925	3,269
Equity-accounted investments	3,511	4,040
Other investments	219	276
Other financial assets	1,675	1,860
Deferred tax assets	4,078	3,790
Other non-current assets	1,323	1,348
	78,172	86,560
Assets held for sale	323	14
TOTAL ASSETS	114,928	124,545
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Short-term debt	2,242	3,396
Current portion of long-term debt	2,286	3,279
Trade and other payables	16,748	16,703
Income taxes payable	472	426
Other taxes payable	1,472	1,293
Other current liabilities	1,515	2,599
	24,735	27,696
Non-current liabilities		
Long-term debt	20,179	20,564
Provisions for contingencies	13,447	13,896
Provisions for employee benefits	1,022	868
Deferred tax liabilities	5,900	6,667
Other non-current liabilities	1,479	1,768
	42,027	43,763
Liabilities directly associated with assets held for sale	87	
TOTAL LIABILITIES	66,849	71,459
SHAREHOLDERS' EQUITY		
Non-controlling interest	49	49
Eni shareholders' equity:		
Share capital	4,005	4,005
Reserve related to the fair value of cash flow hedging derivatives net of tax effect	183	189
Other reserves	42,490	52,329
Treasury shares	(581)	(581)
Interim dividend	(1,441)	(1,441)
Net profit (loss)	3,374	(1,464)
Total Eni shareholders' equity	48,030	53,037
TOTAL SHAREHOLDERS' EQUITY	48,079	53,086
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	114,928	124,545

CASH FLOW STATEMENT

	Full Year	
	2017	2016
(€ million)		
Net profit (loss)	3,377	(1,044)
<i>Adjustments to reconcile net profit (loss) to net cash provided by operating activities:</i>		
Depreciation, depletion and amortization	7,483	7,559
Impairment losses (impairment reversals), net	(225)	(475)
Write-off of tangible and intangible assets	263	350
Share of (profit) loss of equity-accounted investments	267	326
Gains on disposal of assets, net	(3,446)	(48)
Dividend income	(205)	(143)
Interest income	(283)	(209)
Interest expense	671	645
Income taxes	3,467	1,936
Other changes	894	(9)
Changes in working capital:		
- inventories	(346)	(273)
- trade receivables	657	1,286
- trade payables	284	1,495
- provisions for contingencies	96	(1,043)
- other assets and liabilities	749	647
<i>Cash flow from changes in working capital</i>	<i>1,440</i>	<i>2,112</i>
Net change in the provisions for employee benefits	38	22
Dividends received	291	212
Interest received	104	160
Interest paid	(582)	(780)
Income taxes paid, net of tax receivables received	(3,437)	(2,941)
Net cash provided by operating activities	10,117	7,673
Investing activities:		
- tangible assets	(8,490)	(9,067)
- intangible assets	(191)	(113)
- investments	(510)	(1,164)
- securities	(316)	(1,336)
- financing receivables	(657)	(1,208)
- change in payables in relation to investing activities and capitalized depreciation	152	(8)
<i>Cash flow from investing activities</i>	<i>(10,012)</i>	<i>(12,896)</i>
Disposals:		
- tangible assets	2,745	19
- intangible assets	2	
- consolidated subsidiaries and businesses net of cash and cash equivalent disposed of	2,662	(362)
- income taxes paid on disposals	(436)	
- investments	482	508
- securities	224	20
- financing receivables	999	8,063
- change in receivables in relation to disposals	(434)	205
<i>Cash flow from disposals</i>	<i>6,244</i>	<i>8,453</i>
Net cash used in investing activities	(3,768)	(4,443)

(continued) CASH FLOW STATEMENT

	Full Year	
	2017	2016
(€ million)		
Increase in long-term debt	1,842	4,202
Repayments of long-term debt	(2,973)	(2,323)
Increase (decrease) in short-term debt	(581)	(2,645)
	(1,712)	(766)
Dividends paid to Eni's shareholders	(2,880)	(2,881)
Dividends paid to non-controlling interests	(3)	(4)
Net cash used in financing activities	(4,595)	(3,651)
Effect of change in consolidation (inclusion/exclusion of significant/insignificant subsidiaries)	7	(5)
Effect of cash and cash equivalents relating to discontinued operations		889
Effect of exchange rate changes on cash and cash equivalents and other changes	(72)	2
Net cash flow for the period	1,689	465
Cash and cash equivalents - beginning of the period (excluding discontinued operations)	5,674	5,209
Cash and cash equivalents - end of the period (excluding discontinued operations)	7,363	5,674

IFRS Financial Statements of the parent company

PROFI AND LOSS ACCOUNT

	Full Year	
	2017	2016
(€ million)		
REVENUES		
Net sales from operations	28,984	27,718
Other income and revenues	2,316	547
Total Revenues	31,300	28,265
OPERATING EXPENSES		
Purchases, services and other	(27,358)	(27,247)
Payroll and related costs	(1,159)	(1,179)
Other operating (expense) income	(239)	(50)
Depreciation, Depletion and Amortization	(727)	(815)
Impairment reversals (Impairment losses), net	(111)	(443)
Write-off of tangible and intangible assets	(5)	(209)
OPERATING PROFIT (LOSS)	1,701	(1,678)
FINANCE INCOME (EXPENSE)		
Finance income	1,682	2,149
Finance expense	(2,698)	(2,540)
Income (expense) from other financial activities held for trading	(110)	(21)
Derivative financial instruments	480	(34)
	(646)	(446)
INCOME (EXPENSE) FROM INVESTMENTS	2,702	6,058
NET PROFIT BEFORE TAXES - continuing operations	3,757	3,934
Income taxes	(171)	232
NET PROFIT - continuing operations	3,586	4,166
NET PROFIT - discontinued operations		355
NET PROFIT	3,586	4,521

BALANCE SHEET

(€ million)

	Dec. 31, 2017	Dec. 31, 2016
ASSETS		
Current Assets		
Cash and cash equivalents	6,214	4,583
Other financial activities held for trading	5,793	6,062
Trade and other receivables:	8,587	15,658
- <i>financial receivables</i>	2,700	7,763
- <i>trade and other receivables</i>	5,887	7,895
Inventories	1,389	1,277
Current income tax assets	59	92
Other current tax assets	267	346
Other current assets	693	1,011
	23,002	29,029
Non-current assets		
Property, plant and equipment	7,178	8,046
Inventory - compulsory stock	1,297	1,172
Intangible assets	195	1,205
Equity-accounted investments	42,337	40,009
Other financial assets	4,832	1,428
Deferred tax assets	1,152	1,185
Other non-current receivables	481	700
	57,472	53,745
Assets held for sales	2	4
TOTAL ASSETS	80,476	82,778
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Short-term debt	4,146	4,159
Current portion of long-term debt	1,973	3,014
Trade and other payables	6,225	6,209
Income taxes payable	64	4
Other taxes payable	809	887
Other current liabilities	872	1,205
	14,089	15,478
Non-current liabilities		
Long-term debt	18,843	19,554
Provisions for contingencies	3,781	4,054
Provisions for employee benefits	353	391
Other non-current liabilities	881	1,366
	23,858	25,365
TOTAL LIABILITIES	37,947	40,843
SHAREHOLDERS' EQUITY		
Share capital	4,005	4,005
Legal reserve	959	959
Other reserves	36,001	34,472
Interim dividend	(1,441)	(1,441)
Treasury shares	(581)	(581)
Net profit	3,586	4,521
TOTAL SHAREHOLDERS' EQUITY	42,529	41,935
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	80,476	82,778