BRACCO GROUP

CODE OF ETHICS
The Bracco Group, aware that it has an influence on the economic and social well-being of the community of which it is part, believes that observance of the principles of business integrity and transparency are essential requirements for its own development. Mindful of the importance of its role, the Bracco Group acts in accordance with the highest ethical standards.

Value is created by managing processes transparently, with integrity and a sense of respect for and responsibility towards others. By applying this principle, we have succeeded in consistently supplying patients and customers with trusted and effective products and services. To achieve such results, our Group devotes a great deal of energy into researching and developing innovative medical, scientific and therapeutic solutions.

The Bracco Group can confidently avow that its activities and management decisions are underpinned by ethical considerations, for we firmly believe that no interests can justify deviating from strict adherence to a standard of conduct that is fully aligned to the principles of corporate responsibility. Our responsibility is towards the country and its people, towards the environment, and towards consumers and the community.

We believe that it is only by embracing responsibility and sustainability that a business enterprise can thrive. No other approach can offer a future to the new generations, combine economic growth with employment and prosperity or ensure that technological innovation will bring about a better quality of life. No other approach would allow us to compete successfully in global markets while retaining strong roots in the local community.

Chair
Diana Bracco
1. THE AIM OF THE BRACCO GROUP CODE OF ETHICS

The Bracco Group Code of Ethics outlines a set of principles, rights, duties and responsibilities that all Bracco Group employees, officers and directors must follow.

This document has been prepared in accordance with compliance guidelines and control standards coming from both self-regulation and specific legislation, including international regulations.

For the purpose of this Code, our “Company” or the “Bracco Group” includes all wholly-owned entities and affiliates of the Bracco Group.

The Code should act as a guide to help all employees, officers and directors of the Bracco Group understand the Group’s ethical standards and expectations. Consequently, each Company can define additional rules to adapt the document to its needs, the local social context and legislative and regulatory framework. In any case, any additional obligations set forth shall not override the principles established by law and this document.

2. RECIPIENTS

All employees, officers and directors, as well as everyone working in the name and on behalf of the Bracco Group (the "Recipients"), including consultants, auditors, voluntary and mandatory supervisory bodies, business partners, and all those involved - both domestically and in other states - are required to comply with the provisions of this Code.

The principles and provisions contained herein represent informative specifications of general obligations of diligence, honesty and loyalty that shall characterize the work and behaviour of Company employees and consultants. Compliance with the Bracco Group’s requirements is an integral part of the contractual obligations of employees and business partners. Violating these requires shall constitute, depending on the case, a disciplinary offense (punishable pursuant to the applicable law) and/or a breach of contract and may result in the person or persons involved being held liable for the damage by the affected Company.

2.1 Dissemination of the Code

The Company will strive to ensure that Recipients are aware of the Bracco Group Code of Ethics. To this end, the Company will suitably inform all recipients and provide them with support in the interpretation and correct application of the information contained herein.

The Code has been widely diffused within the Group and will be circulated to everyone working in the name and on behalf of the Bracco Group. It has been posted with appropriate emphasis on Company noticeboards and has been published on the website of each Company.

The Management Bodies of the Bracco Group will closely monitor compliance with the Code of Ethics and its diffusion by providing suitable information, prevention and control tools and by taking, if necessary, corrective action.
3. GENERAL PRINCIPLES

3.1 Legal Compliance
The Bracco Group abides by and strictly observes the laws and regulations in force in all countries in which it operates. It is therefore the duty of all employees to respect the laws and regulations in force, and to know and respect all parts of this Code of Ethics.

The Bracco Group also shares the principles enshrined in the Universal Declaration of Human Rights and in the fundamental conventions of the International Labour Organization (ILO).

3.2 Integrity and Fight against Corruption
In conducting business, the Recipients must make a commitment to adhere to the highest standards of moral integrity and must act with transparency, honesty, fairness and good faith in accordance with national and international laws in the fight against corruption. We refer, purely by way of example, to the OECD Convention on Combating Bribery of Foreign Public Officials in International Business Transactions, Legislative Decree no. 231/2001 in Italy, the American Foreign Corrupt Practices Act ("FCPA") and the UK Bribery Act.

The Bracco Group does not accept or tolerate corruption of any kind and will therefore not enter into nor continue any working relationship with those who do not strictly abide by these principles.

3.3 Privacy and Confidential Information
The Bracco Group implements requirements for the protection and safeguarding of personal data through the enforcement of suitable organizational measures, in accordance with the provisions in force in the countries in which it operates.

Any information acquired through an employment or fiduciary relationship with the Company is confidential and shall not be disclosed to third parties in any way, including family members, except in the case of information already in the public domain. Those who have access to data relating to one or more companies must treat these according to the instructions and procedures established by the company at which they undertake their activities. Unless they are employees designated, it is forbidden to record, disclose and process personal data related to other employees or third parties.

3.4 Conflicts of Interest
Employees of the Company must avoid activities that conflict with the interests of the Company, such as but not limited to:

1. participation in business decisions with companies, or institutions in which the employee or a family member of the employee has an interest and where such decisions could result in improper gain for oneself or a member of one’s family;
2. the use of the name "Bracco" for personal gain.

The obligation to avoid conflicts of interest must be understood and extended to the consultants and collaborators of the Bracco Group.

3.5 Reputation, Protection of the Rights of Third Parties, Competition
The Bracco Group considers the reputation and sustainability of its products as essential for its future development. Under no circumstance will the pursuit of Bracco’s interests justify the misconduct of corporate officers, top management or employees or the violation of company policies.

The Bracco Group recognizes and respects intellectual property rights such as trademarks, patents and copyrights. Therefore, it does not allow the use, in any way or for any purpose, of products with altered or counterfeit markings, or the manufacture, marketing and distribution of products already patented by third parties without appropriate arrangements, or which display misleading information as to origin, source or quality. The protection of intellectual property is considered of primary importance and thus any form of illegal infringement for whatever reasons or use and with whatever means is strictly forbidden.

The Bracco Group recognizes the importance and value of fair and proper competition. It is committed to fully respecting the rules and regulations governing competition and other laws protecting the consumer in the markets and countries in which it operates.

3.6 Transparency in business transactions
The Bracco Group imposes full transparency in commercial transactions and provides adequate control against any kind of money laundering and receiving of stolen goods. Potential suppliers and business partners, at all levels, including international ones, will be suitably assessed to ensure the respectability and legitimacy of their activities.

Particular attention should be paid to business transactions involving receipt or transfer of money or other benefits. Recipients are required to:

- examine all available information on partners, suppliers, collaborators and consultants in order to confirm the respectability and legitimacy of their activities before establishing any kind of business relationship;
- avoid any involvement whatsoever in business that could favor money laundering for illegal or criminal activities, and strictly respect the laws and regulations governing money laundering and internal control procedures.

3.7 Traceability
Each Recipient must keep suitable records of all transactions so that the underlying reasons for and actual performance of these can be checked. This relates both to the authorization and the performance, recording and verification stages.
3.8 Fight against Organized Crime and Terrorism

The Bracco Group will refrain from any relationship whatsoever, direct or indirect, with persons (physical or legal) known or suspected to be involved in criminal activities of any kind, including the mafia, and organizations with ties to body trafficking, exploitation of child labour or terrorist activities.

The Bracco Group is highly committed to establishing business relationships only with partners who are suitably accredited and controlled. All partners must respect the principles of this Code, which is implemented in all contracts. Violation of the Code may lead to corrective action, up to the cancelling of the contract.

4. RELATIONS WITH STAFF

4.1 Respect for human resources and legislation

The Bracco Group believes that human resources are a key factor for the successful development of the Group over time. To this end, the Company is committed to creating, maintain and protecting all the conditions needed to ensure the advancement of employees’ skills, expertise and knowledge, in order to achieve corporate goals.

Company employees, in pursuit of business objectives, must use both the tangible and intangible resources made available to them, in an effective, efficient and economical manner, in accordance with this Code of Ethics.

The Group endorses a policy of employee recognition and merit bonus awards and is committed to providing equal opportunities to all employees.

4.2 Staff Recruitment and Remuneration

The selection process, conducted in accordance with the principles of this Code of Ethics and without any discrimination, focuses on recruiting the best qualified people to fill up the vacancies, avoiding favouritism and concessions of any kind. The Company shall not promote any form of patronage or nepotism in the selection and career advancement of staff.

All members of staff are hired on the basis of employment contracts that comply with the laws in force in the geographic areas in which the Company operates, and no form of illegal employment or exploitative labour is permitted.

The remuneration system, at all levels, is determined solely on the basis of the role of the individual employee, his or her training, specific skills, experience, demonstrated merit and the achievement of assigned targets. The variable part of a salary motivates and rewards, in accordance with the laws and regulations and in compliance with this document, high performers in their pursuit and achievement of measurable business goals.
Salary increases, procurement of other benefits or career advancement based on illegal activities, and activities which do not comply with Company procedures, this Code and other internal rules and regulations are strictly forbidden.

4.3 Obligations of Staff and Recipients
Loyalty, competence, professionalism, reliability, preparation and dedication of personnel represent the values and conditions which allow for the achievement of the Bracco Group’s objectives. Employees, consultants and business partners of the Company are required to cultivate and encourage the leverage of new skills, abilities and knowledge, as well as to operate, when conducting its business, in full compliance with organizational structures.

Recipients must consistently respect others, their dignity and values, and shall not discriminate on the basis of sex, racial or ethnic origin, nationality, age, political beliefs, religion, health status, sexual orientation or socio-economic conditions.

4.4 Alcohol, drugs and smoking
Drug use is prohibited.

Smoking is prohibited in the workplace and anyone forced to endure second-hand smoking in the workplace should inform the responsible body and his/her manager.

The use of alcohol is permitted only in small quantities and in any case it must not alter the recipient's mental and physical state. The use of alcohol is forbidden for all employees, consultants and/or business partners in charge of activities requiring full psycho-physical equilibrium for example, drivers, the field force, agents, and machine operators.

4.5 Equipment and Structures
Bracco's assets and, in particular, installations and equipment located in the workplace must be used for official purposes in accordance with the laws in force. It is forbidden to use company assets and, in particular, information and networking resources for purposes contrary to the law, public order or morality, or to commit or induce the commission of crimes.

No Recipient is allowed to make audio-visual, electronic, photographic or paper copies/recordings of business documents, except in cases where such activities fall within the normal course of duties entrusted to that person and/or if explicitly authorized.

It is expressly forbidden to engage in conduct, that could in any way impair, alter damage or destroy computer or telecommunications systems, computer data and programs belonging to the Company or third parties.

Every employee is personally responsible for protecting the Company’s assets by preventing the fraudulent or improper use of them, including allowing colleagues to use a personal ID and password to access information systems. Company assets and property must be used in strict
conjunction with job responsibilities. It is expressly forbidden to use company resources for consultation, access and, in general, for any activity against the law, public order or morality.

It is forbidden to make any changes, including installing software on one’s assets, in order to protect and safeguard the Bracco Group as well as the user. All actions and operations, including maintenance, involving equipment and corporate assets must be carried out by specific, qualified personnel.

5. EXTERNAL RELATIONS

5.1 Customers
Customer satisfaction is one of the Bracco Group’s top priorities.

All employees, officers and directors are expected to do their best to meet customer expectations by dealing with customers fairly, by continuously improving the offer of products/services, and by continually seeking the most innovative and advanced products, services and solutions.

5.2 Suppliers/Service Providers
The Bracco Group establishes and maintains business relationships only with suppliers and service providers that implement the principles of fairness and ethics.

In line with this principle, the Company will contractually bind their suppliers and service providers to respect the laws, as well as to acquaint themselves with and adhere to the principles of this Code of Ethics. The Company will not initiate any partnerships with those who do not accept these conditions.

Furthermore, the Company reserves the contractual right to take any appropriate action (including termination) if the supplier or service provider, in carrying out activities in the name and/or on behalf of Bracco, infringes the rules established by law or this Code of Ethics.

Bracco employees involved in purchasing:

- must not have any personal obligations towards suppliers/service providers: any personal relationships with suppliers/service providers must be immediately reported to the department manager, before any negotiation is initiated;
- are required to immediately report to the department manager any attempt to alter normal business relationships.

The choice of suppliers/service providers and the purchasing of goods and services are conducted by competent company employees in accordance with the principles of impartiality and independence and on the basis of the objective requirements of reliability, quality, efficiency and cost. To this aim, the Company’s list of approved suppliers may be extended to include new
qualified suppliers/service providers who are able to provide suitable and competitive services to the Company.

5.3 Shareholders
Maximizing value for shareholders is one of the Bracco Group’s primary goals. The Company guarantees equal treatment of all of its shareholders, in full compliance with current regulations.

5.4 Media
The Bracco Group is committed to maintaining a fair and honest dialogue with the media in order to inform the market and its stakeholders of Company activities and give a true and fair reflection of the facts.

Relations with the media are assigned to specially designated employees.

5.5 Public Administration
Relations with the public administration in the name and on behalf of Bracco will only be handled by specifically appointed and trained staff, in accordance with relevant regulations and the provisions of this document, especially the principles of loyalty, correctness, transparency and efficiency in relation to the interests of the public administration.

In managing such activities, the Company has an obligation to prevent any action that can undermine the autonomy of public administration representatives and/or their independent assessment. Consistent with this principle and by way of example, the following is prohibited:

- promising, offering or otherwise providing or making payments in money or kind or other benefits, even as a result of unlawful pressure, on a personal basis, to public officials or private parties, when appointed to public service, with the aim of promoting or furthering the interests of the Company. The above requirements cannot be circumvented by resorting to other forms of aid or contributions, such as assignments, consulting, advertising, sponsorships, employment opportunities, business opportunities or any other kind of opportunity and so on;

- holding and engaging in such conduct and actions with the spouses, relatives or people related to those indicated above;

- engaging in behaviour intended to improperly influence the decisions of the officials who negotiate or make decisions on behalf of the public administration;

- providing or promising to give, seek or obtain information and/or documents that are confidential or likely to affect the integrity or reputation of either or both parties in violation of the principles of transparency and professional integrity;
representing the Bracco Group through consultants or third parties when conflicts of interest can occur; in such cases all persons engaging in these activities are subject to the same provisions established by this Code of Ethics.

In cases in which public funding is obtained, the Company is obliged to allocate funds for the exact purposes for which they were requested and obtained.

5.6 Judicial and Supervisory Authorities
The Company is committed to offering its full collaboration to national and international public officials and supervisory authorities, during audits or inspections, and will provide officials with clear, transparent and truthful information.

During judicial procedures, investigations, or inspections, it is strictly forbidden to manipulate, destroy or alter any documents, lie, or make false declarations to the designated authorities.

It is also forbidden to oblige or persuade others to make false declarations or furnish false information to the designated authorities.

5.7 Political Parties
Contributions for political purposes are allowed only if they comply with legal provisions of the countries in which the Company operates, and must be approved in advance by the responsible administrative bodies of the company.

5.8 Management of gifts and free services
Gifts, benefits or free services may be offered to private individuals but only if they do not exceed the regulations governing the receipt of gifts in the country in which the Recipient is operating or, if more stringent, the country of origin.

In line with this principle, it is forbidden to solicit or accept directly or indirectly or through a third party, money, gifts or favours, offered by third parties, except where these are of limited value. If the gift or favour exceeds a modest value, it must be declined. If returning a gift would offend the giver, or the circumstances under which it was given preclude its return, the recipient of the gift should promptly notify the department manager.

6. HEALTH AND SAFETY IN THE WORKPLACE, ENVIRONMENTAL PROTECTION

6.1 Health and Safety in the Workplace
Safety in the workplace and environmental protection are among the key commitments upheld by the Bracco Group. Each Company agrees to comply with the regulations and contractual provisions of the Country in which it operates and the highest quality standards in order to ensure the health and safety in the workplace of employees and environmental protection.
The Company guarantees a working environment that complies with current health and safety standards through the monitoring, management and prevention of risks related to the conduct of the business. To this end, the Bracco Group has set up a Department called HSE (Health, Safety & Environment), which aims to ensure the implementation of an internal policy governing health and safety in the workplace and environmental protection in compliance with regulations, voluntary management systems and internal guidelines. Each site has a local Ecology and Safety function.

Employees, officers and directors at all levels must uphold these principles when engaging in any Company activity.

Workers are also required to make proper use of all machines and equipment, personal protective equipment and safety devices.

6.2 Environmental Protection
All Bracco Group activities are managed in compliance with existing environmental legislation, and through the aforementioned HSE Department.

The Company actively contributes to the promotion of scientific and technological development to improve environmental protection and the conservation of resources.

The Company manages its business activities while respecting the environment and public health: investment and business choices are made on the basis of environmental sustainability, in the context of eco-friendly growth through the use of specific technologies and production methods that - where technically feasible and economically sustainable – reduce the environmental impact of its activities.

The Company utilizes production methods and technologies aimed at reducing waste and which conserve and protect natural resources. The Company also agrees to convey and promote its environmental protection and pollution prevention policy to all employees, developing risk awareness and promoting responsible behaviour by all employees.

The Bracco Group takes into consideration the needs of the different local communities and aims to promote and contribute to the economic, social and civil development of the territories in which it operates. To this end, the Company conducts business using the best available technologies for the protection of the environment and natural resources, in accordance with the laws of each country in which it operates.

7. QUALITY SYSTEM
The Bracco Group’s quality policy is to consistently provide products and services that are safe, reliable and effective for patients/customers.

Consequently, the Corporate Quality Management Department sets out quality principles taking into consideration complete customer satisfaction and acts to ensure a culture inspired by these
principles becomes rooted in the Company. The definition, implementation and maintenance of an efficient Quality System at the Bracco Group is focused on the following targets:

- customer care and complete protection of patient health;
- a clear, timely and correct communication process;
- involvement of staff in order to define and achieve common goals;
- integrated management of business processes, with clear and shared input and output;
- periodic gap analysis aimed at continuously improving performance;
- partnerships with product suppliers and providers of strategic business services.

All the Corporate Quality Management Department’s activities are designed to ensure the maintenance of the Quality System across all business units and to constantly strive for and achieve the highest possible levels of performance and compliance.

8. ACCOUNTING

8.1 Accounting Records
The Bracco Group provides a true and fair representation of the company in its financial statements and other accounting and tax documents, as required by the regulations in force in countries where it operates.

The accounting records are kept according to the principles of transparency, truthfulness, completeness, clarity, precision, accuracy and compliance with applicable laws. Each transaction must be supported by adequate documentation, enabling easy accounting, the reconstruction of the transaction and the identification of responsibility.

Both internal and external auditors must have free access to the data, documents and information needed to carry out their activities. It is expressly forbidden to hinder or obstruct monitoring or auditing activities legally entrusted to shareholders, other corporate bodies or auditors.

8.2 Relations with the Supervisory Bodies
The Company maintains sound and ethical relations with Supervisory bodies, ensuring the utmost diligence, professionalism, transparency, collaboration, availability, and full respect of their institutional role, accurately and promptly responding to any formal requests made.

All data and documents made available must be precise, clear, objective and thorough, in order to ensure the completeness, accuracy, and faithfulness of the information provided.
9. INTERNAL CONTROL SYSTEM

The internal control system embodies a set of rules, procedures and organizational structures which utilizes an adequate and systematic process of identifying, measuring, monitoring and managing key risks to ensure the proper, correct functioning of the system in accordance with the set goals.

The Company undertakes to promote and support an adequate system of internal controls to ensure, among other things:

✓ the safeguarding of assets;
✓ efficiency and effectiveness of business operations;
✓ the reliability of financial reporting;
✓ compliance with laws and regulations.

The Corporate Internal Audit Department uses independent and objective assessments to evaluate – and thus guarantee – the overall design and functioning of the internal control system, evaluating the adequacy, operations and actual functioning of this system. It assists company management bodies and company management in fulfilling their tasks. It has direct access to all the information needed to carry out its duties and is not an operational function.

The Company ensures the presence of an internal organization to guarantee that:

✓ responsibilities / duties are suitably segregated, so that each process requires joint support from different company functions;
✓ all actions and operations are properly recorded, enabling verification of the decision, authorization and execution processes;
✓ all activities are supported by documents and records in order to enable verification of the reason behind the operation, as well as the persons who authorized, conducted, recorded and verified the operation;
✓ suitable controls are performed on bookkeeping.

10. IMPLEMENTATION OF THE CODE

The Code identifies and explains the Bracco Group’s expectations for directors, officers, employees and all Recipients as previously identified, and their responsibilities in adhering to the established policies and plans.

Therefore, in order to ensure the effectiveness of this document, the Company will circulate the Code and will provide all recipients with appropriate channels to report freely, directly and confidentially, any information or requests for clarification.
Each Recipient of the Code is obliged to notify, without delay, any conduct by Recipients that is inconsistent with the principles of this document.

All communications may be sent to the corporate internal audit unit of Bracco S.p.A. at the following address: corporateIA@bracco.com All reports received will be handled with strict confidentiality.

The Bracco Group seeks to ensure the confidentiality of anyone reporting suspected violations, except for those requirements related to duties of Corporate Internal Audit, and to protect those making a report from retaliation, unlawful conditioning, discomfort or any form of discrimination.

The corporate internal audit system will monitor the operation of and compliance with the Bracco Group Code of Ethics.

11. SANCTIONS

Failure to comply with the rules of conduct contained in this Code of Ethics may carry serious consequences, including disciplinary action.

No unlawful conduct or conduct otherwise in violation of the provisions of the Code can be justified or considered less serious, even if carried out in the interest or for the benefit of the Company. Therefore, the Company retains the right to take disciplinary action in response to all acts of ethical and or legal misconduct.

Business partners will be sanctioned according to the provisions in the relevant contractual clauses, potentially including the termination of the contract.