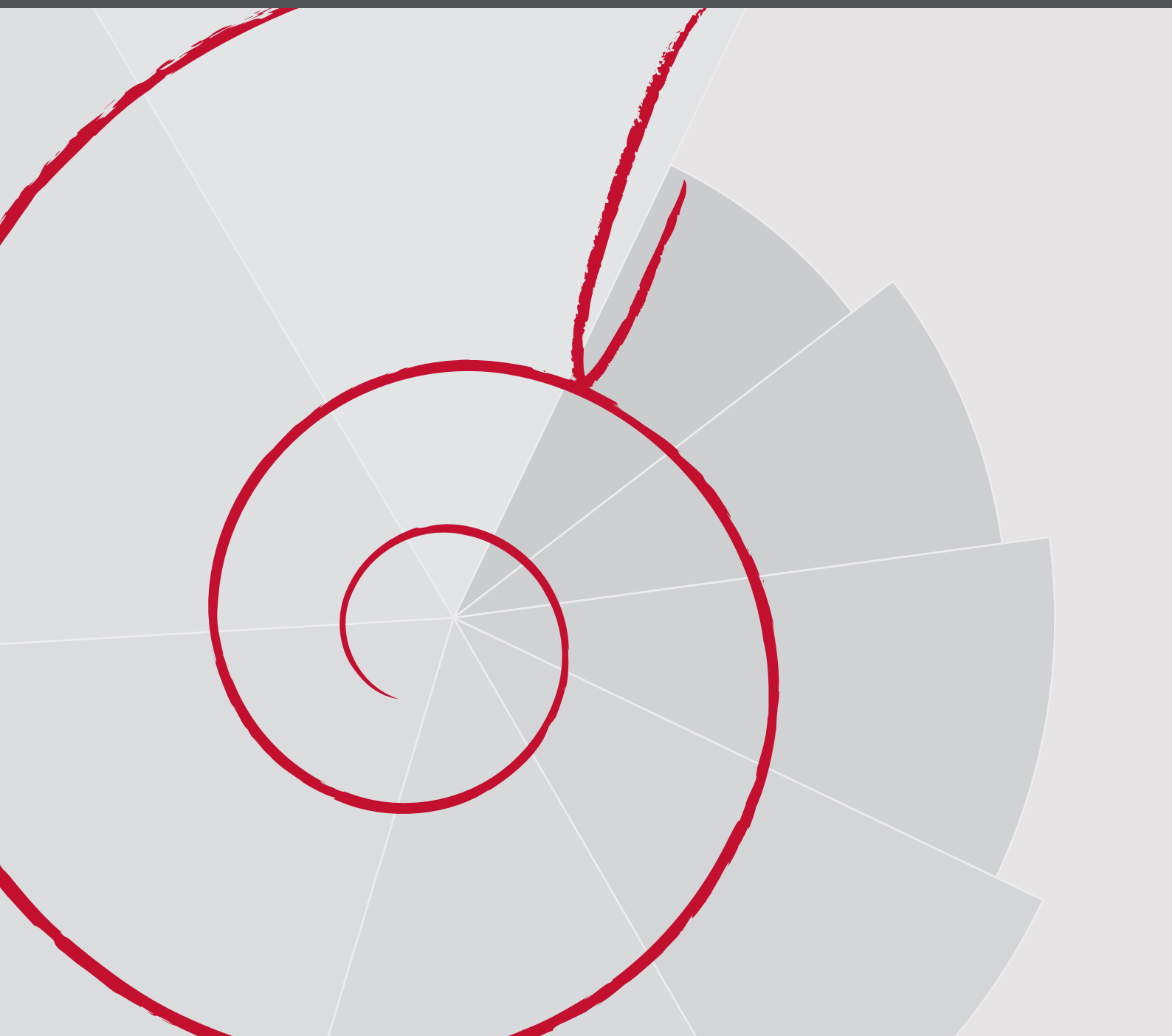


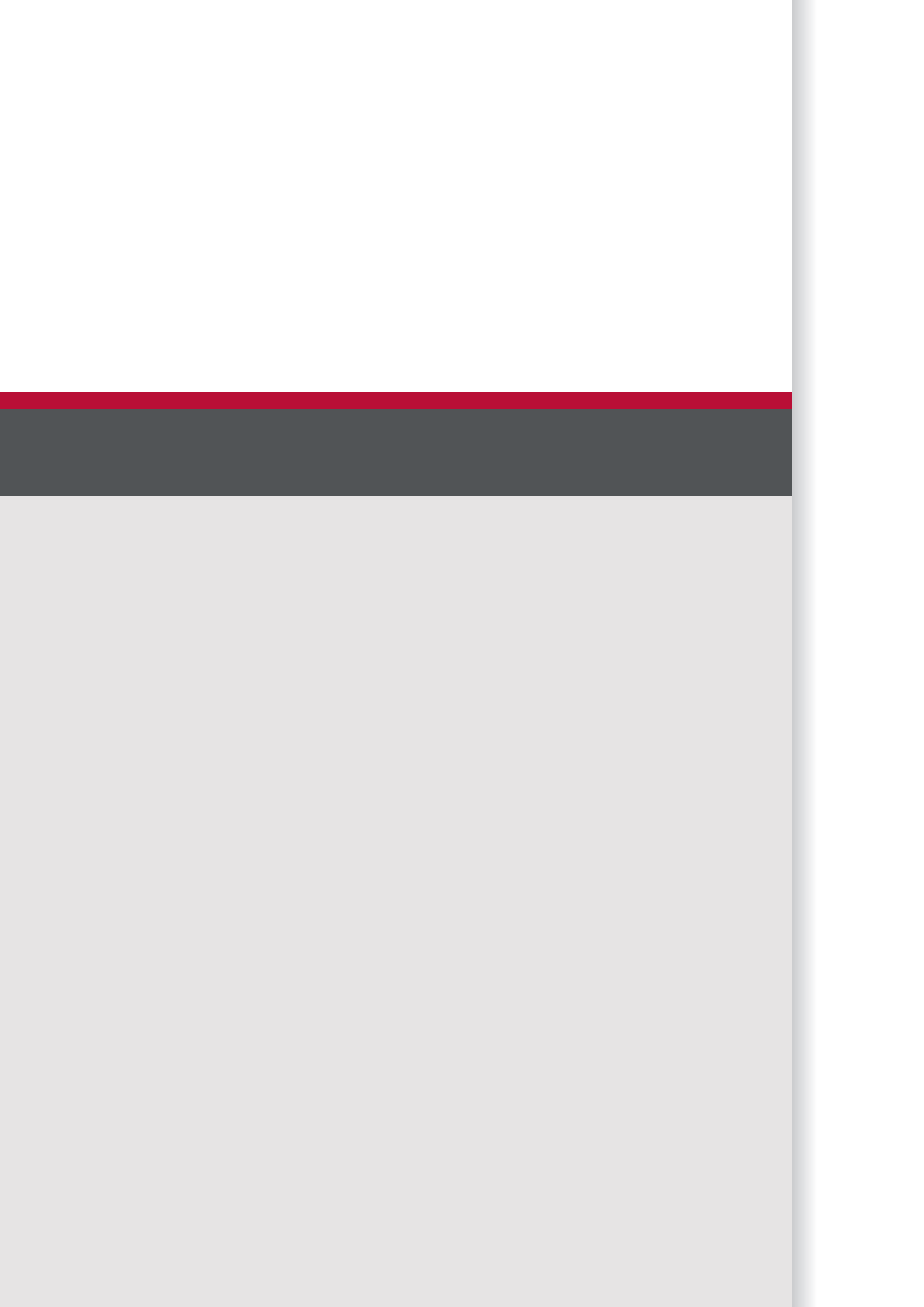


BANCA FINNAT

GRUPPO BANCA FINNAT

CONSOLIDATED INTERIM REPORT ON OPERATIONS AT 31 MARCH 2015





CONSOLIDATED INTERIM
REPORT ON OPERATIONS
AT 31 MARCH 2015

CONTENTS

Corporate governance and auditing firm 4

Explanatory notes to the interim report on operations 5

Key figures for the group 6

Group structure 7

SCHEDULES

Consolidated Profit and Loss Account 10

Consolidated Balance Sheet 11

Consolidated Statement of Comprehensive Income 13

Statement of Changes in Consolidated Net Equity 14

List of Equity investments included in the scope of consolidation 16

General comments 17

Directors’ report on operations 19

Reporting standards 26

Information on fair value 27

Information on the profit and loss account and the balance sheet 29

Statement by the manager in charge of preparing the corporate reports and accounting documents 36

COMPANY ORGANISATIONS

BOARD OF DIRECTORS

Carlo Carlevaris
Honorary Chairman

Giampietro Nattino
Chairman

Leonardo Buonvino
Deputy Chairman

Arturo Nattino
Chief Executive Officer

Ermanno Boffa
Director

Roberto Cusmai
Director

Giulia Nattino
Director

Maria Sole Nattino
Director

Lupo Rattazzi
Director

Andreina Scognamiglio
Director

Marco Tofanelli
Director

BOARD OF STATUTORY AUDITORS

Alberto De Nigro
Chairman

Barbara Fasoli Braccini
Permanent Auditor

Francesco Minnetti
Permanent Auditor

Laura Bellicini
Alternate Auditor

Antonio Staffa
Alternate Auditor

MANAGEMENT

Arturo Nattino
General Manager

Paolo Collettini
Joint General Manager
Manager in charge of preparing the accounting documents

Alberto Alfiero
Deputy General Manager

Giulio Bastia
Deputy General Manager

AUDITING FIRM

Reconta Ernst & Young S.p.A.

EXPLANATORY NOTES OF THE INTERIM REPORT ON OPERATIONS

The Interim Report on Operations is prepared consistently with article 154-ter, paragraph 5, of Legislative Decree 58/98 (TUF), introduced by Legislative Decree 195 of 6 November 2007 implementing the Transparency Directive (Directive 2004/109/EC), according to which the listed issuers are required to publish an interim report on operations – within forty-five days from the end of the first and third quarters of the period – comprising:

- a) a general description of the financial situation and performance of the issuer and its subsidiaries for the reference period;
- b) an explanation of any significant events and transactions that took place during the reference period and their impact on the financial situation of the issuer and its subsidiaries.

This Interim Report on Operations features the consolidated Balance Sheet, Profit and Loss Account, Statement of Comprehensive Income and Statement of Changes in Net Equity, all prepared in accordance with the applicable financial reporting schedules, and the key highlights of the Profit and Loss Account and Balance Sheet.

In the Profit and Loss Account and Statement of Comprehensive Income, the figures of the first quarter of 2015 are compared with those of the same period of 2014.

The Balance Sheet shows the values referred to 31 March 2015, compared with those at 31 December 2014, while the Statement of Changes in Net Equity highlights the figures at 31 December 2014 and 31 March 2015 and the changes that took place in the period.

The fair value information is highlighted in a dedicated paragraph.

This document has not been audited, in accordance with the law.

KEY FIGURES FOR THE GROUP

GROUP ASSETS

(in thousands of euros)

	31 March 2015	31 December 2014	31 March 2014
Assets under management (Asset management accounts and management proxies received from third parties) ^(*)	694472	670942	641,650
Assets under administration	4112605	3700060	3,893,884
Savings under administration and consulting (securities and UCIs)	225584	183688	-
Trusteeships	1375521	1382996	1,471,038
Real estate funds ^(**)	4,889,118	2,637,332	2,265,011
	11,297,300	8,575,018	8,271,583
New Millennium, New Millennium SIF and Rinascimento (Sicav) ^(***)	752,343	702,614	647,512
	12,049,643	9,277,632	8,919,095

(*) The item also includes amounts relating to Finnat Gestioni S.A.

(**) The assets at 31 March 2015 and at 31 March 2014 are calculated based on the latest available NAV (at 31 December 2014 and 31 December 2013, respectively).

(***) Luxembourg-based SICAVs, of which Banca Finnat Euramerica is the "Promoter".

	31 March 2015	31 December 2014	31 March 2014
CONSOLIDATED NET EQUITY (in thousands of euros)	215,391	191,085	185,532
HUMAN RESOURCES OF GROUP	308	229	220
CONSOLIDATED PROFIT (LOSS) (in thousands of euros)	1,974	4,248	1,331

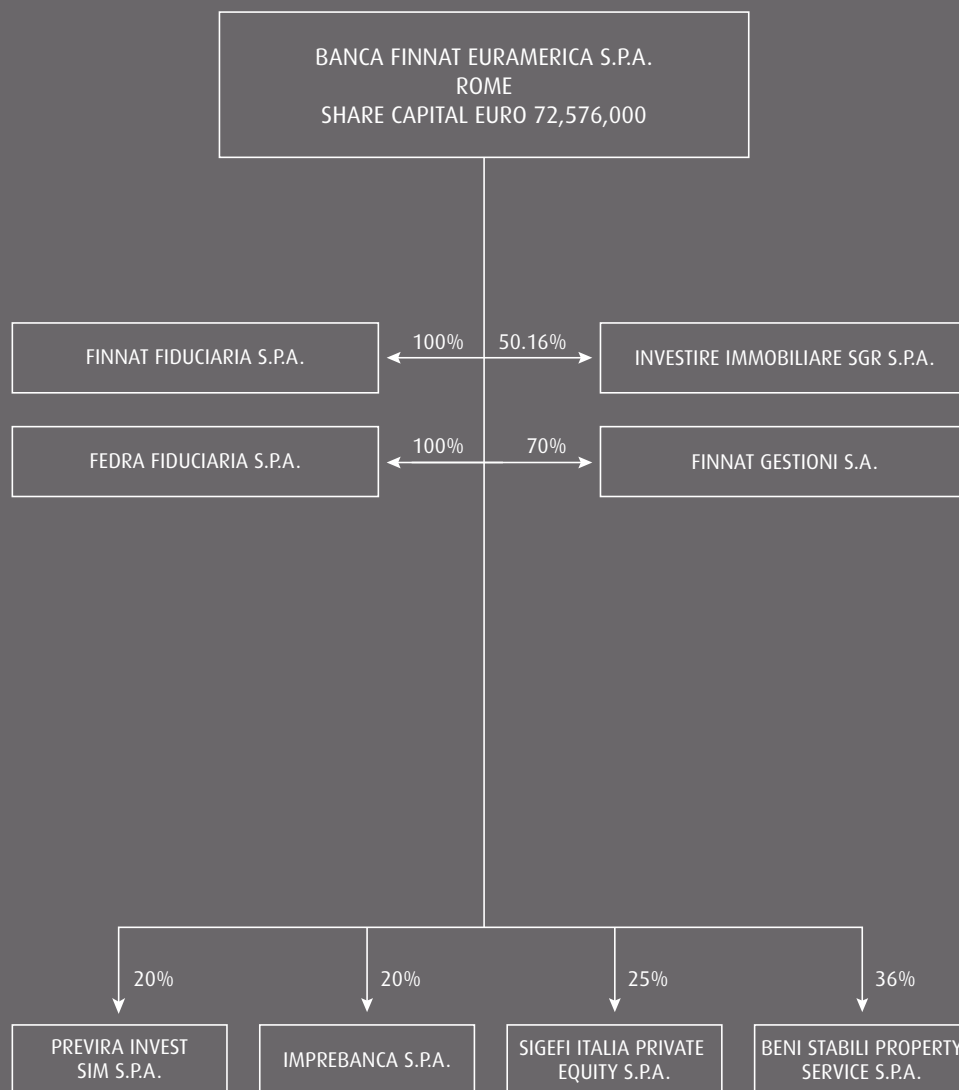
STOCK EXCHANGE CAPITALISATION OF BANCA FINNAT EURAMERICA

	Number of shares	Market price 28 April 2015	Capitalisation 28 April 2015 (in thousands of euros)	Consolidated net equity (in thousands of euros)	Share capital (in thousands of euros)
ORDINARY SHARES	362,880,000	1	193,596	215,391	72,576



GROUP STRUCTURE

The Group's structure, at 31 March 2015, is shown in the diagram below:



On 29 December 2014, the Group completed the merger (effective for accounting and tax purposes on 1 January 2015) of Beni Stabili Gestioni SGR S.p.A. and Polaris Real Estate SGR S.p.A. into Investire Immobiliare SGR S.p.A. The Bank's stake in Investire Immobiliare SGR S.p.A. dropped from 80% to 50.16%.

On 28 April 2015, the Shareholders' Meeting of the subsidiary Investire Immobiliare SGR S.p.A. changed the company's name to Investire SGR S.p.A., effective from 1 June 2015.



SCHEDULES



CONSOLIDATED PROFIT AND LOSS ACCOUNT

(in thousands of euros)

	Period 1° January 31 March 2015	Period 1° January 31 March 2014
10 Interest income and similar income	3,300	4,651
20 Interest expense and similar expense	(623)	(1,192)
30 Interest margin	2,677	3,459
40 Commission income	10,990	5,817
50 Commission expense	(505)	(473)
60 Net commissions	10,485	5,344
70 Dividends and similar income	990	1,013
80 Net income from trading activities	(1,532)	1,662
100 Profit (Loss) from the transfer or repurchase of:		
b) available-for-sale financial assets	2,528	942
120 Earnings margin	15,148	12,420
130 Net value adjustments/write-backs for the impairment of:		
a) receivables	(192)	(38)
140 Net income from financial operations	14,956	12,382
180 Administrative expenses		
a) staff costs	(7,326)	(5,218)
b) other administrative expenses	(4,176)	(2,481)
200 Net value adjustments/write-backs on tangible assets	(115)	(107)
210 Net value adjustments/write-backs on intangible assets	(41)	(19)
220 Other operating income and expenses	405	(1,547)
230 Operating costs	(11,253)	(9,372)
240 Profit (Loss) from equity investments	5	(119)
280 Profit (Loss) from current operations before taxes	3,708	2,891
290 Income tax on current operations	(944)	(1,386)
300 Profit (Loss) from current operations after taxes	2,764	1,505
320 Profit (Loss) for the period	2,764	1,505
330 (Profit) Loss for the period of minority interests	(790)	(174)
340 (Profit) Loss for the period of parent company	1,974	1,331



CONSOLIDATED BALANCE SHEET - ASSETS

(in thousands of euros)

	31.03.2015	31.12.2014
10 Cash and cash equivalents	425	665
20 Financial assets held for trading	18,857	106,246
40 Available-for-sale financial assets	780,423	790,205
50 Financial assets held to maturity	1,929	2,319
60 Due from banks	102,048	76,020
70 Due from customers	312,293	289,483
100 Equity investments	10,698	10,822
120 Tangible assets	5,282	5,207
130 Intangible assets	41,982	4,190
of which:		
- goodwill	37,729	300
140 Tax assets	8,880	5,492
a) current tax assets	2,371	2,115
b) deferred tax assets	6,509	3,377
of which under L.214/2011	2,135	2,221
160 Other assets	16,124	14,486
Total assets	1,298,941	1,305,135



CONSOLIDATED BALANCE SHEET - LIABILITIES

(in thousands of euros)

	31.03.2015	31.12.2014
10 Due to banks	38	97,204
20 Due to customers	988,436	937,095
30 Outstanding securities	26,979	46,958
40 Financial liabilities held for trading	6,233	2,359
80 Tax Liabilities	5,238	4,303
a) current tax liabilities	897	452
b) deferred tax liabilities	4,341	3,851
100 Other liabilities	16,342	18,702
120 Provisions for risks and charges		
b) other funds	190	-
110 Staff severance fund	4,994	3,993
140 Valuation reserves	32,436	28,699
170 Reserves	120,896	97,972
190 Share capital	72,576	72,576
200 Own shares (-)	(12,491)	(12,410)
210 Net equity of minority interests	35,100	3,436
220 Net Profit (Loss) for the period (+/-)	1,974	4,248
Total liabilities and net equity	1,298,941	1,305,135



CONSOLIDATED STATEMENT OF PERFORMANCE

(in thousands of euros)

Items	Period 1 January 31 March 2015	Period 1 January 31 March 2014
10. Profit (Loss) for the period	2,764	1,505
Other income items after tax without reversal to the profit and loss account		
40. Defined benefit plan	(240)	(54)
60. Portion of the valuation reserves from equity investments recorded under the shareholders' equity	(129)	-
Other income items after tax with reversal to the profit and loss account		
100. Available-for-sale financial assets	1,962	2,088
130. Total other income items after tax	1,593	2,034
140. Total earnings (Item 10+130)	4,357	3,539
150. Total consolidated earnings of minority interests	(1,354)	198
160. Total consolidated earnings of parent company	5,711	3,341



STATEMENT OF CHANGES IN CONSOLIDATED NET EQUITY AT 31 MARCH 2015

(in thousands of euros)

	Total net equity at 31.12.2014	Changes in opening balances	Total net equity at 01.01.2015	Allocation of profit made in the previous financial period	
				Reserves	Dividends and other allocations
Share capital:	72,576		72,576	-	-
a) ordinary shares	72,576		72,576	-	-
b) other shares	-		-	-	-
Share issue premium	-		-	-	-
Reserves:	101,024	-	101,024	4,984	-
a) profit	89,633		89,633	5,069	
b) other	11,391		11,391	(85)	-
Valuation reserves	28,347		28,347	-	-
Capital instruments	-		-	-	-
Own shares	(12,410)		(12,410)	-	-
Profit (loss) for the period	4,984		4,984	(4,984)	-
Total net equity	194,521	-	194,521	-	-
of which: Group net equity	191,085	-	191,085	-	-
of which: Minority interest net equity	3,436	-	3,436	-	-



	Changes in the period								Net equity at 31.03.2015			
	Changes in reserves	Net equity transactions							Comprehensive income at 31.03.2015	Total	Group Net Equity	Minority interests
		New share issues	Purchase of own shares	Extra dividend distribution	Changes in capital instruments	Derivatives on own shares	Stock Options	Changes in equity investments				
-	-	-	-	-	-	-	-	-	72,576	72,576	-	
-	-	-	-	-	-	-	-	-	72,576	72,576	-	
-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	
51,694	-	-	-	-	-	-	-	-	157,702	120,896	36,806	
5,136	-	-	-	-	-	-	-	-	99,838	90,944	8,894	
46,558	-	-	-	-	-	-	-	-	57,864	29,952	27,912	
-	-	-	-	-	-	-	-	1,593	29,940	32,436	(2,496)	
-	-	-	-	-	-	-	-	-	-	-	-	
-	-	(81)	-	-	-	-	-	-	(12,491)	(12,491)	-	
-	-	-	-	-	-	-	-	2,764	2,764	1,974	790	
51,694	-	(81)	-	-	-	-	-	4,357	250,491	-	-	
18,676	-	(81)	-	-	-	-	-	5,711	-	215,391	-	
33,018	-	-	-	-	-	-	-	(1,354)	-	-	35,100	



LIST OF EQUITY INVESTMENTS INCLUDED IN THE SCOPE OF CONSOLIDATION

Companies	Share capital in euros (1)	Registered office	% of direct ownership 31.03.2015	Book value of equity investments (in thousands of euros)	Assets
Parent company:					
Banca Finnat Euramerica S.p.A.	72,576,000.00	Rome			Banking activities and parent bank of the banking group
Directly controlled companies:					
Finnat Fiduciaria S.p.A.	1,500,000.00	Rome	100.00		Trust company
Fedra Fiduciaria S.p.A.	120,000.00	Rome	100.00		Trust company
Finnat Gestioni S.A.	750,000.00	Lugano	70.00		Financial management and consulting
Investire Immobiliare SGR S.p.A.	14,770,000.00	Rome	50.16		Promotion and management of closed-end real estate funds
Companies under considerable control:					
Prévira Invest Sim S.p.A.		Rome	20.00	669	Real estate brokerage company
Sigefi Italia Private Equity S.p.A.		Milan	25.00	45	Financial consulting
Imprebanca S.p.A.		Rome	20.00	8,131	Banking
Beni Stabili Property Service S.p.A.		Rome	36.00	1,853	Services and consulting
Total				10,698	

All the subsidiaries belong to the Banca Finnat Euramerica banking group.

(1) The share capital of Finnat Gestioni S.A. is shown in Swiss francs



GENERAL COMMENTS

Results of Banca Finnat Euramerica Group

The consolidated profit and loss account for the first quarter of 2015 features a net profit of 1,974 thousand euros, up by 643 thousand euros (+48%), compared to the previous year's profit of 1,331 thousand euros.

The operating result for the period in question also benefits from the income contribution by the two companies (Beni Stabili Gestioni SGR S.p.A. and Polaris Real Estate SGR S.p.A.) merged into the subsidiary Investire Immobiliare SGR S.p.A., which merger was effective from 1 January 2015.

The main items forming the results of the first quarter of 2015 are shown below and compared with the corresponding figures for 2014:

- The **earnings margin** is equal to 15,148 thousand euros compared to 12,420 thousand euros period over period. The overall increase of 2,728 thousand euros (+22%) may be broken down as follows:
 - increases*
 - 5,141 thousand euros for net commissions (10,485 thousand euros at 31 March 2015 compared to 5,344 thousand euros period over period);
 - 1,586 thousand euros for gains from the disposal of available-for-sale securities (2,528 thousand euros in the first quarter of 2015 compared to 942 thousand euros period over period);
 - decreases*
 - 782 thousand euros for interest margin (2,677 thousand euros at 31 March 2015 compared to 3,459 thousand euros period over period);
 - 23 thousand euros for dividends and similar proceeds (990 thousand euros at 31 March 2015 compared to 1,013 thousand euros period over period).
 - 3,194 thousand euros for net trading activities, which, at 31 March 2015, feature a negative balance of 1,532 thousand euros compared to the positive balance of 1,662 thousand euros period over period. The amount relating to the first quarter of 2014 includes 2,314 thousand euros relating to income for positive margins from derivatives represented by the forward trading of CO2 emission certificates.
- **Value adjustments for the impairment of receivables** total 192 thousand euros compared to 38 thousand euros at 31 March 2014.
- **Administrative expenses** total 11,502 thousand euros compared to 7,699 thousand euros period over period and are, therefore, up by 3,803 thousand euros.
 - Staff costs, equal to 7,326 thousand euros, are up by 2,108 thousand euros period over period (5,218 thousand euros);
 - Other administrative expenses total 4,176 thousand euros and are up by 1,695 thousand euros period over period (2,481 thousand euros).
- **Other operating income and expenses** at 31 March 2015 record a positive balance of 405 thousand euros compared to a negative balance of 1,547 thousand euros at 31 March 2014. This item, in the first quarter of 2014, included the negative result of 1,852 thousand euros relating to the trading of CO2 emission certificates.



- **Income tax** at 31 March 2015 totals 944 thousand euros compared to 1,386 thousand euros at 31 March 2014.

* * *

The price of the London Stock Exchange Group plc shares at 31 March 2015 increased by 10.7% compared to 31 December 2014. The increase - together with the exchange rate effect - has resulted in an increase of 2,658 thousand euros of the "Valuation Reserve", with regard to the 1,023,900 shares held by the Bank on that date and recognised under "Available-for-sale financial assets".

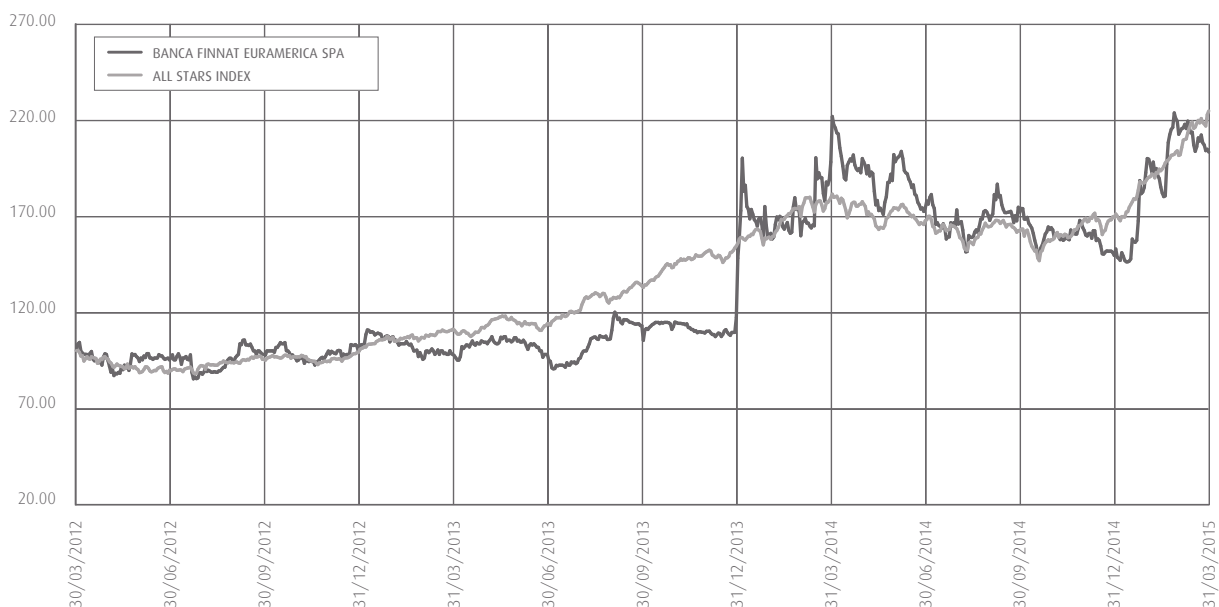
The overall result for the first quarter of 2015, which also includes this increased value, is highlighted in the Statement of Comprehensive Income.

Stock price performance

The market prices of Banca Finnat Euramerica shares are shown in the following table:

SHARES (in euros)	Market Price at 28 April 2015	Market Price at 31 March 2015	Market Price at 31 December 2014	Market Price at 30 September 2014	Market Price at 30 June 2014	Market Price at 31 March 2014
BFE	0.5335	0.5490	0.4040	0.4699	0.4657	0.5350

BANCA FINNAT SHARE TRENDS AND COMPARISON WITH ALL STARS INDEX



DIRECTORS' REPORT ON OPERATIONS

Total Group assets under administration

The Group assets under administration, at 31 March 2015, total 12,050 million euros, up by 2,772 million euros (+29.9%) compared to 31 December 2014 (9,278 million euros). The increased Real Estate Funds are the result of the assets contributed by Beni Stabili Gestioni SGR S.p.A. and Polaris SGR S.p.A. which merged into the subsidiary Investire Immobiliare SGR S.p.A.

Values over time

(in thousands of euros)

	December 2012	December 2013	December 2014	March 2015
Assets under management (Asset management accounts and management proxies received from third parties) (*)	624,274	620,656	670,942	694,472
Assets under administration	2,980,294	3,683,917	3,700,060	4,112,605
Savings under administration and consulting (securities and UCIs)	-	-	183,688	225,584
Trusteeships	1,463,583	1,494,833	1,382,996	1,375,521
Real estate funds (**)	2,163,520	2,265,011	2,637,332	4,889,118
	7,231,671	8,064,417	8,575,018	11,297,300
New Millennium Sicav, New Millennium SIF and Rinascimento Sicav (***)	599,984	612,302	702,614	752,343
	7,831,655	8,676,719	9,277,632	12,049,643

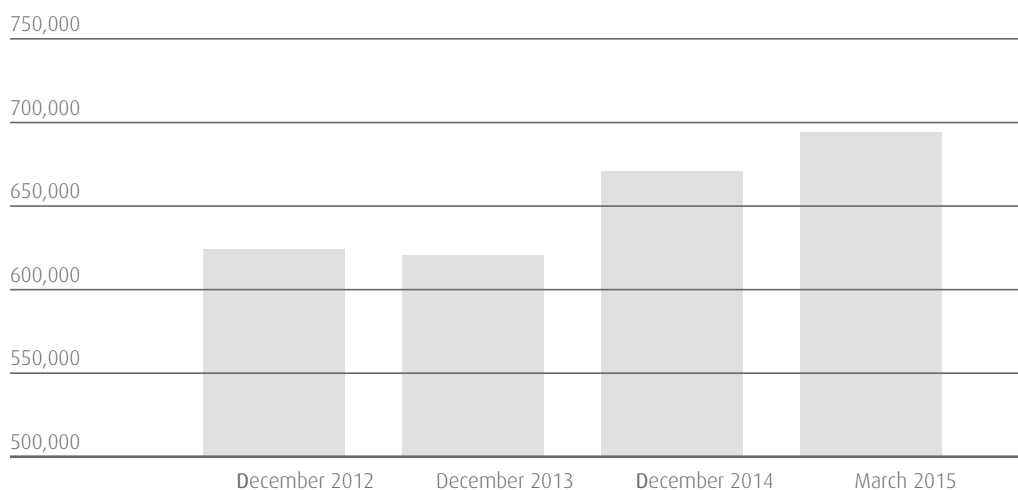
(*) The amount shown also includes the assets of Finnat Gestioni S.A. totalling 95,686 thousand euros at 31 March 2015, 88,888 thousand euros at 31 December 2014, 86,929 thousand euros at 31 December 2013 and 80,079 thousand euros at 31 December 2012.

(**) The assets at 31 March 2015 are calculated based on the latest available NAV (31 December 2014).

(***) Luxembourg-based SICAVs of which Banca Finnat Euramerica is the "Promoter"

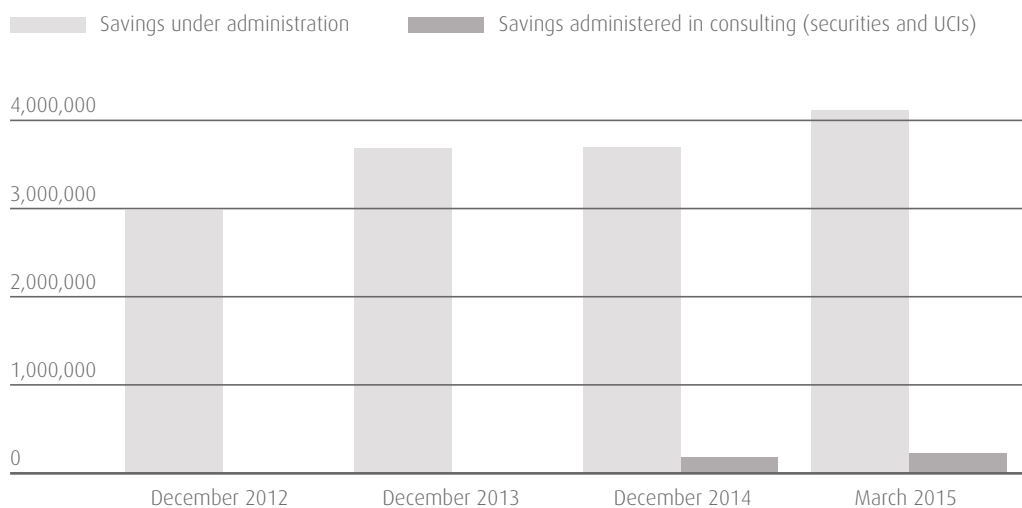
The following charts show the trends in the total Group assets under administration broken down by type. The real estate funds are represented on the basis of both the NAV (*Net Asset Value*) and the GAV (*Gross Asset Value*).

Assets under management (Asset management accounts and management proxies received from third parties)

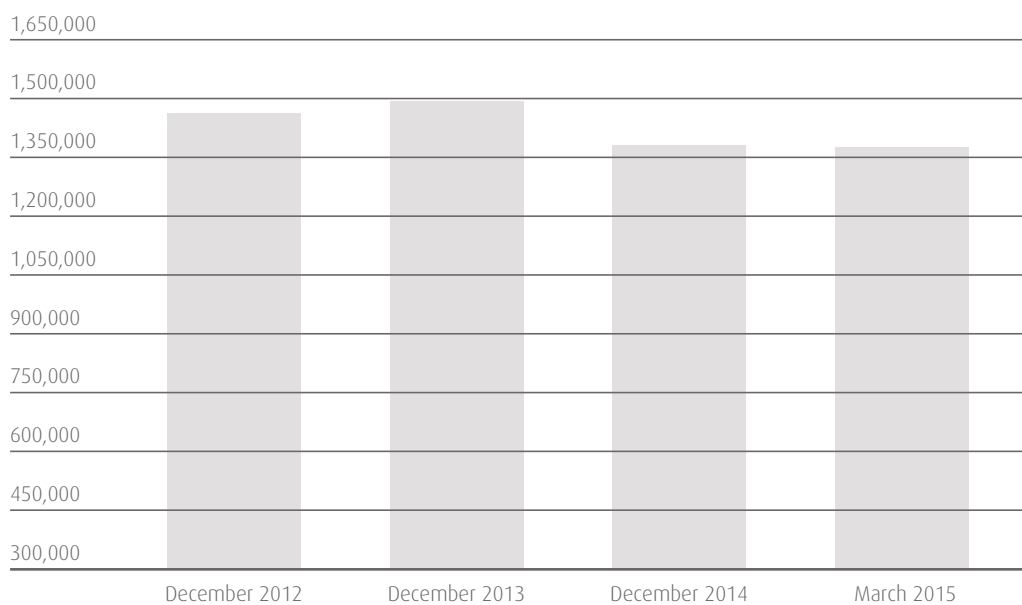




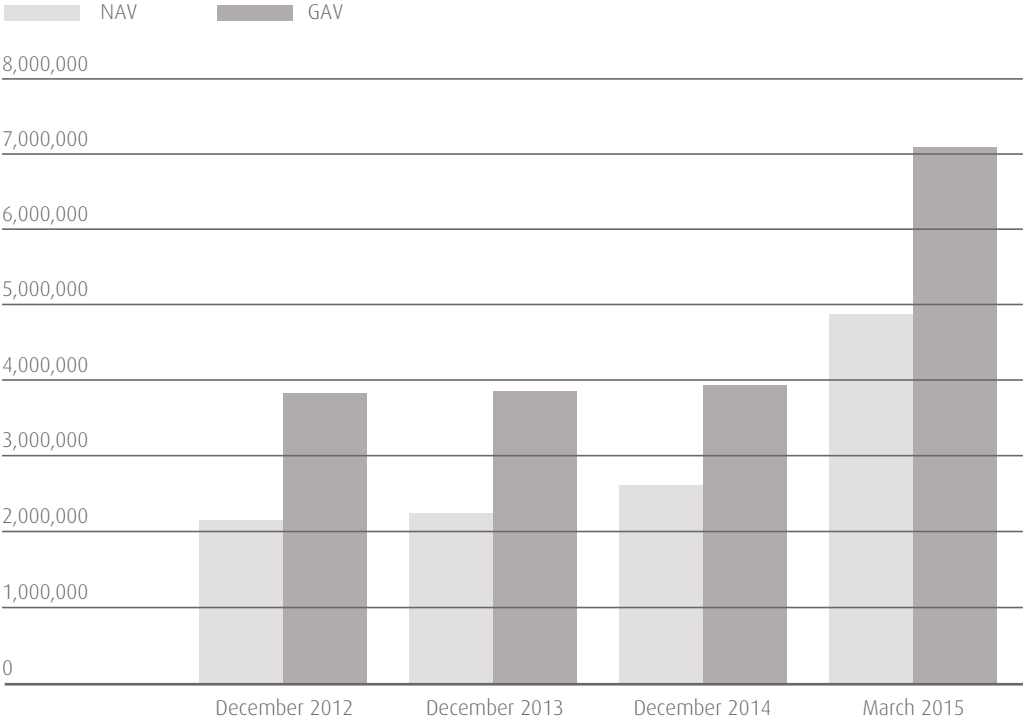
Savings under administration and consulting



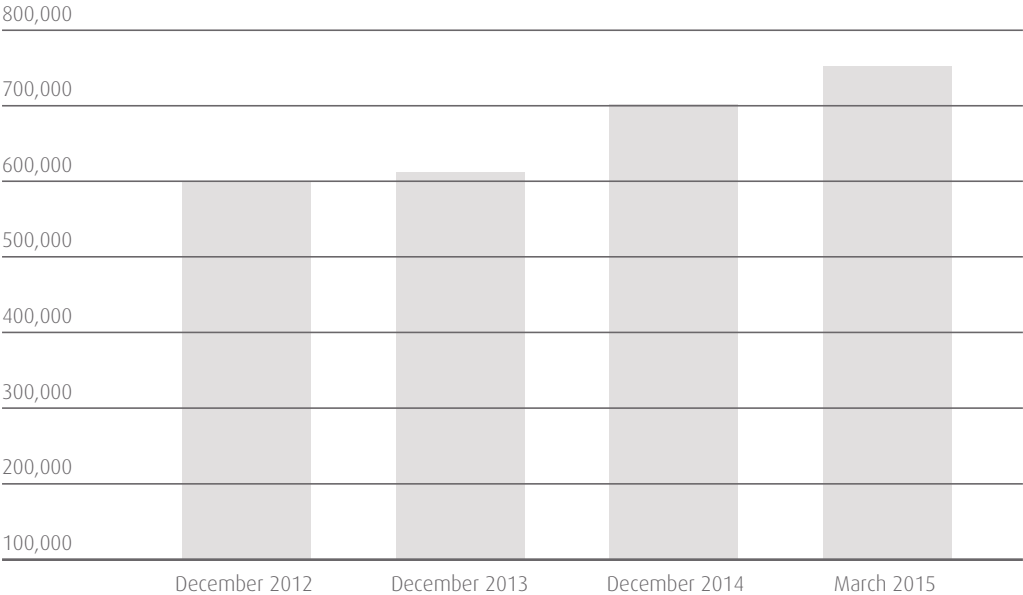
Trusteeships

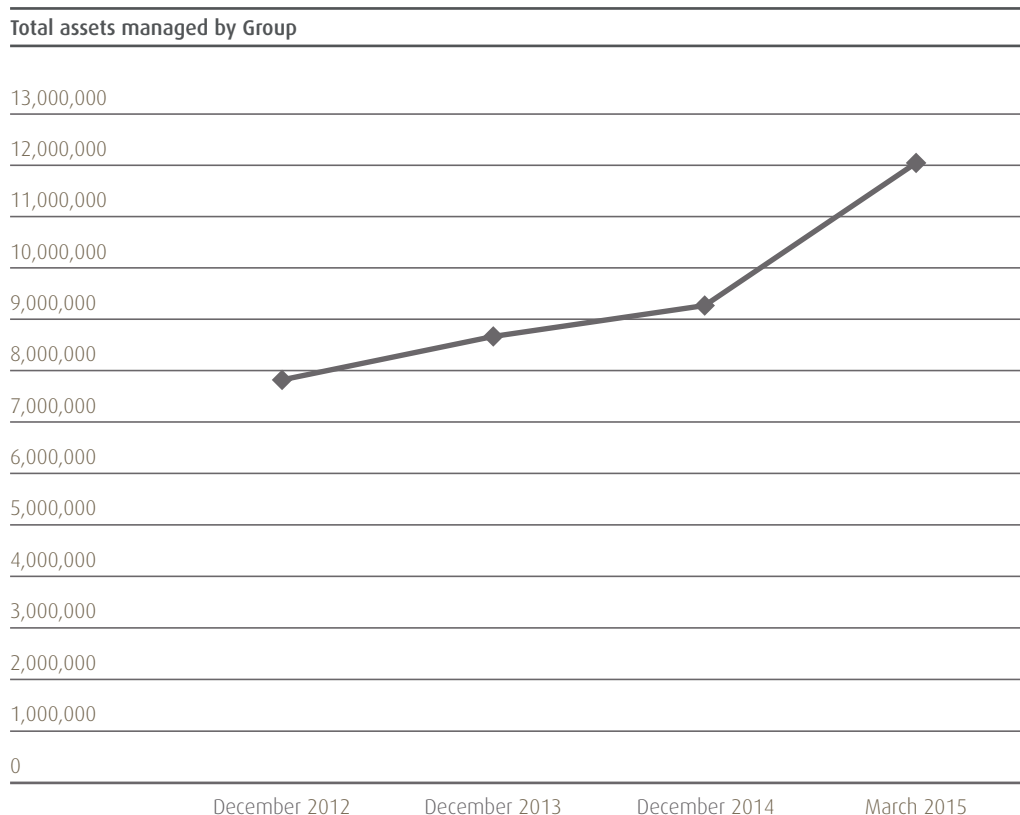


Real Estate Funds



New Millennium Sicav, New Millennium SIF and Rinascimento Sicav





Stock option plan information

As illustrated in the main transactions in the period section, the stock option plan defaulted as a result of the failure to meet the conditions for exercising the options. Therefore, the relevant reserve of 998 thousand euros, apportioned until 31 December 2014, is now available and may be transferred to the "Extraordinary reserve" at the Bank's next Shareholders' Meeting.

Market disclosure information

Regarding market disclosure, the Bank and Group declare that:

- with reference to the request made by the Bank of Italy, in its Communication of 17 June 2008, the Group's exposure to financial products perceived by the market as risky comprises the investment in "FIP Funding Class A2-2023" bonds, recognised in the Parent Company's financial statements as "trading shares", totalling 1,598 thousand euros (with a nominal value of 2,020 thousand euros). This investment (CMBS Commercial Mortgage-Backed Securities) is the result of the securitisation of the loan to Fondo Immobili Pubblici (managed, as mentioned above, by the subsidiary Investire Immobiliare SGR) and is guaranteed by a special lien on the real estate owned by the Fund, which is almost exclusively leased out to Government entities; consequently, it is an investment that is not exposed to the risk of insolvency. At 31 March 2015, the Bank and Group – with the exception of the above mentioned investment – were not exposed to and/or did not hold an interest, either directly

or through vehicle companies or other non-consolidated entities, in financial instruments or UCIs characterised by high-risk investments, such as: SPEs (Special Purpose Entities) – CDOs (Collateralized Debt Obligations) – Other subprime exposures and Alt-A – CMBSs (Commercial Mortgage-Backed Securities) – Leveraged Finance;

- the BoD of Banca Finnat Euramerica S.p.A., in accordance with Consob Resolution No.18079 of 20 January 2012, decided - on 21 January 2013 - to comply with the “simplification system” provided for in articles 70(8) and 71 (1-bis) of the Regulation adopted by Consob with Resolution No. 11971 of 14 May 1999, as amended and supplemented, which exempts listed companies from the obligation of presenting the documents referred to in its Schedule 3B, relating to future extraordinary transactions involving mergers, demergers, capital increases, through contributions in kind, acquisitions and disposals;
- regarding the requests set out in document no. 2 issued jointly by the Bank of Italy, Consob and Isvap on 6 February 2009, the following document no. 4 of 4 March 2010 and paragraphs 15 and 25 of IAS 1, regarding the mandatory information to be provided, with respect to the basis of business continuity, we confirm here the illustration made in the Notes to the financial statements for 2014;
- to implement the Capital Requirements Directive (CRD IV) (Directive 2013/36/EU of 06/26/2013), the Bank of Italy published Circular 285 “Provisions for the prudential supervision of banks”, which illustrates the implementation of the provisions in force since 1 January 2014. The document provides, inter alia, in the transitional provisions regarding “own funds”, the right not to include, in the calculation of the regulatory capital, any unrealised profits and losses, with regard to dealings with the Central Government departments classified in the category “Available-for-sale financial assets”. This option (which has been called “sterilisation”) shall be valid until the entry into force of IFRS 9, which is set to replace IAS 39 on financial instruments. The Bank exercised its option within the prescribed period

Main transactions in the period

Following is an overview of the most important transactions carried out in the period:

- on 1 January 2015, the merger of Beni Stabili Gestioni SGR S.p.A. and Polaris Real Estate SGR S.p.A. into the subsidiary Investire Immobiliare SGR S.p.A. became effective for accounting and tax purposes, following which Investire Immobiliare SGR S.p.A. decided to:
 - increase its share capital from nominal 8,600 thousand euros to nominal 14,770 thousand euros by issuing 6.170 new ordinary shares, with a par value of 1,000 euros each, allocated, on the basis of the share-exchange value, to the shareholders of the merged companies, as follows: 3,524 shares to the shareholders of Beni Stabili Gestioni, according to a ratio of 1 new share to every 4.77 old shares held, and 2,646 shares to the shareholders of Polaris, according to the ratio of 1 new share to every 60.70 old shares held;
 - issue A, B, B2 and C Class Warrants – which entitle their holders to special rights excluded from the share-exchange values. The said warrants were allocated free of charge to the shareholders before the merger, in the ratio of one to one, as follows:
 - 8,600 “Class A Warrants” to the shareholders of Investire Immobiliare;
 - 3,524 “Class B Warrants” and 3,524 “Class B2 Warrants” to the shareholders of Beni Stabili Gestioni;
 - 2,646 “Class C Warrants” to the shareholders of Polaris.





The rights assigned under the A, B and C Warrants concern a percentage of the management and/or success commissions in respect of certain investments, while the rights assigned under the B2 Warrant concern the proportion of receivables and CIUs resulting from the assets of Beni Stabili Gestioni SGR S.p.A.

Following this corporate aggregation transaction, the shareholding structure of the acquiring subsidiary company is as follows: Banca Finnat Euramerica 50.16%; Beni Stabili Siiq 17.90%; Regia S.r.l. (G. Benetton Group) 11.64%; Fondazione Cariplo 8.65%; Cassa Italiana di Previdenza e Assistenza Geometri 7.72%; ICCREA Holding 2.38%; and Fondazione Cassa dei Risparmi di Forlì 1.55%.

Therefore, at 1 January 2015, the Bank holds:

- 7,409 shares of Investire Immobiliare (equal to 50.16% of its capital), of which 6,880 shares already held at the merger date and 529 resulting from the share exchange of 2,523 shares of Beni Stabili Gestioni owned by the Bank before the merger date;
- 6,880 "Class A Warrants", 529 "Class B Warrants" and 529 "Class B2 Warrants". These Warrants are included in the value of the Stake in Investire Immobiliare SGR S.p.A..

On 12 March 2015, the Board of Directors of the Bank verified, on the basis of the Stock Option Regulations of Banca Finnat Group, that the conditions for exercising the options had not been met, because the specific target tied to the Group's EBITDA had not been reached. Therefore, the Stock Option Plan no longer exists.

Events occurring after the end of the quarter

After 31 March 2015 – and until the date hereof – no significant transactions or events occurred such as to affect the Group's operations, equity or assets.

However, the following is nevertheless reported:

- on 20 April 2015, the BoD of the Bank resolved – after the relevant due diligence process proceeded successfully – to present a binding offer to Banca Carige for the entire capital of Banca Cesare Ponti. The acquisition of Banca Cesare Ponti, which specialises in the private banking sector and operates primarily in the northern Italian regions, will enable the Parent Company to become one of the leading private banking operators;
- on 28 April 2015, the Shareholders' Meeting of the subsidiary Investire Immobiliare SGR S.p.A. resolved, inter alia, to change its name to Investire SGR S.p.A., effective from 1 June 2015;
- on 28 April 2015, the Shareholders' Meeting:
 - approved the Financial Statements at 31 December 2014 and the distribution to the Shareholders of a gross dividend of 0.01 per share, due for payment on 20 May 2015 (coupon detachment date: 18 May 2015);
 - designated the members of the Board of Directors and the Board of Statutory Auditors, for the 2015-2017 period;
 - revoked the previous resolution regarding the purchase of treasury shares, valid until 28 April 2015, and authorised the BoD - with the power to delegate its executive powers to one or more of its members or to the General Manager - to purchase, in one or more instalments, from 29 April 2015 to 29 April 2016, up to a revolving limit of 5,000,000 additional ordinary treasury shares, on top of those already held, and, in any case, for an extra value of no more than 2,177,280 euros;

- approved the Remuneration Report, prepared pursuant to article 123-ter of Legislative Decree 58/98;
- on 28 April 2015, the BoD of the Bank appointed Mr. Giampietro Nattino Chairman of the Bank, Mr. Leonardo Buonvino Deputy Chairman, and Mr. Arturo Nattino CEO. The Board also appointed the members of the Remuneration Committee, Risks Committee, Appointments Committee and of the Supervisory Body, as well as the Lead Independent Director.

Foreseeable outlook

On the basis of the indications emerging from the quarterly report, and as a result of the improved general economic outlook, we can forecast improved results in the period in question.





REPORTING STANDARDS

The Interim Report on Operations of Banca Finnat Euramerica Group as at 31 March 2015 was prepared, as illustrated in the paragraph “Notes to accompany the Interim Report on Operations”, in compliance with the provisions of article 154-ter, paragraph 5 of Legislative Decree 58/98 and consistently with the IAS/IFRS international accounting standards. The Report provides some of its quantitative financial information in thousands of euros, using, wherever possible, the schedules indicated by the Bank of Italy in its Circular Letter no. 262 of 22 December 2005 (as updated). The Report also contains a paragraph dedicated to the fair value information.

The reporting standards applied for the preparation of this Report are unchanged compared to those adopted for the financial statements as at 31 December 2014.

It should be noted that estimation criteria were used in preparing this Interim Report – based on the most recent available data – albeit only in a few limited cases and for values of negligible importance, in order to provide timely information to the market, with respect to certain balance sheet items and operating effects.

The quarterly statements included in the consolidation process are those of subsidiaries, approved by their respective governing Bodies as at 31 March 2015, while in the case of associated companies, reference was made to the most recent available financial report. The acquired financial reports are adjusted, where necessary, so that they conform to the Group accounting standards.

More specifically:

- the operating data (consolidated Profit and Loss Account and consolidated Statement of Comprehensive Income) regard the reference quarter and have been compared with the same period of the previous year;
- the balance sheet data at the closing date of the quarter have been compared with the data at the closing date of the previous year;
- the net equity data are highlighted at 31 December 2014 and 31 March 2015, with the relevant changes in the period;
- the income for the period is shown after tax, determined based on the applicable rates and the information available at the time of preparation. The Bank and its Italian-based subsidiaries have opted for “national consolidated taxation”, pursuant to articles 117/129 of the TUIR (Income Tax Consolidation Act). The option was renewed in 2013 for the next 3-year period 2013/2014/2015. By virtue of this option, the Group companies determine their respective taxes and the corresponding tax income (taxable income or tax loss) is transferred to the Parent Company, which features a single reportable taxable income or tax loss (which is the result of the algebraical sum of its own and the participating subsidiaries’ incomes/losses) and, consequently, a single income tax credit/debt.

The consolidation area has not changed, compared to the financial statements at 31 December 2014. However, effective for accounting and tax purposes from 1 January 2015, the subsidiary Investire Immobiliare SGR S.p.A. merged with Beni Stabili Gestioni SGR S.p.A. and Polaris Real Estate SGR S.p.A. The Bank’s stake in Investire Immobiliare SGR S.p.A. has since dropped from 80% to 50.16%.

Pursuant to the applicable laws, this Interim Report on Operations is not subject to external audit.

INFORMATION ON FAIR VALUE

Transfers between portfolio categories

The transfers between portfolio categories, allowed only in “rare circumstances”, in accordance with IAS 39, were carried out exclusively by the Parent Company, as follows:

- in 2008, it transferred several bonds from the “Held-for-trading financial assets” portfolio to the “Financial assets held to maturity” portfolio, for a total nominal value of 3,600 thousand euros;
- in 2010, it transferred 3 UCI units (relating to a real estate fund) from the “Held-for-trading financial assets” portfolio to the “Available-for-sale financial assets” portfolio.

At 31 March 2015, bonds were reimbursed at maturity for a total nominal value of 1,600 thousand euros, recognised in 2008 in the item “Financial assets held to maturity”.

Reclassified financial assets: balance sheet value, fair value and effects on overall profitability

Type of financial instrument	Source portfolio	Target portfolio	Book value at 31.03.2015	Fair value at 31.03.2015	Income components without the transfer (before-tax)		Income components recorded for the year	
					Items	Other	Items	Other
Debt securities	HFT	HTM	1,929	2,007	6	3	-	13
UCI units	HFT	AFS	1,614	1,614	-	-	-	-





Fair value hierarchy

The following table shows the balances as at 31 March 2015 and 31 December 2014 of the portfolios of financial instruments carried at fair value, according to a hierarchy that reflects the significance of the inputs utilised in the measurements.

The hierarchy is determined according to the following three levels, as defined in IFRS 13:

- **Level 1:** inputs represented by quoted prices (without adjustments) in active markets - as defined in IFRS 13 - for identical assets or liabilities;
- **Level 2:** inputs other than quoted market prices included within Level 1 that are observable for the asset or liability, either directly (prices) or indirectly (deriving from the prices);
- **Level 3:** inputs that are unobservable inputs for the assets or liabilities that are being measured.

Assets and liabilities valued at their fair value on a recurrent basis: distribution by level of fair value

Financial assets/liabilities carried at fair value	31.03.2015			31.12.2014		
	L1	L2	L3	L1	L2	L3
1. Financial assets held for trading	11,181	7,132	544	103,050	2,659	537
2. Financial assets carried at fair value						
3. Available-for-sale financial assets	747,504	27,535	5,384	751,646	28,376	10,183
4. Hedging derivatives						
5. Tangible assets						
6. Intangible assets						
Total	758,685	34,667	5,928	854,696	31,035	10,720
1. Financial liabilities held for trading	25	6,208	-	3	2,356	-
2. Financial liabilities carried at fair value						
3. Hedging derivatives						
Total	25	6,208	-	3	2,356	-

Key:

L1 = Level 1

L2 = Level 2

L3 = Level 3

INFORMATION ON THE PROFIT AND LOSS ACCOUNT AND THE BALANCE SHEET

PROFIT AND LOSS ACCOUNT

The most significant income components are presented below, in thousands of euros:

INTEREST

	01.01 - 31.03.2015	01.01 - 31.03.2014
Interest income and similar income	3,300	4,651
Interest expense and similar expense	(623)	(1,192)
Interest margin	2,677	3,459

The interest margin, almost entirely related to the Bank, dropped by 782 thousand euros primarily as a result of the lower returns on investments.

COMMISSIONS

	01.01 - 31.03.2015	01.01 - 31.03.2014
Commission income	10,990	5,817
Commission expense	(505)	(473)
Net commissions	10,485	5,344

Net commissions in the period increased by 5,141, period over period, primarily due to the subsidiary Investire Immobiliare SGR S.p.A., as a result of the funds managed by the two acquired companies (Beni Stabili Gestioni SGR S.p.A. and Polaris S.p.A.)

Net income from trading activities

Net income from trading activities in the first quarter of 2015, connected exclusively with Bank operations, features a negative balance of 1,532 thousand euros, compared to the positive balance of 1,662 thousand euros, period over period, and is made up as follows:

- 230 thousand euros, as a result of the positive difference between unrealised capital gains and losses, due to the fair value valuation of the trading portfolio;
- 418 thousand euros, as a result of the positive balance between realised profits and losses related to trading on securities and derivative instruments;
- 1,750 thousand euros, as a result of the negative difference between unrealised capital gains and losses, due to the fair value valuation of the forward contracts for the purchase and sale of currency and Interest Rate Swap Amortising;
- 430 thousand euros, as a result of the negative balance between realised gains and losses on exchange rate transactions. This amount includes the 574 thousand euro losses on forward sales of Sterling against Euro, to hedge against exposure to exchange rate risk related to the LSEG shares, which does not fulfil the requirements provided under IAS 39 with respect to identification of hedging transactions.

Profit (loss) from the transfer/repurchase of: available-for-sale financial assets

At 31 March 2015, the item features a positive balance of 2,528 thousand euros compared to 942 thousand euros period over period. The amount consists of the capital gains realised by the Bank, relating to 2,521



thousand euros from the sale of 126,100 shares of London Stock Exchange Group plc, of which 108,600 shares following the exercise of the call option expiring on 20 March 2015.

ADMINISTRATIVE EXPENSES

	01.01 - 31.03.2015	01.01 - 31.03.2014
Staff costs	7,326	5,218
Other administrative expenses	4,176	2,481
Total	11,502	7,699

Administrative expenses are up by 3,803 thousand euros period over period, primarily as a result of the costs from the companies Beni Stabili SGR S.p.A. and Polaris SGR S.p.A. merged into the subsidiary Investire Immobiliare SGR S.p.A.

Staff costs are up by 2,108 thousand euros, period over period, primarily as a result of the 1,848 thousand euros increase relating to Investire Immobiliare SGR S.p.A., due to its increased staffing complement, by 80 employees, compared to 31 December 2014 (i.e. from 36 to 116 employees).

Other administrative expenses increased by 1,695 thousand euros, period over period, of which 1,227 thousand euros due to Investire Immobiliare SGR S.p.A.

Other operating income and expenses

This item, at 31 March 2015, features a positive balance of 405 thousand euros (compared to a negative balance of 1,547 thousand euros period over period). In the first quarter of 2014, the item included the negative result - amounting to 1,852 thousand euros - of the trading of CO2 emission certificates (CO2 quotas).

Income tax

Income tax in the period amounts to 944 thousand euros, down by 442 thousand euros period over period (1,386 thousand euros) and has been calculated based on the applicable tax rates.

Analysis of comprehensive income

The positive change in the valuation reserves for 1,962 thousand euros - of which 3,966 thousand euros relating to the Group - shown in item "100. Available-for-sale financial assets" of the Statement of comprehensive income, is the result of the following investments:

by the Parent Company

- 2,658 thousand euros in London Stock Exchange Group plc shares;
- 2,257 thousand euros in Anima Holding shares;
- (3) thousand euros in other shares;
- 80 thousand euros in UCI units;
- (5) thousand euros in Italian sovereign bonds and other debt securities;



by the other Group companies

- (1.024) thousand euros in UCI units;
- 3 thousand euros in Italian sovereign bonds.

After the changes above, the Group valuation reserves relating to “Available-for-sale financial assets”, at 31 March 2015, feature a positive balance of 31,514 thousand euros, while those relating to minority interests show a negative balance of 2,335 thousand euros.

The Group reserves may be broken down as follows:

(in thousand of euros)

Parent Company	
London Stock Exchange Group plc shares	27,863
Anima Holding shares	3,723
UCI units	530
Italian sovereign bonds and other debt securities	1,750
	33,866
Other Group companies	
Fund units (Investire Immobiliare SGR S.p.A.)	(2,350)
Sovereign bonds	(2)
	31,514



BALANCE SHEET

The most significant balance sheet items at 31 March 2015 are presented below, in thousands of euros:

Financial assets held for trading

Financial assets held for trading, exclusively by the Bank, amount to 18,857 thousand euros.

The item includes the positive valuation of forward contracts for the purchase and sale of currency for 4,183 thousand euros.

Available-for-sale financial assets

This item amounts to 780,423 thousand euros and includes the financial instruments held in the portfolios of the following companies:

- Banca Finnat Euramerica S.p.A.: 773,559 thousand euros,
- Investire Immobiliare SGR S.p.A.: 6,049 thousand euros,
- Finnat Fiduciaria S.p.A.: 813 thousand euros,
- Fedra Fiduciaria S.p.A.: 2 thousand euros.

The Parent Company holds the following securities:

- Italian sovereign bonds totalling 690 million - of which 530 million maturing in 2015 and 160 thousand euros maturing in 2016;
- other debt securities for 3 million euros;
- equities representing strategic investments, as follows:
 - listed securities: London Stock Exchange Group plc, Anima Holding S.p.A. and Net Insurance S.p.A.;
 - unlisted securities: Fideuram Investimenti SGR S.p.A., SIA S.p.A., Calipso S.p.A. and CSE Consorzio Servizi Bancari S.r.l. and Cassa di Risparmio di Cesena S.p.A.
 - Unlisted equity securities have been carried at cost, because the Bank prudentially believes that the conditions do not exist for determining a reliable fair value.
- UCI units, which include 221 units of the Fondo Immobili Pubblici (FIP) Fund and 5 units of the Fondo Apple Fund.

Financial assets held to maturity

This item, exclusively regarding the Bank, amounts to 1,929 thousand euros and includes the transfer, in 2008, of several bonds from "Financial assets held for trading". The effects of those transfers are described in the dedicated paragraph regarding Information on fair value.

Due from banks

The item "Due from banks" amounts to 102,048 thousand euros and the amount due to the Bank is 90,711 thousand euros. The item does not include debt securities.

Due from customers

The item "Due from customers" amounts to 312,293 thousand euros and does not include debt securities.



As at the date of this Report, current accounts, loans and other receivables include the following impaired assets relating to the Parent Company, amount to 11,584 thousand euros including writedowns, for a net value of 8,186 thousand euros, broken down as follows:

- non-performing loans totalling 7,565 thousand euros, including writedowns (for a net value of 4,914) with regard to the following positions:
 - a gross credit exposure of 4,568 thousand euros (net for 3,201 thousand euros) relating to a mortgage contract terminated by the Bank on 8 July 2011, after which the Bank requested the immediate repayment of the entire amount. The mortgage is backed by real estate, the valuation of which – supported by a specific report updated to 1 December 2014 – entirely covers the value of the net exposure. The Group to which the borrowing company belongs had presented a restructuring plan to the lender banks, pursuant to article 67 of the bankruptcy law, the outcome of which, however, was not positive due to the lack of approval by a limited number of banks, despite most of the banks having approved the plan. Therefore, on 19 September 2014, the company, having been previously wound up, filed an application with the Court of Rome for admission to arrangement with creditors. The recoverable amount of the debt has been determined based on the expert appraisal of the value of the security provided, adjusted in order to take into account the above mentioned uncertainty and the debt recovery time, also considering the Bank's privileged position, with respect to the real estate collateral backing the exposure;
 - 2,997 thousand euros, consisting of trade receivables for 803 thousand euros and financial receivables for 2,194.

The itemised impairment totals 2,651 thousand euros, of which 2,641 thousand made in the previous years and 10 thousand in the current;

- “unlikely to pay” items (former doubtful positions) totalling 3,430 thousand euros, including writedowns (for a net value of 2,687 thousand euros). The itemised impairment of the “unlikely to pay” items totals 743 thousand euros, of which 712 thousand euros made in the previous periods and 31 thousand euros in the current (minus write-backs for 22 thousand euros);
- other positions beyond the maturity date and over-run for more than 90 days, total 589 thousand euros including writedowns (for a net value of 585 thousand euros).

The Bank's financial receivables also include the following forbearance items:

- 1 deteriorated position for 36 thousand euros;
- 2 “in bonis” (high-rated) positions for a total of 1.017 thousand euros.

As usual, at 31 March 2015, the Bank collectively wrote down “in bonis” (high-rated) receivables, relating to cash flow loans, for 138 thousand euros, based on the average historic series for default rates of cash flow loans, provided by the Risk Centre.

In 2015, the Bank recognised in item 130 of the Profit and Loss Account “Net value adjustments/write-backs for impairment of: a) loans” the amount of 192 thousand euros (of which 11 thousand euros for loans written off).

The amount of the adjustments under review at the end of the period reached a total amount of 5,398 thousand euros including:



- 2,000 thousand euros for itemised impairment;
- 3,398 thousand euros for collective impairment.

Regarding the other Group companies, the subsidiaries Finnat Fiduciaria S.p.A. recognised net value adjustments for 1 thousand euros, while Fedra Fiduciaria S.p.A. recognised write-backs in the year for 1 thousand euros.

Equity investments

Equity investments total 10,698 thousand euros and are itemised in the table shown on page 13.

Tangible and intangible assets

Tangible assets amount to 5,282 thousand euros, 5,048 thousand euros of which refer to the Parent Company.

Intangible assets amount to 41,982 thousand euros and include goodwill for 37,729 thousand euros, of which 37,429 thousand euros recorded by the subsidiary Investire Immobiliare S.p.A. following the merger described above.

The intangible assets also include 3,715 thousand euros in positive consolidation differences relating to Finnat Fiduciaria S.p.A., Investire Immobiliare SGR S.p.A. and Beni Stabili Property Service S.p.A.

Tax assets

Tax assets, totalling 8,880 thousand euros, include credits for current tax assets for 2,371 thousand euros and deferred tax assets for 6,509 thousand euros.

Other assets

The item features a balance of 16,124 thousand euros and includes receivables from the Cassa Compensazione e Garanzia totalling 5,730 thousand euros, receivables from the Internal Revenue Service as withholding agent for 1,605 and receivables from Counterparties and Brokers for 62 thousand euros.

Due to banks

The item, exclusively relating to the Bank's operations, totals 38 thousand euros, and has dropped compared to 31 December 2014 almost exclusive as a result of the LTRO operation.

Due to customers

This item, relating exclusively to the Bank, amounts to 988,436 thousand euros, of which 599,837 thousand euros are the result of PCT collection operations with the Cassa di Compensazione e Garanzia

Outstanding securities

This item, exclusively relating to the Bank, totals 26,979 thousand euros, and refers to debenture loans inclusive of the accrued coupon. The amount is net of the value of securities held by the Bank for a nominal value of 3,070 thousand euros and held for trading.



Trading financial liabilities

The item, exclusively relating to the Bank, totals 6,233 thousand euros and comprises:

- 288 thousand euros relating to the fair value measurement of an amortising interest rate swap, which represents a hedging transaction for managing interest rate risk;
- 5,920 thousand euros relating to the valuation of forward contracts for the purchase and sale of foreign currencies.

Tax liabilities

"Tax liabilities" total 5,238 thousand euros, including liabilities for current income tax of 897 thousand euros and for deferred tax liabilities for 4,341 thousand euros.

Other liabilities

"Other liabilities" total 16,342 thousand euros, primarily consisting of amounts due to suppliers for 2,334 thousand euros, amounts due for social security and insurance contributions for 1,208 thousand euros, amounts due to counterparties and brokers for 198 thousand euros, payables to the Internal Revenue Service, as tax withholding agent, for 2,032 thousand euros and payables due to personnel for 2,367 thousand euros.

Net equity

The Group's consolidated net equity amounts to 215,391 thousand euros (191,085 thousand euros at 31 December 2014) and the movements over the period in total net equity, and that of the Group and minority interests, have been reported in the related table.

The consolidated regulatory capital (own funds) at 31 March 2015 totalled 141,147 thousand euros (137,087 thousand euros), while the total capital ratio amounts to 29% (29.8% at 31 December 2014), against a minimum requirement of 8%, under the applicable law, for banks belonging to banking groups.

At 31 March 2015, own shares in portfolio, held exclusively by the Parent Company, amounted to 25,307,589 (25,105,632 at 31 December 2014). These shares are equivalent to 6.97% of the share capital of the Bank, and pursuant to IAS 32, were carried at the historical purchase prices (totalling 12,491 thousand euros) as an adjustment to net equity.

During the period under consideration, the Bank purchased 201,957 own shares, for a total countervalue of 82 thousand euros.

Rome, 8 May 2015



**STATEMENT BY THE MANAGER IN CHARGE OF PREPARING CORPORATE REPORTS
AND ACCOUNTING DOCUMENTS**

The undersigned, Paolo Collettini, as Manager in charge of preparing corporate reports and accounting documents of Banca Finnat Euramerica S.p.A., pursuant to art. 154-bis, paragraph two, of Italian Legislative Decree 58/1998, hereby

declares

that the Consolidated Interim Report on Operations at 31 March 2015 is consistent with the company's accounting records, books and entries.

Rome, 8 May 2015

**The Manager in charge of preparing corporate
reports and accounting documents**

(Paolo Collettini)



SHARE CAPITAL	Euro 72,576,000 (fully paid-up)	Telephone	+39 06 69933.1
Headquarters	00186 Rome – Palazzo Altieri - Piazza del Gesù', 49	Fax	+39 06 6791984
REA Reg. No.	444286	Website	www.bancafinnat.it
Tax Identification No.	00168220069	Email	banca@finnat.it
VAT Registration No.	00856091004	Investor Relations	investor.relator@finnat.it

The Company is listed on the official market and its shares are admitted to trading on the STAR segment.
The above data refer to the Parent Company Banca Finnat Euramerica S.p.A.

www.bancafinnat.it

