



Consolidated interim
financial report
at 30 June 2024





Unipol Gruppo

**Consolidated interim
financial report at 30 June 2024**

Translation from the Italian original solely for the convenience of international readers



Company bodies

BOARD OF DIRECTORS	CHAIRMAN	Carlo Cimbri		
	VICE CHAIRMAN	Ernesto Dalle Rive		
	DIRECTORS	Gianmaria Balducci	Daniele Ferrè	
		Daniela Becchini	Paolo Fumagalli	
		Mario Cifiello	Claudia Merlino	
		Roberta Datteri	Roberto Pittalis	
		Cristina De Benetti	Annamaria Trovò	
Patrizia De Luise		Carlo Zini		
		Massimo Desiderio		
	SECRETARY OF THE BOARD OF DIRECTORS	Fulvia Pirini		
GENERAL MANAGER		Matteo Laterza		
BOARD OF STATUTORY AUDITORS	CHAIRMAN	Mario Civetta		
	STATUTORY AUDITORS	Maurizio Leonardo Lombardi		
		Rossella Porfido		
	ALTERNATE AUDITORS	Massimo Gatto		
		Luciana Ravicini		
MANAGER IN CHARGE OF FINANCIAL REPORTING		Luca Zaccherini		
INDEPENDENT AUDITORS		EY SpA		

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Macroeconomic background and market performance

Macroeconomic background

In 2023, global economic growth was 2.7%, slowing down compared to 2022 due to both restrictive monetary policies implemented by the major international central banks and to a modest growth in China. Global GDP growth also continued in the first quarter of 2024 (+0.7% compared to the fourth quarter of 2023) and in the second quarter of 2024 (+0.6% compared to the first quarter of 2024) despite a very uncertain macroeconomic environment due to the deterioration of the geopolitical scenario.

In the United States, GDP grew by 2.5% in 2023 thanks to the positive contribution of private consumption. In the first quarter of 2024, despite the decline in net exports, growth of 0.4% was recorded compared to the previous quarter thanks to private consumption and private investments that remained positive. Consumers spending on goods and services and non-residential fixed investments recorded a further acceleration in the second quarter of 2024, bringing GDP growth to 0.7% compared to the previous quarter. The resilience of economic growth is the basis of inflation that remains high, albeit slowly declining. In fact, the inflation rate dropped to 3% year-on-year in June from 3.3% in May. The high rate of price growth reflects a labour market that is still overheated, with an unemployment rate that, in June, was 4.1%, up slightly compared to 4% in May, but still at very high levels.

In China, GDP grew by 5.2% in 2023, with a slower growth rate than in the period prior to the Covid-19 pandemic. China is suffering from structural factors related to the application of a new growth model based on domestic demand, which does not yet seem able to compensate for the lower contribution of exports. In the first quarter of 2024, the estimated Chinese growth, seasonally adjusted, stood at 1.9% compared to the previous quarter, while in the second quarter of 2024 it slowed further to 1.1% compared to the previous quarter. The inflation rate in June was down to 0.2% year-on-year compared to 0.3% in May, with the unemployment rate remaining stable at 5% in June.

In 2023, Japan recorded an economic growth of 1.8%, accelerating from 2022. In the first quarter of 2024, however, GDP fell by 0.7% compared to the previous quarter due to the decline in private consumption, investment and net exports, while in the second quarter of 2024 we estimate a 0.7% GDP growth compared to the previous quarter due to the rebound in consumption and investment. The labour market continued to show a very low unemployment rate, down in June to 2.5% compared to 2.6% in May, while the annual inflation rate in June remained stable at 2.8%, above the target of 2% from April 2022.

In the Euro Area, GDP grew by 0.6 % in 2023, slower than in 2022, due to a weak manufacturing sector that was affected by both ECB monetary tightening and the slowdown in trade with China. Based on preliminary estimates, in the second quarter of 2024 the Euro Area grew by 0.3%, a pace of expansion similar to that of the first quarter, thanks to the good performance of the services sector, while manufacturing continued to show signs of weakness, especially in the countries with the highest manufacturing vocation. The unemployment rate in May remained stable at 6.4%, while the inflation rate in June fell to 2.5% year-on-year compared to 2.6% in May.

Italian GDP grew by 1% in 2023, a figure higher than the Euro Area average, thanks to the strong boost deriving from investments in construction, supported by tax benefits. In the first quarter of 2024, thanks to the performance of services, growth was 0.3% compared to the previous quarter, despite a decline in industrial production. Based on preliminary estimates, in the second quarter of 2024 GDP grew by 0.2%, again reflecting the good performance of services in the face of the decline in the agricultural and industrial sectors. In June, the annual inflation rate was 0.9%, lower than the Euro Area average due to a strong base effect related to the earlier rise in energy prices. The labour market continues to be very dynamic with the unemployment rate remaining stable at 6.8% in May.

Financial markets

During the first half of 2024, the Fed left the reference rate unchanged at 5.5%. The Fed's decision to confirm the current level of rates is driven by the gradual return of inflation towards the 2% target and by economic data showing a still overheated labour market as well as sustained economic growth.

In the Euro Area, the ECB cut the Refi rate by 25 basis points at its June 2024 meeting to 4.25 % and the deposit rate to 3.75%. Indeed, the ECB explicitly stated that, in light of the inflation trend, it was appropriate to ease the degree of monetary policy tightening after nine months of unchanged high interest rates.

In the first half of 2024, the consolidation of market expectations of a rate cut by the ECB compressed the rates on short-term maturities of all European interest rate curves against an increase in rates on long-term maturities. The 3-month Euribor rate closed the first half of 2024 at 3.7 %, down about 20 basis points compared to the end of 2023, while the 10-year swap rate increased over the same period by about 34 basis points, closing the first half of 2024 at 2.8 %.

A similar effect was also produced on the government interest rate curves of the main Euro Area countries. In Germany, the 10-year Bund at 30 June 2024 showed a yield of 2.5%, up about 44 basis points compared to the end of 2023, while in Italy, the 10-year BTP closed the first half of 2024 at 4.1%, up about 37 basis points. The 10-year spread between Italian and German rates was therefore 158 basis points at 30 June 2024, down by 8 basis points from the end of 2023.

The first half of 2024 ended favourably for European stock markets. The Eurostoxx 50 index, which refers to the Euro Area listings, showed an increase of 8.2% at 30 June 2024 compared to the end of 2023. The FTSE Mib index, referring to Italian listed companies, recorded an increase of 9.2% in the same period. The DAX index, referring to German listed companies, finally closed the first half of 2024 up 8.9% compared to December 2023.

As far as the US is concerned, the S&P 500 index ended the first half of 2024 up 14.5 % compared to the end of 2023. The expansion of interest rate spreads between the United States and the Euro Area favoured the appreciation of the US dollar against the euro, with the euro/dollar exchange rate closing the first half of 2024 at USD 1.07 per euro against USD 1.11 at the end of 2023.

International stock markets also posted good gains in the first half of 2024. The Nikkei stock index recorded an increase of 18.3% at 30 June 2024 compared to December 2023, while the Morgan Stanley Emerging Markets index, referring to emerging markets, recorded a lower increase in the first half of 2024, equal to 6.1%.

Insurance Sector

The final figures for 2023 showed premiums in the Italian and non-EU direct insurance market of approximately €129.2bn, down 0.5% year-on-year. In the first quarter of 2024, premiums were up by approximately 8.7% compared to the same quarter of the previous year, amounting to approximately €37.5bn.

In 2023, premiums from Italian and non-EU direct Non-Life business increased by 6.6% compared to 2022. The year 2024 opened with a first quarter growth of about 7.8% compared to the same quarter of 2023, with premiums of about €10bn. Expansion is expected to continue at a high pace also in the first half of the year.

Total premiums in the MV TPL, Marine Vessels TPL and Land Vehicle Hulls classes were up by 8.7% compared to the first quarter of 2023, reaching approximately €4.3bn, mainly driven by the positive performance of premiums from the TPL component (+7.1%), and amplified by the expansion of the Land Vehicle Hull component (+13.5%). The increase in MV TPL premiums is related primarily to the increase in the average premium which, in the first quarter of 2024, rose by approximately 7.2% compared to the same quarter of 2023 (to €394 compared to €368 in the first three months of last year), and secondly to the substantial stability of the insured vehicle fleet. The increase in the average premium is also reflected in the ISTAT list values, which increased by 6.2% in June compared to the same month in 2023. The increase in the MV segment should remain high throughout the first half of the year, albeit at a slightly slower pace than in the first quarter.

The Non-Life Non-MV segment recorded 7.2% growth in the first quarter of 2024 compared to the first quarter of 2023, to €5.7bn, driven by a strong increase in premiums in Health (+10.7%), Property (+9.1%) and General TPL (+4.4%). The volumes of other Non-Life business were up by approximately 4.8%, compared to the first quarter of 2023, thanks in particular to the positive contribution of the Pecuniary Losses (+13.9%) and Assistance (+7.8%) classes. This development should consolidate in the second quarter with a significant increase for the entire Non-MV segment.

In the first quarter of 2024, all the distribution channels of the MV segment, except for the Direct channel, showed an increase in premiums. The Agents channel recorded an increase in premiums of about 10.1% compared to the first quarter of 2023, increasing its overall weight by about 1.1 percentage points, from 81.7% to a share of 82.8%. For the Direct channel, there was a contraction in premiums (-1.5%) with the overall weight falling by 0.8 percentage points to around 8.2% from 9.0%. The Banking channel recorded an increase of 7.2% compared to the first quarter of the previous year and an overall share of approximately 4.5% (-0.1 percentage points compared to 4.6% in the first quarter of 2023). In the first quarter of 2024, also in the Non-MV segment, all channels saw an increase in their premiums, except for the Direct channel, with the most significant increase achieved by the Broker channel (+11.7%), with a share of 15.6%, up from 15.0% in the first quarter of the previous year. The Agents channel recorded a market share of 61.4%, up by around 0.2 percentage points compared to the same quarter of the previous year, against a 7.5% increase in premiums.

In 2023, Italian and non-EU direct Life business premiums amounted to €91.2bn, down 3.2% compared to the previous year. Class I premiums amounted to €66.2bn (up 9.2%) and Class III premiums were €19.8bn (down 31.5%). Premiums for Class IV (+24.1%) and Class VI (+22.9%) were up, while Class V contracted (-24.7%), for a total of around €5.2bn.

In the first quarter of 2024, Italian and Non-EU direct Life business premiums were up by 9.1% compared to the first quarter of 2023, standing at €27.5bn driven by the recovery in Class III premiums (+14.1%) and the growth of 9.5% in Class I premiums, equal to €19.8bn. Premiums from Classes IV and V also increased, while premiums from Class VI declined (-26%), with total premiums amounting to €1.4bn. We expect these trends to continue for the second quarter, with a significant increase in Class I and Class III premiums.

The breakdown of premiums for the distribution channels in the Life business recorded in the first quarter of 2024 was heavily biased towards the Banking channel, with a 57.9% share of total premiums, down 4.7 percentage points from the first quarter of 2023 when the share stood at 62.6%. The share of Agents channels increased (+1.1 percentage points) from 12.2% in the first quarter of 2023 to 13.3% in the first quarter of 2024. There was also an increase in the share of Consultants (from 11.3% to 14.3%), the share of Brokers (up from 1.2% to 1.7%) and the share of the Direct channel (from 12.7% to 12.9%, with premiums up by 10.5%).

Pension funds

In 2023, net deposits of assets under management (mutual funds, individual asset management, collective and individual pension plans) were negative by €49.6bn, of which €17.7bn were raised through collective management (open and closed funds) and €31.8bn through portfolio management.

In the first quarter of 2024, net deposits of pension assets amounted to approximately €1.2bn, down from the €2.4bn net deposits recorded in the same quarter of the previous year. Assets managed by pension funds and individual pension plans amounted to €114.9bn at the end of the first quarter of 2024 and represented 4.9% of total assets under management, up 4.7% compared to the fourth quarter of 2023.

In 2023, existing positions with supplementary pension schemes, reported by COVIP, increased by 410 thousand units compared to the end of 2022. Therefore, in December 2023, COVIP recorded 10.7m existing positions, of which 7.9m held by employees (73.6%). In the second quarter of 2024, existing positions equalled 10.9m (+2.3%), up by 242 thousand units.

In June 2024, COVIP recorded, compared to December 2023, a growth of 3.5% for occupational funds, with 141 thousand more positions, for a total of 4.2 million positions at the end of the quarter, an increase in the total value of the contributions of 7.6%. This growth is still supported by the contribution of contractual subscriptions in the construction sector fund (for approximately 66 thousand positions) for which the employer only pays the membership fee, and by the public sector fund, with the activation of tacit enrolment for new public sector employees (about 18.7 thousand positions). The market pension schemes recorded an increase in the existing positions of open funds (+3.2%) and “new” PiPs (+0.9%) and an increase in the total value of contributions of 13.1% and 5.4% year-on-year, respectively.

Pre-existing pension funds showed an increase in the number of existing positions of 0.4%, corresponding to approximately 3 thousand units compared to December 2023.

According to COVIP findings, in June 2024, the resources allocated to supplementary pension benefits increased by 3.9%, amounting to around €233bn compared to the €224bn recorded in December 2023, due to stock price increases linked to financial market trends and to the overall increase in contributions net of outflows. As far as returns are concerned, in June 2024, there was a net return since the beginning of 2014 (i.e. over the historical time horizon of 10 years and 6 months as reported by COVIP) of 2.5% on average per year for occupational funds, 2.7% for open funds, 3.1% for “new” unit-linked PiPs and 1.8% for the segregated fund component of “new” PiPs. Almost all of the returns are equal to or higher than the revaluation threshold of post-employment benefits, of approximately 2.3%.

Real Estate market

In the first quarter of 2024, both the average time to sell (5.7 months) and the average discount requested (8.3%) remained at the lowest levels since 2012. However, the ability of households to translate purchase intentions into effective demand has been significantly reduced due to the restrictive conditions of access to credit. In fact, in the first quarter, the share of house purchases financed through a mortgage fell to 62.5%, from 73% at the end of 2021. In addition, the effects on the residential real estate market from the removal of state building incentives and the possibility of selling the accrued tax credit were most evident in the first half of 2024, as many of the exemptions provided by the government ceased to apply on 31 December 2023. Therefore, according to the Real Estate Market Observatory of the Revenue Agency, in the first half of 2024, house sales fell by 15.2% compared to the first half of 2023, after having fallen by an average of 9.5% in 2023.

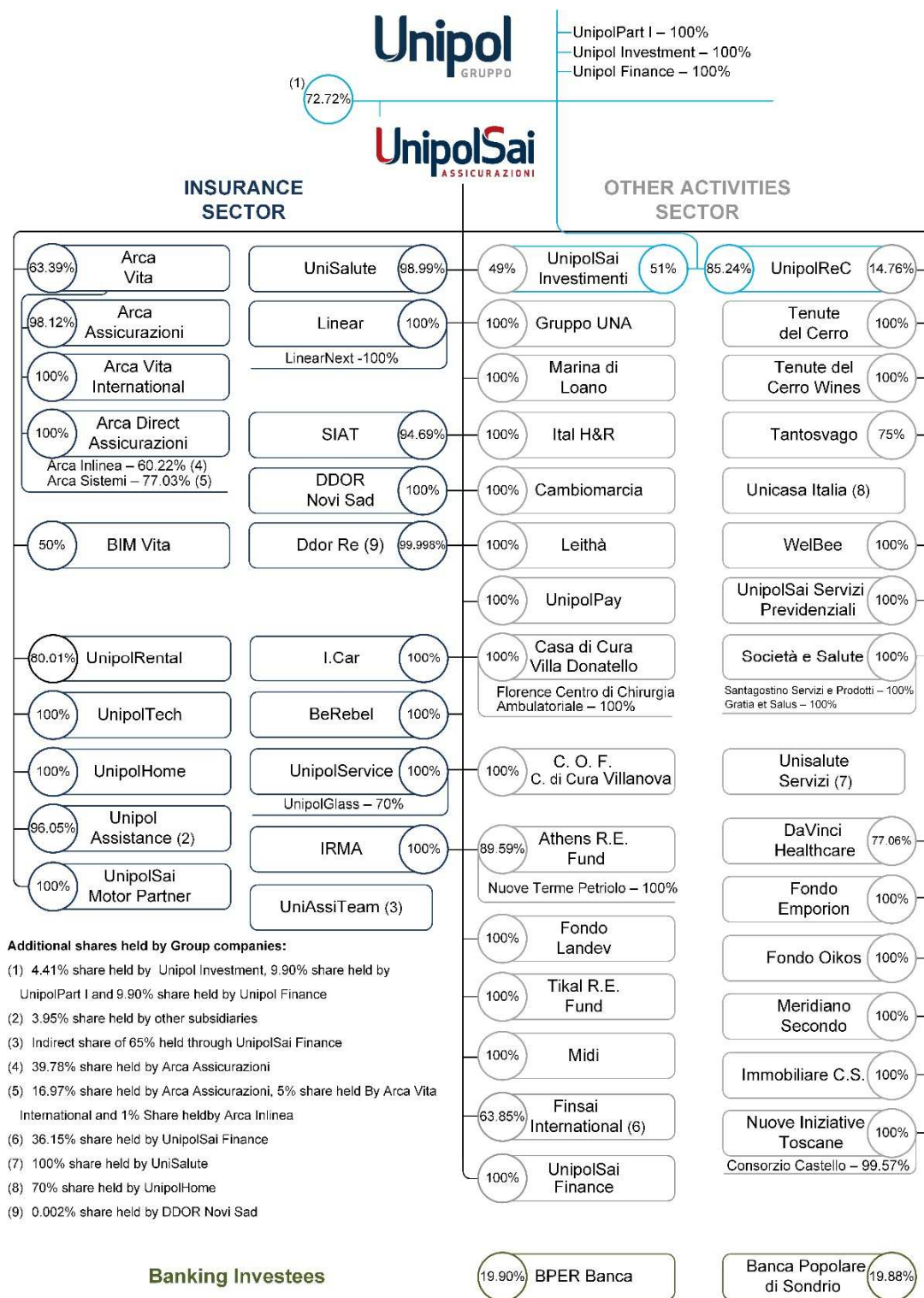
In the first half of 2024, the growth in house prices continued, which recorded, for the average of the 13 large cities, an increase of 1.9% over the first half of 2023 and, thanks to the drop in inflation (1.0% in the average for the half-year), the phase of devaluation of properties in real terms has also ended (net of inflation, prices rose by approximately 0.9%). The decline in sales and the lower availability of household spending has in fact slowed down the growth in prices of used houses, which, however, was more than offset by a drop in the supply of real estate. Prices rose in all major cities with the exception of Cagliari (-0.1%) and the best performance continues to be recorded in Milan (+3.2%). The new housing market, on the other hand, was more affected by the drop in demand, with prices growing by 1.5% on average in large cities (compared to 1.9% for used houses) and in Milan by 1.9% (compared to 3.2% of used houses).

Demand for rental housing remained robust and widespread in all major cities, with rents rising by an average of +4.6% and distributed between +2.2% in Palermo and +7.3% in Bologna. In fact, the demand for rental is further fuelled by households which, due to high credit costs, are unable to translate purchase intentions into house purchases. In terms of returns, the residential market provided an average cap rate of 5.33%, up from 5.26% in 2023, and a total return of 7.2%, increasing the attractiveness of residential investment property.

In the first half of 2024, sales in the non-residential sector increased by 6.6%. In fact, in the face of a more marked deterioration in the conditions of access to credit for businesses than for households, the sharp increase in public investments as part of the NRRP has continued to support private non-residential investment. The recovery was greater in the store segment (+7.6%), which benefited from the period of expansion of tourist services, followed by the office segment (6.5%) and the production segment (4.3%), slowed down by logistics difficulties. However, sustained demand did not have a positive effect on prices as it concentrated on the already overvalued prime segment and consisted of low corporate investment. In the first half of the year, therefore, office prices increased by only 0.1% compared to the first half of 2023 and store prices by 0.7%. Thanks to a higher growth in rents (+1.2% for offices and +1.6% for stores) than in prices, both cap rates (5.29% for offices and 7.33% for stores) and total yields (6.4% for offices and 8.9% for stores) were up.

Consolidation Scope at 30 June 2024

(line-by-line method and main investees consolidated using the equity method - direct holding out of total share capital. For more details see the chapter "Consolidation Scope")



1.Management Report

1 Management Report

Group highlights

	30/6/2024	30/6/2023	31/12/2023
Non-Life direct insurance premiums	4,581	4,325	8,651
<i>% variation</i>	<i>5.9</i>	<i>4.2</i>	<i>4.2</i>
Life direct insurance premiums	3,584	3,144	6,409
<i>% variation</i>	<i>14.0</i>	<i>26.8</i>	<i>20.0</i>
of which Life investment products	1,000	1,154	2,237
<i>% variation</i>	<i>(13.4)</i>	<i>31.5</i>	<i>3.1</i>
Direct insurance premiums	8,165	7,470	15,060
<i>% variation</i>	<i>9.3</i>	<i>12.6</i>	<i>10.4</i>
Result of insurance services	397	235	407
<i>% variation</i>	<i>68.9</i>	<i>(51.0)</i>	<i>(62.3)</i>
Net financial result	342	468	1,148
<i>% variation</i>	<i>(26.9)</i>	<i>n.s.</i>	<i>n.s.</i>
Consolidated profit (loss)	555	516	1,331
<i>% variation</i>	<i>7.6</i>	<i>19.2</i>	<i>96.9</i>
Balance on the statement of comprehensive income	534	701	1,529
Investments and cash and cash equivalents	68,550	64,948	67,309
<i>% variation</i>	<i>1.8</i>	<i>3.4</i>	<i>7.2</i>
Insurance liabilities	51,442	48,983	51,200
<i>% variation</i>	<i>0.5</i>	<i>3.5</i>	<i>8.2</i>
CSM Life business	2,375	2,379	2,295
<i>% variation</i>	<i>3.5</i>	<i>5.0</i>	<i>1.3</i>
Financial liabilities	16,726	14,395	15,523
<i>% variation</i>	<i>7.7</i>	<i>7.9</i>	<i>16.4</i>
Non-current assets or assets of a disposal group held for sale	129	526	133
Liabilities associated with disposal groups held for sale		384	
Shareholders' Equity attributable to the owners of the Parent	8,133	7,186	7,967
<i>variazione %</i>	<i>2.1</i>	<i>4.7</i>	<i>16.1</i>
Solvency ratio (*)	221	218	215
No. Staff	12,980	12,902	12,407

(*) Value at 30 June 2024 calculated on the basis of the information available as of today. The definitive results will be reported to the Supervisory Authority with the timing required by regulations in force.

Alternative performance indicators¹

Alternative performance indicators	classes	30/6/2024	30/6/2023	31/12/2023
Loss ratio	Non-Life	67.1%	70.8%	71.5%
Expense ratio	Non-Life	26.0%	26.3%	26.7%
Combined ratio	Non-Life	93.1%	97.1%	98.2%
Premium retention ratio	Non-Life	93.2%	93.4%	94.4%
Premium retention ratio	Life	99.3%	99.1%	99.5%
Premium retention ratio	Total	95.4%	95.2%	96.0%
Life New business CSM	Life	179	127	248

¹ Combined ratio is the indicator that measures the balance of overall Non-Life technical management. The ratio is calculated using the following formula $1 - (\text{insurance service result} / \text{insurance revenue from insurance contracts})$.

The premium retention ratio, which represents the portion of risks underwritten that is not transferred to reinsurers through outwards reinsurance contracts, is the ratio of premiums retained (total direct and indirect premiums net of premiums ceded) to total direct and indirect premiums. Investment products are not included in calculating this ratio.

1 Management Report

Unipol Group Performance

Information on significant events during the first six months

Group corporate rationalisation project

On 16 February 2024, the Boards of Directors of Unipol Gruppo and UnipolSai Assicurazioni approved a project for the corporate rationalisation of the Unipol Group (the **"Transaction"**), to be carried out through the merger by incorporation (the **"Merger"**) into the holding company Unipol Gruppo of UnipolSai, as well as Unipol Finance S.r.l., UnipolPart I S.p.A. and Unipol Investment S.p.A., companies wholly owned by Unipol Gruppo which hold interests in UnipolSai (the **"Intermediate Holding Companies"**); to this end, the parties have entered into a framework agreement (the **"Framework Agreement"**) aimed at (i) establishing the main terms and conditions of the Transaction, (ii) governing the activities preparatory to and/or functional to its implementation, as well as (iii) establishing the relevant timing, the interim management of the Group companies and the terms and conditions of the Transaction, setting the swap ratio of the Merger - should the conditions be met - at 3 Unipol Gruppo shares for every 10 UnipolSai shares.

The Transaction will result in the streamlining of the corporate structure of the Unipol Group, while simplifying the Group's single management decision-making processes and governance.

As part of the Transaction, Unipol Gruppo has also promoted a voluntary public purchase offer (the **"Offer"**) concerning all of the ordinary shares of UnipolSai not held directly or indirectly by Unipol Gruppo. The Offer was for a maximum of 418,788,217 UnipolSai shares, representing 14.800% of the share capital, at a price of €2.700 (*cum dividend*, i.e. including the coupons relating to any dividends distributed by UnipolSai) for each share for which the Offer was accepted.

As a result of the acceptance of the Offer, Unipol purchased, on 3 May 2024, 274,937,646 UnipolSai shares, for a total value of €742,331,644.20, directly and indirectly holding 94.916% of the share capital of the latter.

Subsequently, when the conditions set forth by law were met, Unipol Gruppo also initiated the Joint Procedure for the exercise of the Purchase Obligation pursuant to Art. 108, paragraph 2, of the Consolidated Law on Finance (the **"Sell-Out Procedure"**) and the right to purchase pursuant to Arts. 108, paragraph 1, and 111 of the Consolidated Law on Finance (the **"Right to Purchase"**) on the remaining UnipolSai shares subject to the Offer and not transferred to it.

Therefore, Unipol Gruppo has purchased, for a unit price of €2.535 per UnipolSai share (equal to the consideration of the Offer net of the dividend distributed in the meantime by UnipolSai):

- (i) on 28 June 2024, 57,113,309 UnipolSai shares for which requests for sale were submitted during the Sell-Out Procedure for a total consideration of €144,782,238.32. At 30 June 2024, Unipol Gruppo held, directly and indirectly, 2,742,980,110 UnipolSai shares, equal to 96.93% of the share capital;
- (ii) on 3 July 2024, it held 86,737,262 UnipolSai shares for which Unipol Gruppo has exercised the Right to Purchase for a total consideration of €219,878,959.17. On the same date, in compliance with the regulatory conditions, Borsa Italiana SpA ordered the delisting of the UnipolSai shares from Euronext Milan.

The Merger will be subject to the approval of the Extraordinary Shareholders' Meetings of, respectively, UnipolSai, Unipol Gruppo and the Intermediate Holding Companies, and its completion will be subject, *inter alia*, without prejudice to the waiver of the parties where permitted, to obtaining the necessary regulatory authorisations and the non-occurrence of particularly significant events such as to significantly affect the assumptions underlying the Merger.

Furthermore, if the prerequisites are met, the Merger will take place without application of the swap ratio and, therefore, without the issue of Unipol Gruppo shares.

The Extraordinary Shareholders' Meeting of Unipol Gruppo convened to approve the Merger will also be called upon to express an opinion on the amendment to the By-Laws of Unipol Gruppo made necessary, among other things, by the change in the corporate purpose. The holders of ordinary Unipol Gruppo shares who did not participate in the approval of the Merger Plan and, therefore, in the amendment of the corporate purpose, will have the right of withdrawal pursuant to Art. 2437, paragraph 1, letter a) of the Italian Civil Code (the **"Right of Withdrawal"**).

1 Management Report

The effectiveness of the Right of Withdrawal is subject to the finalisation of the Merger which, in turn, is subject, *inter alia*, to the circumstance that the total outlay of Unipol Gruppo against any exercise of the Right of Withdrawal does not exceed €100m, without prejudice to the waiver of Unipol Gruppo and UnipolSai.

Without prejudice to the above, the Merger is expected to be completed by the end of 2024.

It should also be noted that: (i) on 29 April 2024, the plan for the Merger by incorporation into Unipol Gruppo of UnipolSai, as well as of the Intermediate Holding Companies, approved by the Board of Directors of the Company at its meeting held on 21 March 2024, was filed at the Company's registered office; (ii) on 25 July 2024, IVASS authorised the Merger pursuant to and for the purposes of Art. 201 of Italian Legislative Decree no. 209 of 7 September 2005 and of Art. 23 of IVASS Regulation no. 14/2008; and (iii) on 30 July 2024, the Merger plan was registered with the competent Companies' Register.

Merger by incorporation of Centri Medici Dyadea Srl into Società e Salute SpA

The merger by incorporation of Centri Medici Dyadea Srl into Società e Salute SpA became effective on 1 January 2024.

Trade union agreement relating to the Supplementary Corporate Agreement

On 28 February 2024, a possible bridge agreement was signed with the Trade Unions, subject to the approval of workers in the insurance sector by means of a referendum and by the Board of Directors on 21 March 2024. The aim of this agreement was to improve company welfare benefits (supplementary pension and welfare credit, the latter valid for 2024), while also recognising an improvement in the Variable Company Bonus, in correlation with the use of holidays and mandatory training, and a one-off amount for the years 2022 and 2023.

Fitch improves UnipolSai "Restricted Tier 1" rating

On 8 March 2024, the Fitch rating agency raised the Restricted Tier 1 rating (ISIN code XS2249600771) issued by UnipolSai Assicurazioni SpA from BB to BB+. The rating improvement took place in the context of an update of the Fitch Ratings methodology, which revised its assessment on some types of subordinated bond issues, mainly of European insurance and reinsurance companies.

Renewed Bancassurance agreement with BPER

On 22 March 2024, UnipolSai and BPER signed the renewal of the agreement "for the distribution of UnipolSai insurance products and standardised banking products of the BPER Group", with an extension of the expiry date to 31 December 2027. The transaction is part of the Bancassurance Boosting guideline of the "Opening New Ways" Strategic Plan, with the aim of enhancing the bancassurance business model and strengthening the synergy between the Unipol Group and BPER. In this context, the innovations introduced confirm the willingness to fully exploit the potential of the insurance and banking networks and attest to the renewed and growing ambitions at the basis of the agreement. The main areas of intervention subject to renewal aim at the achievement of the following objectives:

- the increase in overall flexibility, in order to collect stimuli and opportunities from the market;
- the simplification of the contractual infrastructure;
- the optimisation of the operating model.

Issue of a "Tier 2" subordinated instrument and early repayment of a "Tier 1" loan

On 15 May 2024, the Board of Directors of UnipolSai Assicurazioni S.p.A. ("UnipolSai" or the "Company") authorised the issue by the Company of a Tier 2 subordinated capital instrument - "Tier 2" - denominated in Euro, at a fixed rate, for a maximum nominal amount not exceeding €750m (the "Issue" and the "Tier 2"), to be placed exclusively with qualified Italian and foreign investors (with the exception of US investors) and to be listed on the regulated market of the Luxembourg Stock Exchange.

Tier 2 was issued on 23 May 2024 at 99.853%, with a fixed annual coupon of 4.9%. The issue met with strong investor interest, confirming the solid reputation that UnipolSai and the Unipol Group enjoy in international markets. During the placement, orders in excess of €1.65bn were received, covering the book by about 2.2 times. About 80% of Tier 2, which was assigned a Ba1 rating for Moody's and BBB- for Fitch, was placed with foreign institutional investors.

For the purposes of efficient management of its liabilities and subject to the favourable outcome of the Issue, the Board of Directors of UnipolSai also resolved the exercise by the Company of the early repayment option, already authorised by IVASS, of the "Euro 750,000,000 Fixed/Floating Undated Subordinated Notes" (ISIN XS1078235733), classified in Tier 1 basic own funds. The early repayment was completed on 18 June 2024, contributing to the containment of UnipolSai's leverage.

Resignation of the Vice Chairman

On 27 June 2024, Mr. Fabio Cerchiai resigned from the office of Vice Chairman and Director of UnipolSai, effective on the same date. This resignation is the result of the appointment, on 19 April, of Mr. Cerchiai as Director and Chairman of the Board of Directors of BPER Banca SpA, a position that led to a situation of incompatibility for the purposes of the "interlocking" regulations. Mr. Cerchiai – a non-executive and non-independent Director, nor a member of any committee – was appointed by the Ordinary Shareholders' Meeting on 27 April 2022, within the only list submitted by the majority shareholder Unipol Gruppo SpA.

1 Management Report

Operating performance

It should be noted that, in order to provide a better representation of the actual contribution to the consolidated results, also in consideration of the significance of the related impacts, starting from the year 2024 the economic and financial results deriving from the measurement using the equity method of the investments held in the associates BPER Banca and Banca Popolare di Sondrio are represented in a specific business segment ("Banking associates"). It should be noted that, up to the consolidated financial statements for the year 2023, similarly to what was carried out with reference to the remaining equity investments in associates, the economic and financial results deriving from the consolidation using the equity method of these investees were attributed to the reference sector of the entity holding the related investment. The different representation of the information by segment was applied retroactively to previous periods presented for comparative purposes.

Lastly, it should be noted that, taking into account the technical time required for consolidation operations, the income statement and balance sheet figures at 30 June 2024 posted in the condensed consolidated half-yearly financial statements referring to the Banking associates sector, were calculated based on the financial information of BPER Banca and Banca Popolare di Sondrio as at the previous quarter (31 March 2024).

The Unipol Group closed the first half of 2024 with a **consolidated net profit** of €555m which includes, as mentioned in the introduction, the contribution of the equity investments in BPER and BPSO for the first quarter of 2024 only.

Net of the economic contribution of the banking equity investments, the Group closed the first half of 2024 with a consolidated net profit of €434m, an improvement, on a like-for-like basis, compared to the result of the first half of 2023, which had stood at €404m.

In the first six months of 2024, **direct insurance premiums** amounted to €8,165m, up 10.4% on a like-for-like basis, i.e. without considering the Incontra company sold in 2023, compared to the €7,393m recorded at 30 June 2023.

Non-Life direct premiums at 30 June 2024, amounting to €4,581m, increased (on a like-for-like basis) by 7.8% compared to €4,248m in the first half of 2023.

The MV segment, with premiums of €2,202m, increased by 10.2% over the first half of 2023, positively impacted both by tariff revisions aimed at counteracting the effects of an increase in the cost of claims linked to inflationary trend, and by significant collections related to a contract with a leading automotive group. Growth in Non-MV premiums was still sustained (€2,379m, +5.7% from €2,250m at 30/6/2023), continuing to benefit, in particular, from the commercial drive applied in the Healthcare segment.

At the level of individual companies, the trend underway in the MV segment has mainly characterised UnipolSai, which recorded, in direct business, total Non-Life premiums of €3,618m, +5.1% compared to 30 June 2023, and Linear which recorded an increase of 18.3%, at €124m. UniSalute's premiums were also up, reaching of €517m, an increase of 27.7% also as a result of the continuation of the UniSalute 2.0 project, thanks to which the Group's agency and bancassurance networks offer retail and SME customers the Health products offered by the company, which is a leader in its reference market. The premiums written by SIAT, a company active in the Transport segment, amounted to €96m, down 6.7% compared to the previous year.

The performance of the bancassurance segment was also significant, with Arca Assicurazioni growing by 18.0%, with premiums of €158m.

All Ecosystem business lines posted positive performance in premiums.

The *Mobility Ecosystem* recorded €2,398m in the insurance sector (+9.5%), strengthening its positioning along the entire mobility value chain. In particular, there was a strong boost in the marketing of the UnipolMove electronic toll system, which at 30 June exceeded 1.5 million customers for whom the services offered continue to be integrated.

At 30 June 2024, the *Welfare Ecosystem* reported €927m in premiums (+10.6%), with a significant increase in the Healthcare segment (+17.6%), while the *Property Ecosystem*, with premiums of €1,257m, grew by 3%.

The Group's **combined ratio**, including the reinsurance balance, stood at 93.1%, compared to 97.1% in the first half of 2023. There was an improvement in the current year's loss ratio spread across several insurance classes due to the effect of the measures implemented both in the MV segment, where the tariff increases are aimed at containing the growth in the average cost of claims also linked to the recent revaluation of the invalidity point ordered by the Court of Milan (after yet another postponement of a national regulation), and in the Non-MV segment, where the measures are mainly aimed at containing the effects of the climate change underway. The comparison with the first part of 2023 which already recorded, albeit still partially, the impact of the flood in Emilia Romagna, also had a positive impact.

The Non-Life **pre-tax profit** was €508m compared to €448m in the first half of 2023, reflecting a better technical insurance contribution and, on the other hand, a lower net financial result in relation to the higher incidence of the financial expense on the insurance liabilities.

In the **Life business**, in the first six months of 2024, the Unipol Group recorded premiums of €3,584m, up 14%. In a market context where interest rates remain at sustained values, production continues to be focused on traditional products with a view to optimising net flows of segregated funds. The performance of pure risk products was also positive, while premiums of closed pension funds by UnipolSai were down, characterised, in the first part of 2023, by the acquisition of new funds for significant amounts. All this led to a very positive result in the bancassurance channels, which recorded an overall increase in premiums of 46.9%, while UnipolSai achieved premiums of €1,779m (-7.2%).

The **pre-tax profit** of the Life business was €139m (€143m in the first half of 2023) and includes the expense, estimated at €18m, for the Group's contribution to the newly established Life policyholders' guarantee fund.

With regard to the **management of financial investments**, the gross return on the Group's financial investment portfolio amounted to 4.02% of invested assets, of which 3.59% came from coupons and dividends, whereas the return for the first half of 2023 was 4.01% (of which 3.46% from coupons and dividends).

With regard to the **management of real estate investments**, during the first half of 2024 the upgrading and development of assets continued, with a particular focus on the completion of the new building (Unipol Tower) of considerable architectural prestige and with Leed Platinum certification, located in Piazza Gae Aulenti (Milan) and intended for management use. A large number of employees have already been relocated to this building, enabling the freeing up of a leased office in San Donato Milanese.

The **pre-tax profit of the Banking associates sector** for the first half of 2024, equal to €121m, shows the pro-rata consolidation of the consolidated results of BPER Banca and Banca Popolare di Sondrio at 31 March 2024, while the result for the first half of 2023, in the amount of €113m, only included the contribution of BPER Banca for the entire half-year.

The **pre-tax profit of the Holding and Other Businesses sector** was a loss of €12m (-€7m at 30/6/2023) having absorbed the costs relating to the planned merger of Unipol Gruppo with UnipolSai. In this sector, the positive contribution of the UNA Group - which is active in the hotel sector - continued, recording growth in revenues and a pre-tax profit of more than €11m.

At 30 June 2024, **consolidated shareholders' equity** amounted to €9,125m (€9,799m at 31/12/2023). The decrease is attributable for €885m to the change of interest in the subsidiary UnipolSai. Shareholders' equity attributable to the owners of the Parent amounted to €8,133m (€7,967m at 31/12/2023).

As regards the Group **solvency ratio** at 30 June 2024, the ratio between own funds and the capital requirement was equal to 2.21², compared to 2.15 at 31 December 2023.

² Value at 30 June 2024 calculated on the basis of the information available as of today. The definitive results will be reported to the Supervisory Authority with the timing required by regulations in force.

1 Management Report

Condensed Consolidated Operating Income Statement broken down by business segment

	Non-Life business			Life business			Insurance Sector		
	30/6/2024	30/6/2023	% var.	30/6/2024	30/6/2023	% var.	30/6/2024	30/6/2023	% var.
<i>Insurance revenues from insurance contracts issued</i>	4,448	4,396	1.2	285	258	10.1	4,733	4,655	1.7
<i>Insurance service expenses from insurance contracts issued</i>	(4,064)	(4,168)	(2.5)	(187)	(149)	25.9	(4,251)	(4,316)	(1.5)
<i>Reinsurance contracts held result</i>	(80)	(98)	(18.5)	(5)	(4)	35.5	(85)	(102)	(16.4)
Result of insurance services	305	131	133.0	92	106	(13.0)	397	237	67.8
<i>Balance on investments*</i>	359	387	(7.1)	655	615	6.5	1,014	1,001	1.2
<i>Net financial costs/revenues relating to insurance contracts</i>	(101)	(36)	185.5	(595)	(560)	6.2	(696)	(596)	16.9
Net financial result (excluding interest expense on financial liabilities)	258	351	(26.6)	60	54	9.9	318	406	(21.7)
Other revenue/costs	2	(2)	n.s.	6		n.s.	9	(2)	n.s.
Profit(Loss) before tax and interest expense on financial liabilities	565	480	17.7	158	160	(1.3)	723	640	13.0
interest expense on financial liabilities	(57)	(33)	75.5	(18)	(17)	10.3	(75)	(49)	53.5
Pre-tax Profit/(Loss) for the period	508	448	13.5	139	143	(2.6)	648	591	9.6
Income taxes	(154)	(132)	16.7	(42)	(48)	(13.4)	(196)	(180)	8.7
Profit (Loss) from discontinued operations									
Consolidated Profit (Loss)	354	315	12.2	98	95	2.8	452	411	10.0
Consolidated Profit (Loss) attributable to the owners of the Parent									
Consolidated Profit (Loss) attributable to non-controlling interests									

* excluding interest expense on financial liabilities

The factors that marked the economic performance of the Group included the following:

- **direct insurance premiums**, gross of reinsurance, amounted to €8,165m (€7,470m at 30/6/2023, +9.3%). Non-Life direct premiums amounted to €4,581m (€4,325m at 30/6/2023, +5.9%) and Life direct premiums amounted to €3,584m (€3,144m at 30/6/2023, +14%), of which €1,000m related to Life investment products (€1,154m at 30/6/2023);
- the **combined ratio**, net of reinsurance, of the Non-Life business was 93.1% (97.1% at 30/6/2023).

Unipol Group - Consolidated interim financial report at 30 June 2024

- Amounts in €m

Banking associates			Holding and Other business Sector			Inter-segment eliminations		Total consolidated		
30/6/2024	30/6/2023	% var.	30/6/2024	30/6/2023	% var.	30/6/2024	30/6/2023	30/6/2024	30/6/2023	var. %
								4,733	4,654	1.7
								(4,251)	(4,317)	(1.5)
								(85)	(102)	(16.7)
								397	235	68.9
121	113	7.2	44	64	(31.3)	(27)	(28)	1,152	1,150	0.2
								(696)	(595)	17.0
121	113	7.2	44	64	(31.3)	(27)	(28)	456	555	(17.8)
			(10)	(28)	(63.1)	20	23	18	(6)	n.s.
121	113	7.2	34	36	(6.5)	(7)	(5)	871	784	11.2
			(46)	(43)	6.2	7	5	(114)	(87)	31.7
121	113	7.2	(12)	(7)	(70.9)			757	697	8.6
			(6)		n.s.			(202)	(180)	12.2
121	113	7.2	(18)	(7)	159.9			555	517	7.4
								511	416	
								44	101	

1 Management Report

Insurance Sector performance

The Group's insurance business closed the period with a **total pre-tax profit of €648m** (€591m at 30/6/2023, +9.6%), of which €508m relating to Non-Life business (€448m at 30/6/2023, +13.5%) and €139m to Life business (€143m at 30/6/2023, -2.6%).

At 30 June 2024, **Investments and cash and cash equivalents** of the Insurance sector amounted to €63,269m (€61,780m at 31/12/2023), of which €13,489m in Non-Life business (€13,035m at 31/12/2023) and €49,780m in Life business (€48,744m at 31/12/2023).

Insurance liabilities amounted to €51,442m (€51,200m at 31/12/2023), of which €13,561m in Non-Life business (€13,585m at 31/12/2023) and €37,881m in Life business (€37,615m at 31/12/2023).

Financial liabilities amounted to €14,216m (€13,489m at 31/12/2023), of which €2,370m in Non-Life business (€2,301m at 31/12/2023) and €11,846m in Life business (€11,188m at 31/12/2023).

Total premiums (direct and indirect premiums and investment products) at 30 June 2024 amounted to €8,186m (€7,588m at 30/6/2023, +7.9%). Non-Life premiums amounted to €4,603m (€4,443m at 30/6/2023, +3.6%) and Life premiums amounted to €3,584m (€3,144m at 30/6/2023, +14%), of which €1,000m related to investment products (€1,154m at 30/6/2023, -13.4%).

Direct premiums amounted to €8,165m (€7,470m at 30/6/2023, +9.3%), of which €4,581m from Non-Life business (+5.9%) and €3,584m from Life business (+14%).

Amounts in €m

	30/6/2024	% comp.	30/6/2023	% comp.	% var.
Non-Life direct premiums	4,581	56.1	4,325	57.9	5.9
Life direct premiums	3,584	43.9	3,144	42.1	14.0
Total direct premium income	8,165	100.0	7,470	100.0	9.3

Indirect premiums from Non-Life and Life businesses at 30 June 2024 amounted to a total of €21m (€118m at 30/6/2023, -81.8%), almost entirely made up of Non-Life business.

Amounts in €m

	30/6/2024	comp. %	30/6/2023	% comp.	% var.
Non-Life indirect premiums	21	99.9	118	99.9	(81.8)
Life indirect premiums		0.1		0.1	(92.6)
Total indirect premiums	22	100.0	118	100.0	(81.8)

Group **premiums ceded** totalled €331m (€310m at 30/6/2023), of which €312m of premiums ceded in Non-Life business (€292m at 30/6/2023) and €19m in Life business (€18m at 30/6/2023). Retention ratios remained essentially stable in both Non-Life and Life businesses.

	30/6/2024	comp. %	30/6/2023	% comp.	% var.
Non-Life ceded premiums	312	94.3	292	94.3	7.0
<i>Retention ratio - Non-Life business (%)</i>	<i>93.2%</i>		<i>93.4%</i>		
Life ceded premiums	19	5.7	18	5.7	8.0
<i>Retention ratio - Life business (%)</i>	<i>99.3%</i>		<i>99.1%</i>		
Total premiums ceded	331	100.0	310	100.0	7.0
<i>Overall retention ratio (%)</i>	<i>95.4%</i>		<i>95.2%</i>		

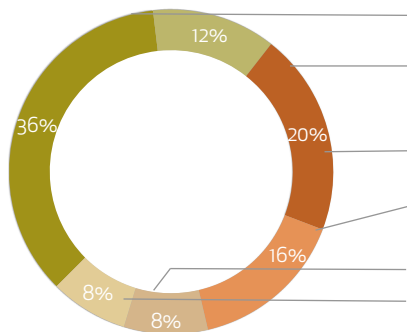
Non-Life business

Total Non-Life premiums (direct and indirect) at 30 June 2024 amounted to €4,603m (€4,443m at 30/6/2023, +3.6%). **Direct business** premiums alone amounted to €4,581m (€4,325m at 30/6/2023, +5.9%).

Non-Life business direct premiums

Amounts in €m

	30/6/2024	% comp.	30/6/2023	% comp.	% var.
Land, sea, lake and river motor vehicles TPL (classes 10 and 12)	1,636		1,549		5.7
Land Vehicle Hulls (class 3)	566		450		25.9
Total premiums - Motor Vehicles	2,202	48.1	1,999	46.2	10.2
Accident and Health (classes 1 and 2)	927		905		2.4
Fire and Other damage to property (classes 8 and 9)	713		677		5.4
General TPL (class 13)	383		387		(1.0)
Other classes	356		359		(0.7)
Total premiums - Non-M-V	2,379	51.9	2,327	53.8	2.2
Total Non-Life direct premiums	4,581	100.0	4,325	100.0	5.9



In the **MV segment**, premiums in the MV TPL class amounted to €1,636m, up by 5.7% compared to 30 June 2023, as was also the Land Vehicle Hulls with premiums of €566m (€450m at 30/6/2023). The **Non-MV segment** also grew, with premiums amounting to €2,379m, recording an increase of 2.2%.

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Non-Life claims

As mentioned in the previous sections, the first half of 2024 saw an improvement in the current year's loss ratio spread across several insurance classes due to the effect of actions taken in both the MV and Non-MV segment.

The **loss ratio** (net of reinsurance in Non-Life business) was 67.1% (70.8% at 30/6/2023).

The number of claims reported, without considering MV TPL, increased by 14.4%. The table with the changes by class is provided below.

Number of claims reported (excluding MV TPL)

	30/6/2024	30/6/2023	% var.
Land Vehicle Hulls (class 3)	185,081	182,345	1.5
Accident (class 1)	61,895	62,059	(0.3)
Health (class 2)	4,395,815	3,755,604	17.0
Fire and Other damage to property (classes 8 and 9)	147,271	143,152	2.9
General TPL (class 13)	44,989	47,343	(5.0)
Other classes	253,010	256,754	(1.5)
Total	5,088,061	4,447,257	14.4

As regards the MV TPL class, where the CARD agreement³ is applied, in the first six months of 2024, 260,584 claims (Non-Card, Debtor Card or Natural Card) were reported, down 6.3% (278,141 at 30/6/2023).

Claims reported that present at least Debtor Card claims handling numbered 164,219, down 4.1% compared to the same period in the previous year.

Handler Card claims were 194,606 (including 36,904 Natural Card claims, claims between policyholders at the same company), down by 7.6%. The settlement rate for the first half of 2024 was 61.4% as compared to 62.5% recorded in the same period of the previous year. The weight of cases to which the Card agreement may be applied (both Handler Card and Debtor Card claims) out of the total cases (Non-Card + Handler Card + Debtor Card) at June 2024 was equal to 85.8% (85.8% at 30/6/2023).

The Non-Life business **expense ratio**, net of reinsurance, was 26% (26.3% at 30/6/2023).

The **combined ratio**, net of reinsurance, was 93.1% at 30 June 2024 (97.1% at 30/6/2023).

³ Below is a brief description of the terms used:

- Non-Card claims: claims governed by the ordinary regime, to which CARD is not applied;

- Debtor Card claims: claims governed by CARD where "our" policyholder is fully or partially liable, which are settled by the counterparty's insurance companies, to which "our" insurance company must pay a flat rate pay-out ("Debtor Flat Rate");

- Handler Card claims: claims governed by CARD where "our" policyholder is fully or partially not liable, which are settled by "our" insurance company, to which the counterparty's insurance companies must pay a flat rate pay-out ("Handler Flat Rate").

However, it must be noted that this classification is a simplified representation because, in reality, each individual claim may contain damages included in each of the three above-indicated cases.

Non-Life premiums of the main Group insurance companies

The direct premiums of **UnipolSai**, the Group's main insurance company, stood at €3,618m (+5.1%), of which €2,031m in the MV segment (+9.8%) and €1,587m in Non-MV segment (-0.4%).

Unipol Assicurazioni Spa - Non-Life business direct premiums income

	<i>Amounts in €m</i>				
	30/6/2024	<i>% comp.</i>	30/6/2023	<i>% comp.</i>	<i>% var.</i>
Land, sea, lake and river motor vehicles TPL (classes 10 and 12)	1,495	41.3	1,428	41.5	4.7
Land Vehicle Hulls (class 3)	535	14.8	422	12.2	26.9
Total premiums - Motor Vehicles	2,031	56.1	1,849	53.7	9.8
Accident and Health (classes 1 and 2)	337	9.3	370	10.7	(8.9)
Fire and Other damage to property (classes 8 and 9)	643	17.8	621	18.0	3.5
General TPL (class 13)	368	10.2	372	10.8	(1.2)
Other classes	239	6.6	231	6.7	3.5
Total premiums - Non-MV	1,587	43.9	1,594	46.3	(0.4)
Total Non-Life direct premiums	3,618	100.0	3,444	100.0	5.1

As regards MV premiums, €1,495m related to the MV TPL and Marine, Lake and River Vessels TPL classes (€1,428m at 30/6/2023, +4.7%).

The trends in the first half of 2024 compare with the trends of the previous year which were characterised, from the point of view of premiums, by the introduction of the monthly premium splitting, which produced a gradual deferment of cash inflows over time, and, from the point of view of the cost of claims, by the impact of the floods in Emilia-Romagna.

In the **MV** segment, the measures to recover the margins of the business, applied from the end of 2022, have allowed for a significant reversal of the downward trend in the average premium that has characterised the business over the last 10 years. The rise in the average premium, accelerated in the second half year of 2023 and continuing, albeit to a lesser extent, in the first half of 2024, ensured the increase in collections. The growth in premiums mainly concerns the *Single Car* segment, due to the increase in the average premium, but also the *Car Fleet* segment where the lower average premium increase is associated with a better portfolio composition that shifts from trucks to cars and a stable portfolio. The return to post-pandemic normality has maintained a certain advantage in terms of claims frequency, which is further reduced compared to 2023, resulting in a decrease in the number of claims, also due to a portfolio contraction. The cost of claims, despite the increase in average cost resulting from inflationary pressures and case law guidelines on micro-injuries and quantification of family member losses on claims with fatalities, remained low. The strong recovery in the average premium, especially for the *Single Car* segment, and the improvement in the claims frequency, have caused the technical result of the class to improve.

As regards the Land Vehicle Hulls class, the growth in premiums in the first six months of 2024 is due, in particular, to the *Car Fleet* segment thanks to an important agreement with a leading international Group. The increase in premiums for the *Single Car* part is, however, significant and mainly determined by the increase in the average premium of some relevant guarantees, including *Natural Events*, *Kasko (Comprehensive cover)*, *Collision and Glass replacement/repair*. The number and cost of claims have increased, partly due to a gradual recovery in claims frequency, accompanied by an increase in average cost that is involving some guarantees. The trends observed lead to the positive result of the class showing improvement compared to the first half of 2023.

In the **Non-MV** segment, premiums were essentially stable, determined by growth in the Property and Corporate segments and by the contraction in the Individuals segment, mainly related to the reduction in the Health class for the **UniSalute 2.0 project**, which provides for the centralisation of the health portfolio on UniSalute, the Group's specialist company. The reduction effect for the year 2024 is mainly due to the transfer of group policies with a significant collection volume to UniSalute, while in the retail portfolio the decrease is becoming more gradual.

Accident premiums in the first half of the year were down compared to those of the same period of 2023. The macroeconomic scenario continues to cause a contraction in the insurance spending capacity of customers and the various commercial initiatives implemented have only partially managed to support development and retention. In the Retail area, the contraction in premiums shows a certain correlation with the price trends of the MV TPL class, in particular for Traffic Accidents contracts signed in conjunction with the stipulation of MV policies. In the collective risk coverage segment, there are two diametrically opposed phenomena depending on the

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type of risk: in the area of Tenders, in particular for Public Entities and Sports Federations, there was a sharp decline in collections as a result of the more restrictive underwriting policies aimed at recovering margins, while in the Corporate, Associations, Schools and Car Fleets sectors there was an increase in premiums.

On the other hand, the Other Damage to Property class confirmed its growth in all Lines of Business, also due to tariff actions and portfolio repositioning. Several factors contributed to the decrease in the number and cost of claims: the reduction in claims in the Hail class, the effectiveness of the actions taken and the significant lower impact of peak claims. The lower costs together with the increase in premiums led to an improvement in the technical result of the class. The slight decrease in the premiums of the Other TPL class is mainly due to portfolio actions in the Public Entities segment as well as in the Professionals segment linked in the latter case to certifications. In general, the application of particularly careful underwriting policies continues. The Goods in Transit class also recorded a decline in premiums, essentially attributable to the transfer of a material risk to the Group's specialist company. To a lesser extent, the class was affected by the strong competition in progress combined with a decrease in the turnover of some significant companies. It should be noted that the Fire class recorded a significant increase in premiums compared to the first half of 2023, with growth in both the Retail Line and the SME (Small Medium Enterprise) Line, mainly due to changes and tariff repositioning of the portfolio as well as to a contraction in the Corporate segment related to margin improvement policies.

Arca Assicurazioni had direct premiums of around €157.6m (up by around 18% compared to the first half of 2023). Specifically, there was an increase in the MV segment (+8.2%) and in the Non-MV segment (+20.9%). In terms of the result for the period, this company recorded a net profit of €23.5m, slightly lower than the profit at end of the first half of 2023 (€25.8m). The analysis of premiums written by distribution channel shows that banks, with premiums amounting to €156.3m (+18.1% compared to 30/6/2023), in fact account for 99.2% of premiums (99.1% at 30/6/2023). In the MV segment, after the tariff changes made in 2023, mainly aimed at dealing with the inflationary trends that impacted the cost of claims and the higher incidence of damages deriving from extreme natural events, in February and June adjustments were introduced in order to preserve the value of the portfolio from the inertial erosion caused by evolutionary variables, accompanied by a number of interventions on the MV product.

Compagnia Assicuratrice Linear, specialised in the direct sale of insurance products through "electronic" channels, issued premiums totalling €124.3m in the first six months of 2024, up compared to the same period of the previous year (+18.3% with €105.1m), mainly concentrated in the MV segment. The result is mainly driven by the recovery in the average MV TPL premium, against a policy portfolio that stands at moderate growth, around 703 thousand units (+4% compared to June 2023). At 30 June 2024, it recorded a profit of €6.9m (profit of €6.3m achieved at 30/6/2023). Since June 2020, the company has been a partner of Poste Italiane for the sale of insurance products to its customers: at 30 June 2024, premiums written through this channel amounted to €6.7m (€5m at 30/6/2023).

DDOR Novi Sad recorded a total profit (Non-Life and Life business) at 30 June 2024 of €3.4m (loss of €2.4m at 30/6/2023 due to the impact of extraordinary items related to some significant industrial and agricultural claims). Premiums written (Non-Life and Life business) increased from €68.4m at 30 June 2023 (of which €58.5m in the Non-Life business) to €78.5m at 30 June 2024 (of which approximately €68.4m in the Non-Life business).

SIAT, in the first half of 2024, recorded a profit of €2.4m (€3.4m at 30/6/2023). Total gross premiums (direct and indirect) were up by 7.5% to €105.4m (€114m at 30/6/2023). In particular, as regards the Hulls sector, the decline in production is mainly represented by the decrease in premiums in the shipbuilding sector, while the production referring to additional "extra war risks" premiums, deriving from the international crises, increased compared to the previous year. The reduction in production in the Goods segment is attributable to both the non-renewal of unprofitable business and to the decrease in premiums for war risks, down compared to last year following the introduction of the price cap on Russian oil products.

UniSalute, an insurance company specialising in the healthcare segment, recorded premiums for around €535m at 30 June 2024, also inclusive of indirect business, up 24.4% compared to 30 June 2023 (€423m). The increase is due both to new business of the corporate component and to premiums relating to the banking and agency channels.

In continuity with the previous year, the first half of 2024 was characterised by a settling trend in traditional business (Funds, Corporate and Tenders). Premiums for the period were affected by some significant new awards in favour of UniSalute at the end of 2023, in particular: UNI.CA (Unicredit Group Assistance Fund) and Fondo FasGeP (Healthcare Fund for employees in the Rubber and Plastics segment) also benefiting from the renewals of all the main expiring contracts, the reforms of important health plans already in the portfolio and the increase in the insured population in the main sector funds.

At 30 June 2024, a profit of €27.8m was reported, compared to €35.3m at 30 June 2023.

New products

To be noted in the MV TPL and Land Vehicle Hulls classes, starting from May 2024, is the implementation of the provisions of Italian Legislative Decree no. 184 of 22 November 2023 ("Decreto RCA" - MV TPL Decree), in execution of Directive (EU) 2021/2118 of the European Parliament and of the Council, amending Directive 2009/103/EC relating to MV TPL insurance and the enforcement of the obligation to insure against such liability. In this regard, it should be noted that IVASS has recommended that all companies operating on Preventivass and that have activated the additional clause of the suspension, disable the aforementioned clause, removing it from the optional items subject to free negotiation between the parties.

The main topics covered include:

- **Kasko**: the basic guarantee provides for only one claim per insurance per year; at the same time, a customisation called "Kasko Extra" was added which, with a premium increase, does not have a limitation to the first claim;
- **Smart Drive**: with reference to the **Unibox Smart Drive** device, the replacement process in the event of an ascertained fault was reviewed. In particular, when the customer calls the UnipolTech contact centre, if it is confirmed that the device needs to be replaced, the customer shall be invited to go to their reference agency, rather than to an approved installer, who will replace the device by associating a new serial number to the customer's voucher;
- The **termination of the contract**: two new cases have been included for which it is possible to proceed with the termination of the MV TPL insurance cover in the case of a vehicle unsuitable for use as a means of transport, through formal communication to the Company, or of a vehicle for which the prohibition of use is documented, on a temporary or permanent basis, by virtue of a measure adopted by the competent authority in accordance with current legislation (e.g. administrative detention, confiscation and seizure).

In the first half of 2024, a number of tariff review measures were adopted for the MV price list, aimed at pursuing technical excellence in the Non-Life MV business and enabling adequate levels of development and margins. To ensure an adequate balance of the Company's technical result, acknowledging the ongoing climate transformation, it was urgent to introduce measures to reduce the portfolio's exposure to catastrophe events; In this context, it is no longer sufficient merely to change the levels of the tariff coefficients, but it is also necessary to review the content of the offer to customers, which will be operational as of 1 February 2024.

Starting from April 2024, the **ValUS** indicator, which estimates the 10-year prospective value of the customer in relation to the policies it holds in UnipolSai, was also introduced.

With regard to the Non-MV segment, UnipolSai updated the UnipolSai **Casa&Servizi** (Home & Services) product, making regulatory and tariff revisions. With effect from 3 January 2024, the new edition of the product was mainly focused on the "Atmospheric Events" cover with the aim of monitoring the technical performance of the guarantee with greater attention, in order to be able to support the reasonable margins with respect to the new climate and economic context. A waiting period of ten days was also introduced in the "Damage to Property" and "Catastrophe Events" sections.

In January 2024, UniSalute's offer of individual solutions was enriched with a new product as part of the range of policies proposed through the Banking channel - **UniSalute Argento**: the product guarantees protection to people over 70 with the main need to benefit from services of prevention and out-of-hospitalisation necessary following an accident or illness. In addition, it guarantees coverage in the event of established non-self-sufficiency.

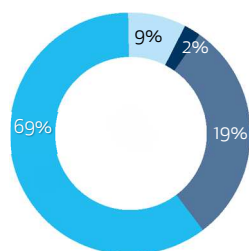
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Life business

Life **direct premiums**, which represent almost all premiums, amounted to a total of €3,584m (€3,144m at 30/6/2023), of which €1,000m were investment products (€1,154m at 30/6/2023), and is composed as follows:

Life business direct premiums

Amounts in €m



	30/6/2024	% comp.	30/6/2023	% comp.	% var.
Total premium income					
I - Whole and term Life insurance	2,487	69.4	1,887	60.0	31.8
III - Unit-linked/index-linked policies	308	8.6	240	7.6	28.1
IV - Health	9	0.3	9	0.3	6.5
V - Capitalisation insurance	80	2.2	80	2.5	0.0
VI - Pension funds	700	19.5	929	29.5	(24.6)
Total Life business direct premium income	3,584	100.0	3,144	100.0	14.0
- of which Life investment products	1,000	27.9	1,154	36.7	(13.4)

Pension Funds

Even within the current difficult economic context, UnipolSai Assicurazioni has maintained its strong position in the supplementary pensions market.

At 30 June 2024, UnipolSai managed a total of 28 **Occupational Pension Fund** mandates (22 of which for accounts "with guaranteed capital and/or minimum return"). At the same date, resources under management totalled €6,149m (€5,486m of which with guaranteed capital). At 31 December 2023, UnipolSai managed the same number of mandates for a total value of resources under management of €5,834m (of which €5,187m with guarantee).

As regards **Open Pension Funds**, at 30 June 2024 the Group managed 2 open pension funds (UnipolSai Previdenza FPA and Fondo Pensione Aperto BIM Vita) that at that date amounted to a total of 41,501 members for total assets of around €966m. At 31 December 2023, those Funds had total assets of €953m and a total of 41,337 members.

Life premiums of the main Group insurance companies

Direct premiums for **UnipolSai** were equal to €1,779m (€1,917m at 30/6/2023, -7.2%).

Amounts in €m

	30/6/2024	% comp.	30/6/2023	% comp.	% var.
Total premium income					
I - Whole and term Life insurance	950	53.4	838	43.7	13.4
III - Unit-linked/index-linked policies	42	2.4	64	3.3	(33.9)
IV - Health	9	0.5	8	0.4	6.2
V - Capitalisation insurance	80	4.5	80	4.2	0.0
VI - Pension funds	698	39.2	927	48.3	(24.7)
Total Life business direct premium income	1,779	100.0	1,917	100.0	(7.2)
Total Life investment products	740	41.6	991	51.7	(25.3)

The comparison with the first half of the previous year shows a different development of premiums by insurance class. In the individual policies sector (which shows an increase of 6.2% compared to the first half of 2023), the distribution choice in 2024 was affected by the financial context characterised by high interest rates with a consequent opportunity for development in Class I (+13.4%), captured by the Company through the new UnipolSai Investimento Multigest product, developed with a mix of Segregated Funds to ensure a high prospective return such as to make the product competitive with respect to other financial instruments. The 2024 offer also saw the continuation of the campaign about the UnipolSai Investimento Garantito product which, under certain conditions, provides for the application of a lower management fee.

Customers responded positively to the distribution proposal, showing excellent sales performance in Class I in the first half of 2024, which made it possible to partially offset the outflows and a reduction in the negative net balance. On the other hand, the offer of stand-alone Segregated Fund products reduced the development of capital light products with a reduction in Class III premiums, overall down by 33.9% compared to the first half of 2023.

Collective policies showed a decrease of 14.8% compared to the same period of the previous year, attributable, however, to the aforementioned lower premiums in Class VI with the Occupational Pension Funds. Net of Pension Funds, collective policy premiums increased by 16.4% and showed excellent development in this segment as well.

To complete the reading of the data by insurance class, there was also an increase of 6.2% in Class IV, which shows significant interest from customers in pure risk products.

The decline in first year premiums compared with the previous year (-6.3%) can be attributed primarily to the drop in recurrent premiums (-15.8%).

BIM Vita recorded a profit, at 30 June 2024, in the amount of €0.5m (€0.3m at the end of the first half of 2023). In terms of premium income, premiums referring to insurance contracts amounted to around €4.6m (€10.5m at 30/6/2023, -53.5%), plus financial products in the amount of €6.4m (€3.5m at 30/6/2023). The volume of investments stood at €529m (€564m at 31/12/2023).

The bancassurance channel of **Arca Vita** and its subsidiary Arca Vita International achieved direct premiums (including investment products) of approximately €1,783m (approximately €1,203m at 30/6/2023, +48.2) up compared to the first half of the previous year, mainly attributable to Class I products. In the early months of 2024, in continuity with the previous year, Arca continued to support Class I premiums through commercial campaigns that promoted New Production of traditional products. In the second half of the year, also due to the expectations of a gradual reduction in market rates, the Company began to implement measures aimed at gradually rebalancing the portfolio mix by activating discounting campaigns on Multisegment products.

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New products

In January 2024, UnipolSai expanded the range of revaluable products with the marketing of a new single premium investment product, **UnipolSai Investimento MultiGest**, characterised by the connection to two segregated funds for the entire contract duration with an equal allocation of premiums (50% Press and 50% Fondivita).

The new product allows additional payments and provides for a reduced withholding fee in the first three years of the contract.

UnipolSai Investimento MultiGest is marketed in a "basic" version open to all customers and in a "fidelity" version dedicated to the reinvestment of amounts from settlements of benefits of other insurance contracts.

In May 2024, the restyling of the product **UnipolSai Investimento MultiGest** was carried out. The new version of the product maintains the same technical characteristics as the previous version but includes, among the segregated funds associated with the product, also **Risparmio Dinamico**, with the following allocation of premiums: 35% Press, 35% Fondivita and 30% Risparmio Dinamico.

Reinsurance

Unipol Group reinsurance policy

With regard to the risks underwritten in the Non-Life business in 2024, compared to 2023, the multi-line aggregate Multipol Excess of Loss programme was cancelled, mainly due to the low appetite of the reinsurance markets for this type of coverage. As a result, the priorities of the main excess of loss treaties were revised (Fire by event, Fire by risk, General TPL and MV TPL). More generally, for 2024, efforts were made to streamline the reinsurance structure; for example, coverage on LVH risks was added within the Fire treaty by event, while, as regards Technological Risks, the transfer percentage of the Quota Share treaty was reduced from 70% to 50% and the Excess of Loss treaty was introduced to cover the retained portion.

At Group level, the following covers were negotiated and acquired:

- excess of loss treaties for the protection of MV TPL, General TPL, Fire by risk, Catastrophe (Property and LVH), Theft, Accident and Transport;
- stop loss treaty for the Hail class;
- proportional treaties for: Technological risk (C.A.R. - Contractors' All Risks -, Erection all Risks and Decennale Postuma whose retention is then protected by a "risk attaching" excess of loss), Bonds (whose retention is then protected by a "risk attaching" excess of loss), Aviation (Accident, Aircraft and TPL, whose retention is protected by a "loss attaching" excess of loss), Legal Expenses, "D & O" and "Cyber" third-party liability.

To minimise counterparty risk, reinsurance coverage continued to be spread out and placed with the major professional reinsurers that have been given a high credit rating by major rating agencies, in order to provide a comprehensive and competitive service. The risks of the Legal Expenses and part of Transport classes were instead ceded to specialised reinsurers and/or specialist Group companies.

As regards the Life business, the renewal of reinsurance covers relating to 2024 occurred fully in line with that expiring, therefore the risks underwritten are mainly covered at Group level with two proportional treaties, one for individual risks and one for collective risks in excess of the risk premium. Retention is protected with a non-proportional cover in excess of loss by event that regards the Life and/or Accident classes. There are also three proportional covers for LTC guarantees, one proportional cover for Individual Serious Illnesses and one for Weighted Risks.

Banking associates Sector performance

Below are the main **income statement figures relating to the Banking associates sector** entirely attributable to the consolidation using the equity method of the investments in the associates BPER Banca and Banca Popolare di Sondrio:

Amounts in €m

	30/6/2024	30/6/2023	% var.
Gains/losses on investments in associates and interests in joint ventures	121	113	0.1
Pre-tax Profit (Loss) for the period	121	113	0.1

The pre-tax profit at 30 June 2024, amounting to €121m, was determined on the basis of the financial information of these investees referring to the previous quarter (31 March 2024).

At 30 June 2024, the equity investments in the associates BPER Banca and Banca Popolare di Sondrio were recognised in consolidated assets in the amount of €2,543m (€2,559m at 31/12/2023), corresponding to their measurement using the equity method.

Holding and Other Businesses Sector performance

The main **income statement figures for the Holding and Other Businesses sector** are summarised below:

Amounts in €m

	30/6/2024	30/6/2023	% var.
Gains/losses on financial assets and liabilities at fair value through profit or loss		9	(99.9)
Gains/losses on investments in associates and interests in joint ventures	2	2	2.3
Gain/losses on other financial assets and liabilities and investment property	(4)	9	n.s.
Net financial result	(2)	21	n.s.
Other revenue	267	210	27.5
Other costs (*)	(278)	(238)	16.8
Pre-tax Profit (Loss) for the period	(12)	(7)	(70.9)

(*) Includes Operating expenses, Net provisions for risks and charges, Net impairment losses/reversals on property, plant and equipment and intangible assets, Other operating expenses/income

The **pre-tax result** at 30 June 2024 was a loss of €12m (-€7m at 30/6/2023).

At 30 June 2024, the **Investments and cash and cash equivalents** of the Holding and Other Businesses sector (including properties for own use for €824m) amounted to €2,982m (€3,683m at 31/12/2023).

Financial liabilities amounted to €2,779m (€2,795m at 31/12/2023) and mainly comprised €2,439m in three senior bonds issued by Unipol with a total nominal value of €2,402m (€2,428m at 31/12/2023, €2,402m the nominal value) and €111m in Unipol's payable to Group companies not belonging to the Holding and Other Businesses sector relating to the cash pooling arrangement.

With regard to the **hotel sector**, the first half of 2024, compared to the same period of 2023, showed an improvement in both the ADR – Average Daily Rate (€157.5 compared to €157.1 at 30/6/2023) and in employment (74.4% compared to 72.9%). The revenues of Gruppo UNA increased compared to 30 June 2023 by approximately 4% (from €98m to €102m). At 30 June 2024, 33 structures were under direct management. The period ended with a profit of €7.8m, above the forecasts at the beginning of the year (€10.2m at 30/6/2023).

In the **healthcare sector**, Casa di Cura Villa Donatello closed the first half of 2024 with a revenue of €23.2m, up by around 3.5% compared to 30 June 2023 (€22.4m). Revenue performance confirms the positive trend in activities regarding specialities, such as hospitalisations, visits and diagnostics. The company posted a profit of €1.9m, in line with the figures at 30 June 2023 (€1.9m).

As for **agricultural activities**, considering the combined data of Tenute del Cerro and Tenute del Cerro Wines, packaged wine sales recorded an increase of approximately 6% compared to 30 June 2023, reaching €4.7m, while total revenue rose from €5.2m to €5.5m, also as a result of the excellent performance of agri-tourism businesses. The period ended with a loss of €0.5m (-€0.3m at 30/6/2023).

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Asset and financial performance

Investments and cash and cash equivalents

At 30 June 2024, the Group's **investments and cash and cash equivalents** totalled €68,550m (€67,309m at 31/12/2023):

	30/6/2024	% comp.	31/12/2023	% comp.	Amounts in €m % var.
Insurance sector	63,269	92.3	61,780	91.8	2.4
Banking associates	2,543	3.7	2,559	3.8	(0.6)
Holding and other businesses sector	2,982	4.4	3,683	5.5	(19.0)
Intersegment eliminations	(244)	(0.4)	(713)	(1.1)	(65.8)
Total Investments and cash and cash equivalents	68,550	100.0	67,309	100.0	1.8

The breakdown by investment category is as follows:

	30/6/2024	% comp.	31/12/2023	% comp.	Amounts in €m % var.
Investments					
Property (*)	3,850	5.6	3,869	5.7	(0.5)
Investments in associates and interests in joint ventures	2,649	3.9	2,656	3.9	(0.3)
Financial assets at amortised cost	1,933	2.8	1,857	2.8	4.1
Debt securities	1,247	1.8	1,282	1.9	(2.7)
Other loans and receivables	686	1.0	575	0.9	19.2
Financial assets at fair value through OCI	40,673	59.3	40,697	60.5	(0.1)
Financial assets at fair value through profit or loss	17,326	25.3	16,412	24.4	5.6
Held-for-trading financial assets	77	0.1	72	0.1	6.9
Financial assets at fair value	11,342	16.5	10,679	15.9	6.2
Other financial assets mandatorily at fair value	5,907	8.6	5,661	8.4	4.3
Cash and cash equivalents	2,119	3.1	1,818	2.7	16.6
Total Investments and Cash and cash equivalents	68,550	100.0	67,309	100.0	1.8

(*) Including properties for own use

Transactions carried out in the first half of the year

This section provides information on financial transactions referring to Group investments other than those for which the risk is borne by customers, the only exclusion being portfolios held by the foreign companies DDOR and DDOR Re, the values of which in the Group's total portfolio are of little significance.

In the first half of 2024, the investment policies adopted in the financial area continued to apply, in the medium/long term, the general criteria of prudence and preservation of asset quality, in compliance with the Guidelines defined in the Group Investment Policy. Specifically, financial transactions were geared towards reaching profitability targets consistent with the asset return profile and with the trend in liabilities over the long term, maintaining a high-quality portfolio through a process of selecting issuers on the basis of their diversification and strength, with a particular focus on the liquidity profile.

As regards **bonds**, a prudent approach was maintained, assuming a positioning consistent with a context of interest rates rising moderately from the end of the 2023 levels and inflation falling steadily but not as fast as expected by investors.

The half-year period was characterised by a decrease in exposure to government bonds, particularly Italian government bonds.

The non-government bond component during the first half of the year increased in both the Life and Non-Life businesses, while the Holding segment recorded a reduction in exposure. Sales mainly concerned senior securities of financial and corporate issuers characterised by a risk-return ratio deemed no longer adequate, while purchases were mainly focused on securities of good quality financial issuers (with mainly investment grade credit rating) and, to a lesser extent, on well-diversified corporate securities.

Exposure to level 2 and 3 structured bonds remained essentially unchanged during the first half of 2024.

The following table shows the Group's exposure to structured securities:

Amounts in €m

	30/6/2024			31/12/2023			variation	
	Carrying amount	Market value	Implied +/-	Carrying amount	Market value	Implied +/-	Carrying amount	Market value
Structured securities - Level 1	14	14		14	14			
Structured securities - Level 2	238	239	3	238	239	3		(1)
Structured securities - Level 3	1	1		1	1			
Total structured securities	254	254	3	253	254	3		

Equity exposure increased in the first half of 2024 by €358m; purchases concerned securities in the banking business and public utility services sector, while the most sold sectors were technology and telecommunications services. Almost all equity instruments belong to the main stock indices of developed countries.

During the first half of the year, new put options were opened on the Eurostoxx 50 equity index. These strategies make it possible to protect a part of the equity portfolio, for a total value of €375m, from a possible market decline by the middle of next year, limiting the negative impacts exclusively to the total value of the premium paid, equal to €20m.

Exposure to **alternative funds**, a category that includes Private Equity Funds, Hedge Funds and investments in Real Assets, amounted to €3,058m, an increase of approximately €305m compared to 31 December 2023.

Currency operations were actively managed following the performance of currency prices with a view to managing net exposure to the currency risk of outstanding equity and bond positions.

The group's overall duration of 5.42 years was down slightly from 5.53 years at the end of 2023. The Non-Life business duration was 3.08 years (2.97 at the end of 2023) while in the Life business it was 6.27 years (6.48 at the end of 2023). The fixed rate and floating rate components of the bond portfolio amounted to 91.7% and 8.3%, respectively. The government component accounted for approximately 62.3% of the bond portfolio whilst the corporate component accounted for the remaining 37.7%, split into 27.4% financial and 10.3% industrial credit.

92.5% of the bond portfolio was invested in securities with ratings above BBB-.

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As part of the financial operations during the half year, it should also be noted that, on 21 June 2024, UnipolSai signed a share swap derivative contract, with settlement exclusively in cash, with a total underlying, to be achieved progressively over a period of two months from the start of the contract, 67.5 million BPER shares corresponding to approximately 4.77% of the share capital. At the end of the half year, the BPER shares underlying the contract amounted to 13.1 million, equal to 19% of the contractually set forth total amount.

The derivative contract, with maximum maturity date on 25 February 2028, was signed as it was considered an interesting investment opportunity, allowing the economic and financial results deriving from the holding of the underlying shares to be synthetically replicated. It should be noted that the derivative instrument is recognised under financial assets/financial liabilities mandatorily at fair value through profit or loss, and the economic impact on the Unipol Group's results of operations arising from the recognition at fair value of this derivative instrument is not significant.

Net financial result

Details of the Net financial result are shown in the following table:

	<i>Amounts in €m</i>				
	30/6/2024	<i>% comp.</i>	30/6/2023	<i>% comp.</i>	<i>% var.</i>
Gains/losses on investment property	(11)	(1.0)	5	0.4	n.s.
Gains/losses on investments in associates and interests in joint ventures	124	11.0	115	10.2	7.7
Net gains on financial assets recognised at amortised cost	101	9.0	58	5.2	74.0
Net gains on financial assets at fair value through OCI (*)	720	63.9	706	62.9	2.0
Net gains on financial assets at fair value through profit or loss (**)	194	17.2	239	21.3	(19.2)
Total net gains on investments	1,128	100.0	1,123	100.0	0.4
Total net losses on financial liabilities	(120)		(91)		31.4
Total net gains (***)	1,008		1,032		(2.4)
Net gains on financial assets at fair value (****)	337		340		(1.1)
Net losses on financial liabilities at fair value (****)	(307)		(308)		(0.4)
Total net gains on financial instruments at fair value (****)	30		32		(7.2)
Balance on investments	1,038		1,063		(2.4)
Net financial costs/revenues relating to insurance contracts issued	(710)		(596)		19.1
Net financial revenues/costs relating to reinsurance contracts held	14		1		n.s.
Net financial result	342		468		(26.9)

(*) excluding measurement of financial instruments at fair value through OCI subject to hedge accounting

(**) excluding net gains and losses on financial instruments at fair value through profit or loss for which investment risk is borne by customers (index-and unit-linked) and arising from pension fund management; including measurement of financial instruments at fair value through OCI subject to hedge accounting

(***) excluding net gains and losses on financial instruments at fair value through profit or loss for which investment risk is borne by customers (index-and unit-linked) and arising from pension fund management

(****) net gains and losses on financial instruments at fair value through profit or loss for which investment risk is borne by customers (index-and unit-linked) and arising from pension fund management

Net gains at 30 June 2024, amounting to €1,014m, includes net gains of €120m (€113m at 30/06/2023) from the consolidation of BPER and Banca Popolare di Sondrio using the equity method.

The item Gains/losses on investment property included €27m in depreciation (€26m at 30/06/2023).

Shareholders' equity

At 30 June 2024, Shareholders' equity amounted to €9,125m (€9,799m at 31/12/2023). **Shareholders' equity attributable to the owners of the Parent**, standing at €8,133m (€7,967m at 31/12/2023), is composed of:

	30/6/2024	31/12/2023	<i>variation in amount</i>
Share capital	3,365	3,365	
Capital reserves	1,639	1,639	
Income-related and other equity reserves	2,515	1,756	759
Treasury shares (-)		(4)	4
Valuation reserves	103	110	(7)
Profit (loss) for the year attributable to the owners of the Parent (+/-)	511	1,101	(590)
Total shareholders' equity attributable to the owners of the Parent	8,133	7,967	166

The main changes over the period were as follows:

- a decrease due to dividend distribution for €276m;
- a decrease of €60m due to the change in the interest held by Unipol in UnipolSai in relation to the purchases of UnipolSai shares completed during the first half of the year as part of the Group's corporate rationalisation project;
- an increase of €511m as a result of the Group profit at 30 June 2024.

The **Shareholders' equity attributable to non-controlling interests** amounted to €992m (€1,832m at 31/12/2023), composed of one perpetual regulatory capital instrument (Restricted Tier 1) for €496m issued by UnipolSai. The main changes over the period were as follows:

- a decrease of €49m for payment of dividends to third parties;
- a decrease of €825m due to the change in the interest held by Unipol in UnipolSai in relation to the purchases of UnipolSai shares completed during the first half of the year as part of the Group's corporate rationalisation project;
- a decrease of €12m net of taxes, to pay the coupon to holders of the Restricted Tier 1 capital instrument issued by UnipolSai;
- an increase of €44m due to profit attributable to non-controlling interests.

Treasury shares

At 30 June 2024, the treasury shares held by Unipol and its subsidiaries totalled 153,860 (928,678 at 31/12/2023), of which 14,927 shares were directly held.

In execution of the Performance share-based compensation plans for the executive personnel of Unipol and its subsidiaries, 774,818 Unipol shares were granted in March, in execution of the 2019-21 Long-Term Incentive Compensation Plan.

1 Management Report

Insurance and financial liabilities

At 30 June 2024, Insurance liabilities amounted to €51,442m (€51,200m at 31/12/2023) and Financial liabilities amounted to €16,726m (€15,523m at 31/12/2023).

Amounts in €m

	30/6/2024	31/12/2023	% var.
Non-Life Insurance liabilities	13,561	13,585	(0.2)
Life Insurance liabilities	37,881	37,615	0.7
Total Insurance liabilities	51,442	51,200	0.5
Financial liabilities at fair value	11,175	10,507	6.4
Investment contracts - insurance companies	11,073	10,412	6.3
Other	102	95	7.4
Financial liabilities at amortised cost	5,551	5,016	10.7
Subordinated liabilities	1,253	1,287	(2.6)
Other	4,298	3,728	15.3
Total financial liabilities	16,726	15,523	7.7
Total	68,168	66,723	2.2

Unipol Group Debt

For a correct representation of the accounts under examination, information is provided below of financial debt only, which is the total amount of the financial liabilities not strictly associated with normal business operations.

Amounts in €m

	30/6/2024	31/12/2023	variation in amount
Subordinated liabilities issued by UnipolSai	1,254	1,287	(33)
Debt securities issued by Unipol	2,439	2,428	11
Other loans	1,858	1,300	558
Total debt	5,551	5,015	536

Subordinated liabilities issued by UnipolSai Assicurazioni Spa amounted to €1,254m and relate for €500m to a 10-year subordinated bond loan issued on 1 March 2018 listed on the Luxembourg Stock Exchange and for €750m to a 10-year subordinated bond loan issued on 23 May 2024 listed on the Luxembourg Stock Exchange.

The Debt securities issued by Unipol amounted to €2,439m and relate to two senior unsecured bond loans listed on the Luxembourg Stock Exchange, with a total nominal value of €1,500m, and a 10-year senior green bond loan with a nominal value of €902m, listed on the Luxembourg Stock Exchange, issued in two tranches on 23 September and 26 November 2020. The issues described above were implemented as part of the Euro Medium Term Notes (EMTN) Programme, with a maximum total nominal amount of €3,000m, established in December 2009 for €2,000m with the latest renewal and increase to €3,000m in September 2020.

Other loans of €1,858m (€1,300m at 31/12/2023) mainly relate to loans taken out by UnipolRental from banks and other lenders for a total of €1,482m, as well as loans obtained for property purchases and improvement works from the Athens R.E. Closed-end Real Estate Fund for €137m and from the Tikal Closed-end Real Estate Fund for €99m; the item also includes the financial liabilities deriving from the present value of future lease payments due on lease agreements accounted for on the basis of IFRS 16 for a total of €128m.

Transactions with related parties

The Procedure for related-party transactions (the “**Procedure**”) - prepared pursuant to Art. 4 of Consob Regulation no. 17221 of 12 March 2010, as amended (the “**CONSOB Regulation**”) – defines the rules, methods and principles that ensure the transparency and substantive and procedural fairness of the transactions with related parties carried out by Unipol, either directly or through its subsidiaries.

The Procedure is published in the “Governance/Related Party Transactions” section of the Unipol Group’s website (www.unipol.it).

Given the above, it should be noted that during the first half of 2024, since Unipol voluntarily decided not to make use of the exemption procedure applicable to transactions with subsidiaries, the Company Board of Directors has approved, at the meeting of 15/16 February 2024, in compliance with the Procedure, the corporate rationalisation project of the Unipol Group through the merger by incorporation, into Unipol, of UnipolSai Assicurazioni SpA, Unipol Investment SpA, Unipol Finance S.r.l. and UnipolPart I SpA (the “**Merger**”), preceded by a voluntary public tender offer promoted by Unipol itself, concerning all the ordinary shares of UnipolSai less the shares held, directly and indirectly, by Unipol, and the treasury shares held, directly and indirectly, by UnipolSai.

The Merger was reviewed in advance by the Related Party Transactions Committee of Unipol (the “**Committee**”) which - upon completion of the activities under its area of competence - issued its favourable opinion on the Company’s interest in carrying out the Transaction, as well as on the cost effectiveness and substantial and procedural fairness of the same (the “**Opinion**”). On 23 February 2024, Unipol published, pursuant to Art. 5 of the CONSOB Regulation and Art. 14 of the Procedure, the relevant information document, which was made available to the public at Unipol’s registered office, on the authorised e-Market Storage mechanism (www.emarketstorage.it) and on Unipol’s website (www.unipol.it/it/governance/operazioni-societarie/progetto-di-razionalizzazione-societaria-del-gruppo-unipol).

Subsequently, in view of the Board’s approval of the Merger plan on 21 March 2024, the Committee confirmed, on 19 March 2024, the conclusions expressed in the Opinion. The effectiveness of the Merger is subject to the necessary legal authorisations.

Lastly, please note that in the first half of 2024, Unipol did not approve, or carry out, directly or through subsidiaries, other Related Party Transactions qualified as of “Major Significance”, or which significantly influenced the financial position or results of the companies, pursuant to Art. 5, paragraph 8 of the CONSOB Regulation.

The information required by IAS 24 and Consob Communication DEM/6064293/2006 is provided in paragraph 3.4 – Notes to the financial statements - Transactions with Related Parties.

1 Management Report

Other information

DDOR joins the Ogyre community

In line with the commitment already undertaken by the Unipol Group, in January 2024 DDOR also joined the large community of **Ogyre**, with the aim of pursuing a **sustainable development strategy** by contributing to **protection of the seas**. DDOR purchased 1,000 Ogyre water bottles, an investment aimed at removing 1,000 kg of marine litter and contributing to the regeneration of the Mediterranean Sea. DDOR's commitment to its alignment with a high ESG standard was recognised and awarded in 2022 by Confindustria Serbia and in 2023 by the Italian-Serbian Chamber of Commerce.

Advertising and Sponsorships

UnipolSai and Ducati Corse still together in the MotoGP challenge

UnipolSai remains alongside **Ducati Corse** in the **MotoGP World Championship** as **Official Sponsor** through a renewed partnership for the 2024 and 2025 seasons. On 22 January 2024, the Ducati Lenovo Team was presented at the Palacampiglio in Madonna di Campiglio, unveiling the colours of the Desmosedici GP that will take part in the **2024 MotoGP World Championship**.

Sport Heroes UnipolSai

From 19 April, "**Sport Heroes UnipolSai**" was launched on the DAZN app, also available free of charge. This is an original UnipolSai video series that tells the story of five athletes, an expression of the excellence of Italian sport and its deeper values: Gregorio Paltrinieri (swimming), Simone Giannelli (volleyball), Carlotta Gilli (paralympic swimming), Laura Rogora (climbing) and Mattia Furlani (long jump).

Recognitions

MF Insurance Awards 2024

On **8 February 2024**, during the award ceremony of the **MF Insurance Awards 2024**, **4 "Compagnia di Valore" awards** were won by **UnipolSai** for the "Best technical result": "Best Technical Result in the Assistance Class", "Best Technical Result in the Land Vehicle Hulls Class", "Best Technical Result in the Legal Expenses Class" and "Best Technical Result in the General TPL Class". **UnipolSai** also won the **Insurance Elite** award ("Best ecosystem strategy") for the new business acquisition campaign for healthcare (Centro Medico Santagostino) and mobility (long-term rental) in symbiosis with the protection offer, in addition to the **MF Innovazione** award for the Omnichannel Evolution of the distribution model.

Siat received the "**Compagnia di Valore**" award for the "Best Technical Result" for the Aircraft, Rail and Marine Vessels Class, in addition to the award for average profit growth.

UniSalute won the "**Best Technical Result**" award in the Health Class.

Major recognition also for **BeRebel**, with the "**MF Innovazione Award**" in the product/service category - Mobility and for Arca Vita with the "Lombard Superindex" award.

RepTrack Company ranking

The Unipol Group is the leading company in terms of reputation in the insurance and banking sector according to the specific model built by **The RepTrak Company**, an international company specialised in reputation measurement that every year assesses 7,000 companies on an international basis in around 40 markets. Ten years after the launch of the Reputation Management programme - which involves the continuous measurement of corporate reputation on a monthly basis among a representative sample of the Italian population and on an annual basis among six other key stakeholders - the Group, even in a year of a generalised reputational decline in all corporate sectors, in April 2024 confirmed its leadership position with a positive difference of +9.9 points compared to the average reputational difference in the insurance sector and +10.7 points compared to the average in the banking sector. A positive gap compared to the constantly growing insurance sector, which rose from +5.7 points in 2019 to +9.9 points in 2023, for a reputational performance of 77.6 points on a scale from 0 to 100, which places Unipol in the "Strong" (70-79) bracket.

Significant events after the reporting period and business outlook

Significant events after the reporting period

Trade union agreement regarding Personnel and access to the Solidarity Fund

As part of the activities for the implementation of the 2022-2024 Strategic Plan and in continuity with similar initiatives already implemented during the three-year period, on 15 July 2024 an agreement was signed by UnipolSai with the trade unions aimed at enforcing a new plan to accompany the voluntary pension, through:

- redundancy incentives for employees who have already met or will meet the “Fornero Reform” pension requirement by 31 October 2025; in this case the mutually agreed termination of the employment contract was set for 31 January 2025 for those already meeting the requirements or will gradually be set as the last day prior to meeting the requirements for the aforementioned pension treatment;
- use of the extraordinary section of the Solidarity Fund, for employees who meet pension requirements between 1 November 2025 and 31 December 2029.

In this case, it should be noted that the mutually agreed terminations of the employment relationships of the above-mentioned employees will take place with access to the extraordinary benefits of the Solidarity Fund as from:

- 1 February 2025 (termination/last day of work on 31 January 2025) for those who will accrue the pension between 1 November 2025 and 31 December 2027;
- 1 July 2025 (termination/last day of work on 30 June 2025) for those who will accrue pension between 1 January 2028 and 31 December 2029.

Delisting of UnipolSai shares

By resolution dated 25 June 2024, Borsa Italiana SpA has ordered – with effect from 3 July 2024 – the delisting of the UnipolSai shares from Euronext Milan, subject to suspension from trading at the meetings of 1 July and 2 July 2024 (the “Delisting”).

Following the Delisting, with reference to the bonds issued by the Company, represented by debt securities listed on the regulated market of the Luxembourg Stock Exchange with a unit nominal value exceeding €100,000, the Board of Directors of UnipolSai has designated Italy as home Member State, pursuant to Art. 1, paragraph 1, letter w-quater, no. 4, of Italian Legislative Decree no. 58/1998 and Art. 65-decies of the Consob Issuer’s Regulation. Therefore, the Company will not draw up the financial reports as set forth in Art. 154-ter of the Consolidated Law on Finance, by virtue of the exemption pursuant to Art. 83, paragraph 1, lett. b), of the Issuer’s Regulation, nor the public disclosure of additional periodic financial information pursuant to Art. 82-ter of the Issuer’s Regulation.

1 Management Report

Business outlook

In July, the insurance business continued as normal and there were no major catastrophic events other than those that characterised the month of July 2023, with violent wind and hail storms in the regions of northern Italy, resulting in the weather event with the greatest impact on insurance companies ever recorded in our country.

With regard to the Non-Life business, actions continue to combat the increase in the average cost of claims caused by the inflation recorded in recent years and aimed at limiting the loss ratio related to climate change.

With reference to the financial markets, interest rates remain high benefiting the returns of the Life segregated funds, where the Group's premiums continue to be concentrated. The main stock markets, after a positive trend in the early part of July, subsequently reversed the trend and started a phase characterised also by a marked upswing in volatility. The financial operations of the Group continue to aim for consistency between assets and liabilities and the maintenance of a high standard of portfolio quality through issuer diversification criteria, maintaining a particular focus on their strength and liquidity as well as safeguarding the Group's solvency position.

In the Beyond Insurance segment, the focus is on consolidation of the many initiatives underway. The commercial success of the UnipolMove electronic toll system, already distributed at the beginning of August to around 1.7 million customers, continues to expand the range of products sold by the Group and increase the opportunities for commercial development of our distribution networks.

The performance recorded in the first half of the year and the information currently available enable the Group to confirm, in the absence of currently unforeseeable events related to a possible worsening of the reference context, particularly related to the financial markets or extreme climatic events, that the consolidated income trends for the year are in line with the objectives laid out in the 2022-2024 Strategic Plan.

Bologna, 8 August 2024

The Board of Directors

2. Condensed Consolidated Half-Yearly Financial Statements at 30 June 2024

Tables of Consolidated Financial Statements

- Balance sheet
- Income statement and comprehensive income statement
- Statement of changes in shareholders' equity
- Statement of cash flows

2 Consolidated Financial Statements

Balance sheet

Assets

Amounts in €m

Asset items	30/6/2024	31/12/2023
1. INTANGIBLE ASSETS	2,496	2,485
of which: goodwill	1,883	1,883
2. PROPERTY, PLANT AND EQUIPMENT	4,636	4,187
3. INSURANCE ASSETS	1,117	1,123
3.1 Insurance contracts issued that are assets	67	63
3.2 Reinsurance contracts held that are assets	1,050	1,060
4. INVESTMENTS	64,667	63,924
4.1 Investment property	2,086	2,302
4.2 Investments in associates and interests in joint ventures	2,649	2,656
4.3 Financial assets at amortised cost	1,933	1,857
4.4 Financial assets at fair value through OCI	40,673	40,697
4.5 Financial assets at fair value through profit or loss	17,326	16,412
a) Held-for-trading financial assets	77	72
b) Financial assets at fair value	11,342	10,679
c) Other financial assets mandatorily at fair value	5,907	5,661
5. OTHER FINANCIAL ASSETS	1,067	1,145
6. OTHER ASSETS	4,135	4,776
6.1 Non-current assets or assets of a disposal group held for sale	129	133
6.2 Tax assets	1,022	1,079
a) current	390	378
b) deferred	632	701
6.3 Other assets	2,984	3,564
7. CASH AND CASH EQUIVALENTS	2,119	1,818
TOTAL ASSETS	80,237	79,458

Balance sheet

Shareholders' equity and liabilities

Amounts in €m

Items of Shareholders' Equity and Liabilities	30/6/2024	31/12/2023
1. SHAREHOLDERS' EQUITY	9,125	9,799
1.1 Share capital	3,365	3,365
1.2 Other equity instruments		
1.3 Capital reserves	1,639	1,639
1.4 Income-related and other equity reserves	2,515	1,756
1.5 Treasury shares (-)		(4)
1.6 Valuation reserves	103	110
1.7 Shareholders' equity attributable to non-controlling interests (+/-)	948	1,602
1.8 Profit (loss) for the year attributable to the owners of the Parent (+/-)	511	1,101
1.9 Profit (loss) for the year attributable to non-controlling interests (+/-)	44	230
2. PROVISIONS FOR RISKS AND CHARGES	521	552
3. INSURANCE LIABILITIES	51,442	51,200
3.1 Insurance contracts issued that are liabilities	51,332	51,108
3.2 Reinsurance contracts held that are liabilities	110	92
4. FINANCIAL LIABILITIES	16,726	15,523
4.1 Financial liabilities at fair value through profit or loss	11,175	10,507
a) Financial liabilities held-for trading	102	95
b) Financial liabilities at fair value	11,073	10,412
4.2 Financial liabilities at amortised cost	5,551	5,016
5. PAYABLES	954	938
6. OTHER LIABILITIES	1,469	1,446
6.1 Liabilities associated with disposal groups held for sale		
6.2 Tax liabilities	133	106
a) current	16	17
b) deferred	117	89
6.3 Other liabilities	1,336	1,340
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	80,237	79,458

2 Consolidated Financial Statements

Income statement

Amounts in €m

Items	30/6/2024	30/6/2023
1. Insurance revenue from insurance contracts issued	4,733	4,654
2. Insurance service expenses from insurance contracts issued	(4,251)	(4,317)
3. Insurance revenue from reinsurance contracts held	112	68
4. Insurance service expenses from reinsurance contracts held	(197)	(170)
5. Result of insurance services	397	235
6. Gains/losses on financial assets and liabilities at fair value through profit or loss	215	273
7. Gains/losses on investments in associates and interests in joint ventures	124	115
8. Gain/losses on other financial assets and liabilities and investment property	699	675
8.1 - Interest income calculated with the effective Interest method	757	706
8.2 - Interest expense	(114)	(87)
8.3 - Other income/Charges	99	95
8.4 - Realised gains/losses	15	17
8.5 - Unrealised gains/losses	(58)	(56)
of which: Related to impaired financial assets		
9. Balance on investments	1,038	1,063
10. Net financial costs/revenues relating to insurance contracts issued	(710)	(596)
11. Net financial revenues/costs relating to reinsurance transfers	14	1
12. Net financial result	342	468
13. Other revenue/costs	642	472
14. Operating expenses:	(316)	(272)
14.1 - Investment management expenses	(37)	(37)
14.2 - Other administrative expenses	(279)	(235)
15. Net provisions for risks and charges	2	3
16. Net impairment losses/reversals on property, plant and equipment	(241)	(150)
17. Net impairment losses/reversals on intangible assets	(69)	(59)
of which: Value adjustments to goodwill		
18. Other operating expenses/income		
19. Pre-tax Profit (Loss) for the period	757	697
20. Income taxes	(202)	(180)
21. Profit (Loss) for the year after taxes	555	517
22. Profit (Loss) from discontinued operations		
23. Consolidated Profit (Loss)	555	517
of which: attributable to the owners of the Parent	511	416
of which: attributable to non-controlling interests	44	101

Comprehensive income statement

Amounts in €m

Items	30/6/2024	30/6/2023
1 Profit (Loss) for the period	555	517
2 Other income items net of taxes not reclassified to profit or loss	39	92
2.1 Portion of valuation reserves of equity investments valued at equity	13	6
2.2 Change in the revaluation reserve for intangible assets		
2.3 Change in the revaluation reserve for property, plant and equipment		
2.4 Financial revenues or costs relating to insurance contracts issued	(18)	(20)
2.5 Gains and losses on non-current assets or disposal groups held for sale		
2.6 Actuarial gains and losses and adjustments relating to defined benefit plans	2	(5)
2.7 Gains or losses on equity instruments at fair value through OCI	42	111
2.8 Reserve deriving from variation on credit risk on financial liabilities at fair value through profit or loss		
2.9 Other items		
3 Other income items net of taxes reclassified to profit or loss	(58)	92
3.1 Change in the reserve for foreign currency translation differences		
3.2 Gains or losses on financial assets (other than equity instruments) at fair value through OCI	(560)	658
3.3 Gains or losses on cash flow hedges	2	(2)
3.4 Gains or losses on hedges of a net investment in foreign operations		
3.5 Portion of valuation reserves of equity investments valued at equity	(1)	6
3.6 Financial revenues or costs relating to insurance contracts issued	505	(570)
3.7 Financial revenues or costs relating to reinsurance transfers	(4)	
3.8 Gains and losses on non-current assets or disposal groups held for sale		
3.9 Other items		
4 TOTAL OTHER COMPREHENSIVE INCOME (EXPENSE)	(19)	184
5 TOTAL CONSOLIDATED COMPREHENSIVE INCOME (EXPENSE) (Item 1+4)	534	701
5.1 of which: attributable to the owners of the Parent	504	574
5.2 of which: attributable to non-controlling interests	30	127

2 Consolidated Financial Statements

Statement of changes in shareholders' equity

Amounts in €m

	Share capital	Other equity instruments	Capital reserves	Income-related and other equity reserves	Treasury shares	Valuation reserves	Profit (loss) for the year attributable to the owners of the Parent	Equity attributable to the owners of the Parent	Shareholders' equity attributable to non-controlling interests	Total equity
Balance at 1.1.2023	3,365		1,639	2,975	(5)	(70)	675	6,863	1,716	8,579
of which: Changes to opening balance										
Allocation of profit (loss) for the year 2022										
Reserves				312			(312)			
Dividends and other allocations				(12)			(363)	(265)	(110)	(375)
Changes during the year										
Issuance of new shares										
Purchase of treasury shares					4			4		4
Changes in investments				1				(2)	3	1
Comprehensive Income Statement						185	516	572	129	701
Other changes				13				14	(1)	13
Balance at 30.6.2023	3,365		1,639	3,289	(1)	115	516	7,186	1,737	8,923
Balance at 1.1.2024	3,365		1,639	3,340	(4)	128	1,331	7,967	1,832	9,799
of which: Changes to opening balance										
Allocation of profit (loss) for the year 2023										
Reserves				1,010			(1,010)			
Dividends and other allocations				(12)			(321)	(273)	(61)	(333)
Changes during the year										
Issuance of new shares										
Purchase of treasury shares					4			4		4
Changes in investments				(885)				(76)	(809)	(885)
Comprehensive Income Statement						(22)	555	504	30	533
Other changes				7				7		7
Balance at 30.6.2024	3,365		1,639	3,459		107	555	8,133	992	9,125

Statement of cash flows (indirect method)

Amounts in €m

	Amount	
	30/6/2024 (+/-)	30/6/2023 (+/-)
Net cash flows generated by/used for:		
- Profit (loss) for the period (+/-)	555	517
- Net revenues and costs of insurance contracts issued and reinsurance transfers (+/-)	300	360
- Capital gains/losses on financial assets at fair value through profit or loss (-/+)	(560)	(905)
- Other non-monetary gains and losses on financial instruments, investment property and investments (+/-)	847	(465)
- Net provisions for risks and charges (+/-)	(31)	(22)
- Interest income, dividends, interest expense, taxes (+/-)	(1,775)	(1,474)
- Other adjustments (+/-)	606	(1,242)
- interest income collected (+)	621	526
- dividends collected (+)	172	133
- interest expense paid (-)	(161)	(137)
- paid taxes (-)	(58)	(27)
Net cash flows generated by/used for other monetary items from operating activities	(+/-)	(+/-)
- Insurance contracts classifiable as liabilities/assets (+/-)	704	2,462
- Reinsurance transfers classifiable as assets/liabilities (+/-)	(46)	(57)
- Liabilities from financial contracts issued by insurance companies	339	674
- Receivables of banking subsidiaries (+/-)		
- Liabilities of banking subsidiaries (+/-)		
- Other financial instruments and liabilities at fair value through profit or loss (+/-)	(141)	1,495
- Other financial instruments and liabilities (+/-)	283	72
Total net cash flow generated by/used for operating activities	1,655	1,910
Net cash flows generated by/used for:	(+/-)	(+/-)
- Sale/purchase of investment property (+/-)	(40)	(9)
- Sale/purchase of investments in associates and joint ventures (+/-)	(887)	
- Dividends collected on equity investments (+)	581	423
- Sale/purchase of financial assets measured at amortised cost (+/-)	261	(90)
- Sale/purchase of financial assets measured at fair value through other comprehensive income (+/-)	(987)	(1,406)
- Sale/purchase of property, plant and equipment and intangible assets (+/-)	(465)	(632)
- Sale/purchase of subsidiaries and business units (+/-)		(109)
- Other net cash flows from investing activities (+/-)	7	1
Total net cash flow generated by/used for investing activities	(1,530)	(1,822)
Net cash flows generated by/used for:	(+/-)	(+/-)
- Issues/purchases of equity instruments (+/-)		
- Issues/purchases of treasury shares (+/-)	5	4
- Distribution of dividends and other purposes (-)	(333)	(376)
- Sale/purchase of non-controlling interests (+/-)		
- Issues/purchases of subordinated liabilities and participating financial instruments (+/-)		
- Issues/purchases of liabilities measured at amortised cost (+/-)	504	(58)
Total net cash flow generated by/used for financing activities	176	(430)
NET CASH FLOW GENERATED/USED DURING THE YEAR	301	(342)

Key:

(+) generated

(-) used

T = reference year of the financial statements

RECONCILIATION

Financial statement items	Amount	
	30/6/2024	30/6/2023
Cash and cash equivalents at 1 January	1,818	1,803
Total net cash flow generated/used during the year	301	(342)
Cash and cash equivalents: effect of exchange rate changes		
Cash and cash equivalents at 30 June	2,119	1,461

Cash and cash equivalents at the beginning of the year 2023 include the cash and cash equivalents of non-current assets or assets of a disposal group held for sale (€4m).
Cash and cash equivalents at 30 June 2023 include the cash and cash equivalents of non-current assets or assets of a disposal group held for sale (€8m).

3. Notes to the Financial Statements

3 Notes to the Financial Statements

1. Basis of presentation

The Condensed Consolidated Half-Yearly Financial Statements of the Unipol Group at 30 June 2024 are drawn up in application of IAS 34 and in compliance with the provisions of Art. 154-ter of Italian Legislative Decree 58/1998 (Consolidated Law on Finance) and with ISVAP Regulation no. 7 of 13 July 2007 as amended.

They do not comprise all the information required for the annual financial statements and must be read together with the Integrated Consolidated Financial Statements at 31 December 2023.

The layout conforms to the provisions of ISVAP Regulation no. 7 of 13 July 2007, Part III as amended (the "Regulation"), relating to the layout of the consolidated financial statements of insurance and reinsurance companies that must adopt international accounting standards.

The Condensed Consolidated Half-Yearly Financial Statements of the Unipol Group at 30 June 2024 comprise the following:

- Balance Sheet;
- Income Statement and Comprehensive Income Statement;
- Statement of Changes in Shareholders' Equity;
- Statement of Cash Flows;
- Notes to the Financial Statements.

The information requested in Consob Communication DEM/6064293 of 28 July 2006 is also provided.

The accounting standards used, to which special reference is made and that are an integral part hereof, the recognition and measurement criteria, as well as the consolidation principles applied in drawing up the Condensed Consolidated Half-Yearly Financial Statements at 30 June 2024, conform to those adopted in preparing the Consolidated Financial Statements at 31 December 2023, except for expressly specified with reference to segment reporting and in the New Accounting Standards section.

While drawing up the Condensed Consolidated Half-Yearly Financial Statements at 30 June 2024, by reason of the fact that it is an interim report, the Management had to make a greater use of evaluations, estimates and assumptions that affect the application of the accounting standards and the amounts related to assets and liabilities, as well as costs and revenue recognised in the accounts. However, it should be noted that, as these are estimates, the final results will not necessarily be the same as amounts disclosed herein.

These estimates and assumptions are reviewed on a regular basis. Any changes resulting from the review of the accounting estimates are recognised in the period in which such review is performed and in the related future periods.

The layout of the Condensed Consolidated Half-Yearly Financial Statements offers a comparison with the figures of the previous year. Where necessary, in the event of a change to the accounting standards, measurement or classification criteria, the comparative data are restated and reclassified in order to provide homogeneous and consistent information.

The presentation currency is the euro and all the amounts, unless otherwise indicated, are disclosed in €m. Note that, in line with the provisions of ISVAP Regulation no. 7 of 13 July 2007, with reference to the Balance Sheet, Income Statement, Comprehensive Income Statement, Statement of Cash Flows and Statement of Changes in Shareholders' Equity (the "Financial Statements"), the amounts of the sub-items have been rounded, disregarding fractions of amounts equal to or less than €500k and rounding fractions greater than €500k up to the nearest million. The rounded total of items is the sum of rounded sub-item amounts. The algebraic sum of the differences deriving from the rounding carried out on the items refers to the items in each financial statement specifically indicated in the Regulation. The amounts in the Explanatory Notes are rounded according to the same criterion and are expressed in €m, ensuring that the amounts therein are aligned with those of the Financial Statements.

The Condensed Consolidated Half-Yearly Financial Statements at 30 June 2024 are subject to a limited audit by the company EY SpA, charged to audit the accounts for the years 2021 to 2029.

Segment reporting

Segment reporting is provided according to the provisions of IFRS 8 and structured on the basis of the major business segments in which the Group operated in the year reported in these consolidated financial statements and in the previous year:

- Non-Life insurance business;
- Life insurance business;
- Banking associates;
- Holding and Other Businesses.

It should be noted that, in order to provide a better representation of the actual contribution to the consolidated results, also in consideration of the significance of the related impacts, starting from the year 2024 the economic and financial results deriving from the measurement using the equity method of the investments held in the associates BPER Banca and Banca Popolare di Sondrio are represented in a specific business segment ("Banking associates"). It should be noted that, up to the consolidated financial statements for the year 2023, similarly to what was carried out with reference to the remaining equity investments in associates, the economic and financial results deriving from the consolidation using the equity method of these investees were attributed to the reference sector of the entity holding the related investment. The different representation of the information by segment was applied retroactively to previous periods presented for comparative purposes.

In addition, it should be noted that, taking into account the technical time required for consolidation operations, the income statement and balance sheet figures at 30 June 2024 posted in the condensed consolidated half-yearly financial statements referring to the Banking associates sector, were calculated based on the financial information of BPER Banca and Banca Popolare di Sondrio as at the previous quarter (31/3/2024).

Segment reporting is carried out by separately consolidating the accounting items for the individual subsidiaries that belong to each identified segment, eliminating intragroup balances between companies in the same segment and cancelling, where applicable, the carrying amount of the investments against the corresponding portion of shareholders' equity.

In the column "Intersegment eliminations", the intragroup balances between fully consolidated companies in different sectors are eliminated.

This rule does not apply in the following cases:

- investment relations between companies in different sectors, since the elimination of the investment takes place directly in the sector of the company that holds the investment;
- collected dividends, eliminated in the sector of the company that collects the dividend;
- realised profits and expenses, since the elimination takes place directly in the sector of the company that realises the capital gain or loss.

The economic and financial results deriving from the consolidation using the equity method of the associates are attributed to the sector to which the investing entity belongs, with the exception of the investments held in BPER Banca and Banca Popolare di Sondrio, which, as mentioned above, are separately reported in the "Banking associates" sector.

No segment reporting based on geographical area has been provided since the Group operates mainly at the national level and there appears to be no significant diversification of risks and benefits, for a given type of business activity, based on the economic situation of the individual regions.

The segment reporting layout conforms to the provisions of ISVAP Regulation no. 7/2007 as amended.

3 Notes to the Financial Statements

New accounting standards

The changes to the accounting standards previously in force are summarised below, whose application took effect from 1 January 2024, for which no accounting impacts worthy of note were recorded.

Amendments to IAS 1 - Classification of liabilities as current or non-current

On 20 December 2023, Regulation (EU) 2023/2822 was published, which adopts the amendments to IAS 1 "Presentation of Financial Statements", subject to the document issued by the IASB on 23 January 2020, whereby the Board defined a more general approach for the classification of payables - and other liabilities - providing some criteria for the distinction between "current" and "non-current". Specifically, the classification should be based on the substantial right, existing at the reporting date, to defer the payment (or not) by at least twelve months. On 31 October 2022, the IASB also published the document "Non-current Liabilities with Covenants" proposing several amendments to IAS 1 "Presentation of Financial Statements", with a view to improving the information that companies provide on long-term debt with covenants.

Amendments to IFRS 16 - Sale and leaseback transactions

EU Regulation 2023/2579, published on 21 November 2023, adopted the amendments to IFRS 16 "Leases" issued by the IASB on 21 September 2022, in which the Board clarified the methods for accounting for a sale and leaseback transaction that calls for variable payments based on the performance or use of the asset involved in the transaction.

Amendments to IAS 7 and IFRS 7 - Supplier Finance Arrangements

On 16 May 2024, EU Regulation 2024/1317 was published, implementing the document "Supplier Finance Arrangements" amending IAS 7 "Statement of Cash Flows" and IFRS 7 "Financial Instruments: Disclosures" issued by the IASB on 25 May 2023, in which the Board requires entities to provide additional information - both qualitative and quantitative - on supplier finance arrangements, in order to allow users of the financial statements to assess how these arrangements affect the company's liabilities and cash flows, as well as their exposure to liquidity risk.

2. Notes to the Financial Statements

Consolidation scope

The changes to the consolidation scope and the lists of equity investments consolidated on a line-by-line basis are shown below.

Changes in the consolidation scope compared with 31 December 2023 and other transactions

The merger by incorporation of Centri Medici Dyadea Srl into Società e Salute SpA became effective from 1 January 2024. Following the merger of Centri Medici Dyadea Srl, Società e Salute SpA acquired 100% of the share capital of Gratia et Salus Srl.

Equity investments in wholly-owned subsidiaries

Name	Country of registered office	Country of operations (1)	Method (2)	Business activity (3)	Type of relationship (4)	% Direct holding	% Total participating interest (5)	% Votes available at ordinary General Meetings (6)	% Consolidation
Arca Assicurazioni SpA	086 - Italy		G	1	1	98.12%	60.29%		100.00%
Arca Direct Assicurazioni Srl	086 - Italy		G	11	1	100.00%	61.45%		100.00%
Arca Inlinea Scarl	086 - Italy		G	11	1	100.00%	60.99%		100.00%
Arca Sistemi Scarl	086 - Italy		G	11	1	100.00%	61.25%		100.00%
Arca Vita International Dac	040 - Ireland		G	2	1	100.00%	61.45%		100.00%
Arca Vita SpA	086 - Italy		G	1	1	63.39%	61.45%		100.00%
Athens R.E. Fund	086 - Italy		G	10	1	89.59%	86.85%		100.00%
BeRebel SpA	086 - Italy		G	11	1	100.00%	96.93%		100.00%
BIM Vita SpA	086 - Italy		G	1	1	50.00%	48.47%		100.00%
Cambiomarcia Srl	086 - Italy		G	11	1	100.00%	96.93%		100.00%
Casa di Cura Villa Donatello - SpA	086 - Italy		G	11	1	100.00%	96.93%		100.00%
Centro Oncologico Fiorentino Casa di Cura Villanova Srl in Liquidazione	086 - Italy		G	11	1	100.00%	96.93%		100.00%
Compagnia Assicuratrice Linear SpA	086 - Italy		G	1	1	100.00%	96.93%		100.00%
Consorzio Castello	086 - Italy		G	10	1	99.57%	96.52%		100.00%
Consorzio tra Proprietari Centro Commerciale Porta Marcolfa	086 - Italy		G	11	1	68.46%	66.36%		100.00%
DaVinci Healthcare Srl	086 - Italy		G	11	1	77.06%	74.70%		100.00%
Ddor Auto - Limited Liability Company	289 - Serbia		G	3	1	100.00%	96.93%		100.00%
Ddor Novi Sad	289 - Serbia		G	3	1	100.00%	96.93%		100.00%
Ddor Re	289 - Serbia		G	6	1	100.00%	96.93%		100.00%
Finsai International Sa	092 - Luxembourg		G	11	1	100.00%	96.93%		100.00%
Florence Centro di Chirurgia Ambulatoriale Srl	086 - Italy		G	11	1	100.00%	96.93%		100.00%
Fondazione Unipolis	086 - Italy		G	11	1	100.00%	96.93%		100.00%
Fondo Emporion	086 - Italy		G	10	1	100.00%	96.93%		100.00%
Fondo Landev	086 - Italy		G	10	1	100.00%	96.93%		100.00%
Fondo Oikos	086 - Italy		G	10	1	100.00%	96.93%		100.00%
Gratia et Salus Srl	086 - Italy		G	11	1	100.00%	96.93%		100.00%
Gruppo UNA SpA	086 - Italy		G	11	1	100.00%	96.93%		100.00%
I.Car Srl	086 - Italy		G	11	1	100.00%	96.93%		100.00%
Immobiliare C.S. Srl	086 - Italy		G	10	1	100.00%	96.93%		100.00%
IRMA Srl	086 - Italy		G	11	1	100.00%	96.93%		100.00%
Ital H&R Srl	086 - Italy		G	11	1	100.00%	96.93%		100.00%
Leithà Srl	086 - Italy		G	11	1	100.00%	96.93%		100.00%
LinearNext Srl	086 - Italy		G	11	1	100.00%	96.93%		100.00%
Marina di Loano SpA	086 - Italy		G	10	1	100.00%	96.93%		100.00%
Meridiano Secondo Srl	086 - Italy		G	10	1	100.00%	96.93%		100.00%
Midi Srl	086 - Italy		G	10	1	100.00%	96.93%		100.00%
Nuove Iniziative Toscane - Societa' a Responsabilita' Limitata	086 - Italy		G	10	1	100.00%	96.93%		100.00%
Nuove Terme Petriolo Srl	086 - Italy		G	11	1	100.00%	86.85%		100.00%
Santagostino Servizi e Prodotti Srl	086 - Italy		G	11	1	100.00%	96.93%		100.00%
Siat-Societa' Italiana Assicurazioni e Riassicurazioni - per Azioni	086 - Italy		G	1	1	94.69%	91.79%		100.00%
Società e Salute SpA	086 - Italy		G	11	1	100.00%	96.93%		100.00%
Tantosvago Srl	086 - Italy		G	11	1	75.00%	72.70%		100.00%

3 Notes to the Financial Statements

Name	Country of registered office	Country of operations (1)	Method (2)	Business activity (3)	Type of relationship (4)	% Direct holding	% Total participating interest (5)	% Votes available at ordinary General Meetings (6)	% Consolidation
Tenute del Cerro SpA - Societa' Agricola	086 - Italy		G	11	1	100.00%	96.93%		100.00%
Tenute del Cerro Wines Srl	086 - Italy		G	11	1	100.00%	96.93%		100.00%
Tikal R.E. Fund	086 - Italy		G	10	1	100.00%	96.93%		100.00%
UniAssiTeam Srl	086 - Italy		G	11	1	65.00%	63.01%		100.00%
Unicasa Italia SpA	086 - Italy		G	11	1	70.00%	67.85%		100.00%
Unipol Finance Srl	086 - Italy		G	9	1	100.00%	100.00%		100.00%
Unipol Investment SpA	086 - Italy		G	9	1	100.00%	100.00%		100.00%
UnipolAssistance Scrl	086 - Italy		G	11	1	100.00%	96.80%		100.00%
UnipolGlass Srl	086 - Italy		G	11	1	70.00%	67.85%		100.00%
UnipolHome SpA	086 - Italy		G	11	1	100.00%	96.93%		100.00%
UnipolPart I SpA	086 - Italy		G	9	1	100.00%	100.00%		100.00%
UnipolPay SpA	086 - Italy		G	11	1	100.00%	96.93%		100.00%
UnipolReC SpA	086 - Italy		G	11	1	100.00%	99.55%		100.00%
UnipolRental SpA	086 - Italy		G	11	1	80.01%	77.56%		100.00%
UnipolSai Assicurazioni SpA	086 - Italy		G	1	1	96.93%	96.93%	98.31%	100.00%
UnipolSai Finance SpA	086 - Italy		G	9	1	100.00%	96.93%		100.00%
UnipolSai Investimenti Sgr SpA	086 - Italy		G	8	1	100.00%	98.50%		100.00%
UnipolSai Motor Partner Srl	086 - Italy		G	11	1	100.00%	96.93%		100.00%
UnipolSai Servizi Previdenziali Srl	086 - Italy		G	11	1	100.00%	96.93%		100.00%
UnipolService SpA	086 - Italy		G	11	1	100.00%	96.93%		100.00%
UnipolTech SpA	086 - Italy		G	11	1	100.00%	96.93%		100.00%
Unisalute Servizi Srl	086 - Italy		G	11	1	100.00%	95.96%		100.00%
UniSalute SpA	086 - Italy		G	1	1	98.99%	95.96%		100.00%
WelBee SpA	086 - Italy		G	11	1	100.00%	96.93%		100.00%

(1) This disclosure is required only if the country of operations is different from the country of the registered office.

(2) Consolidation method: G=on a line-by-line basis; U=on a line-by-line basis as per unitary management.

(3) 1 = Italian insurance companies; 2 = EU insurance companies; 3 = Non-EU insurance companies; 4 = insurance holding companies; 4.1 = mixed financial holding companies; 5 = EU reinsurance companies; 6 = Non-EU reinsurance companies; 7 = banks; 8 = asset management companies; 9 = other holding companies; 10 = real estate companies; 11 = other companies.

(4) Type of relationship:

1 = majority of voting rights at ordinary shareholders' meetings

2 = dominant influence at ordinary shareholders' meetings

3 = agreements with other shareholders

4 = other forms of control

5 = unitary management pursuant to Art. 96, paragraph 1 of "Legislative Decree 209/2005"

6 = unitary management pursuant to Art. 96, paragraph 2 of "Legislative Decree 209/2005"

(5) The product of investment relations concerning all companies positioned in an investment chain.

(6) Availability of votes at ordinary shareholders' meetings, distinguishing between actual votes and potential votes. The availability of votes is indicated only if different from the direct shareholding.

Equity investments in wholly-owned subsidiaries with material non-controlling interests: non-controlling interests, availability of non-controlling votes, dividends distributed to non-controlling interests, profit (loss) for the year and shareholders' equity of non-controlling interests

Amounts in €m

Name	% Non-controlling interests	% Votes available to non-controlling interests at ordinary General Meetings	Dividends distributed to non-controlling interests	Consolidated profit (loss) attributable to non-controlling interests	Shareholders' Equity attributable to non-controlling interests
UnipolSai Assicurazioni	3,07%	1,69%	24	32	977

Disclosure on transfers between portfolios of financial assets

During the period, there were no transfers between portfolios of financial assets following a change in the business model.

Fair Value Disclosure

As regards the disclosure of fair value measurement criteria and criteria to determine the fair value adopted by the Unipol Group, reference is made to Chapter 1, Basis of presentation - Main accounting standards in the 2023 Integrated Consolidated Financial Statements.

Fair value measurement on a recurring basis

The table below shows a comparison between the assets and liabilities measured at fair value at 30 June 2024 and 31 December 2023, broken down by fair value hierarchy level.

Assets and liabilities at fair value on a recurring basis: breakdown by fair value level

Amounts in €m

	Level 1		Level 2		Level 3		Total	
	Jun-24	Dec-23	Jun-24	Dec-23	Jun-24	Dec-23	Jun-24	Dec-23
Assets and liabilities at fair value on a recurring								
Financial assets at fair value through OCI	37,482	37,469	2,601	2,617	590	611	40,673	40,697
Financial assets at fair value through profit or loss:	13,112	12,459	234	214	3,980	3,738	17,326	16,412
- held for trading	10	7	66	44	1	22	77	72
- at fair value through profit or loss	11,236	10,578			105	101	11,342	10,679
- mandatorily at fair value	1,866	1,874	168	171	3,873	3,616	5,907	5,661
Total assets at fair value on a recurring basis	50,594	49,928	2,835	2,832	4,570	4,349	57,999	57,109
Financial liabilities at fair value through profit or loss:	9	9	80	80	11,086	10,418	11,175	10,507
- held for trading	9	9	80	80	13	5	102	95
- at fair value through profit or loss					11,073	10,412	11,073	10,412
Total liabilities at fair value on a recurring basis	9	9	80	80	11,086	10,418	11,175	10,507

3 Notes to the Financial Statements

Details of changes in Level 3 financial assets and liabilities in the same period are shown below.

Yearly changes in level 3 financial assets and liabilities at fair value on a recurring basis

Amounts in €m

	Financial assets at fair value through OCI	Financial assets at fair value through profit or loss			Investment property	Property, plant and equipment	Intangible assets	Financial liabilities at fair value through profit or loss	
		held for trading	at fair value through profit or loss	mandatorily at fair value				held for trading	at fair value through profit or loss
1. Opening balance	611	22	101	3,616			5	10,412	
2. Increases	96		5	446			7	661	
2.1 Acquisitions	1		2	290					
2.2 Gains recognised through:									
2.2.1 Profit and Loss			3	156			1		
of which gains									
of which losses									
2.2.2 Other Comprehensive Income	1								
2.3 Transfers to other levels	93								
2.4 Other increasing changes							6	661	
3. Decreases	(117)	(20)	(1)	(189)					
3.1 Sales	(1)			(1)					
3.2 Repayments	(107)		(1)	(91)					
3.3 Losses recognised through:									
3.3.1 Profit and Loss				(97)					
of which losses									
of which gains									
3.3.2 Other Comprehensive Income	(8)								
3.4 Transfers to other levels									
3.5 Other decreasing changes		(20)							
4. Closing balance	590	1	105	3,873			13	11,073	

The transfers from Level 1 to Level 2, which occurred during the reference period, were irrelevant.

Analysis and stress testing of non-observable parameters (Level 3)

The table below shows, for Level 3 financial assets and liabilities measured at fair value, the effects of the change in the non-observable parameters used in the fair value measurement.

With reference to "assets at fair value on a recurring basis" and belonging to Level 3, the stress test of non-observable parameters is performed with reference to financial instruments valued on a Mark to Model basis and on which the measurement is carried out through one or more non-observable parameters.

The portion of securities subject to analysis has a market value of €291m at 30 June 2024.

The non-observable parameters subject to a shock are benchmark spread curves constructed to assess bonds of issuers for which the prices of the bonds issued or Credit Default Swap curves are unavailable.

The following table shows the results of the shocks:

Fair Value	Amounts in €m		Curve Spread			
	Shock		+10 bps	-10 bps	+50 bps	-50 bps
	Fair Value delta		(2.90)	3.09	(14.10)	15.95
	Fair Value delta %		(1.00)	1.06	(4.84)	5.48

Fair value measurement on a non-recurring basis

IFRS 13 governs fair value measurement and the associated disclosure also for assets and liabilities not measured at fair value on a recurring basis.

For these assets and liabilities, fair value is calculated only for the purpose of market disclosure requirements. It should also be noted that, since these assets and liabilities are usually not exchanged, the calculation of their fair value is based primarily on the use of internal parameters not directly observable on the market.

Assets and liabilities not measured at fair value or measured at fair value on a non-recurring basis: breakdown by fair value level

	Amounts in €m											
	Carrying amount		Fair value								Total	
	Jun-24	Dec-23	Level 1		Level 2		Level 3		Jun-24	Dec-23		
Assets			Jun-24	Dec-23	Jun-24	Dec-23	Jun-24	Dec-23	Jun-24	Dec-23		
Financial assets at amortised cost	1,933	1,857	89	91	948	965	857	771	1,894	1,828		
Investments in associates and j-v	2,649	2,656	1,924	1,375			106	97	2,031	1,472		
Investment property	2,086	2,302					2,508	2,720	2,508	2,720		
Total assets	6,668	6,815	2,014	1,466	948	965	3,472	3,588	6,433	6,019		
Liabilities												
Financial liabilities at amortised cost	5,551	5,016	3,572	3,693			1,858	1,301	5,430	4,993		
	5,551	5,016	3,572	3,693			1,858	1,301	5,430	4,993		

3 Notes to the Financial Statements

Notes to the Balance Sheet

Comments and further information on the items in the balance sheet and the changes that took place compared to balances at 31 December of the previous year are given below (the numbering of the notes relates to the mandatory layout for the preparation of the balance sheet).

In application of IFRS 5, assets and liabilities held for sale are shown respectively under items 6.1 in Assets and 6.1 under Liabilities. As regards Non-current assets or assets of a disposal group held for sale, please refer to paragraph 3.3, for more information on their composition and measurement criteria.

ASSETS

1. Intangible assets

Intangible assets: breakdown of assets

Assets/Values		30/6/2024		31/12/2023	
		Fixed period	Indefinite period	Fixed period	Indefinite period
A.1	Goodwill		1,883		1,883
A.1.1	attributable to the owners of the Parent		1,770		1,770
A.1.2	attributable to non-controlling interests		113		113
A.2	Other intangible assets	613		602	
	of which software	576		562	
A.2.1	Assets measured at cost:	613		602	
	a) Internally generated intangible assets				
	b) Other assets	613		602	
A.2.2	Assets measured at restated value:				
	a) Internally generated intangible assets				
	b) Other assets				
Total		613	1,883	602	1,883

2. Property, plant and equipment

At 30 June 2024, Property, plant and equipment, net of accumulated depreciation, amounted to €4,636m (€4,187m at 31/12/2023): the breakdown is shown below.

Property, plant and equipment: breakdown of assets

Amounts in €m

Assets/Values	Assets for own use				Inventories from IAS 2	
	At cost		At restated value		30/6/2024	31/12/2023
	30/6/2024	31/12/2023	30/6/2024	31/12/2023		
1. Owned assets	4,469	4,011			46	46
a) land	64	63				
b) buildings	1,600	1,397				
c) office furniture and machines	92	96				
d) plant and equipment	208	197				
e) other assets	2,506	2,257			46	46
2. Rights of use acquired through leasing	120	130				
a) land						
b) buildings	100	106				
c) office furniture and machines						
d) plant and equipment	19	22				
e) other assets	1	1				
Total	4,590	4,141			46	46

3. Insurance assets

This section provides information on the reinsurance contracts held that are assets and liabilities (asset item 3.2 and liability item 3.2). The following table summarises the breakdown of these assets and liabilities broken down by accounting model applied at 30 June 2024 and 30 June 2023.

Amounts in €m

<i>Items/Basis of aggregation</i>	BBA			PAA			Total		
	30/6/2024			30/6/2023			30/6/2023		
	BBA	PAA	Total	BBA	PAA	Total	BBA	PAA	Total
1. Reinsurance classifiable as assets	172	878	1,050	211	840	1,051			
2. Reinsurance transfers classifiable as liabilities	(22)	(88)	(110)	(17)	(157)	(174)			
3. Net assets on the balance sheet	150	790	940	194	683	877			
of which Life segment					(4)	(4)			
of which Non-Life segment	150	790	940	194	687	881			

More specifically, to be noted is that the half-yearly disclosure is limited to changes in the values of reinsurance contracts held recognised using the general measurement model (GMM/BBA), which at 30 June 2024 refer only to the Non-Life business.

3 Notes to the Financial Statements

Changes in the book value of reinsurance contracts held by features underlying measurement

Amounts in €m

NON-LIFE SEGMENT

Features underlying the measurement of the book value of reinsurance transfers

Items/Features underlying measurement	Present value of cash flows	Adjustment for non-financial risks	Contractual service margin	Total	Present value of cash flows	Adjustment for non-financial risks	Contractual service margin	Total
	30/6/2024	30/6/2024	30/6/2024	30/6/2024	30/6/2023	30/6/2023	30/6/2023	30/6/2023
A. Initial book value								
1. Reinsurance classifiable as assets	173	5	7	186	183	7	51	241
2. Reinsurance transfers classifiable as liabilities	(23)	1		(22)	(17)			(17)
3. Net value of financial statements as at 1 January	150	6	7	164	166	7	51	224
B. Changes in current services	(12)		(3)	(15)	(11)	(1)	(12)	(24)
1. Contractual service margin recorded in the income statement			(3)	(3)			(12)	(12)
2. Change for non-financial risks past due						(1)		(1)
3. Changes related to experience	(12)			(12)	(11)			(11)
C. Changes relating to future services	1		(1)		(25)		25	
1. Changes in estimates that modify the Contractual service margin	2		(2)		(23)		23	
2. Effects of contracts recognised during the year	(1)		1		(2)		2	
3. Adjustment of the Contractual service margin connected with recoveries relating to the initial recognition of onerous underlying insurance contracts								
4. Releases of the loss recovery component other than changes in cash flows from reinsurance contracts								
5. Changes in cash flows from reinsurance transfers from the underlying onerous insurance contracts								
D. Changes relating to past services								
1. adjustments to assets for claims incurred	11			11	1	(1)		
E. Effects of changes in the default risk of reinsurers								
F. Result of insurance services (B + C + D + E)			(4)	(4)	(35)	(2)	13	(24)
G. Financial revenues/costs	(1)			(1)	3			3
1. Reinsurance transfers	(1)			(1)	3			3
1.1 Recorded in the Income Statement	1			1				
1.2. Recorded in the Comprehensive Income Statement	(1)			(1)	3			3
2. Effects associated with changes in exchange rates								
H. Total amount recorded in the Income Statement and in the Comprehensive Income Statement (F + G)			(4)	(5)	(32)	(2)	13	(21)
I. Other changes						1	1	2
L. Cash movements	(9)			(9)	(11)			(11)
1. Premiums paid net of amounts not related to claims recovered from reinsurers	18			18	19			19
2. Amounts recovered from reinsurers	(27)			(27)	(30)			(30)
M. Net value of financial statements as at the reporting date (A.3 + H + I + L)	140	5	4	150	123	6	65	194
N. Final book value								
1. Reinsurance classifiable as assets	163	5	4	172	140	6	65	211
2. Reinsurance transfers classifiable as liabilities	(23)	1		(22)	(17)			(17)
3. Net value of financial statements as at the reporting date	140	5	4	150	123	6	65	194

4. Investments

At 30 June 2024, total Investments amounted to €64,667m (€63,924m at 31/12/2023) and are shown, by type, in the table below:

Amounts in €m

	30/6/2024	% comp.	31/12/2023	% comp.	% var.
Investment property	2,086	3.2	2,302	3.6	(9.4)
Investments in associates and interests in joint ventures	2,649	4.1	2,656	4.2	(0.3)
Financial assets at amortised cost	1,933	3.0	1,857	2.9	4.1
Financial assets at fair value through OCI	40,673	62.9	40,697	63.7	(0.1)
Financial assets at fair value through profit or loss	17,326	26.8	16,412	25.7	5.6
Held-for-trading financial assets	77	0.1	72	0.1	6.2
Financial assets at fair value	11,342	17.5	10,679	16.7	6.2
Other financial assets mandatorily at fair value	5,907	9.1	5,661	8.9	4.4
Total Investments	64,667	100.0	63,924	100.0	1.2

4.1 Investment property

At 30 June 2024, Investment property, net of the related accumulated depreciation, amounted to €2,086m (€2,302m at 31/12/2023): the breakdown is shown below.

Amounts in €m

Assets/Values	At cost		At fair value	
	30/6/2024	31/12/2023	30/6/2024	31/12/2023
1. Owned assets	2,081	2,296		
a) land	74	74		
b) buildings	2,006	2,222		
2. Rights of use acquired through leasing	5	5		
a) land				
b) buildings	5	5		
Total	2,086	2,302		

3 Notes to the Financial Statements

4.2 Investments in associates and interests in joint ventures

Equity investments: information on shareholding relationships

Name	Country of operations (1)	Country of registered office	Business activity (2)	Type of relationship (3)	% Direct holding	% Total participating interest (4)	% Votes available at ordinary General Meetings (5)
Associates							
Assicoop Bologna Metropolitana SpA		086 - Italy	11	b	49.19%	47.68%	
Assicoop Emilia Nord Srl		086 - Italy	11	b	50.00%	48.47%	
Assicoop Modena & Ferrara SpA		086 - Italy	11	b	43.75%	42.41%	
Assicoop Romagna Futura SpA		086 - Italy	11	b	50.00%	48.47%	
Assicoop Toscana SpA		086 - Italy	11	b	49.77%	48.24%	
Banca Popolare di Sondrio		086 - Italy	7	b	19.88%	19.88%	
Borsetto Srl		086 - Italy	10	b	44.93%	43.55%	
BPER Banca SpA		086 - Italy	7	b	19.90%	19.90%	
Cronos Vita Spa		086 - Italy	1	b	22.50%	21.81%	
Ddor Garant		289 - Serbia	11	b	40.00%	38.77%	
Fin.Priv. Srl		086 - Italy	11	b	28.57%	27.69%	
Funivie del Piccolo San Bernardo SpA		086 - Italy	11	b	23.55%	22.83%	
Pegaso Finanziaria SpA		086 - Italy	9	b	45.00%	43.62%	
SCS Azioninova SpA		086 - Italy	11	b	42.85%	41.54%	
Uci - Ufficio Centrale Italiano		086 - Italy	11	b	38.36%	37.17%	

(1) This disclosure is required only if the country of operations is different from the country of the registered office.

(2) 1=Italian insurers; 2=EU insurers; 3=non-EU insurers; 4=insurance holding companies; 4.1=mixed financial holding companies; 5=EU reinsurers; 6=non-EU reinsurers; 7=banks; 8=asset management companies; 9=other holding companies; 10=real estate companies; 11=other.

(3) b = associates; c = joint ventures.

(4) The product of investment relations concerning all companies positioned in an investment chain.

(5) Availability of votes at ordinary shareholders' meetings, distinguishing between actual votes and potential votes. The availability of votes is indicated only if different from the direct shareholding.

Significant investments: carrying amount, fair value and dividends received

Amounts in €m

Name	Type of relationship (1)	Book value	Fair value	Dividends received
Associates				
BPER Banca SpA	b	1,814	1,327	84
Banca Popolare di Sondrio	b	729	597	50
Total		2,543	1,924	134

(1) b= associates; c= joint venture

4.3 Financial assets at amortised cost

Financial assets at amortised cost: product breakdown and credit risk stages

Amounts in €m

	30/6/2024			31/12/2023		
	First stage	Second stage	Third stage	First stage	Second stage	Third stage
Government bonds	176			192		
Other debt securities	1,071			1,090		
Loans and Receivables	686			575		
a) to banks	128			49		
b) to customers	557			526		
- Mortgage loans						
- Policy loans	10			10		
- Other loans and receivables	548			515		
Total 30/6/2024	1,933			1,857		

4.4 Financial assets at fair value through other comprehensive income

Financial assets at fair value through other comprehensive income: product breakdown and percentage composition

Amounts in €m

	30/6/2024		31/12/2023	
	Book value	% Comp.	Book value	% Comp.
Equity instruments	1,928	4.7	1,522	3.7
a) listed	1,628	4.0	1,224	3.0
b) unlisted	301	0.7	298	0.7
Debt securities	38,745	95.3	39,176	96.3
Government bonds	24,766	60.9	25,814	63.4
a) listed	23,613	58.1	24,629	60.5
b) unlisted	1,153	2.8	1,185	2.9
Other debt securities	13,979	34.4	13,361	32.8
a) listed	12,240	30.1	11,615	28.5
b) unlisted	1,739	4.3	1,746	4.3
Other financial instruments				
Total	40,673	100.0	40,697	100.0

3 Notes to the Financial Statements

4.5 Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss: product breakdown and percentage composition

Amounts in €m

Items/Values	Held-for-trading financial assets				Financial assets at fair value through profit or loss				Other financial assets mandatorily at fair value			
	30/6/2024		31/12/2023		30/6/2024		31/12/2023		30/6/2024		31/12/2023	
	Book value	% Comp.	Book value	% Comp.	Book value	% Comp.	Book value	% Comp.	Book value	% Comp.	Book value	% Comp.
Equity instruments					168	1.5	157	1.5	0.0		0.0	
a) listed					168	1.5	157	1.5				
b) unlisted									0.0		0.0	
Treasury shares												
Own financial liabilities												
Other debt securities					5,627	49.6	5,357	50.2	1,485	25.1	1,532	27.1
a) listed					5,627	49.6	5,357	50.2	1,249	21.1	1,290	22.8
b) unlisted									236	4.0	242	4.3
UCITS units					5,298	46.7	4,861	45.5	4,422	74.9	4,128	72.9
Non-hedging derivatives	41	53.6	42	58.7								
Hedging derivatives	36	46.4	30	41.3								
Other financial instruments					248	2.2	304	2.9				
Total	77	100.0	72	100.0	11,342	100.0	10,679	100.0	5,907	100.0	5,661	100.0

Information on hedging transactions

Fair value hedges

During the first half of 2024, new transactions were carried out concerning fair value hedging.

Outstanding fair value hedges concern fixed rate bonds held by UnipolSai, for which the interest rate risk was hedged through Interest Rate Swaps.

Positions existing at 30 June 2024

Existing positions at 30 June 2024 related to IRS contracts for a nominal value of €353.2m, to hedge fixed rate bond assets classified as FVOCI, with a hedged synthetic notional value of the same amount. At 30 June 2024, the fair value change related to the hedged risk of bonds came to a negative €1.3m, while the fair value change of IRS amounted to a negative €0.2m, with a negative economic effect of €1.5m before the tax effect of €0.5m.

Positions closed at 30 June 2024

In relation to the hedges entered into through Interest Rate Swaps, note that during the first half of the year some contracts in place at 31 December 2023 for a nominal value of €50m to hedge bond assets were terminated early, for a synthetic notional value of €50m, classified as FVOCI.

The fair value change in IRSs between 31 December 2023 and the closing date of the hedging instruments, was a negative €0.8m, offset by a positive change of €0.4m, booked through profit and loss based on the fair value change of the synthetic asset hedged during the same period. The hedged bonds were not sold.

Cash flow hedges

The objective of the existing hedges is to transform the interest rate on financial assets from a floating rate to a fixed rate, stabilising the cash flows.

Positions existing at 30 June 2024

They concern the cash flow hedge on bonds classified as FVOCI through IRS for notional €451.5m (unchanged amount compared to 31/12/2023).

The cumulative effect on Shareholders' Equity in the Hedging reserve for gains or losses on cash flow hedges was a negative €16.2m (negative effect for €18.5m at 31/12/2023): net of tax, the negative impact was €11.2m (negative effect for €12.8m at 31/12/2023).

5. Other financial assets

	<i>Amounts in €m</i>		
	30/6/2024	31/12/2023	% var.
Receivables from intermediaries and companies	362	580	(37.5)
Other receivables	705	565	24.7
Total Other financial assets	1,067	1,145	(6.8)

The item Other receivables included:

- trade receivables amounting to €457m (€361m at 31/12/2023);
- payments made as cash collateral against derivative payables totalling €97m (€79m at 31/12/2023).

3 Notes to the Financial Statements

6. Other assets

	<i>Amounts in €m</i>		
	30/6/2024	31/12/2023	<i>% var.</i>
Non-current assets or assets of a disposal group held for sale	129	133	<i>(3.0)</i>
Deferred tax assets	632	701	<i>(9.8)</i>
Current tax assets	390	378	<i>3.2</i>
Other assets	2,984	3,564	<i>(16.3)</i>
Total other assets	4,135	4,776	<i>(13.4)</i>

6.1 Non-current assets or assets of a disposal group held for sale

Non-current assets or assets of a disposal group held for sale include the assets primarily represented by investment properties. For more information reference is made to paragraph 3.3 of these Notes to the financial statements.

6.2 Current tax assets and deferred tax assets

The item Deferred tax assets is shown net of the offsetting carried out, pursuant to IAS 12, with the corresponding taxes (IRES or IRAP) recorded in Deferred tax liabilities, as described in chapter "2. Main accounting standards" in the Consolidated Financial Statements at 31 December 2023.

6.3 Other assets

The item Other assets includes €1,814m in "Ecobonus" and "Sismabonus" tax credits, purchased from direct beneficiaries or their assignees, which can be recovered by offsetting them against future payments (€ 2,164m at 31/12/2023) and other tax items not recognised under item 6.2 Current tax assets for €644m (€972m at 31/12/2023).

7. Cash and cash equivalents

At 30 June 2024, Cash and cash equivalents amounted to €2,119m (€1,818m at 31/12/2023).

LIABILITIES

1. Shareholders' equity

Shareholders' equity, excluding non-controlling interests, is composed as follows:

	30/6/2024	31/12/2023	<i>Amounts in €m</i> variation in amount
Share capital	3,365	3,365	
Capital reserves	1,639	1,639	
Income-related and other equity reserves	2,515	1,756	759
(Treasury shares)		(4)	4
Valuation reserves	103	110	(7)
Reserve for foreign currency translation differences	4	3	1
Gains/(losses) on financial assets at fair value through OCI	(1,354)	(802)	(552)
Financial revenues/(costs) relating to insurance/reinsurance contracts	1,432	903	529
Other gains or losses recognised directly in equity	21	6	15
Profit (loss) for the year	511	1,101	(590)
Total shareholders' equity attributable to the owners of the Parent	8,133	7,967	166

The main changes over the period were as follows:

- a decrease due to dividend distribution for €276m;
- a decrease of €60m due to the change in the interest held by Unipol in UnipolSai in relation to the purchases of UnipolSai shares completed during the first half of the year as part of the Group's corporate rationalisation project;
- an increase of €511m as a result of the Group profit at 30 June 2024.

1.1 Share capital

"Share capital" and "Treasury shares": breakdown

At 30 June 2024, the Parent Unipol's fully paid-up share capital amounted to €3,365m and was made up of 717,473,508 ordinary shares (unchanged compared to 31/12/2023).

At 30 June 2024, the treasury shares held directly or indirectly by Unipol totalled 153,860 (928,678 at 31/12/2023), of which 14,927 shares were held directly and 138,933 shares were held by the following subsidiaries:

- UnipolSai Assicurazioni held 73,694;
- SIAT held 20,138;
- UniSalute held 16,525;
- Linear Assicurazioni held 14,743;
- UnipolRental held 6,656;
- Leithà held 5,239;
- UnipolAssistance held 1,191;
- Arca Vita held 747.

During the first half of the year, 774,818 Unipol shares were allocated to Unipol Group Executives in implementation of the Share-based compensation plans.

3 Notes to the Financial Statements

1.7 Shareholders' equity attributable to non-controlling interests

Shareholders' equity attributable to non-controlling interests at 30 June 2024 amounted to €992m (€1,832m at 31/12/2023).

The main changes over the period were as follows:

- a decrease of €49m for payment of dividends to third parties;
- a decrease of €825m due to the change in the interest held by Unipol in UnipolSai in relation to the purchases of UnipolSai shares completed during the first half of the year as part of the Group's corporate rationalisation project;
- a decrease of €12m net of taxes, to pay the coupon to holders of the Restricted Tier 1 capital instrument issued by UnipolSai;
- an increase of €44m due to profit attributable to non-controlling interests.

2. Provisions for risks and charges

The item "Provisions for risks and charges" totalled €521m at 30 June 2024 (€552m at 31/12/2023) and mainly consisted of provisions for litigation, various disputes, charges relating to the sales network, provisions for salary policies and personnel leaving-incentive schemes.

Ongoing disputes and contingent liabilities

This section reports updated information on proceedings, whose developments in the first half of 2024 are worth reporting herein. For exhaustive information on the ongoing causes and contingent liabilities, reference is made to information given in the 2023 Integrated Consolidated Financial Statements.

Relations with the Tax Authorities

UnipolSai

Since April, the Emilia-Romagna Regional Directorate, Large Taxpayers Office, has been carrying out an audit for the 2019 tax period for the purposes of Direct Taxes, IRAP and VAT, aimed at reviewing mainly extraordinary transactions, as well as commercial and financial transactions carried out with non-residents, and at assessing the correct determination of the IRAP tax basis.

3. Insurance liabilities

This section provides information on the insurance contracts issued that are liabilities and assets (liability item 3.1 and asset item 3.1). The following table summarises the breakdown of these assets and liabilities broken down by accounting model applied at 30 June 2024 and 30 June 2023.

Amounts in €m

Items/Basis of aggregation	VFA	BBA	PAA	Total	VFA	BBA	PAA	Total
	30/6/2024	30/6/2024	30/6/2024	30/6/2024	30/6/2023	30/6/2023	30/6/2023	30/6/2023
1 Insurance contracts issued that are liabilities	37,637	6,066	7,629	51,332	35,577	7,117	6,116	48,809
2 Insurance contracts issued that are assets		(59)	(9)	(67)		(77)	(32)	(110)
3 Net liabilities on the balance sheet	37,637	6,008	7,620	51,264	35,576	7,040	6,084	48,699
of which Life segment	37,637	154	2	37,794	35,576	134	1	35,712
Contracts issued with direct participation features - Life	37,637			37,637	35,576			35,576
Contracts issued without direct participation features - Life		154	2	157		134	1	136
of which Non-Life segment		5,853	7,617	13,471		6,905	6,082	12,988
Contracts issued without direct participation features - Non-Life Motor segment		2,340	4,425	6,765		2,902	3,703	6,605
Contracts issued without direct participation features - Non-Life Non-MV segment		3,513	3,192	6,705		4,004	2,379	6,382

More specifically, the half-yearly disclosure is limited to changes in the values of insurance contracts recognised using the general measurement model (GMM/BBA) or according to the VFA method, and investment contracts with discretionary participation features recognised with the VFA accounting method.

3 Notes to the Financial Statements

Changes in the carrying amount of insurance contracts issued, broken down by features underlying measurement

Amounts in €m

LIFE SEGMENT - Insurance contracts issued with direct participation features and Investment contracts issued with discretionary participation features

Features underlying the measurement of the book value of insurance contracts issued

Items/Features underlying measurement	Present value of cash flows	Adjustment for non-financial risks	Contractual service margin	Total	Present value of cash flows	Adjustment for non-financial risks	Contractual service margin	Total
	30/6/2024	30/6/2024	30/6/2024	30/6/2024	30/6/2023	30/6/2023	30/6/2023	30/6/2023
A. Initial book value								
1. Insurance contracts issued that are liabilities	35,299	151	1,968	37,419	32,254	146	1,988	34,388
2. Insurance contracts issued that are assets								
3. Net book value as at 1 January	35,299	151	1,968	37,419	32,254	146	1,988	34,388
B. Changes in current services	29	(7)	(89)	(67)	15	(6)	(93)	(84)
1. Contractual service margin recorded in the income statement			(89)	(89)			(93)	(93)
2. Change for non-financial risks past due		(7)		(7)		(6)		(6)
3. Changes related to experience	29			29	15			15
C. Changes relating to future services	(223)	94	130	1	(193)	4	188	(1)
1. Changes in the Contractual service margin	(72)	82	(8)	2	(99)		98	(1)
2. Losses on groups of onerous contracts and related recoveries	(1)			(1)	1			1
3. Effects of the contracts initially recognised in the reference year	(150)	12	138		(95)	4	90	(1)
D. Changes relating to past services	3			3	1			1
1. Adjustments to liabilities for claims incurred	3			3	1			1
E. Result of insurance services (B + C + D)	(191)	87	41	(63)	(177)	(2)	95	(84)
F. Financial costs/revenues	(78)			(78)	1,357			1,357
1. Relating to insurance contracts issued	(78)			(78)	1,357			1,357
1.1 Recorded in the Income Statement	611			611	560			560
1.2 Recorded in the Comprehensive Income Statement	(689)			(689)	797			797
2. Effects associated with changes in exchange rates								
G. Total amount of changes recorded in the Income Statement and in the Comprehensive Income Statement (E + F)	(269)	87	41	(140)	1,180	(2)	95	1,273
H. Other changes	1			1	(21)	3		(18)
I. Cash movements	358			358	(67)			(67)
1. Premiums received	2,559			2,559	1,925			1,925
2. Payments associated with contract acquisition costs	(34)			(34)	(31)			(31)
3. Claims paid and other cash outflows	(2,168)			(2,168)	(1,961)			(1,961)
L. Net book value as at the reporting date (A.3 + G + H + I)	35,389	238	2,009	37,637	33,346	147	2,083	35,576
M. Final book value								
1. Insurance contracts issued that are liabilities	35,389	238	2,009	37,637	33,346	147	2,083	35,576
2. Insurance contracts issued that are assets								
3. Net book value as at the reporting date	35,389	238	2,009	37,637	33,346	147	2,083	35,576

Amounts in €m

LIFE SEGMENT - Insurance contracts issued without direct participation features

Features underlying the measurement of the book value of insurance contracts issued

Items/Features underlying measurement	Present value of cash flows	Adjustment for non-financial risks	Contractual service margin	Total	Present value of cash flows	Adjustment for non-financial risks	Contractual service margin	Total
	30/6/2024	30/6/2024	30/6/2024	30/6/2024	30/6/2023	30/6/2023	30/6/2023	30/6/2023
A. Initial book value								
1. Insurance contracts issued that are liabilities	64	4	105	173	21	2	117	140
2. Insurance contracts issued that are assets	(273)	3	221	(49)	(189)	2	160	(27)
3. Net book value as at 1 January	(209)	6	326	123	(168)	4	277	113
B. Changes in current services	6		(32)	(27)	4		(26)	(22)
1. Contractual service margin recorded in the income statement			(32)	(32)			(26)	(26)
2. Change for non-financial risks past due								
3. Changes related to experience	6			6	4			4
C. Changes relating to future services	(73)	5	69		(46)	1	45	
1. Changes in the Contractual service margin	(32)	4	28		(9)	1	8	
2. Losses on groups of onerous contracts and related recoveries								
3. Effects of the contracts initially recognised in the reference year	(41)	1	41		(37)		37	
D. Changes relating to past services	(9)			(9)	(5)			(5)
1. Adjustments to liabilities for claims incurred	(9)			(9)	(5)			(5)
E. Result of insurance services (B + C + D)	(76)	4	36	(36)	(47)	1	19	(27)
F. Financial costs/revenues	(1)		3	2	(3)			(3)
1. Relating to insurance contracts issued	(1)		3	2	(3)			(3)
1.1 Recorded in the Income Statement	(2)		3	1				
1.2 Recorded in the Comprehensive Income Statement	1			1	(3)			(3)
2. Effects associated with changes in exchange rates								
G. Total amount of changes recorded in the Income Statement and in the Comprehensive Income Statement (E + F)	(78)	4	40	(34)	(50)	1	19	(30)
H. Other changes	(2)			(3)			(1)	(1)
I. Cash movements	67			67	51			51
1. Premiums received	131			131	111			111
2. Payments associated with contract acquisition costs	(33)			(33)	(26)			(26)
3. Claims paid and other cash outflows	(31)			(31)	(34)			(34)
L. Net book value as at the reporting date (A.3 + G + H + I)	(222)	10	366	154	(167)	5	295	133
M. Final book value								
1. Insurance contracts issued that are liabilities	68	7	137	211	75	3	131	209
2. Insurance contracts issued that are assets	(289)	4	229	(57)	(242)	2	164	(76)
3. Net book value as at the reporting date	(222)	10	366	154	(167)	5	295	133

3 Notes to the Financial Statements

Amounts in €m

NON-LIFE MOTOR SEGMENT - Insurance contracts issued without direct participation features

Features underlying the measurement of the book value of insurance contracts issued

Items/Features underlying measurement	Present value of cash flows	Adjustment for non-financial risks	Contractual service margin	Total	Present value of cash flows	Adjustment for non-financial risks	Contractual service margin	Total
	30/6/2024	30/6/2024	30/6/2024	30/6/2024	30/6/2023	30/6/2023	30/6/2023	30/6/2023
A. Initial book value								
1. Insurance contracts issued that are liabilities	2,252	221	61	2,533	3,012	338	144	3,494
2. Insurance contracts issued that are assets								
3. Net book value as at 1 January	2,252	221	61	2,533	3,012	338	144	3,494
B. Changes in current services	18	(2)	(19)	(3)	24	(2)	(60)	(38)
1. Contractual service margin recorded in the income statement			(19)	(19)			(60)	(60)
2. Change for non-financial risks past due		(2)		(2)		(2)		(2)
3. Changes related to experience	18			18	24			24
C. Changes relating to future services	14	5	1	20	(11)	2	11	2
1. Changes in the Contractual service margin	(4)	3	1		(11)	1	10	
2. Losses on groups of onerous contracts and related recoveries	20			20	1			1
3. Effects of the contracts initially recognised in the reference year	(2)	2			(1)	1	1	1
D. Changes relating to past services	20	(23)		(3)	(32)	(61)		(93)
1. Adjustments to liabilities for claims incurred	20	(23)		(3)	(32)	(61)		(93)
E. Result of insurance services (B + C + D)	53	(20)	(18)	14	(19)	(61)	(49)	(129)
F. Financial costs/revenues	(1)				20	5		25
1. Relating to insurance contracts issued	(1)				20	5		25
1.1 Recorded in the Income Statement	4			4	(1)			(1)
1.2 Recorded in the Comprehensive Income Statement	(4)			(5)	21	5		26
2. Effects associated with changes in exchange rates								
G. Total amount of changes recorded in the Income Statement and in the Comprehensive Income Statement (E + F)	52	(20)	(18)	14	1	(56)	(49)	(104)
H. Other changes					1	(3)	1	(1)
I. Cash movements	(207)			(207)	(488)			(488)
1. Premiums received	158			158	108			108
2. Payments associated with contract acquisition costs	(65)			(65)	(15)			(15)
3. Claims paid and other cash outflows	(299)			(299)	(581)			(581)
L. Net book value as at the reporting date (A.3 + G + H + I)	2,097	200	43	2,340	2,526	279	96	2,901
M. Final book value								
1. Insurance contracts issued that are liabilities	2,097	200	43	2,340	2,526	279	96	2,901
2. Insurance contracts issued that are assets								
3. Net book value as at the reporting date	2,097	200	43	2,340	2,526	279	96	2,901

Amounts in €m

NON-LIFE NON-MV SEGMENT - Insurance contracts issued without direct participation features

Features underlying the measurement of the book value of insurance contracts issued

Items/Features underlying measurement	Present value of cash flows	Adjustment for non-financial risks	Contractual service margin	Total	Present value of cash flows	Adjustment for non-financial risks	Contractual service margin	Total
	30/6/2024	30/6/2024	30/6/2024	30/6/2024	30/6/2023	30/6/2023	30/6/2023	30/6/2023
A. Initial book value								
1. Insurance contracts issued that are liabilities	3,051	246	463	3,760	3,353	259	675	4,287
2. Insurance contracts issued that are assets	(2)			(2)	(4)		2	(2)
3. Net book value as at 1 January	3,049	246	463	3,758	3,349	259	677	4,285
B. Changes in current services	80	(18)	(141)	(79)	83	(17)	(189)	(123)
1. Contractual service margin recorded in the income statement			(141)	(141)			(189)	(189)
2. Change for non-financial risks past due		(18)		(18)		(17)		(17)
3. Changes related to experience	80			80	83			83
C. Changes relating to future services	(127)	22	104	(1)	(114)	15	111	12
1. Changes in the Contractual service margin	(68)	7	61		(61)	2	59	
2. Losses on groups of onerous contracts and related recoveries	(12)			(12)	11			11
3. Effects of the contracts initially recognised in the reference year	(47)	14	43	11	(64)	13	52	1
D. Changes relating to past services	(77)	(14)		(91)	(23)	(21)		(44)
1. Adjustments to liabilities for claims incurred	(77)	(14)		(91)	(23)	(21)		(44)
E. Result of insurance services (B + C + D)	(124)	(10)	(37)	(171)	(54)	(23)	(78)	(155)
F. Financial costs/revenues	4	1	3	7	36	4		40
1. Relating to insurance contracts issued	4	1	3	7	36	4		40
1.1 Recorded in the Income Statement	11	1	3	15	2			2
1.2 Recorded in the Comprehensive Income Statement	(7)			(8)	34	4		38
2. Effects associated with changes in exchange rates								
G. Total amount of changes recorded in the Income Statement and in the Comprehensive Income Statement (E + F)	(120)	(10)	(34)	(164)	(18)	(19)	(78)	(115)
H. Other changes						1	2	3
I. Cash movements	(82)			(82)	(170)			(170)
1. Premiums received	571			571	663			663
2. Payments associated with contract acquisition costs	(123)			(123)	(153)			(153)
3. Claims paid and other cash outflows	(530)			(530)	(680)			(680)
L. Net book value as at the reporting date (A.3 + G + H + I)	2,848	236	429	3,513	3,161	241	601	4,003
M. Final book value								
1. Insurance contracts issued that are liabilities	2,849	236	429	3,515	3,163	241	601	4,005
2. Insurance contracts issued that are assets	(2)			(2)	(2)			(2)
3. Net book value as at the reporting date	2,848	236	429	3,513	3,161	241	601	4,003

3 Notes to the Financial Statements

4. Financial liabilities

Financial liabilities, at 30 June 2024, were €16,726m (€15,523m at 31/12/2023).

4.1 Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss: product breakdown and percentage composition

Amounts in €m

Items/Values	Financial liabilities held-for trading				Financial liabilities at fair value				Total			
	30/6/2024		31/12/2023		30/6/2024		31/12/2023		30/6/2024		31/12/2023	
	Book value	% Comp	Book value	% Comp	Book value	% Comp	Book value	% Comp	Book value	% Comp	Book value	% Comp
Liabilities from financial contracts issued in accordance with IFRS 9:					11,073	100.0	10,412	100.0	11,073	99.1	10,412	99.1
a) From contracts with services linked to indexes and UCITS units					11,022	99.5	10,361	99.5	11,022	98.6	10,361	98.6
b) Pension fund					51	0.5	51	0.5	51	0.5	51	0.5
c) Other financial contracts issued												
Non-hedging derivatives	11	10.7	9	9.0					11	0.1	9	0.1
Hedging derivatives	91	89.3	86	91.0					91	0.8	86	0.8
Other financial liabilities												
Total	102	100.0	95	100.0	11,073	100.0	10,412	100.0	11,175	100.0	10,507	100.0

4.2 Financial liabilities at amortised cost

Financial liabilities at amortised cost: product breakdown, percentage composition and fair value hierarchy

Amounts in €m

Items/Values	30/6/2024					31/12/2023						
	Book value	% Comp	L1	L2	L3	Total Fair Value	Book value	% Comp	L1	L2	L3	Total Fair Value
Liabilities												
Equity instruments												
Subordinated liabilities	1,253	22.6	1,246			1,246	1,287	25.7	1,284			1,284
Debt securities issued	2,444	44.0	2,327		4	2,330	2,433	48.5	2,409		5	2,414
Other loans obtained	1,854	33.4			1,854	1,854	1,296	25.8			1,296	1,296
a) from banks	255	4.6					261	5.2				
b) from customers	1,599	28.8					1,035	20.6				
Total	5,551	100.0	3,572		1,858	5,430	5,016	100.0	3,693		1,301	4,993

Details of **Subordinated liabilities** are shown in the table below:

Amounts in €m

Issuer	Nominal amount outstanding	Subord. level	Year of maturity	call	Rate	L/NL
UnipolSai	€750.0m	tier II	2034		fixed rate 4,90%	Q
UnipolSai	€500.0m	tier II	2028		fixed rate 3,875%	Q

Subordinated liabilities issued by UnipolSai Assicurazioni Spa amounted to €1,254m and relate for €500m to a 10-year subordinated bond loan issued on 1 March 2018, listed on the Luxembourg Stock Exchange, and for €750m to a 10-year subordinated bond loan issued on 23 May 2024, listed on the Luxembourg Stock Exchange. As mentioned above, it should be noted that, in June 2024, subject to authorisation by the Supervisory Authority, the perpetual fixed/floating subordinated Tier 1 loan was repaid in full for a nominal amount of €750m (ISIN XS1078235733).

Debt securities issued amounted to €2,444m. They refer for €2,439m to securities issued by Unipol and for €5m to securities issued by the subsidiary Società e Salute SpA.

The Debt securities issued by Unipol relate to three senior bonds, listed on the Luxembourg Stock Exchange, with a total nominal value of €2,402m:

- €1,000m nominal value, 3% fixed rate, 10-year duration, maturity in 2025;
- €500m nominal value, 3.5% fixed rate, 10-year duration, maturity in 2027;
- €902m nominal value, 3.25% fixed rate, 10-year duration, maturity in 2030.

Other loans, amounting to €1,854m (€1,296m at 31/12/2023), mainly referred to:

- loans taken out, for the purchase of real estate and improvements, by the Athens R.E. Closed Real Estate Fund for €137m and the Tikal Closed Real Estate Fund for €99m;
- loans taken out by UnipolRental from banks and other lenders for a total of €1,482m.

The item also includes the financial liabilities deriving from the present value of future lease payments due on lease agreements accounted for on the basis of IFRS 16 for a total of €128m.

3 Notes to the Financial Statements

5. Payables

	30/6/2024	31/12/2023	<i>Amounts in €m</i> <i>% var.</i>
Payables to intermediaries and companies	143	207	<i>(30.96)</i>
Trade payables	575	553	<i>3.95</i>
Post-employment benefits	39	41	<i>(5.90)</i>
Social security charges payable	46	43	<i>8.45</i>
Sundry payables	151	94	<i>60.74</i>
Total payables	954	938	<i>1.81</i>

6. Other liabilities

	30/6/2024	31/12/2023	<i>Amounts in €m</i> <i>% var.</i>
Current tax liabilities	16	17	<i>(5.9)</i>
Deferred tax liabilities	117	89	<i>31.5</i>
Liabilities associated with disposal groups held for sale			
Accrued expense and deferred income	60	60	<i>(0.2)</i>
Other liabilities	1,276	1,280	<i>(0.3)</i>
Total other liabilities	1,469	1,446	<i>1.6</i>

The item Deferred tax liabilities is shown net of the offsetting carried out, pursuant to IAS 12, with the corresponding taxes (IRES or IRAP) recorded in Deferred tax assets.

Notes to the Income Statement

Comments and further information on the items in the income statement and the variations that took place compared with the previous year are given below (the numbering of the notes relates to the mandatory layout for the preparation of the income statement).

- 1. Insurance revenue from insurance contracts issued**
- 2. Insurance service expenses from insurance contracts issued**
- 3. Insurance revenue from reinsurance contracts held**
- 4. Insurance service expenses from reinsurance contracts held**

3 Notes to the Financial Statements

Insurance revenue and costs from insurance contracts issued – Breakdown

Amounts in €m

Items/Business combination basis	Basis A1	Basis A2	Basis A3	Basis A4	Total	Basis A1	Basis A2	Basis A3	Basis A4	Total
	30/6/2024	30/6/2024	30/6/2024	30/6/2024	30/6/2024	30/6/2023	30/6/2023	30/6/2023	30/6/2023	30/6/2023
A. Insurance revenues from insurance contracts issued, valued on the basis of GMM and VFA										
A.1 Amounts associated with changes in liabilities for residual coverage	194	77	54	444	769	185	64	98	475	822
1. Claims incurred and other costs for expected insurance services	98	45	33	285	460	86	38	36	269	429
2. Changes in the adjustment for non-financial risks	7		2	18	28	6		2	17	25
3. Contractual service margin recorded in the income statement for services provided	89	32	19	141	282	93	26	60	189	368
4. Other amounts										
A.2 Acquisition costs of recovered insurance contracts	6	7	9	81	103	4	5	5	72	86
A.3 Total insurance revenues from insurance contracts issued, valued on the basis of GMM and VFA	200	84	63	525	873	189	69	103	547	908
A.4 Total insurance revenues from insurance contracts issued valued on the basis of PAA					3,860					3,745
Life segment										
Non-life segment - Motor					2,046					1,963
Non-life segment - Non-MV					1,815					1,782
A.5 Total insurance revenues from insurance contracts issued	200	84	63	525	4,733	189	69	103	547	4,653
B. Costs for insurance services from insurance contracts issued under GMM and VFA										
1. Claims incurred and other directly attributable costs	(127)	(31)	(299)	(530)	(988)	(102)	(33)	(581)	(680)	(1,396)
2. Changes in liability for claims incurred	(1)	(10)	251	256	495		(4)	614	372	982
3. Losses on onerous contracts and recovery of these losses	(1)		(20)	1	(20)	(1)		(1)	(11)	(13)
4. Amortisation of insurance contract acquisition costs	(8)	(7)	(9)	(81)	(105)	(4)	(5)	(5)	(72)	(86)
5. Other amounts										
B.6 Total costs for insurance services from insurance contracts issued under GMM and VFA	(137)	(49)	(77)	(354)	(618)	(107)	(42)	27	(391)	(513)
B.7 Total insurance costs from insurance contracts issued, valued on the basis of PAA					(3,633)					(3,805)
- Life segment					(1)					
- Non-life segment - Motor					(2,081)					(2,103)
- Non-life segment - Non-MV					(1,551)					(1,702)
C. Total net costs/revenues from insurance contracts issued (A.5 + B.6 + B.7)	63	36	(14)	171	482	82	27	130	156	335

Business combination basis 1 = Insurance contracts issued with direct participation features and Investment contracts issued with discretionary participation features - Life segment

Business combination basis 2 = Insurance contracts issued without direct participation features - Life segment

Business combination basis 3 = Insurance contracts issued without direct participation features - Non-Life Motor segment

Business combination basis 4 = Insurance contracts issued without direct participation features - Non-Life Non-MV segment

Insurance costs and revenue from reinsurance contracts held – Breakdown

Amounts in €m

Items/Business combination basis	Basis A1	Basis A2	Total	Basis A1	Basis A2	Total
	30/6/2024	30/6/2024	30/6/2024	30/6/2023	30/6/2023	30/6/2023
A. Allocation of premiums paid relating to reinsurance transfers valued on the basis of GMM		(14)	(14)		(25)	(25)
A.1 Amounts associated with changes in assets by residual coverage		(14)	(14)		(25)	(25)
1. Amount of claims and other expected recoverable costs		(11)	(11)		(12)	(12)
2. Changes in the adjustment for non-financial risks					(1)	(1)
3. Contractual service margin recorded in the income statement for services received		(3)	(3)		(12)	(12)
4. Other amounts						
A.2 Other directly attributable costs specific to reinsurance transfers						
A.3 Allocation of premiums paid relating to reinsurance transfers valued on the basis of PAA	(12)	(171)	(183)	(10)	(135)	(145)
B. Total reinsurance transfers costs (A.1 + A.2 + A.3)	(12)	(185)	(197)	(10)	(160)	(170)
C. Effects of changes in the risk of default by reinsurers		(1)	(1)		(1)	(1)
D. Amount of claims and other expenses recovered	6	302	308	6	76	82
E. Changes in assets due to claims incurred		(195)	(195)		(14)	(14)
F. Other recoveries						
G. Total net costs/revenues from reinsurance (B + C + D + E + F)	(5)	(80)	(85)	(4)	(99)	(103)

Basis A.1 = Life segment

Basis A.2 = Non-Life segment

Breakdown of costs for insurance and other services

Amounts in €m

Costs/Business combination basis	30/6/2024							30/6/2023						
	Basis A1 – with DFP	Basis A2 – without DFP	Basis A1 + Basis A2	Basis A3	Basis A4	Basis A3 + Basis A4	Other	Basis A1 – with DFP	Basis A2 – without DFP	Basis A1 + Basis A2	Basis A3	Basis A4	Basis A3 + Basis A4	Other
Costs attributed to the acquisition of insurance contracts	(8)	(7)	(15)	(349)	(561)	(910)		(4)	(5)	(9)	(345)	(562)	(907)	
Other directly attributable costs	(129)	(42)	(172)	(1,810)	(1,345)	(3,155)		(103)	(37)	(140)	(1,730)	(1,533)	(3,263)	
Investment management expenses			(3)			(23)	(10)			(3)			(24)	(10)
Other costs			(42)			(395)	(174)			(41)			(290)	(143)
Total	(137)	(50)	(232)	(2,158)	(1,906)	(4,483)	(184)	(106)	(42)	(193)	(2,075)	(2,094)	(4,484)	(153)

Basis A1 – with DFP = Insurance contracts issued with direct participation features – Life segment

Basis A2 – without DFP = Insurance contracts issued without direct participation features – Life segment

Basis A1 + Basis A2 = Life segment

Basis A3 = Insurance contracts issued without direct participation features – Non-Life segment – Motor

Basis A4 = Insurance contracts issued without direct participation features – Non-Life segment – Non-MV

Basis A3 + Basis A4 = Non-Life segment

3 Notes to the Financial Statements

6. Gains/losses on financial assets and financial liabilities at fair value through profit or loss

	30/6/2024	30/6/2023	<i>Amounts in €m</i> % var.
Net gains/losses::			
on other financial assets mandatorily at fair value	201	206	(2.7)
on financial assets/liabilities at fair value through profit or loss	15	67	(77.9)
Total net gains/losses	215	273	(21.2)

7. Gains/losses on investments in associates and interests in joint ventures

At 30 June 2024, they amounted to €124m (€115m at 30/6/2023) and included the contribution of consolidation using the equity method of BPER Banca and Banca Popolare di Sondrio for €120m (€113m at 30/6/2023).

8. Gains/losses on other financial assets and liabilities and investment property

Gains on other financial assets and liabilities and investment property

	30/6/2024	30/6/2023	<i>Amounts in €m</i> % var.
Interests			
on financial assets at amortised cost	99	58	71.4
on financial assets at fair value through OCI	658	648	1.6
Other income			
from investment property	60	56	7.2
from financial assets at fair value through OCI	69	72	(4.3)
Realised gains			
on investment property	3	14	n.s.
on financial assets at fair value through OCI	28	11	162.2
on financial liabilities at amortised cost		2	(100.0)
Unrealised gains and reversals of impairment losses			
on financial assets at fair value through OCI	9	16	(39.8)
on other financial liabilities	6	1	706.3
Total	931	876	6.3

Losses on other financial assets and liabilities and investment property

	30/6/2024	30/6/2023	<i>% var.</i>
<i>Amounts in €m</i>			
Interests:			
on other financial liabilities	(114)	(87)	31.7
Other charges:			
from investment property	(23)	(28)	(16.9)
from financial assets at fair value through OCI	(1)	(1)	17.9
from other financial liabilities	(5)	(4)	25.4
Realised losses:			
on investment property		(1)	(50.2)
on financial assets at fair value through OCI	(15)	(7)	96.6
Unrealised losses and impairment losses:			
on investment property	(50)	(36)	39.4
on financial assets at fair value through OCI	(20)	(34)	(40.7)
on other financial assets	(3)	(3)	(0.3)
on other financial liabilities			(100.0)
Total	(232)	(201)	15.4

The Unrealised losses and impairment losses relating to investment property refer to depreciation for €27m and impairment for €23m (at 30/6/2023, they referred to depreciation for €26m and impairment for €10m).

10. Net finance expenses/income relating to insurance contracts issued

The item includes net expenses of €710m (€596m at 30/06/2023) and relate to:

- for €612m (€560m at 30/06/2023) to net costs due to the application of the option to reduce to zero the net financial profitability recognised in the Income Statement arising from the assets underlying insurance contracts accounted for under the VFA method (so-called "mirroring");
- for the remainder, equal to net expenses of €98m (net expenses of €36m at 30/06/2023), to the effects of the capitalisation of the cash flows accounted for with the BBA or PAA at the locked-in rate and to the effects of exchange rate adjustments. The significant change is attributable to the progressive increase in the locked-in discount rates applicable in the period in question compared to those of the previous year.

11. Net finance income/expenses relating to reinsurance contracts held

Net income relating to reinsurance contracts held came to €14m (net income of €1m at 30/6/2023).

3 Notes to the Financial Statements

13. Other revenue/costs

	30/6/2024	30/6/2023	<i>Amounts in €m</i> % var.
Exchange rate differences	14	1	2,078.4
Extraordinary gains	15	11	38.8
Other income	945	674	40.1
Other costs	(331)	(214)	54.6
Total Other revenue/costs	642	472	36.2

The significant increase compared to the first half of 2023 in the item Other income and Other costs is largely attributable to the expansion of the long-term vehicle rental and healthcare services activities resulting from the acquisitions of Sifà and Società e Salute.

14. Operating expenses

These amounted to €316m (€272m at 30/6/2023), of which €37m relating to investment management expenses (€37m at 30/6/2023) and €279m relating to other administrative expenses not included in the calculation of insurance liabilities and assets and not allocated to insurance contract acquisition costs and investment management expenses (€235m at 30/6/2023).

16. Net impairment losses/reversals on property, plant and equipment

These amounted to €241m (€150m at 30/06/2023) and mainly relate to depreciation of property, plant and equipment.

17. Net impairment losses/reversals on intangible assets

These amounted to €69m (€59m at 30/06/2023) and relate exclusively to amortisation of intangible assets.

20. Income tax

Against pre-tax profit of €757m, taxes pertaining to the period of €202m were recorded, corresponding to a tax rate of 26.7% (25.9% at 30/6/2023).

3. Other Information

3.1 Earnings (loss) per share

	30/6/2024	30/6/2023
Profit/loss allocated to ordinary shares (€m)	511	416
Weighted average of shares outstanding during the year (no./m)	716	716
Basic and diluted earnings (loss) per share (€ per share)	0.71	0.58

Amounts in €m

3.2 Dividends

The Unipol Shareholders' Meeting held on 24 April 2024, in view of the Parent Unipol's positive financial result at 31 December 2023 amounting to €378m (as shown in the financial statements drawn up in accordance with national accounting standards), resolved, taking into account treasury shares held, to distribute dividends for a total of approximately €273m, corresponding to €0.38 per share.

The Shareholders' Meeting also set the dividend payment date for 22 May 2024 (ex-dividend date 20/5/2024 and record date 21/5/2024).

3.3 Non-current assets or assets of a disposal group held for sale and discontinued operations

At 30 June 2024, the reclassifications made in application of IFRS 5 to assets item 6.1 amounted to €129m, of which €80m relating to properties held for sale and €50m relating to the equity investment in Cronos Vita Assicurazioni (€133m at 31/12/2023, of which €83m relating to properties held for sale and €50m relating to the investment in Cronos Vita Assicurazioni).

3.4 Transactions with related parties

The Group companies that provide various types of services to other Group companies are: UnipolSai, UniSalute, Unisalute Servizi, Siat, UnipolService, UnipolGlass, UnipolSai Servizi Previdenziali, UnipolAssistance, UnipolRental, UnipolTech, Leithà, Cambiomarcia, UnipolHome, WelBee, Tantosvago, UnipolPay, Arca Vita, Arca InLinea, Arca Sistemi and Arca Direct Assicurazioni.

For a detailed description of the services provided, please make reference to the 2023 Integrated Consolidated Financial Statements. Furthermore, note that the group companies, also including companies not mentioned above, enter into ordinary relations with one another regarding:

- insurance and reinsurance;
- leasing of property;
- long-term vehicle rental;
- agency mandates;
- secondment of personnel.

No atypical or unusual transactions were carried out in the execution of these services.

Fees are mainly calculated on the basis of the external costs incurred, for example the costs of products and services acquired from suppliers, and the costs resulting from activities carried out directly, i.e., generated by their own staff, and taking account of:

- performance targets set for the provision of the service to the company;

3 Notes to the Financial Statements

- strategic investments required to ensure the agreed levels of service.

The following elements are specifically taken into consideration:

- personnel costs;
- operating costs (logistics, etc.);
- general costs (IT, consultancy, etc.).

As regards services rendered by Leithà, the consideration was determined to the extent equal to costs, as previously defined, to which a mark-up was applied, which is the operating margin for the service rendered.

The costs for financing activities are calculated by applying a fee on managed volumes. The services provided by UniSalute (except for operating services provided to Unisalute Servizi for which the costs are split), Unisalute Servizi and UnipolService provide for fixed prices.

The Parent Unipol exercised the Group tax consolidation option governed by Title II, Chapter II, Section II of Italian Presidential Decree 917/86 (the Consolidated Income Tax Act, Articles 117 et seq.) as consolidating entity, jointly with the companies belonging to the Unipol Group meeting the established regulatory requirements over time. The option has a three-year duration and is renewed automatically unless cancelled.

The following table shows transactions with related parties (associates and other companies) carried out during the first half of 2024, as laid down in IAS 24 and in Consob Communication no. DEM/6064293/2006. It should be noted that the application scope of the Procedure to perform transactions with related parties, adopted pursuant to Consob Regulation no. 17221 of 12 March 2010, as amended, also includes some counterparties that are included, on a voluntary basis, pursuant to Art. 4 thereof, including the company Coop Alleanza 3.0 Società Cooperativa (shown, together with other items, in the following table under item "Others"). Transactions with subsidiaries have not been recognised since in drawing up the Consolidated Financial Statements transactions among Group companies consolidated using the line-by-line method have been eliminated as part of the normal consolidation process.

Amounts in €m

Information on transactions with related parties

	Associates	Others	Total	% inc. (1)	% inc. (2)
Financial assets at amortised cost	24		24	0.0	1.6
Financial assets at fair value through OCI	91		91	0.1	5.9
Other financial assets	54	1	55	0.1	3.6
Other assets	31		31	0.0	2.0
Cash and cash equivalents	1,964		1,964	2.4	127.8
TOTAL ASSETS	2,164	1	2,165	2.7	140.9
Financial liabilities at amortised cost	317		317	0.4	20.6
Payables	33		33	0.0	2.1
OTHER LIABILITIES	18		18	0.0	1.2
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	371		371	0.5	24.1
Insurance service expenses from insurance contracts issued	(71)		(71)	(9.4)	(4.6)
Interest income calculated with the effective interest method	3		3	0.4	0.2
Interest expense	(6)		(6)	(0.8)	(0.4)
Other income/Charges	17		17	2.2	1.1
Other revenue/costs	43		43	5.7	2.8
Operating expenses:	(6)		(6)	(0.8)	(0.4)

(1) Percentage based on total assets in the consolidated balance sheet recognised under shareholders' equity, and on pre-tax profit/(loss) for income statement items.

(2) Percentage on total net cash flow from operating activities mentioned in the statement of cash flows.

Financial assets at amortised cost with associates included €10m of time deposits above 15 days held by the companies of the Group with BPER Banca, €8m relating to receivables from insurance brokerage agencies for agents' reimbursements and €6m of interest-free loans disbursed by UnipolSai to the associate Borsetto.

Financial assets at fair value through other comprehensive income from associates and others related to the subscription of listed debt securities issued by BPER Banca and Banca Popolare di Sondrio, subscribed by Group companies.

The item Other financial assets from associates mainly included €14m in receivables from insurance brokerage agencies for commissions and €14m in receivables from Finitalia for premiums it had advanced for the service concerning the split payment of policies.

Other assets included current accounts, temporarily unavailable, that UnipolSai has opened with BPER Banca.

Cash and cash equivalents included the balances of current accounts opened by Group companies with BPER Banca and Banca Popolare di Sondrio.

The item Financial liabilities at amortised cost due to associates related to loans and mortgages disbursed by BPER Banca and Banca Popolare di Sondrio to Group companies, of which €100m disbursed by each bank to UnipolRental in the first half of 2024.

Payables included payables for commissions due to BPER Banca for the placement of insurance products, in addition to payables for other services rendered.

Other liabilities refer to invoices to be received.

Insurance service expenses from insurance contracts issued included costs for commissions paid to insurance brokerage agencies (€56m) and commissions paid to BPER Banca for the placement of insurance policies issued by Group companies (€6m).

Interest income from associates refers to interest on securities issued by BPER Banca and Banca Popolare di Sondrio, and subscribed by Group companies.

Interest expense to associates refers to interest on loans issued by BPER Banca and Banca Popolare di Sondrio to Group companies.

The item Other revenue/costs includes interest income accrued on current accounts opened by Group companies with BPER Banca and Banca Popolare di Sondrio.

Operating expenses include the costs of managing banking relations with BPER Banca and Banca Popolare di Sondrio.

3.5 Information on personnel

	30/6/2024	31/12/2023	variation
Total number of Unipol Group employees	12,980	12,407	573
of which on a fixed-term contract	1,011	706	305
Full Time Equivalent - FTE	12,455	11,904	551

The foreign company employees (1,289) include 502 insurance agents.

The increase of 573 in the number of personnel at 30 June 2024 compared to 31 December 2023 is due to 924 new hires and 351 exits, net of changes in fixed-term employment contracts started and completed during the year.

Share-based compensation plans

The Unipol Group pays variable benefits (long-term incentives) to the General Manager, Key Managers and other senior executives under closed three-year, share-based compensation plans by which Unipol and UnipolSai shares (performance shares) are granted if specific targets of profitability, creation of value for shareholders and ESG Sustainability are achieved.

The 2019-2021 Performance share-based compensation plans, if the prerequisites were met, envisaged for short-term incentives the assignment of UnipolSai and Unipol shares in the year following the year of accrual. With regard to long-term incentives, if the prerequisites were met, it envisaged the assignment of UnipolSai and Unipol shares in at least three annual tranches starting from 2023. The 2022-2024 Performance share-based compensation plans, if the prerequisites are met, envisages the assignment of the same shares in at least three annual tranches with effect from 2026.

3 Notes to the Financial Statements

On 4 March 2024, 1,401,617 UnipolSai shares and 774,818 Unipol shares were granted to eligible executives as a long-term incentive for the 2019-21 financial year.

The Information Documents, prepared pursuant to Art. 114-bis of the Consolidated Law on Finance and Art. 84-bis of Consob Issuer's Regulation no. 11971/1999, are available on the respective websites, in the Governance/Shareholders meetings section.

3.6 Non-recurring significant transactions and events

There were no non-recurring significant transactions and events during the half-year period in addition to those set out in the Management Report.

3.7 Atypical and/or unusual positions or transactions

In the first half of 2024, there were no atypical and/or unusual transactions that, because of their significance, importance, nature of the counterparties involved in the transaction, transfer pricing procedures, or occurrence close to the end of the year, could give rise to doubts relating to: the accuracy and completeness of the information in these Condensed Consolidated Half-Yearly Financial Statements, a conflict of interest, the safeguarding of the company's assets or the protection of non-controlling shareholders.

3.8 Analysis of recoverability of goodwill with indefinite useful life (impairment test)

In the context of the preparation of the consolidated Financial Report at 30 June 2024 of Unipol Gruppo, sensitivity analyses were carried out, as specified below, relating to the results of the impairment testing performed at 31 December 2023, with reference to the recoverable amount of goodwill allocated to the Non-Life and Life CGUs.

To this end, in applying the same methodological approach adopted at the time of the impairment test at 31 December 2023, the sensitivity analyses developed took into consideration the following determining factors:

- Non-Life CGU: (i) update at 30 June 2024 of Own Funds and of the Solvency Capital Requirement ("SCR") (ii) update of the discount rate at 30 June 2024 (in the risk-free rate, risk premium, Beta components) of the prospective cash flows theoretically available and of the terminal value, to take account of the developments in the first half of 2024;
- Life CGU: (i) update at 30 June 2024 of Own Funds and of the Solvency Capital Requirement ("SCR") (ii) update of the discount rate at 30 June 2024 (in the risk-free rate, risk premium, Beta components) of the prospective cash flows theoretically available and of the terminal value, to take account of the developments in the first half of 2024.

Account has also been taken of the increase in the interest held by Unipol Gruppo in UnipolSai, following the results of the Public Tender Offer ("OPA" - Offerta Pubblica di Acquisto).

These simulations show the staying power of the carrying amount of the aforementioned goodwill, booked to the consolidated financial statements of Unipol Gruppo at 31 December 2023 and 30 June 2024, also upon a change in the parameters subject to analysis.

The development in the discount rate (cost of equity) is reported below, broken down for the Non-Life CGU and the Life CGU, in continuity with what was recognised at 31 December 2023, to take into account the changes in the half-year period:

Estimated Cost of Equity - Non-Life	31/12/2023	30/6/2024
Risk free rate (a)	4.38%	3.88%
Risk Premium (b)	5.40%	5.00%
Beta average adj (c)	0.94	0.89
Specific Risk Premium (d)	0.01	0.01
Cost of capital	10.06%	8.93%

(a) Average yield on 10-year BTP in the last three months, October-December 2023 and April-June 2024, respectively

(b) Considering that the exponential smoothing of the last three values, recorded on a half-yearly basis, of the "current risk premium for a mature equity market" estimated by Mr. Damodaran in the twelve months prior to the measurement date expresses a value of less than 5%, this 5% value was taken as the floor

(c) Adjusted 2-year beta relating to a sample of European listed companies considered comparable

(d) A Specific Risk Premium was taken into account due to the presence, in the Non-Life CGU, of companies operating in diversified sectors

Estimated Cost of Equity - Life	31/12/2023	30/6/2024
Risk free rate (a)	4.38%	3.88%
Risk Premium (b)	5.40%	5.00%
Beta average adj (c)	1.14	1.15
Cost of capital	10.55%	9.64%

(a) Average yield on 10-year BTP in the last three months, October-December 2023 and April-June 2024, respectively

(b) Considering that the exponential smoothing of the last three values, recorded on a half-yearly basis, of the "current risk premium for a mature equity market" estimated by Mr. Damodaran in the twelve months prior to the measurement date expresses a value of less than 5%, this 5% value was taken as the floor

(c) Adjusted 2-year beta relating to a sample of European listed companies considered comparable

The comparison between the results at 31 December 2023 and those deriving from the sensitivity analysis at 30 June 2024 are reported below:

<i>Amounts in €m</i> 31/12/2023	Recoverable amount (a)	Goodwill to be tested (b)	Excess
Non-Life CGU	1,501	1,000	501
Life CGU	308	117	190
Total	1,808	1,117	691

(a): Recoverable amount obtained as the difference between the pro-rata value of the CGU and the pro-rata Adjusted Shareholders' equity

(b): Goodwill allocated net of goodwill included in Shareholders' equity

<i>Amounts in €m</i> Sensitivity 30/6/2024	Recoverable amount (a)	Goodwill to be tested (b)	Excess
Non-Life CGU (c)	2,183	1,000	1,183
Life CGU (c)	498	117	380
Total	2,680	1,117	1,563

(a): Recoverable amount obtained as the difference between the pro-rata value of the CGU and the pro-rata Adjusted Shareholders' equity

(b): Goodwill allocated net of goodwill included in Shareholders' equity

(c): The excess indicated provides for a g-rate of 1.5%, unchanged compared to 31 December 2023

3 Notes to the Financial Statements

An additional Sensitivity is also reported, highlighting the rate that eliminates the aforementioned excess in the event of a g-rate of 1.5% and 0%, respectively:

	Recoverable amount - Goodwill Delta			
	(g-rate equal to 1.5)		(g-rate equal to 0)	
	g	Actualisation rate	g	Actualisation rate
Non-Life CGU	1.50%	11.19%	0%	11.00%

	Recoverable amount - Goodwill Delta			
	(g-rate equal to 1.5)		(g-rate equal to 0)	
	g	Actualisation rate	g	Actualisation rate
Life CGU	1.50%	12.32%	0%	12.73%

3 Notes to the Financial Statements

3.9 Details of other consolidated comprehensive income

Items	30/6/2024	30/6/2023
1 Profit (Loss) for the period	555	517
2 Other income items net of taxes not reclassified to profit or loss	39	92
2.1 Portion of valuation reserves of equity investments valued at equity	12	24
2.2 Change in the revaluation reserve for intangible assets		
2.3 Change in the revaluation reserve for property, plant and equipment		
2.4 Financial revenues or costs relating to insurance contracts issued	(27)	(30)
2.5 Gains and losses on non-current assets or disposal groups held for sale		
2.6 Actuarial gains and losses and adjustments relating to defined benefit plans	2	(5)
2.7 Gains or losses on equity instruments at fair value through OCI	59	158
a) change in fair value	76	123
b) transfers to other shareholders' equity components	(17)	35
2.8 Reserve deriving from variation on credit risk on financial liabilities at fair value through profit or loss		
a) change in fair value		
b) transfers to other shareholders' equity components		
2.9 Altre variazioni:		
a) change in fair value (hedged instrument)		
b) change in fair value (hedging instrument)		
c) other changes in fair value		
2.10 Income taxes relating to other revenue components without reclassification in the Income Statement	(10)	(54)
3 Other income items net of taxes reclassified to profit or loss	(58)	92
3.1 Change in the reserve for foreign currency translation differences		
a) changes in value		
b) reclassification in the Income Statement		
c) other changes		
3.2 Gains or losses on financial assets (other than equity instruments) at fair value through OCI	(808)	962
a) changes in fair value	(728)	657
b) reclassification in the Income Statement	(81)	305
- credit risk adjustments	(1)	(32)
- gains/losses on sale	(80)	337
c) other changes		
3.3 Gains or losses on cash flow hedges	2	(3)
a) changes in fair value	2	(3)
b) reclassification in the Income Statement		
c) other changes		
3.4 Gains or losses on hedges of a net investment in foreign operations		
a) changes in fair value		
b) reclassification in the Income Statement		
c) other changes		
3.5 Portion of valuation reserves of equity-accounted investments:	(1)	9
a) changes in fair value	(6)	8
b) reclassification in the Income Statement	2	1
- impairment losses		2
- gains/losses on sale	2	(1)
c) other changes	3	
3.6 Financial revenues or costs relating to insurance contracts issued	745	(829)
a) changes in fair value	745	(829)
b) reclassification in the Income Statement		
c) other changes		

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		<i>Amounts in €m</i>	
Items	30/6/2024	30/6/2023	
3.7	Financial revenues or costs relating to reinsurance transfers	(5)	2
	a) changes in fair value	(5)	2
	b) reclassification in the Income Statement		
	c) other changes		
3.8	Gains and losses on non-current assets or disposal groups held for sale		
	a) changes in fair value		
	b) reclassification in the Income Statement		
	c) other changes		
3.9	Other items:		
	a) changes in fair value		
	b) reclassification in the Income Statement		
	c) other changes		
3.10	Income taxes relating to other revenue components with reclassification in the Income Statement	8	(44)
4	TOTAL OF OTHER COMPONENTS OF THE COMPREHENSIVE INCOME STATEMENT (Sum of items 2.1 to 3.10)	(19)	184
5	TOTAL CONSOLIDATED COMPREHENSIVE INCOME (Items 1 + 4)	534	701
5.1	of which: attributable to the owners of the Parent	504	574
5.2	of which: attributable to non-controlling interests	30	127

3 Notes to the Financial Statements

3.10 Information by operating segment

Balance sheet by business segment

	Asset items	NON-LIFE BUSINESS		LIFE BUSINESS	
		30/6/2024	31/12/2023	30/6/2024	31/12/2023
1	INTANGIBLE ASSETS	2,111	2,099	359	361
2	PROPERTY, PLANT AND EQUIPMENT	3,498	3,269	185	202
3	INSURANCE ASSETS	1,030	1,049	88	74
3.1	Insurance contracts issued that are assets	11	13	57	49
3.2	Reinsurance transfers classifiable as assets	1,019	1,036	31	24
4	INVESTMENTS	12,481	11,819	48,914	48,149
4.1	Investment property	411	411	931	924
4.2	Investments in associates and interests in joint ventures	60	50		
4.3	Financial assets at amortised cost	1,544	1,581	498	414
4.4	Financial assets at fair value through OCI	8,313	7,724	32,315	32,458
4.5	Financial assets at fair value through profit or loss	2,153	2,054	15,169	14,353
5	OTHER FINANCIAL ASSETS	887	942	157	259
6	OTHER ASSETS	1,956	2,595	1,657	1,659
7	CASH AND CASH EQUIVALENTS	248	441	687	399
TOTAL ASSETS		22,211	22,215	52,047	51,102
1	SHAREHOLDERS' EQUITY	3,930	3,905	1,956	1,936
2	PROVISIONS FOR RISKS AND CHARGES	439	473	28	24
3	INSURANCE LIABILITIES	13,561	13,585	37,881	37,615
3.1	Insurance contracts issued that are liabilities	13,481	13,515	37,850	37,593
3.2	Reinsurance transfers classifiable as liabilities	80	70	31	22
4	FINANCIAL LIABILITIES	2,370	2,301	11,846	11,188
4.1	Financial liabilities at fair value through profit or loss	24	21	11,151	10,486
4.2	Financial liabilities at amortised cost	2,346	2,280	695	702
5	PAYABLES	813	761	140	162
6	OTHER LIABILITIES	1,099	1,190	198	177
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		22,211	22,215	52,047	51,102

Amounts in €m

BANKING ASSOCIATES		HOLDING AND OTHER BUSINESSES		INTERSEGMENT ELIMINATIONS		TOTAL	
30/6/2024	31/12/2023	30/6/2024	31/12/2023	30/6/2024	31/12/2023	30/6/2024	31/12/2023
		25	25			2,496	2,485
		952	717			4,636	4,187
						1,117	1,123
						67	63
						1,050	1,060
2,543	2,559	992	2,149	(262)	(752)	64,667	63,924
		743	966			2,086	2,302
2,543	2,559	46	47			2,649	2,656
		153	614	(262)	(752)	1,933	1,857
		46	516			40,673	40,697
		4	5			17,326	16,412
		227	204	(205)	(260)	1,067	1,145
		526	528	(4)	(5)	4,135	4,776
		1,167	938	18	40	2,119	1,818
2,543	2,559	3,889	4,560	(453)	(978)	80,237	79,458
2,543	2,559	696	1,399			9,125	9,799
		55	54			521	552
						51,442	51,200
						51,332	51,108
						110	92
		2,779	2,795	(269)	(761)	16,726	15,523
						11,175	10,507
		2,779	2,795	(269)	(761)	5,551	5,016
		183	253	(181)	(239)	954	938
		177	59	(4)	22	1,469	1,446
2,543	2,559	3,889	4,560	(453)	(978)	80,237	79,458

3 Notes to the Financial Statements

Income statement by business segment

Items	NON-LIFE BUSINESS		LIFE BUSINESS	
	30/6/2024	30/6/2023	30/6/2024	30/6/2023
1 Insurance revenues from insurance contracts issued	4,448	4,396	285	258
2 Insurance service expenses from insurance contracts issued	(4,064)	(4,168)	(187)	(149)
3 Insurance revenue from reinsurance contracts held	106	62	6	6
4 Insurance service expenses from reinsurance contracts held	(185)	(160)	(12)	(10)
5 Result of insurance services	305	131	92	106
6 Gains/losses on financial assets and liabilities at fair value through profit or loss	123	167	92	97
7 Gains/losses on investments in associates and interests in joint ventures				
8 Gain/losses on other financial assets and liabilities and investment property	179	188	544	501
9 Balance on investments	302	354	636	598
10 Net financial costs/revenues relating to insurance contracts issued	(116)	(36)	(595)	(560)
11 Net financial revenues/costs relating to reinsurance transfers	14	1		
12 Net financial result	201	319	41	38
13 Other revenue/costs	391	283	48	33
14 Operating expenses:	(126)	(111)	(22)	(20)
15 Altri oneri/proventi	(263)	(174)	(19)	(13)
Pre-tax Profit/(Loss) for the period	508	448	139	143

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Amounts in €m

BANKING ASSOCIATES		HOLDING AND OTHER BUSINESSES		INTERSEGMENT ELIMINATIONS		TOTAL	
30/6/2024	30/6/2023	30/6/2024	30/6/2023	30/6/2024	30/6/2023	30/6/2024	30/6/2023
						4,733	4,654
						(4,251)	(4,317)
						112	68
						(197)	(170)
						397	235
			9			215	273
121	113	2	2			124	115
		(4)	9	(20)	(23)	699	675
121	113	(2)	21	(20)	(23)	1,038	1,063
						(710)	(596)
						14	1
121	113	(2)	21	(20)	(23)	342	468
		190	141	13	15	642	472
		(174)	(149)	7	8	(316)	(272)
		(26)	(20)			(308)	(206)
121	113	(12)	(7)			757	697

3 Notes to the Financial Statements

3.11 Risk Report

The Risk Report aims to provide an overview of the risk management system, the own risk and solvency assessment process and the Unipol Group risk profile, in compliance with the principles introduced in the European Solvency II regulations.

As regards the Internal control and risk management system adopted by the Company, reference is expressly made to paragraph 3.13 of the Notes to the 2023 Integrated Consolidated Financial Statements.

With reference to the sensitivity analyses on risk factors included in the 2023 Integrated Consolidated Financial Statements, the following is an estimate of the impact on shareholders' equity resulting from the Market Consistent Balance Sheet (MCBS), required by the SII regulations, relative to a change in the curve of interest rates updated at 30 June 2024.

	Impact with respect to central scenario	Impact on MCBS
		<i>Amounts in €m</i>
Sensitivities: Upward shift in rate curve	interest rate: +100 bps	125
Sensitivities: Downward shift in rate curve	interest rate: -100 bps	(230)

Information relating to exposure to sovereign debt securities

The following table shows details of Sovereign exposures (i.e., bonds issued by central and local governments and by government organisations and loans granted to them) held by the Unipol Group at 30 June 2024.

	Balance at 30 June 2024		
	Nominal value	Carrying amount	Market value
	<i>Amounts in €m</i>		
Italy	19,881	17,030	17,030
Financial assets at fair value through OCI	19,841	16,992	16,992
Financial assets at fair value through profit or loss	40	39	39
Spain	3,278	2,636	2,636
Financial assets at fair value through OCI	3,278	2,636	2,636
France	1,918	1,130	1,130
Financial assets at fair value through OCI	1,918	1,130	1,130
Portugal	351	346	346
Financial assets at fair value through OCI	351	346	346
Great Britain	289	283	283
Financial assets at fair value through OCI	289	283	283
Germany	246	129	129
Financial assets at fair value through OCI	246	129	129
Ireland	246	214	214
Financial assets at fair value through OCI	246	214	214
Slovenia	207	186	186
Financial assets at fair value through OCI	207	186	186
Romania	142	122	122
Financial assets at fair value through OCI	142	122	122
Serbia	117	113	113
Financial assets at fair value through OCI	57	53	53
Financial assets at amortised cost	59	60	60
Mexico	114	87	87
Financial assets at fair value through OCI	114	87	87
Israel	108	103	103
Financial assets at fair value through OCI	108	103	103
Slovakia	98	79	79
Financial assets at fair value through OCI	98	79	79
Cyprus	88	77	77
Financial assets at fair value through OCI	88	77	77
Netherlands	84	81	81
Financial assets at fair value through OCI	84	81	81
China	84	70	70
Financial assets at fair value through OCI	84	70	70
Chile	69	60	60
Financial assets at fair value through OCI	69	60	60
Latvia	65	54	54
Financial assets at fair value through OCI	65	54	54

3 Notes to the Financial Statements

cont. from previous page

Balance at 30 June 2024

	<i>Amounts in €m</i>	Nominal value	Carrying amount	Market value
Belgium		60	36	36
Financial assets at fair value through OCI		60	36	36
Turkey		52	43	43
Financial assets at fair value through OCI		52	43	43
Hong Kong		50	33	33
Financial assets at fair value through OCI		50	33	33
Peru		31	24	24
Financial assets at fair value through OCI		31	24	24
USA		29	29	29
Financial assets at fair value through OCI		29	29	29
Austria		22	19	19
Financial assets at fair value through OCI		19	16	16
Financial assets at fair value through profit or loss		3	3	3
Poland		17	16	16
Financial assets at fair value through OCI		17	16	16
Croatia		16	15	15
Financial assets at fair value through OCI		16	15	15
Lithuania		16	15	15
Financial assets at fair value through OCI		16	15	15
Greece		10	9	9
Financial assets at fair value through OCI		10	9	9
TOTAL		27,685	23,036	23,036

The carrying amount of the sovereign exposures represented by debt securities at 30 June 2024 totalled €23,036m, 74% of which is concentrated on securities issued by the Italian State (71% at 31/12/2023). Moreover, the bonds issued by the Italian State account for 30% of total investments of the Unipol Group (32% at 31/12/2023).

Bologna, 8 August 2024

The Board of Director

4.Statement on the Consolidated Half-Yearly Financial Statements in accordance with art. 81-ter of Consob regulation 11971/1999

Statement on the Consolidated Financial Statements



**STATEMENT ON THE CONDENSED CONSOLIDATED
HALF-YEARLY FINANCIAL STATEMENTS
IN ACCORDANCE WITH ART. 81-ter OF CONSOB REGULATION NO. 11971 OF
14 MAY 1999 AND SUBSEQUENT AMENDMENTS AND ADDITIONS**

1. The undersigned, Matteo Laterza, as General Manager, and Luca Zaccherini, as Manager in charge of financial reporting of Unipol Gruppo S.p.A., hereby certify, also taking into account the provisions of Art. 154-bis, paragraphs 3 and 4 of Legislative Decree no. 58 of 24 February 1998:
 - the adequacy in relation to the characteristics of the company and
 - the effective application,
 of the administrative and accounting procedures for the preparation of the condensed consolidated half-yearly financial statements for the first half of 2024.
2. The assessment of the adequacy of the administrative and accounting procedures for preparing the condensed consolidated half-yearly financial statements at 30 June 2024 is based on a process defined by Unipol Gruppo S.p.A., inspired by the COSO Framework (Internal Control – Integrated Framework, issued by the Committee of Sponsoring Organisations of the Treadway Commission), internationally recognised as the reference standards for the implementation and evaluation of internal control systems.
3. It is also certified that:
 - 3.1. the condensed consolidated half-yearly financial statements at 30 June 2024:
 - are drafted in compliance with the IAS/IFRS International Accounting Standards adopted by the European Union in accordance with EC Regulation no. 1606/2002, and Italian Legislative Decree no. 38/2005, Italian Legislative Decree no. 209/2005 and the applicable IVASS provisions, regulations and circulars;
 - correspond to the book results and accounting records;
 - are suitable to provide a true and fair view of the equity, economic and financial situation of the issuer and of the consolidated companies;
 - 3.2. the interim Management Report includes a reliable analysis of the references to the significant events that occurred in the first six months of the year and their impact on the condensed consolidated half-yearly financial statements, together with a description of the main risks and uncertainties for the remaining six months of the year. The interim Management Report also includes a reliable analysis of the information on relevant transactions with related parties.

Bologna, 8 August 2024

The Manager in charge
of financial reporting
Luca Zaccherini

The General Manager
Matteo Laterza

(signed on the original)

Unipol Gruppo S.p.A.

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 Capogruppo del Gruppo Assicurativo Unipol iscritto all'Albo delle società capogruppo al n. 046
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5.Independent Auditors' Report

5 Independent Auditors' Report



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Review report on the condensed consolidated half-yearly financial statements
(Translation from the original Italian text)

To the Shareholders of
Unipol Gruppo S.p.A.

Introduction

We have reviewed the condensed consolidated half-yearly financial statements, comprising the balance sheet, the income statement, the comprehensive income statement, the statement of changes in shareholders' equity, the statement of cash flows and the related notes of Unipol Gruppo S.p.A. and its subsidiaries (the "Unipol Group") as of June 30, 2024. The Directors of Unipol Gruppo S.p.A. are responsible for the preparation of the condensed consolidated half-yearly financial statements in conformity with the International Financial Reporting Standard applicable to interim financial reporting (IAS 34) as adopted by the European Union. Our responsibility is to express a conclusion on these condensed consolidated half-yearly financial statements based on our review.

Scope of Review

We conducted our review in accordance with review standards recommended by Consob (the Italian Stock Exchange Regulatory Agency) in its Resolution no. 10867 of July 31, 1997. A review of condensed consolidated half-yearly financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing (ISA Italia) and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on the condensed consolidated half-yearly financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the condensed consolidated half-yearly financial statements of Unipol Group as of June 30, 2024 are not prepared, in all material respects, in conformity with the International Financial Reporting Standard applicable to interim financial reporting (IAS 34) as adopted by the European Union.

Milan, August 9 2024

EY S.p.A.
Signed by: Paolo Ancona, Auditor

This independent auditor's report has been translated into the English language solely for the convenience of international readers. Accordingly, only the original text in Italian language is authoritative.

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Share capital
€3,365,292,408.03 fully paid-up
Bologna Register of Companies
Tax No. 00284160371
VAT No. 03740811207
R.E.A. No. 160304

Parent company of the Unipol Insurance Group
entered in the Register of the parent companies at No. 046

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