

INTERIM
DIRECTORS'
REPORT
SEPTEMBER
2011

GRUPPO

CREDEM

Credito Emiliano Spa
Credito Emiliano Banking Group - Credem
3032 – Joint stock company

Registered Office and Headquarters:

Via Emilia San Pietro no. 4 - 42100 Reggio Emilia
Fully paid-up share capital € 332,392,107
Taxpayer's Code 01806740153 – VAT Number 00766790356
ABI Code 3032
Bank enrolled in the Banks Register under no. 5350
Bank enrolled in the Banking Groups Register under no. 3032
Participant in the Interbank Deposit Protection Fund
Tel. 0522 5821 - Telefax 0522 433969 - Telex BACDIR 530658 – Swift Code
BACRIT22
Website: www.credem.it

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BOARD OF DIRECTORS, BOARD OF STATUTORY AUDITORS, SENIOR MANAGEMENT, MANAGER RESPONSIBLE FOR PREPARING THE COMPANY'S FINANCIAL REPORTS, INDEPENDENT AUDITORS

BOARD OF DIRECTORS

Chairman	Giorgio Ferrari	
Vice-Chairmen	Luigi Maramotti*	Franco Terrachini*
Directors	Romano Alfieri Enrico Corradi* Anacleto Fontanesi* Alberto Milla Giovanni Tadolini* Lucio Zanon di Valgiurata*	Vincenzo Calandra Buonauro** Guido Corradi* Ugo Medici** Benedetto Renda Giovanni Viani**
Secretary	Ottorino Righetti	

* Members of the Executive Committee

** Independent directors pursuant to art. 148, paragraph 3, Legislative Decree no. 58/1998 (Consolidated Financial Act)

BOARD OF STATUTORY AUDITORS

Chairman	Gianni Tanturli	
Auditors	Maurizio Bergomi	Giulio Morandi
Alternate auditors	Vittorio Guidetti	Tiziano Scalabrini

SENIOR MANAGEMENT

General Manager	Adolfo Bizzocchi	
Central Managers	Giuliano Baroni Nazzareno Gregori	Angelo Campani
Central Co-Managers	Marco Braglia Stefano Pilastrì	Stefano Morellini
Deputy Central Managers	Giuliano Cassinadri Rossano Zanichelli	Ferdinando Rebecchi

MANAGER responsible for preparing the company's financial reports

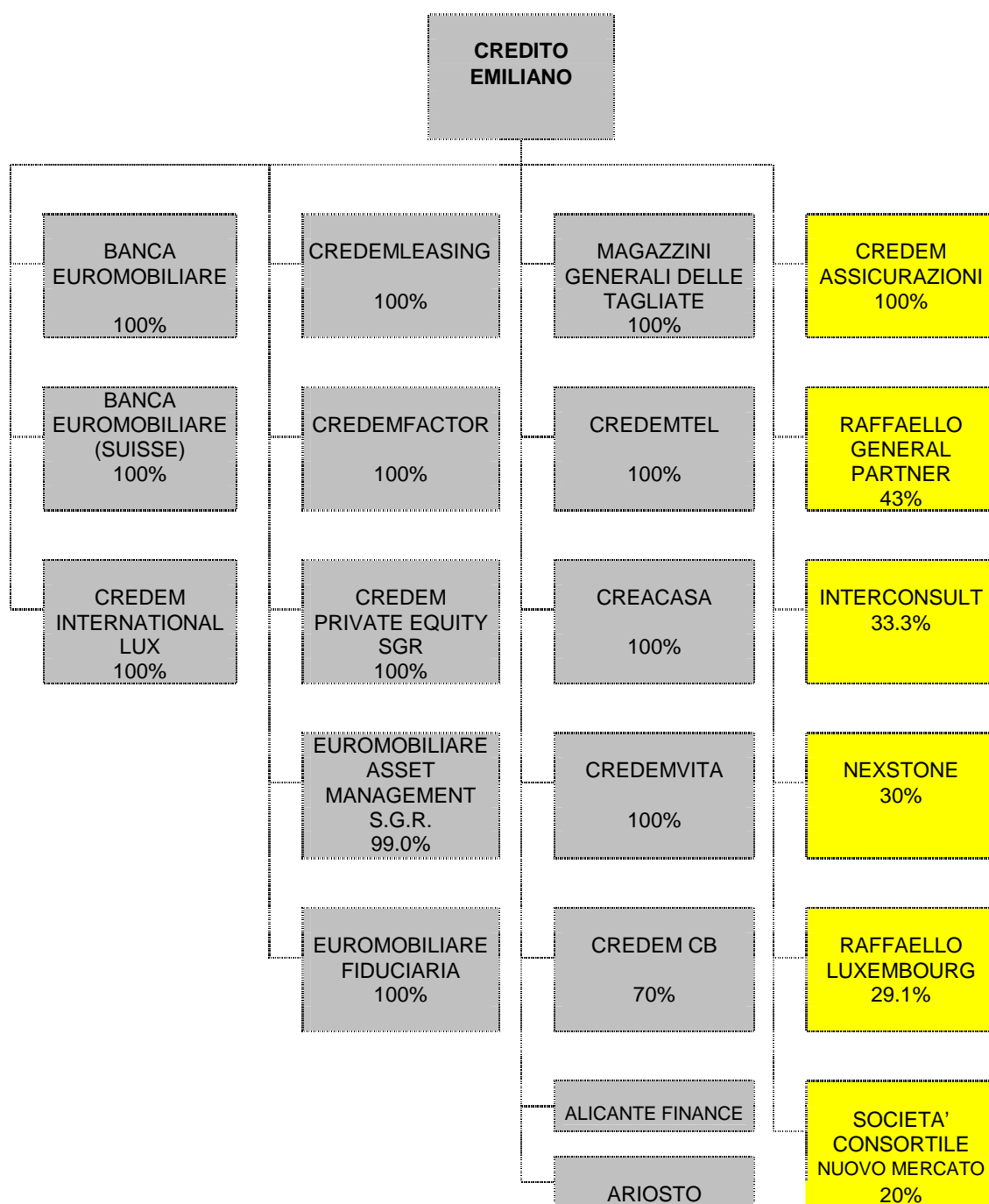
Paolo Tommasini

AUDITORS

Deloitte & Touche S.p.A.

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SCOPE OF CONSOLIDATION



Notes:

- the percentages refer to directly or indirectly exercisable voting rights.
- the highlighted equity investments are valued under the equity method.
- in accordance with IAS 27 and SIC 12, Ariosto and Alicante, special purpose entities pursuant to Law 130, were considered as controlled by Credem and, as such, were included within the scope of consolidation.

Note that on 26 March 2011, the merger of Abaxbank into Credito Emiliano took place, while on 1 May 2011, C.S. Inform was merged into Credemtel.

On 31 March 2008, Credem completed the purchase of the remaining 50% of Credemassicurazioni's share capital from Assurance Mutuelles; as a result, the equity investment in said company rose from 50% to 100%.

Also in March 2008, Credem and Reale Mutua Assicurazioni signed a bancassurance agreement aimed at the joint development of the non-life segment. In accordance with the agreement, Reale Mutua Assicurazioni purchased 50% of Credemassicurazioni which is controlled jointly by the two Groups, following the necessary authorisations issued by the Supervisory Authorities at the end of July, and is subject to a joint control after the conclusion of a specific shareholders' agreement. The agreement provides for the issue of a put option by Credem to the purchaser, to be exercised for a six-month period from the end of the third year of the equity investment transfer date. The exercise price of the option is equal to the total amount of the investment made by the purchaser, net of dividends cashed before the exercise date of the above mentioned option and added with interest due between each single payment and the exercise date of the option itself. According to International accounting standards, this situation is classified as one of "continuing involvement", which does not allow derecognition of the equity investment in Credemassicurazioni by Credem, up to the expiry of the aforementioned option.

Following the aforementioned information and pursuant to IAS 31, as at 30 September 2011, the Bank consolidated its total equity investment in Credemassicurazioni under equity method.

BALANCE SHEET INCOME STATEMENT

Balance Sheet
(in €/thousand)

	Asset	09/30/2011	12/31/2010
10.	Cash and cash equivalents	114,178	135,334
20.	Financial assets held for trading	778,136	830,852
30.	Financial assets valued at fair value	961,661	1,020,438
40.	Available-for-sale financial assets	6,715,190	6,584,605
60.	Due from banks	674,423	937,345
70.	Loans to customers	19,439,563	18,883,850
80.	Hedging derivatives	96,654	72,182
90.	Value adjustments to financial assets subject to macro-hedging (+/-)	61,860	39,575
100.	Equity investments	16,478	19,435
110.	Technical reserves attributable to reinsurers	1,445	914
120.	Tangible assets	318,252	327,076
130.	Intangible assets	362,479	365,995
	- of which: goodwill	287,295	287,295
140.	Tax assets	280,922	231,870
	a) current	59,566	83,073
	b) prepaid	221,356	148,797
150.	Non-current assets and groups of assets being disposed	119,015	-
160.	Other assets	610,764	548,763
	Total assets	30,551,020	29,998,234

Balance Sheet
(in €/thousand)

Liabilities and shareholders' equity		09/30/2011	12/31/2010
10.	Due to banks	7,263,839	7,716,866
20.	Due to customers	12,068,966	11,883,047
30.	Outstanding securities	4,465,884	3,994,911
40.	Financial liabilities held for trading	367,026	362,782
50.	Financial liabilities valued at fair value	1,283,123	1,440,551
60.	Hedging derivatives	329,406	252,985
70.	Value adjustments to financial liabilities subject to macro-hedging (+/-)	40,980	21,405
80.	Tax liabilities	107,466	106,563
	a) current	35,751	44,554
	b) deferred	71,715	62,009
90.	Liabilities related to assets being disposed	129,014	-
100.	Other liabilities	1,107,191	835,798
110.	Staff termination indemnity	77,245	83,114
120.	Provisions for risks and charges:	84,914	116,492
	a) pensions and similar	1,875	1,880
	b) other provisions	83,039	114,612
130.	Technical reserves	1,507,092	1,380,189
140.	Valuation reserves	-243,820	-118,451
170.	Reserves	1,261,517	1,228,300
180.	Share premium reserve	283,052	283,052
190.	Share capital	332,392	332,392
210.	Minority interests (+/-)	251	285
220.	Profit (loss) of the period (+/-)	85,482	77,953
Total liabilities and shareholders' equity		30,551,020	29,998,234

Income Statement

(in €/thousand)

	Items	09/30/2011	09/30/2010
10.	Interest income and similar revenues	610,912	511,580
20.	Interest expense and similar charges	(224,058)	(131,676)
30.	Interest margin	386,854	379,904
40.	Commission income	350,319	346,456
50.	Commission expense	(76,162)	(67,631)
60.	Net commissions	274,157	278,825
70.	Dividends and similar revenues	733	1,351
80.	Net result from trading activities	48,250	3,117
90.	Net result from hedging activities	(6,631)	(3,589)
100.	Profit (loss) from sale or repurchase of:	1,947	12,296
	b) available-for-sale financial assets	181	12,477
	d) financial liabilities	1,766	(181)
110.	Net result from financial assets and liabilities valued at fair value	(10,222)	1,587
120.	Operating income	695,088	673,491
130.	Net value adjustments/write-backs due to impairment of:	(33,259)	(38,710)
	a) loans	(29,153)	(39,068)
	b) available-for-sale financial assets	(2,218)	-
	d) other financial transactions	(1,888)	358
140.	Net income from banking activities	661,829	634,781
150.	Net premiums	416,811	277,994
160.	Other income/expenses from insurance activities	(416,743)	(298,730)
170.	Net income from banking and insurance activities	661,897	614,045
180.	Administrative costs:	(484,829)	(484,319)
	a) personnel costs	(318,158)	(319,009)
	b) other administrative costs	(166,671)	(165,310)
190.	Net provisions for risks and charges	(8,921)	(1,383)
200.	Net value adjustments/write-backs to tangible assets	(11,845)	(11,530)
210.	Net value adjustments/write-backs to intangible assets	(10,712)	(9,908)
220.	Other operating income/charges	35,751	42,055
230.	Operating costs	(480,556)	(465,085)
240.	Profit (loss) from equity investments	800	639
270.	Profit (Loss) from disposal of investments	192	(5)
280.	Profit (loss) before tax from continuing operations	182,333	149,594
290.	Taxes on income from continuing operations	(96,846)	(62,846)
300.	Profit (loss) after-tax from continuing operations	85,487	86,748
320.	Profit (loss) for the period	85,487	86,748
330.	Profit (loss) attributable to minority interests	(5)	(39)
340.	Profit (loss) attributable to the parent company	85,482	86,709

In application of the Banca d'Italia circular dated 17 February 2011, in the part relating to the accounting treatment of some costs functionally linked to personnel, in 2010, several costs were reclassified from "other administrative costs" to "personnel costs"; the same costs, amounting to € 5,092 thousand, have been reclassified under "personnel costs".

Statement of comprehensive income
(in €/thousand)

Items	09/30/2011	09/30/2010
10. Profit (loss) for the period	85,487	86,748
Other income components net of taxes		
20. Available-for-sale financial assets	(116,995)	(37,722)
30. Tangible assets	-	-
40. Intangible assets	-	-
50. Foreign investment hedge	-	-
60. Cash flow hedge	(11,299)	(32,646)
70. Exchange differences	886	3,197
80. Non-current assets being disposed		-
90. Actuarial profit (loss) on defined benefit plans	2,925	(434)
100. Portion of valuation reserves of equity investments valued under the equity method	(3,321)	-
110. Total other income components net of taxes	(127,804)	(67,605)
120. Comprehensive income (Items 10+110)	(42,317)	19,143
130. Minority consolidated comprehensive income	(5)	(38)
140. Parent Company consolidated comprehensive income	(42,322)	19,105

2011 STATEMENT OF CHANGES IN CONSOLIDATED SHAREHOLDERS' EQUITY (in €/thousand)

	Balance as at 12/31/2010	Initial balance changes	Balance as at 01/01/2011	Allocation of previous year's results		Changes in reserves	Changes during the period						Comprehensive income 2011	Shareholders' equity as at 09/30/2011	Group shareholders' equity as at 09/30/2011	Minority shareholders' equity as at 09/30/2011
				Reserves	Dividends and other allocations		Transactions on shareholders' equity									
							Issue of new shares	Purchase of own shares	Extraordinary dividend distribution	Changes in capital instruments	Derivatives on own shares	Stock options				
Share capital	332,479	-	332,479	-	-	-	-	-	-	-	-	-	332,479	332,392	87	
a) ordinary shares	332,479	-	332,479	-	-	-	-	-	-	-	-	-	332,479	332,392	87	
b) other shares	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Share premium reserve	283,057	-	283,057	-	-	-	-	-	-	-	-	-	283,057	283,052	5	
Reserves	1,228,423	-	1,228,423	44,746	-	-6,365	-	-	-	-	-2,697	-2,435	1,261,672	1,261,517	155	
a) profit	1,225,726	-	1,225,726	44,746	-	-6,365	-	-	-	-	-	-2,435	1,261,672	1,261,517	155	
b) other	2,697	-	2,697	-	-	-	-	-	-	-	-2,697	-	-	-	-	
Valuation reserves	-118,452	-	-118,452	-	-	-	-	-	-	-	-	-125,369	-243,821	-243,820	-1	
Capital instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Own shares	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Profit (loss) for the period	78,024	-	78,024	-44,746	-33,278	-	-	-	-	-	-	85,487	85,487	85,482	5	
Shareholders' equity	1,803,531	-	1,803,531	-	-33,278	-6,365	-	-	-	-	-2,697	-42,317	1,718,874	1,718,623	251	
Group shareholders' equity	1,803,246	-	1,803,246	-	-33,239	-6,365	-	-	-	-	-2,697	-42,322	1,718,623	-	-	
Minority shareholders' equity	285	-	285	-	-39	-	-	-	-	-	5	-	251	-	-	

EXPLANATORY NOTES

ACCOUNTING POLICIES

GENERAL PART

General standards for the preparation of Financial Statements

The interim directors' report as at 30 September 2011 was drawn up according to the provisions of art. 154-ter, paragraph 5 of the Consolidated Financial Act (TUF) and comprises the Balance Sheet, the Income Statement, the Statement of Comprehensive Income, the Statement of Changes in Shareholders' Equity and the Explanatory Notes. The report is accompanied by the Board of Directors' report on operations, on the income results achieved and on the Group's balance sheet and financial situation. The same report also contains a description of important events and transactions performed in the period.

The amounts in the Financial Statements and the Explanatory notes – unless otherwise specified – are expressed in €/thousand.

Going concern

Directors consider appropriate the assumption of the going concern, as in their opinion, there are no uncertainties relating to events or circumstances, which considered individually or as a whole, could cast doubts over the continuation of the business. As a result, assets, liabilities and "off balance sheet" transactions are valued in accordance with the operational features, since they are expected to continue in operation for the foreseeable future.

Statement of compliance with the International Accounting Standards

The economic, capital and financial information was drawn up in accordance with the measurement and recognition criteria established by the International Financial Reporting Standards (IFRS), issued by the International Accounting Standards Board (IASB) and adopted by the European Commission under the procedure established by art. 6 of (EC) regulation no. 1606/2002 of the European Parliament and Council of 19 July 2002, as well as the provisions issued pursuant to art. 9 of Legislative Decree 38/2005.

The interim report was not subject to audit.

The balance sheet data provide corresponding data from the balance sheet of the previous year end, while the income statement data are compared to the same period of the previous year. The financial statements correspond to those of the year end consolidated financial statements.

Accounting standards

The accounting standards adopted in preparing this interim directors' report on operations, in reference to the recording, classification, valuation, write-off and recognition of income components of the various asset and liability items, as well as the recognition method for revenues and expenses, have remained unchanged from those adopted in the 2010 year-end financial statements, to which the reader should refer.

Contents of the Financial Statements Forms

The Consolidated Financial Statements are in compliance with the provisions of Bank of Italy Circular no. 262/2005.

Balance sheet, Income statement and Statement of comprehensive income

The balance sheet and income statement are made up of items, sub-items and additional information (the "of which" in the items and sub-items). In the income statement and statement of comprehensive income, revenues are presented as positive numbers without signs and costs as negative numbers in brackets.

Statement of changes in shareholders' equity

The statement presents the breakdown and movements for the shareholders' equity accounts for the period covered by the report, split between capital reserves, profit reserves, asset and liability valuations reserves and net profit or loss. Capital instruments other than ordinary shares have not been issued.

The capital, reserves and profit or loss for the period have been divided between the amounts pertaining to the Group and to minority interests.

Scope and methods of consolidation

The interim directors' report on operations includes the financial statements of Credito Emiliano spa and the companies it directly controls. The companies operating in different business segments than that of the Parent company have also been included within the consolidation scope, as required by international accounting standards. Similarly, the special purpose entities (SPE/SPV) have also been included when an effective controlling interest exists, irrespective of whether equity investments are held.

Criteria and principles of consolidation

The following criteria were adopted in the preparation of the Interim Directors' Report on operations :

- upon first consolidation, the book value of equity investments in companies consolidated on a line-by-line basis or on a proportional basis is offset against the shareholders' equity of said companies (or rather the portion of shareholders' equity that said equity investments represent). Accounting for purchases in companies takes place according to the "purchase method", as defined by IFRS 3, with recognition of the assets, liabilities and contingent liabilities of companies acquired at fair value as at the acquisition date, which is the moment in which effective control of the acquired company is achieved. Therefore, the operating results of a subsidiary acquired during the year are included in the Consolidated Financial Statements starting from its control date. Similarly, the operating results of a subsidiary that has been sold are included in the Consolidated Financial Statements until the date in which control is exercised;
- any surpluses in the book value of equity investments, as per the previous point, compared to the corresponding portion of shareholders' equity, adjusted to the fair value of assets or liabilities, are recorded as goodwill under "Intangible assets" if positive and to the income statement if negative;
- any additional purchases of equity investments subsequent to the acquisition of control are not specifically regulated by IFRS 3; according to best practice, any positive or negative differences, as defined above, that arise following said acquisition are recorded directly to equity.
- a test of the adequacy of the goodwill value (so-called impairment test) is carried out annually or each time there is evidence of impairment. To this end, the cash-generating unit that produces the cash flow and to which goodwill is attributed is identified. The amount of the impairment is calculated as the negative difference, if any, between the goodwill value recorded and its recoverable amount, equal to the greater of fair value of the cash-generating unit, net of any sales costs, and the relative value in use of the asset. The subsequent value adjustments are recorded in the income statement.
- balance sheet and profit & loss items for companies consolidated on a line-by-line basis are fully acquired for each item;
- debit and credit positions, off-balance sheet transactions and income, expenses, profits and losses arising from relations between consolidated companies cancel each other out;
- portions of shareholders' equity and profits for the year belonging to minority shareholders of the consolidated companies are included in the relative sections under liabilities in the balance sheet and in the income statement, respectively;
- the interim reports of the single companies were used for consolidation of the companies on a line-by-line basis, adjusted, if necessary, to comply with the international accounting standards used in the preparation of the consolidated position and the statements of the consolidating company;
- the book value of significant equity investments held by Credito Emiliano, or by other companies of the group, regarding companies consolidated with the equity method is compared to the relative portion of shareholders' equity of the investee companies. Any excess in the book value – resulting from first-time application to the Consolidated Financial Statements – is included in the book value of the investee company. The changes in equity value that take place during the years subsequent to the year of first-time application are recorded under item 240 of the consolidated income statement ("profit (loss) from equity investments"), to the extent in which said changes refer to profits or losses of the investee companies;
- if there is evidence that the value of a significant investment may have fallen, the recoverable amount of the investment is estimated, taking into account the present value of future cash flows that the investment may generate, including the final disposal value of the investment. If the recovery amount is lower than the book value, the difference is recorded in the income statement.
- for the consolidation of equity investments in associated companies, the results of the reports as at 30 September 2011 were used, where possible; alternatively the data from the most recent Financial Statements were used, including interim ones.

Listed below are the equity investments in jointly-controlled companies, associated companies and joint-controlled companies:

Equity investments in subsidiaries and associated companies (consolidated under the equity method)

Company name	Registered office	Type of Relationship	Shareholding Relationship		Voting Rights %
			Investing Company	Share %	
A. Companies					
A. 1 Consolidated line-by-line					
1. Credem International (Lux) sa	Luxembourg	1	Credito Emiliano	99.99%	
			Banca Euromobiliare	0.01%	
2. Credemleasing spa	Reggio Emilia	1	Credito Emiliano	99.90%	
			Magazzini Generali delle Tagliate	0.10%	
3. Credemfactor spa	Reggio Emilia	1	Credito Emiliano	99.00%	
			Credemleasing	1.00%	
4. Credem Private Equity SGR spa	Reggio Emilia	1	Credito Emiliano	87.50%	
			Banca Euromobiliare	12.50%	
5. Euromobiliare Asset Management SGR spa	Milan	1	Credito Emiliano	99.03%	
6. Credemtel spa	Reggio Emilia	1	Credito Emiliano	100.00%	
7. Creacasa S.r.l.	Reggio Emilia	1	Credito Emiliano	100.00%	
8. Magazzini Generali delle Tagliate spa	Reggio Emilia	1	Credito Emiliano	100.00%	
9. Banca Euromobiliare spa	Milan	1	Credito Emiliano	100.00%	
10. Banca Euromobiliare Suisse sa	Lugano	1	Credito Emiliano	100.00%	
11. Euromobiliare Fiduciaria spa	Milan	1	Credito Emiliano	100.00%	
12. Credemvita spa	Reggio Emilia	1	Credito Emiliano	100.00%	
13. Credem CB srl	Conegliano	1	Credito Emiliano	70.00%	
A. 2 Consolidated using the equity method					
1. Credemassicurazioni spa	Reggio Emilia	2	Credito Emiliano	100.00%	50.00%
2. Raffaello General Partner Jersey	St. Helier	3	Credito Emiliano	43.00%	
3. Interconsult	Luxembourg	3	Credem International (Lux) sa	33.33%	
4. Nexstone srl	Milan	3	Credito Emiliano	30.00%	
5. Raffaello Luxembourg sca	Luxembourg	3	Credito Emiliano	22.86%	
			Banca Euromobiliare	6.25%	
6. Società Consortile Nuovo Mercato Ortofrutticolo	Andria	3	Credito Emiliano	20.00%	

Key

Type of relationship:

1 = majority of the voting rights of ordinary Shareholders' Meeting

2 = joint control

3 = associated companies

In application of the indications of IAS 27 and SIC 12, Ariosto, the special purpose entity wholly owned by Credemholding and Alicante Finance, the special purpose entity, were considered as controlled by Credem and as such were included in the scope of consolidation.

The Group holds a majority share in the capital of several mutual funds managed by asset management companies of the Group itself. Considering the composition of the capital of these funds, essentially comprising financial assets, and given that the reporting benefits resulting from consolidation of the funds are inferior to the costs necessary to provide said reporting, the Bank has decided not to consolidate these mutual funds. The above-mentioned investments are

recorded under the item "Financial assets held for trading" for approximately € 24.5 million. As these amounts are recorded at fair value, their consolidation would not have had any impact on the Parent Company's profit or on the Group's shareholders' equity.

Other matters

Comparison with data as at 30 September 2010

In application of the Banca d'Italia circular dated 17 February 2011, in the part relating to the accounting treatment of some costs functionally linked to personnel, in 2010, several costs were reclassified from "other administrative costs" to "personnel costs"; the same costs in 2010, amounting to € 5,092 thousand, have been reclassified under "personnel costs".

Option for domestic tax consolidation

As of 2004, Credem and the Group's Italian companies have adopted what is known as "domestic tax consolidation" regulated by articles 117-129 of the TUIR, introduced into tax legislation by Italian Legislative Decree no. 344/2003. This is an optional system through which the overall net income or tax loss of each subsidiary participating in the tax consolidation – together with withholdings, deductions and tax credits – is transferred to the Parent Company (Credemholding), producing a single taxable income or single taxable loss carried forward for the latter (resulting from the algebraic sum of its own income/losses and those of the subsidiaries taking part and, consequently, in a single tax debit or credit).

In exercising this option, the companies of the Group that applied the "domestic tax consolidation" calculated their own tax liability, and the corresponding taxable income was transferred to Credemholding. Should one or more of the investee companies have a negative taxable income, where there is consolidated income for the period or a high probability of future taxable income, the tax losses are transferred to Credemholding. As a consequence of such, provisions for IRES (corporate income tax) are recorded under "other liabilities".

The Group has also applied domestic tax consolidation for the three-year period 2010-2012.

Estimated data

The accounting results concerning the components "other general overheads", "commission income" and "commission expenses" were supplemented by the accruals emerging also from the evidence of the planning for 2011 in order to correctly calculate the accrued amounts.

For all the other profit and loss items, the usual accrual methods were applied.

Forecast on operations

We provide an update of the banking scenario, in a new phase of deterioration of the sovereign debt crisis, which also affected Italy. The spreads of ten-year yields on Italian and Spanish government securities with respect to the Bund reached record highs since the introduction of the Euro. The collapse of the share markets followed suit, focused in particular, given the correlation with sovereign debt, on CDS and the share prices of banks, in the banking sector.

The trend in the cost of funding will have a negative impact on the interest margin. The cost of funding will also be affected by changes in the tax regime relating to financial income: the recent Law Decree no. 138 of 13 August 2011, which seeks to harmonise the taxation of financial income, with the sole exception of income on government securities, will make bond deposits more difficult. The high instability of the markets is equally provoking a slowdown of the contribution from asset management and brokerage, as well as the emergence of losses relating to trading and fair value valuations. The reference context and the weak economy make bank investments more risky. Bank profits will also be affected by the change to the tax regime envisaged for banks in the latest economic manoeuvre, which has already been approved by Parliament; the impact of this decree can already be seen in this report, and entails a higher IRAP rate for banks and financial companies starting from the current tax year.

It is therefore fundamental that the whole banking industry makes every effort to contain costs, not to mention care in the selection of investments in order to limit the risk of the same.

Finally, it is clear that the toned down income forecasts, combined with the high depreciation of their equity securities, will make the required process to strengthen capital even more difficult for all banking groups.

For the current year, however, we believe that the Group's revenues will be in line with those of the period under analysis.

Further information

In June 2011, Credem signed an agreement with Lukos SA, the parent company of Banca Zarattini & Co. (Lugano), for the sale of Banca Euromobiliare (Suisse) S.A. According to the agreement, Lukos SA will create, through a subsequent merger with Banca Zarattini & Co., a single bank able to offer qualified and sophisticated services in

private banking, asset management and trading to its private and institutional customers, benefiting from synergies and enhancing the best areas of expertise of both operators.

On 1 November 2011, FINMA, (the Swiss federal supervisory authority for the financial markets), fully authorised the transaction for the sale of Banca Euromobiliare (Suisse) S.A.

Following the same, in this interim report as at 30 September 2011, IFRS 5 was applied to the subsidiary Banca Euromobiliare (Suisse) S.A, insofar as no longer considered an asset held for sale.

The asset and liability items of the above-mentioned subsidiary have been booked, respectively, to “non-current assets and groups of assets being disposed” and “liabilities related to groups of assets being disposed”, while the income statement items, and the consequent results, have been included in the relevant items.

TRENDS IN THE MAIN BALANCE SHEET AGGREGATES

RECLASSIFIED BALANCE SHEET (€/million)

	9/11	12/10	Change	
			absolute	%
Cash and cash equivalents	114.2	135.3	-21.1	-15.6
Loans to customers	19,439.6	18,883.9	555.7	2.9
Due from banks	674.4	937.3	-262.9	-28.0
Other financial assets	8,551.6	8,508.1	43.5	0.5
Equity investments	16.5	19.4	-2.9	-14.9
Tangible and intangible assets	680.7	693.1	-12.4	-1.8
Other assets	1,074.0	821.1	252.9	30.8
TOTAL ASSETS	30,551.0	29,998.2	552.8	1.8
Due to customers	12,069.0	11,883.0	186	1.6
Outstanding securities	5,749.0	5,435.5	313.5	5.8
Technical reserves	1,507.1	1,380.2	126.9	9.2
<i>Customer deposits (including insurance)</i>	<i>19,325.1</i>	<i>18,698.7</i>	<i>626.4</i>	<i>3.3</i>
Due to banks	7,263.8	7,716.9	-453.1	-5.9
Other financial liabilities	696.4	615.8	80.6	13.1
Specific risk provisions	162.2	199.6	-37.4	-18.7
Other liabilities	1,384.6	963.6	421	43.7
Minority interests	0.3	0.3	-	-
TOTAL LIABILITIES	28,832.4	28,194.9	637.5	2.3
Share capital	332.4	332.4	-	-
Reserves	1,300.7	1,392.9	-92.2	-6.6
Profit (loss) for the period	85.5	78.0	7.5	9.6
SHAREHOLDERS' EQUITY related to the banking group	1,718.6	1,803.3	-84.7	-4.7
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	30,551.0	29,998.2	552.8	1.8

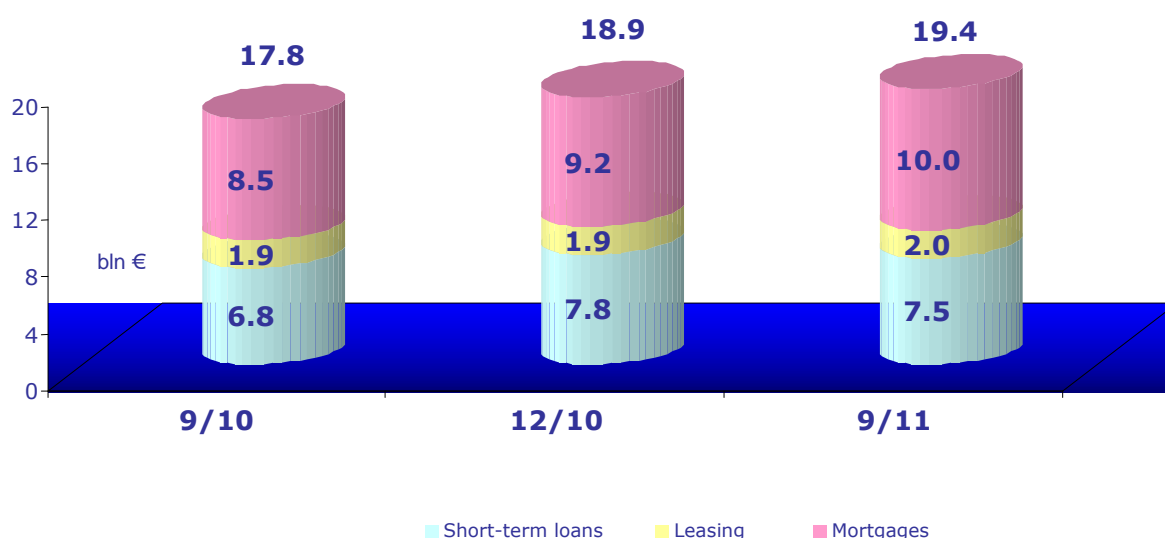
LOANS TO CUSTOMERS

	€/million			% change on	
	9/11	12/10	9/10	12/10	9/10
short-term loans	7,380	7,649	6,826	3.5	8.1
mortgages and leasing	11,493	10,712	10,451	7.3	10.0
LOANS TO CUSTOMERS	18,873	18,361	17,277	2.8	9.2
Impaired loans	567	523	505	8.4	12.3
TOTAL LOANS TO CUSTOMERS	19,440	18,884	17,782	2.9	9.3

The table below summarises the loans by company:

	9/11		12/10		9/10		% change on	
	Amount	%	Amount	%	Amount	%	12/10	9/10
Credito Emiliano	18,558	87.1	17,884	86.2	16,897	86.9	3.8	9.8
Credemleasing	1,976	9.3	1,935	9.3	1,911	9.8	2.1	3.4
Credemfactor	402	1.9	386	1.9	293	1.5	4.1	37.2
Banca Euromobiliare	302	1.4	281	1.4	271	1.4	7.5	11.4
Credem International (Lux)	40	0.2	197	1.0	45	0.2	-79.7	-11.1
Other companies	30	0.1	44	0.2	41	0.2	-31.8	-26.8
Aggregate	21,308	100.0	20,727	100	19,458	100.0	2.8	9.5
Consolidation adjustments	-1,868		-1,843		-1,676		1.4	11.5
Consolidated	19,440		18,884		17,782		2.9	9.3

LOANS



Total loans stand at € 19.4 billion, up compared to September 2010 (+9.3%) and compared to the end of the year (+2.9%) and reflect higher mortgage loans (+8.6%) and leasing arrangements (+2.1%) compared to December 2010.

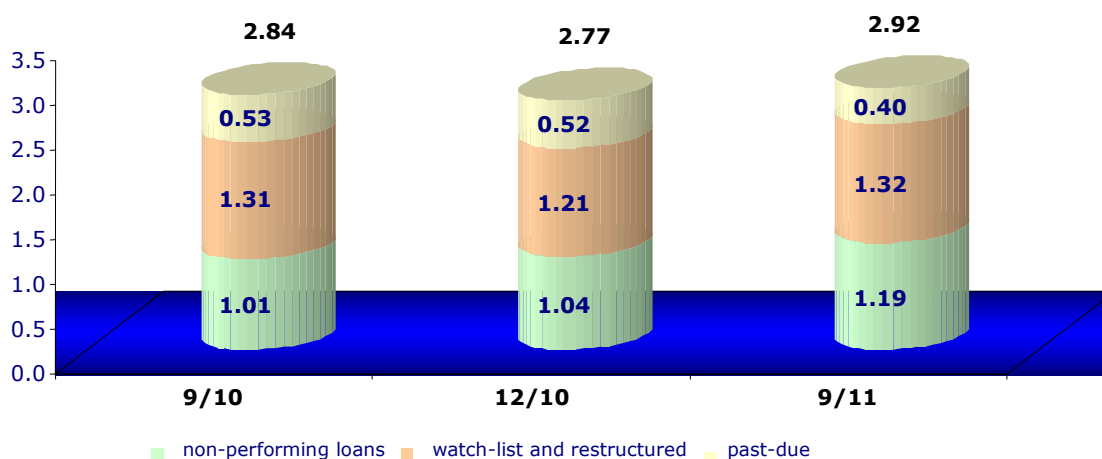
Short term loans recorded a slight fall compared to the end of 2010 (-3.5%), but a net increase on the figure for September 2010 (+10%).

IMPAIRED LOANS

	9/11	12/10	9/10
% net non-performing loans/ net loans to customers	1.19	1.04	1.01
% provisions for losses on non-performing loans	54.8	57.4	57.9
nominal values:			
- non-performing loans	513.1	459.1	424.6
- watch-list loans	279.8	253.3	254.5
- restructured loans	6.2	7.2	7.4
- past-due loans	81.6	102.5	96.9
total nominal values	880.7	822.1	783.4
specific writedowns	313.9	298.7	278.7
“estimated recoveries”			
- non-performing loans	231.7	195.5	178.9
- watch-list loans	252.2	223.2	226.0
- restructured loans	4.4	5.6	6.0
- past-due loans	78.5	99.1	93.8
total estimated recoveries	566.8	523.4	504.7
net value adjustments to loans and other financial transactions	31.0	62.1	38.7
reconstruction of “accounting funds”:	362.4	353.8	329.8
- specific write-downs	313.9	298.7	278.7
- collective write-downs on performing loans	48.5	55.1	51.1

The deterioration of the quality of credit and the related cost showed signs of slowing down in the period.

% net impaired loans / loans



CUSTOMER DEPOSITS

	€/million		% change on		
	9/11	12/10	9/10	12/10	9/10
- current accounts and savings accounts	11,661	11,604	11,826	0.5	-1.4
- certificates of deposit	170	847	708	-79.9	-76.0
- other	313	217	237	44.2	32.1
DEPOSITS	12,144	12,668	12,771	-4.1	-4.9
- bonds and subordinated debt	4,620	3,521	3,137	31.3	47.3
DIRECT DEPOSITS EXCLUDING REPURCHASE AGREEMENTS	16,764	16,189	15,908	3.6	5.4
- repurchase agreements and security loan	95	62	58	53.2	63.8
TOTAL BANKING DIRECT DEPOSITS	16,859	16,251	15,966	3.7	5.6
 INSURANCE RESERVES	 2,466	 2,448	 2,517	 0.7	 -2.0
 INDIRECT DEPOSITS at countervalue	 34,646	 38,801	 38,930	 -10.7	 -11.0
GRAND TOTAL	53,971	57,500	57,413	-6.1	-6.0

Illustrated below is the breakdown of indirect deposits by technical form (at countervalue):

	€/million		% change on		
	9/11	12/10	9/10	12/10	9/10
portfolio management	4,348	4,978	4,946	-12.7	-12.1
mutual funds	3,216	3,998	4,029	-19.6	-20.2
SICAV	4,515	4,898	5,132	-7.8	-12.0
other and third party products	3,385	3,015	2,765	12.3	22.4
total assets under management	15,464	16,889	16,872	-8.4	-8.3
 assets under custody	 19,182	 21,912	 22,058	 -12.5	 -13.0
 total countervalue	 34,646	 38,801	 38,930	 -10.7	 -11.0

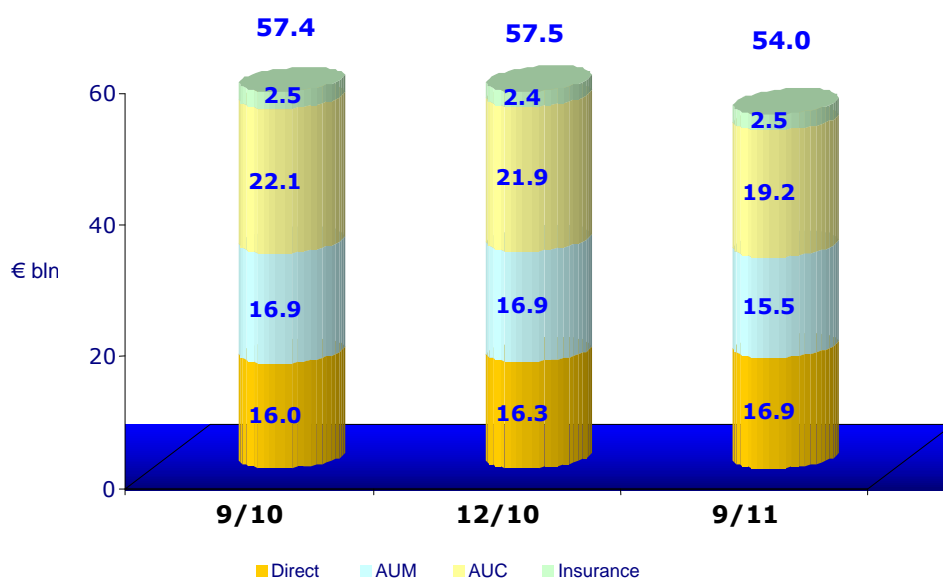
Market conditions have discouraged customers' willingness to hold liquid assets; therefore no change was recorded for current and savings accounts. As regards the other forms of deposits, the number of bond issues increased. On the institutional market, given the high volume of maturities (over € 400 million), Credembanca successfully placed the first tranche of € 500 million, as part of the Bonds Issue Programme Covered by residential mortgages, announced on 27 August 2010. A considerable number of placements, worth over € 1,200 million, were also made on the retail market, which repositioned its fixed-maturity assets, replacing certificates of deposit.

Overall, given the considerable volume of maturities and the bonds issue programme, as well as the changes that took place in the certificates of deposit segment, time deposits recorded a significant recovery, both compared to September 2010 and to the end of 2010 (+24.6% and +9.7% respectively).

The Group was inevitably affected by the weakness of household savings and the performance of the bond and share markets, which have considerably limited any development of deposits.

In the asset management segment, this reduction regarded portfolio management in particular and Italian funds; on the contrary, third party products recorded an appreciable increase.

DEPOSITS



The table below looks at the breakdown of banking direct deposits:

	9/11		12/10		9/10		% change on	
	Amount	%	Amount	%	Amount	%	12/10	9/10
Credito Emiliano	15,989	93.6	15,615	94.0	15,985	92.1	2.4	-
Credemleasing	55	0.3	48	0.3	53	0.3	14.6	3.8
Credemfactor	21	0.1	22	0.1	20	0.1	-4.5	5.0
Banca Euromobiliare	547	3.2	502	3.0	732	4.2	9.0	-25.3
Credem International (Lux)	475	2.8	320	1.9	465	2.7	48.4	2.2
Other companies	2	-	112	0.7	107	0.6	-98.2	-98.1
Aggregate	17,089	100.0	16,619	100.0	17,362	100.0	2.8	-1.6
Consolidation adjustments	-230		-368		-1,396			
DIRECT	16,859		16,251		15,966		3.7	5.6

The table below summarises the breakdown of indirect deposits:

	assets under management			assets under custody			total		
	amount	% change		amount	% change		amount	% change	
		12/10	9/10		12/10	9/10		12/10	9/10
Credito Emiliano	12,564	-6.4	-7.9	17,147	-12.2	-11.7	29,711	-9.8	-10.2
Euromobiliare Asset Manag. SGR	3,244	-19.2	-20.9	0	n.s.	n.s.	3,244	-19.2	-20.9
Banca Euromobiliare	4,545	-9.2	-6.0	1,916	-9.9	-13.5	6,461	-9.4	-8.3
Credem International (Lux)	77	-16.3	-12.5	129	-53.3	-71.5	206	-44.0	-61.9
Euro. International Fund SICAV	4,515	-7.8	-12.0	-	n.s.	n.s.	4,515	-7.8	-12.0
Credem Private Equity	53	47.2	47.2	-	n.s.	n.s.	53	47.2	47.2
Banca Euromobiliare (Suisse)	322	-8.3	-7.2	231	-6.5	-3.8	553	-7.5	-5.8
Indirect aggregate	25,320	-9.0	-10.1	19,423	-12.4	-13.0	44,743	-10.5	-11.4
Consolidation adjustments	-9,856			-241			-10,097		
Total indirect consolidated	15,464	-8.4	-8.3	19,182	-12.5	-13.0	34,646	-10.7	-11.0

PERFORMANCE OF GROUP COMPANIES

CREDITO EMILIANO

	Q1	Q2	Q3	9/2011	9/2010	% change
interest margin	99.1	104.5	104.9	308.5	305.7	0.9
non-interest margin	90.1	97.4	99.9	287.4	262.3	9.6
operating income	189.2	201.9	204.8	595.9	568.0	4.9
personnel costs	-93.4	-92.5	-86.5	-272.4	-274.5	-0.8
administrative costs	-48.3	-46.2	-47.7	-142.2	-144.3	-1.5
operating costs	-141.7	-138.7	-134.2	-414.6	-418.8	-1.0
GROSS OPERATING PROFIT	47.5	63.2	70.6	181.3	149.2	21.5
amortisation/depreciation	-5.6	-5.9	-6.4	-17.9	-16.8	6.5
operating profit	41.9	57.3	64.2	163.4	132.4	23.4
provisions for risks and charges	-2.2	4.6	-11.3	-8.9	-1.6	n.s.
extraordinary income/charges	-1.1	-5.2	-3.8	-10.1	-1.6	n.s.
net value adjustments to loans, net	-6.1	-11.3	-7.6	-25.0	-33.3	-24.9
PROFIT BEFORE TAX	32.5	45.4	41.5	119.4	95.9	24.5
income taxes for the period	-16.3	-37.7	-22.5	-76.5	-46.3	65.2
PROFIT FOR THE PERIOD	16.2	7.7	19.0	42.9	49.6	-13.5
dividends from equity investments	-	30.7	-	30.7	30.4	1.0
RESULT	16.2	38.4	19.0	73.6	80.0	-8.0

For a better comparison, the result for September 2010 includes the result for the period of Abaxbank and the reclassification of several costs from "other administrative costs" to "personnel costs", amounting to € 4.8 million.

KEY:

Interest Margin

+ Item 30 Interest margin

Non-Interest Margin

+ Item 60 Net Commissions
 + Item 70 Dividends and similar revenues (solely for the portion relating to dividends from equity investments)
 + Item 80 Net result from trading activities
 + Item 90 Net result from hedging activities
 + Item 100 Profit (Loss) from sale or repurchase
 + Item 110 Net result from financial assets and liabilities valued at fair value
 + Item 190 Other operating income/charges (net of extraordinary items)

Operating Income

(Interest margin + Non-interest margin)

Operating costs

+ Item 150 Administrative costs

Gross operating profit

(Operating income – Operating costs)

Depreciation and amortisation

+ Item 170 Net value adjustments/write-backs to tangible assets
 + Item 180 Net value adjustments/write-backs to intangible assets

Operating profit

(Gross operating profit – Depreciation/Amortization)

Net provisions for risks and charges

+ Item 160 Net provisions for risks and charges

Extraordinary income/charges

+ Item 190 Other operating income/charges (extraordinary items only)
 + Item 240 Profit (loss) from disposal of investments

Adjustments to loans, net

+ Item 130 Net value adjustments/write-backs for impairment of loans and of other financial transactions

Profit before tax

(Operating profit +/- Net provisions for risks and charges +/- Extraordinary income/charges +/- Plus/minus on investments - Adjustments to loans)

Dividends from equity investments

+ Item 70 Dividends and similar revenues (solely for the portion relating to dividends from equity investments)

Core operations recorded an upward trend.

As regards the interest margin, the contribution from customers also recorded an upward trend, particularly due to the higher volumes of loans. At the same time, the anticipated negative impact resulting from higher funding costs was evident: the previously-mentioned financial tensions, and the consequent repercussions on the interbank and bond markets, combined with a more marked repositioning of liabilities towards medium-term instruments were the main reasons.

The non-interest margin recorded an upward trend, fuelled by the contribution of income from trading and hedging. Revenues from trading in interest rate derivatives contributed in particular. Commission income fell slightly, regarding specifically the management and brokerage segment, while the banking services segment recorded an upward trend. As regards the management and brokerage segment, asset management continued to make a stable contribution to results, while income from financial instruments traded for third parties suffered considerably from market volatility.

Given the contribution of the incorporated Abaxbank, costs fell slightly, both in terms of personnel and other administrative costs.

The cost of credit recorded a further improvement, also benefiting from the improvement of the rating of current positions.

Compared to the previous period, two events relating to the tax component had a marked negative impact on results.

The bank settled the dispute with the Inland Revenue regarding transactions relating to 2004 and 2005. The impact on the period, also taking into account provisions already allocated in 2010 and the deductibility of the interest component for IRES purposes, was around € 19 million.

Following the entry into force of Law Decree 98/2011, converted into law 111/2011, the period also felt the impact of higher taxes due to the raise of the IRAP rate, which regarded banks and other financial companies. Said adjustment, taking into account both the deferred taxes component and the current taxes one, resulted in higher charges of over € 4 million.

		9/11	12/10	9/10
customer loans	€/million	18,558	17,844	16,897
direct deposits		15,989	15,5615	15,985
indirect deposits		29,711	32,948	33,070
total deposits	€/million	45,700	48,563	49,055
employees	no.	4,987	4,941	5,040
branches	no.	541	543	543
financial advisors	no.	504	548	576

Total loans stand at € 18.6 billion, up compared to September 2010 (+9.8%) and compared to the end of the year (+4.0%), and reflects the rise in mortgage loans.

Short term loans recorded a slight fall compared to the end of 2010, but a net increase on the figure for September 2010.

Market conditions have discouraged customers' willingness to hold liquid assets; therefore no change was recorded for demand deposits. As regards time deposit instruments, the number of bond issues increased. On the institutional market, given the high volume of maturities (over € 400 million), Credembanca successfully placed the first tranche of € 500 million, as part of the Bonds Issue Programme Covered by residential mortgages, announced on 27 August 2010. A considerable number of placements, worth over € 1,200 million, were also made by the retail market, which repositioned its fixed-maturity assets, replacing certificates of deposit.

Overall, given the considerable volume of maturities and the bonds issue programme, as well as the changes that took place in the certificates of deposit segment, time deposits recorded a significant recovery, both compared to September 2010 and to the end of 2010.

The Group was inevitably affected by the weakness of household savings and the performance of the bond and share markets, which have considerably limited any development of deposits.

In the asset management segment, this reduction regarded portfolio management in particular and Italian funds; on the contrary, third party products recorded an appreciable increase.

CREDEMLEASING

		9/11	9/10	9/09
number of contracts stipulated				
movables		2,225	2,139	1,867
real estate		386	179	160
	no.	2,611	2,318	2,027
amount of contracts stipulated				
movables		204.5	168.2	143.8
real estate		242.4	122.6	146.2
	€/million	446.9	290.8	290.0
domestic market share (in terms of asset value)	%	2.31	1.52	1.58
leasing receivables	€/million	1,981.8	1,918.1	1,944.5

In the third quarter of the year, the financial lease marked showed a timid sign of recovery, recording, after a fall in the first half of 2011, an increase as at 30 September 2011 compared to the same period of last year, both in the value of investments financed (+2.1%, over € 19,385 million) and in the number of new transactions (+3.9%).

The renewable energies segment continues to make a significant contribution, and showed a 16.7% incidence on the overall total of stipulated contracts and a 60.4% increase on the same period of the previous year. On the contrary, the "traditional" segments recorded diverse results: a positive rise in investments in motor vehicles (+3.2%), contrasted with a significant fall of investments in instrumental assets (-10.5%); the real estate sector continues to be characterised by falling investments in finished properties (-4.7%), while that in properties "under construction" continues to show a substantially stable trend (+0.6%).

The Company's sales results were better than those obtained by the "System", recording a total rise in the value of new stipulated contracts of 53.7% with respect to the same period of the previous year (+21.6% for movables and +97.8% for real estate). Investments in the segment of renewable energies accounted for around 5% of the Company's total investments. The number of new stipulated contracts is also on the rise (+12.6%).

Overall, market share rose to 2.31% without penalising the net spread of new contracts, which continued to remain above the budget set at the beginning of the year.

The average capital generated was substantially stable compared to 31 December 2010 and to the same period of the previous year, while actual capital figures showed a rise of 2.9% over the same period of the previous year.

The result for the period showed a positive upturn, partly due to the containment of losses on impaired loans.

CREDEMFACOR

		9/11	9/10	% change
Turnover (flows)	€/million	975.9	880.6	10.8
- with recourse	€/million	514.0	558.9	-8.0
- without recourse	€/million	461.9	321.8	43.5
Outstanding	€/million	525.9	395.4	33.0
Investment:				
- specific amounts	€/million	389.9	280	39.3
- average amounts	€/million	349.0	261.3	33.6

As at 30 September 2011, the value of loans acquired (turnover) was € 976 million, up 10.8% compared to € 881 million recorded in September 2010.

In particular, the without-recourse product reached € 461 million of turnover, with a rise compared to the previous year of 43.5%, and accounts for 47.3% of global volumes (36.5% in September 2010). This last figure is still lower than segment data, which stood at around 67%.

Specific loans as at the end of the period had reached € 390 million, up by 39.3% compared to the same period of the previous year (€ 280 million), while average amounts reached € 349 million (+33.5% with respect to the previous year). Outstanding amounts rose from € 395.5 million in 2010 to € 525.9 million in 2011.

EUROMOBILIARE ASSET MANAGEMENT SGR

Net inflows as at 30 September 2011, regarding Italian funds, SICAVs and speculative funds, fell € 909 million (€ -601 million, -292 million and -16 million respectively), in line with the overall system performance.

Assets under management (UCIT) were down overall with respect to the end of the previous year, recording a decrease in the weight of monetary products (20% as at 30 September 2011 compared to 27% at the end of 2010) in favour of bond and Life Cycle products (60% as at 30 September 2011 compared to 53% at the end of 2010). Stock, balanced and flexible products remain stable (6%, 4% and 9% respectively). The marginal weight of hedge products is confirmed (1% like at the end of 2010).

The income statement for the third quarter of 2011 shows a net profit of € 3.9 million, down around 2% on the profit figure of € 4 million recorded in the same period of the previous year. This fall was mainly due lower net commissions (-2.78%) recorded as a result of lower volumes of managed assets.

CREDEM PRIVATE EQUITY

Even in a particularly complex scenario as the present one, Credem Private Equity SGR S.p.A. continues to manage the closed-end fund Credem Venture Capital, working on the development of current equity investments and seeking new investments.

As at 30 September 2011, the company recorded a net profit of € 248 thousand.

The main items of the balance sheet and income statement continue to record performance in line with that of the half-year. The quarter was characterised by the analysis of proposals received for the disposal of the equity investments FIDA S.r.l. and Galeati S.r.l..

CREDEM INTERNATIONAL LUX

In the third quarter, the business of administrative services provided by Credem International Lux to the Group SICAV focused on the organisation of two new segments, which will be presented to the market as soon authorisation is received. Since the beginning of the year, the company has introduced six new products: four new segments and changes to a further two segments. In terms of assets managed, the SICAV recorded a balance of € 4,515.4 million, down 7.8% (€ 382.9 million) compared to the figure for the end of 2010. A significant part of this change can be attributed to lower share prices during the quarter following turbulence in the financial markets.

Overall customer deposits amounted to € 817.8 million, up by 31.5%. In the quarter examined, a very sharp increase in deposits from customers was recorded. In fact, direct deposits rose by 67.9% compared to the end of 2010 (€ 168.5 million). Despite the negative effect of share prices, assets under custody, amounting to € 356.8 million, rose 17.3%, while those under management fell 36.3%, recording a balance of € 44.1 million.

The income statement figures show an improvement in the interest margin compared to previous quarters, while commission income was down and substantially in line with objectives.

BANCA EUROMOBILIARE SUISSE

In the first nine months of 2011, Banca Euromobiliare Suisse deposits were highly impacted by the trend in the Euro and Dollar exchange rates against the Swiss Franc.

The outflows recorded in the first six months were recovered thanks to good inflows figures.

AUM stood at CHF 820 million (CHF 884 million at 31 December 2010). New inflows amounted to CHF 23.5 million.

The income statement for the first three quarters closed with a net profit of CHF 1,679,740, up 28% on the budget and 128% higher than the same period of the previous year.

BANCA EUROMOBILIARE

Total customer deposits as at 30 September 2011 were around € 7 billion, down compared to the end of December 2010 by around € 600 million (8%). Said reduction was partially due to the outflows recorded for the first nine months of the year (around 100 million), but above all to the negative performance of the financial markets (around € 500 million, corresponding to 6.5%), following the increased turbulence in the third part of the year.

The percentage represented by assets under management between December 2010 and September 2011 remained substantially stable (65%), despite the lower absolute figure (around 450 million). This reduction is also due primarily to market performance, and to a lesser extent to a lower assets under management figure (135 million), which, like overall net deposits, was influenced by the loss of a large number of commercial resources, in line with that envisaged in the strategic plan and in the budget, as well as the restrictive interpretation of legislation on investment services adopted by the Bank and the Group. Within the managed assets segment, outflows were recorded in Portfolio management, UCITS and Group insurance products, in favour of products managed by third parties (UCITS and insurance). Net deposits in products classed as assets under custody fell slightly (€ 18 million), while direct deposits recorded a net positive balance (€ 52 million). Efforts continue to develop loans to customers, resulting in an increase for the nine month period of € +20 million (7%).

Compared to the same period of the previous year, net profit as at 30 September 2011 improved slightly and corresponded to around +€ 1.3 million (€ 1.1 million as at 30 September 2010). Overall operating income rose (from €36.1 to € 36.6 million), due above all to the non-interest margin (+€ 1.2 million), while the interest margin fell (€ 0.7 million).

More specifically, the non-interest margin benefited from higher commission income from the bank's core activities, due essentially to a higher average amount of stock managed compared to the first nine months of 2010, and to dynamics that were favourable to the placement of products managed by third parties (UCITS and insurance) instead of Group ones. Within the interest margin, it is worth noting a rise in margins on both direct deposits (essentially thanks to the recovery of monetary market interest rates) and on customer loans (due above all to higher volumes), more than compensated for by the fall in margins on cash loans by the treasury, particularly on investments of the Government securities portfolio (which in the first nine months of 2010 had made a significant contribution in terms of interest and non-interest margin, compared to a slightly negative result for 2011 so far).

MAGAZZINI GENERALI DELLE TAGLIATE

The favourable trend of prices led to an increase in the production of Parmigiano Reggiano, which at the end of September recorded a rise of over 5%.

This situation also benefited inventory trends, which rose continuously, enabling MGT to record high percentages of stock.

Operating revenues showed an inversion of the trend, albeit moderate, and recorded an increase of 3.8%.

In terms of costs, no significant variances were recorded, with the exception of labour costs, which rose in proportion to the work performed by staff.

Planned investments were launched during the period. Of note the plan to build new loading ramps for the Castelfranco Emilia warehouse, work on which will be completed by the first half of November. The above system will have significant benefits of goods handling. The profit recorded was in line with forecasts.

CREDEMVITA

		9/11	9/10
Premiums collections (flows)	€/million	594.6	484.9
Active policies	no.	92,856	92,695

As at 30 September 2011, Credemvita recorded collections of € 595 million, up 23% compared to the same period of 2010, with services provided amounting to € 502 million, a sharp rise compared to September 2010 (48%).

At the end of the third quarter of 2011, collections amounted to € 595 million, € 408 million of which was represented by traditional products (+51% compared to the figure for September 2010), € 168 million by Linked products, exclusively relating to Unit policies (-15% compared to the previous year) and € 18 million by pension funds and temporary policies for coverage in the case of death, up 9% compared to the third quarter of 2010.

The lively trend of traditional policies, representing 69% of deposits (56% as at September 2010) marked the important commercial objectives achieved by the Company. As the financial markets became increasingly unstable from May onwards, Credemvita launched products with competitive rates compared to those of the market, aimed to safeguard minimum returns and invested capital. With a single premium whole life policy called "Investire Sicuro Plus V", placed between June and July, the Company collected premiums of € 102 million, offering customers a guaranteed gross return of 3.05% up until October 2013, obtained with specific asset funding. In September, the range of "Investire Sicuro" policies subject to revaluation was enhanced (overall € 284 million at the end of the quarter), by introducing a policy with a minimum guaranteed return for the year of 2.5% (€ 28.5 million as at 30 September).

The profit as at 30 September 2011 of € 9 million shows a marked increase on the figure for the same period of last year, characterised by extraordinary allocations to provisions made at the time to cover continuing expectations of low market returns for the remainder of 2010.

As at 30 September 2011, the recovery of interest rates from the beginning of the year led to a release of the reserves previously set aside, with a non-recurring positive impact on the income statement that already showed in the first half of the year. In addition, the Company recorded the virtuous growth of financial income on Class C Reserves as a combined effect of returns and volumes, +33% compared to the third quarter of 2010. Costs, excluding amortisation, rose 2%, with personnel costs 10% up due to the hiring of new resources in 2010, pertinent to the whole 9 month period, and other administrative expenses down 6%.

The shareholders' equity, which at the end of the quarter amounted to € 38.6 million (excluding the profit for the period), recorded a fall of € 36.4 million compared to the shareholders' equity as at 31 December 2010 (€ 75 million). This decrease is due to the combined net effect of a € 5 million share capital increase, higher reserves following the allocation of the profit of the previous year (€ 6.2 million) and the negative performance of reserves from the valuation of financial assets, net of the components attributed to the insured parties (€ 47.6 million after tax).

CREDEMASSICURAZIONI

		9/11	9/10
Premiums issued	€/thousand	33,343	28,651
Active policies	no.	157,180	132,050

As at 30 September 2011, Credemassicurazioni has collected premiums worth € 33.3 million, a 16% increase on the same period of 2010.

In the third quarter of the year, following Credemassicurazioni's application to ISVAP to terminate operations in the motor insurance segments and the relative authorisation passed by the

Supervisory Body on 27 June 2011, the Company stopped collecting motor insurance premiums as of 29 July 2011.

Overall, collections are sustained by the significant upturn of non-vehicle non-life products, which rose by 20% compared to the previous year, representing 60% of total premiums issued (58% in the same period of the previous year). Non-vehicle, non-life premiums were € 19.9 million, against € 16.6 million as at 30 September 2010.

Collections relating to motor insurance products terminated at the end of July with premiums of € 13.5 million, up 12% in any event compared to the € 12.1 million recorded for the first 9 months of 2010, and represented a percentage that has always substantially been around 40% (42% in September 2010).

As regards bancassurance in the non-vehicle non-life segment, Creacasa products show a marked growth trend, which has led to premiums in the period totalling € 9.7 million compared to € 6.5 million in the third quarter of last year (also due to the introduction of a new Mortgage Protection product on the market).

The non-vehicle non-life protection products for retail customers of the branch network recorded premiums that were substantially unchanged of € 9.2 million.

Guarantees on leasing products were € 1 million, up again in comparison to the previous year by 11%.

The total portfolio of 157,180 policies shows a 19% increase, with 29,157 vehicle policies, down 1% on the 29,403 policies of last year.

As at 30 September 2011, Credemassicurazioni recorded a net profit of € 795 thousand, up 34% compared to the result of the same period of the previous year, but down compared to the previous quarter.

Collections of non-vehicle non-life policies, characterised by fairly low levels of claims, only partly offset the higher risks undertaken with vehicle premiums.

Shareholders' equity as at 30 September 2011, excluding the profit for the period, was € 11.6 million.

CREDEMTEL

The current year has been characterised by the merger by incorporation, which took place in the first half of the year, of CS Inform S.r.l., which generated a significant increase of volumes of Document Management and a consequent increase in turnover.

ICB (Interbank Corporate Banking) and EDM (Electronic Document Management) products and services continue to represent the company's core businesses. The EDM segment recorded a significant rise due both to organic growth and to the above-mentioned merger with CS Inform.

The ICB segment, which represents about 30% of total revenues is recording slight but continuous decreases, and can now be considered a mature and consolidated product in its reference market.

EDM services, which generated the remaining revenues, continue to rise despite the lasting difficult general economic climate. Margins are expected to rise in the future following the merger of CS Inform and the consequent rise in volumes.

EUROMOBILIARE FIDUCIARIA

The period ending 30 September 2011 recorded a net profit of € 193 thousand, down on the figure of € 213 thousand recorded as at 30 September 2010.

Commission income amounted to € 1,307 thousand (€ 1,322 thousand as at 30 September 2010); the slight fall is mainly attributable to the lack of an extraordinary component associated with tax shield transactions, specifically proceedings commissions and a lump-sum relating to the so-called juridical repatriation of properties.

Furthermore, we report that the outsourcing arrangement with Unione Fiduciaria regarding mainly the management of fiduciary accounting and, more generally back-office activities, is not fully operational.

CREACASA

The quarterly situation as at 30 September 2011 shows a net profit of € 4.4 million (€ 2.8 million as at 30 September 2010).

The above result is mainly attributable to:

- an increase in the number of financial agents (280 agents compared to 200 agents in the same period of the previous year);
- an increase in the disbursement of mortgage loans higher than budget forecasts;
- higher placements of insurance products and therefore higher commissions than forecast;
- substantial control of costs, which rose less than budget expectations.

From an organisational perspective, the company increased the number of resources employed in the Operations Department to handle the higher workload recorded in 2011.

Beyond the aspects that contributed to obtaining these positive results, it should be noted that the company is encountering difficulties due to the sharp rise in the cost of funding for medium-term transactions, which therefore affects the spreads applied to customers on mortgage transactions.

TRENDS IN THE MAIN ECONOMIC AGGREGATES

RECLASSIFIED INCOME STATEMENT (€/million)

	9/11	9/10	% change	12/10
interest margin	348.7	342.5	1.8	448.4
non-interest margin	390.6	354.7	10.1	514.1
operating income	739.3	697.2	6.0	962.5
personnel costs	-318.1	-319.0	-0.3	-426.2
other administrative costs	-166.7	-165.3	0.8	-217.0
operating costs	-484.8	-484.3	0.1	-643.2
gross operating profit	254.5	212.9	19.5	319.3
amortisation/depreciation	-22.6	-21.5	5.1	-28.8
operating profit	231.9	191.4	21.2	290.5
provisions for risks and charges	-8.9	-1.4	n.s.	-56.7
extraordinary income/charges	-9.7	-1.7	n.s.	-3.4
net value adjustments to loans and to equity investments	-31.0	-38.7	-19.9	-62.1
PROFIT BEFORE TAX	182.3	149.6	21.9	168.3
minority interest profit/loss	-	-	-	-0.1
income taxes for the period	-96.8	-62.9	53.9	-90.2
PROFIT FOR THE PERIOD	85.5	86.7	-1.4	78.0
ROE	5.0%	4.8%		4.3%
<i>non-interest margin / operating income</i>	52.8%	50.9%		53.4%
<i>operating costs / operating income</i>	65.6%	69.5%		66.8%
<i>tax rate</i>	53.1%	42.0%		53.6%

KEY:

Interest Margin

- + Item 30 Interest margin
- + Item 240 Profit (loss) from equity investments
- + Item 70 Dividends and similar revenues (solely for the portion relating to dividends from minority equity investments)
- Interest margin Abaxbank (30 September 2010 and 31 December 2010) and Credemvita

Non-Interest Margin

- + Item 60 Net Commissions
- + Item 70 Dividends and similar revenues (solely for the portion relating to dividends from equity investments)
- + Item 80 Net result from trading activities
- + Item 90 Net result from hedging activities
- + Item 100 Profit (Loss) from sale or repurchase
- + Item 110 Net result from financial assets and liabilities valued at fair value
- + Item 150 Net premiums
- + Item 160 Other income/expenses from insurance activities
- + Item 220 Other operating income/charges (net of extraordinary items)
- + Interest margin Abaxbank (30 September 2010 and 31 December) and Credemvita

Operating income

(Interest margin + Non-interest margin)

Operating costs

- + Item 180 Administrative costs

Gross operating profit

(Operating income – Operating costs)

Depreciation and amortisation

- + Item 200 Net value adjustments/write-backs to tangible assets
- + Item 210 Net value adjustments/write-backs to intangible assets

Operating profit

(Gross operating profit – Depreciation/Amortization)

Net provisions for risks and charges

- + Item 190 Net provisions for risks and charges

Extraordinary income/charges

- + Item 100 Profit (loss) from sale or repurchase
- + Item 220 Other operating income/charges (extraordinary items only)
- + Item 270 Profit (loss) from disposal of investments
- + Item 310 Profit (loss) from non-current assets being disposed of, net of taxes

Adjustments to loans, net

- + Item 130 Net value adjustments/write-backs for impairment of loans and of other financial transactions

Profit before tax

(Operating profit +/- Net provisions for risks and charges - Adjustments to loans +/- Extraordinary income/charges)

ROE

Net profit/(Equity period concerned + Equity end prev. year)

2

INTEREST MARGIN ANALYSIS

	9/11	12/10	9/10	% change
average interest on loans	3.43%	3.09%	3.07%	0.36%
average interest on deposits	-0.85%	-0.58%	-0.56%	-0.29%
Customer spread	2.58%	2.51%	2.51%	0.07%

NON-INTEREST MARGIN ANALYSIS

	9/11	9/10	% change
management and brokerage	158.3	163.8	-3.4
banking services	118.4	115.9	2.2
net commissions	276.7	279.7	-1.1
securities trading, exchange rates and derivatives	47.0	17.8	164.0
operating income insurance segment	24.4	15.2	60.5
balance of other operating income/charges	42.5	42.0	1.2
non-interest margin	390.6	354.7	10.1

Core operations recorded an upward trend.

As regards the interest margin, the contribution from customers also recorded an upward trend, particularly due to the higher volumes of loans. At the same time, the anticipated negative impact resulting from higher funding costs was evident: the previously-mentioned financial tensions, and the consequent repercussions on the interbank and bond markets, combined with a more marked repositioning of liabilities towards medium-term instruments were the main reasons.

The non-interest margin recorded an upward trend, fuelled by the contribution of income from trading and hedging. Revenues from trading in interest rate derivatives contributed in particular. Commission income fell slightly (-1.1%), regarding the management and brokerage segment in particular (-3.4%), while the banking services segment made a positive contributions (+2.2%). As regards the management and brokerage segment, asset management continued to make a stable contribution to results, while income from financial instruments traded for third parties suffered considerably from market volatility.

As regards the trend of commission resulting from "offsite offers of financial instruments, products and services", it should first be noted that the change in the treatment of cash flows in the period relating to Creacasa had a negative impact (of around € 7 million).

The cost of credit recorded a further improvement, also benefiting from the improvement of the rating of current positions.

Compared to the previous period, two events relating to the tax component had a marked negative impact on results.

The bank settled the dispute with the Inland Revenue regarding transactions relating to 2004 and 2005. The impact on the period, also taking into account provisions already allocated in 2010 and the deductibility of the interest component for IRES purposes, was around € 19 million.

With regard to 2006 - 2008, Credembanca has only received Formal Reports of Findings that dispute foreign tax credits. At the moment, no tax demands have been received and several preliminary meetings have been held with the Inland Revenue relating the 2006 dispute with a view to negotiating a settlement.

Although the Group is convinced that it acted correctly, and even though several bills on the subject are currently being discussed in Parliament, as an alternative to the continuation of proceedings, the possibility of reaching a settlement for the disputes is being considered.

The purpose of this is above all to avoid the continuation of proceedings, given the uncertainty of the relative outcome, also in terms of duration, and the high incidence of the sanctions, which would be for the maximum applicable amount.

As a formal agreement has not been made yet for the 2006 dispute, given the state of proceedings, we decided to make an allocation to provisions.

On the basis of Accounting standard 37, paragraph 92, no further details are provided on the calculation of said provision, given that the conditions cited in the reference accounting standard for a final settlement of the disputes are retained to be present, and the disclosure of said information could seriously prejudice the final outcome of the same.

Following the entry into force of Law Decree 98/2011, converted into law 111/2011, the period also felt the impact of higher taxes due to the raise of the IRAP rate, which regarded banks and other financial companies. Said adjustment, taking into account both the deferred taxes component and the current taxes one, resulted in higher charges of over € 5 million.

OPERATING INCOME

	9/11		9/10		change
	amount	% impact	amount	% impact	%
Credito Emiliano	597.9	78.7	568.3	80.3	5.2
Credem International (Lux)	20.2	2.7	18.9	2.7	7.0
Credemleasing	23.5	3.1	21.6	3.0	8.9
Credemfactor	11.7	1.5	8.8	1.2	33.3
Banca Euromobiliare	37.8	5.0	37.5	5.3	0.9
Euromobiliare A.M. SGR	16.1	2.1	16.4	2.3	-2.1
Magazzini Generali delle Tagliate	2.6	0.3	2.5	0.3	5.7
Credemtel	9.6	1.3	7.7	1.1	25.0
Creacasa	10.6	1.4	7.2	1.0	48.0
Credemvita	20.8	2.7	11.8	1.7	75.6
Banca Euromobiliare (Suisse)	6.5	0.9	5.6	0.8	15.5
Other companies	2.4	0.3	1.8	0.3	30.4
aggregate	759.7	100.0	708.1	100.0	7.3
consolidation adjustments	-20.4		-10.9		
Operating Income	739.3		697.2		6.0

Consolidation adjustments to the interest margin mainly regard dividends collected from consolidated companies, the contribution of investments valued under the equity method and revenues from services provided to other companies of the group.

OPERATING COSTS

	9/11		9/10		change
	amount	% impact	amount	% impact	%
Credito Emiliano	414.6	82.7	418.8	83.5	-1.0
Credem International (Lux)	3.5	0.7	3.4	0.7	3.8
Credemleasing	7.8	1.6	7.3	1.5	7.2
Credemfactor	4.9	1.0	4.6	0.9	7.6
Banca Euromobiliare	35.0	7.0	34.8	7.0	0.5
Euromobiliare A.M. SGR	9.9	2.0	10.0	2.0	-0.9
Magazzini Generali delle Tagliate	1.8	0.4	1.8	0.4	1.6
Credemtel	7.9	1.6	6.0	1.2	31.2
Creacasa	3.7	0.7	2.8	0.6	31.6
Credemvita	4.9	1.0	4.8	1.0	2.1
Banca Euromobiliare (Suisse)	4.9	1.0	4.6	0.9	6.7
Other companies	1.7	0.3	1.4	0.3	18.4
aggregate	500.6	100.0	500.3	100.0	0.1
consolidation adjustments	-15.8		-15.9		
Operating costs	484.8		484.3		0.1

GROSS OPERATING PROFIT

	9/11		9/10		change
	amount	% impact	amount	% impact	%
Credito Emiliano	183.3	70.7	149.5	71.9	22.6
Credem International (Lux)	16.7	6.4	15.5	7.5	7.7
Credemleasing	15.7	6.1	14.3	6.9	9.8
Credemfactor	6.8	2.6	4.2	2.0	61.0
Banca Euromobiliare	2.8	1.1	2.7	1.3	5.5
Euromobiliare A.M. SGR	6.2	2.4	6.5	3.1	-4.0
Magazzini Generali delle Tagliate	0.8	0.3	0.7	0.3	16.3
Credemtel	1.7	0.7	1.7	0.8	2.4
Creacasa	6.9	2.7	4.4	2.1	58.5
Credemvita	15.9	6.1	7.0	3.4	125.6
Banca Euromobiliare (Suisse)	1.6	0.6	1.0	0.5	54.9
Other companies	0.7	0.3	0.4	0.2	73.3
aggregate	259.1	100.0	207.8	100.0	24.7
consolidation adjustments	-4.6		5.0		
Gross operating profit	254.5		212.9		19.5

To analyse the results of the period in question, the table below illustrates an analysis of the quarterly financial performance of the previous year and the current year.

	I/10	II/10	III/10	IV/10	2010	I/11	II/11	III/11	9/2011
interest margin	109.4	121.5	111.6	105.9	448.4	112.1	118.1	118.5	348.7
non-interest margin	120.5	109.6	124.6	159.4	514.1	123.9	132.3	134.4	390.6
operating income	229.9	231.1	236.2	265.3	962.5	236.0	250.4	252.9	739.3
personnel costs	-103.5	-107.7	-107.8	-107.2	-426.2	-108.4	-108.7	-101.0	-318.1
other administrative costs	-55.4	-53.9	-56.0	-51.7	-217.0	-56.6	-54.4	-55.7	-166.7
operating costs	-158.9	-161.6	-163.8	-158.9	-643.2	-165.0	-163.1	-156.7	-484.8
GROSS OPERATING PROFIT	71.0	69.5	72.4	106.4	319.3	71.0	87.3	96.2	254.5
amortisation/depreciation	-6.8	-7.1	-7.6	-7.3	-28.8	-7.2	-7.4	-8.0	-22.6
operating profit	64.2	62.4	64.8	99.1	290.5	63.8	79.9	88.2	231.9
provisions for risks and charges	-0.4	-0.9	-0.1	-55.3	-56.7	-2.2	4.7	-11.4	-8.9
extraordinary income/charges	-0.7	-1.0	-	-1.7	-3.4	-1.1	-5.1	-3.5	-9.7
adjustments to loans, net	-25.4	-3.8	-9.5	-23.4	-62.1	-6.8	-12.5	-11.7	-31.0
PROFIT BEFORE TAX	37.7	56.7	55.2	18.7	168.3	53.7	67.0	61.6	182.3
income taxes for the period	-17.6	-23.4	-21.9	-27.3	-90.2	-23.1	-43.8	-29.9	-96.8
PROFIT FOR THE PERIOD	20.1	33.3	33.3	-8.6	78.1	30.6	23.2	31.7	85.5

PROFIT FOR THE PERIOD

	9/11				9/10				
	profit	adj.	contr. to cons.		profit	adj.	contr. to cons.		% change
			profit	% impact			profit	% impact	
Credito Emiliano	73.6	-29.1	44.5	52.2	80.0	-29.0	51.0	58.9	-12.7
Credem International (LUX)	15.6	-0.4	15.2	17.8	14.3	-0.3	14.0	16.1	8.6
Credemleasing	7.9	-	7.9	9.2	5.9	-	5.9	6.8	33.9
Credemfactor	3.3	-	3.3	3.9	1.9	-	1.9	2.2	73.7
Banca Euromobiliare	1.3	-0.3	1.0	1.2	1.1	-	1.1	1.3	-9.1
Euromobiliare A.M. SGR	3.9	-	3.9	4.5	4.0	-	4.0	4.6	-3.4
Credem Private Equity	0.2	-	0.2	0.2	0.1	-	0.1	0.1	100.0
Magazzini Generali delle Tagliate	0.2	-	0.2	0.2	0.2	-	0.2	0.2	-
Creacasa	4.4	-	4.4	5.1	2.4	-	2.4	2.8	83.3
Credemtel	0.9	-	0.9	1.1	0.8	-	0.8	0.9	12.5
CredemVita	9.0	-	9.0	10.5	3.8	-	3.8	4.4	136.8
CredemAssicurazioni	0.8	-	0.8	0.9	0.6	-	0.6	0.7	33.3
Euromobiliare Fiduciaria	0.2	-	0.2	0.2	0.2	-	0.2	0.2	-
Banca Euromobiliare (Suisse)	1.4	-	1.4	1.6	0.6	-	0.6	0.7	133.3
Other	0.1	-7.5	-7.4	-8.6	0.5	-0.4	0.1	0.1	n.s.
Consolidated profit	122.8	-37.3	85.5	100.0	116.4	-29.7	86.7	100.0	-1.4

We provide here (in €/ thousands) the reconciliation between the shareholders' equity and the profit for the period of Credembanca with the results of the Consolidated Financial Statements:

	Shareholders' equity	of which: profit for the period
Balances as at 30 September 2011 as per Credembanca separate financial statements	1,557,491	73,563
Surpluses compared with book values:		
• line-by-line consolidated companies	152,201	45,825
• companies valued under the equity method	(5,144)	800
Dividends collected during the period	-	(31,147)
Goodwill	9,285	-
Elimination of intercompany profits and other adjustments	4,790	(3,559)
Balances as at 30 September 2011 as per consolidated financial statements	1,718,623	85,482

EQUITY AND RISKS

	9/2011	12/2010	12/2009
Regulatory Capital	1,950.2	1,880.8	1,941.4
<i>of which TIER 1 Capital</i>	<i>1,482.4</i>	<i>1,438.1</i>	<i>1,413.4</i>
Capital absorption relative to the following risks:			
. credit	1,142.9	1,140.0	1,123.3
. operational	117.0	117.0	121.5
. market	80.3	55.8	110.2
. other prudential requirements	-	21.3	45.3
Total capital requirement	1,340.2	1,334.1	1,400.3
Surplus capital	610.0	546.7	541.1
Tier 1 capital ratio	8.85%	8.62%	8.07%
Total capital ratio (minimum 8%)	11.64%	11.28%	11.09%

As a result of the provision of the Banca d'Italia of 18 May 2010, which changed the prudential treatment of debt securities in European Union countries for the purpose of calculating regulatory capital of Italian banks and banking groups, the Credito Emiliano group resolved to exercise option a) of said provision, neutralising both the gains and related losses recorded in the valuation reserves after 31 December 2009.

This option has been applied to the calculation of regulatory capital since 30 June 2010 and:

- extended to all securities of this type held in the afore-mentioned portfolio;
- applied equally to all members of the banking group;
- maintained constant over time.

The Total Capital Requirement is € 1,340.2 million against a Regulatory Capital of € 1,950.2 million, with an available margin of € 610.0 million, corresponding to over 31% of the Regulatory Capital.

There is an increase in the available margin of € 63.3 million with respect to the position as at December 2010, due to the following:

- increase in the Capital Requirement of € 6.1 million;
- increase in the Regulatory Capital of € 69.4 million.

Specifically, the change in Capital Requirement (€ 6.1 million) is due to:

- an increase of credit risk and other requirements (€ 2.9 million);
- an increase of market risk (€ 24.5 million);
- a reduction of the other calculation elements (specific capital requirements for € 21.3 million) due to the revocation of the decision by Banca d'Italia following the merger of Abaxbank into Credito Emiliano, whereby a 100% increase in compulsory minimum requirements was imposed in view of the market risk presented by Abaxbank.

Figures as at 30 September 2011 have been calculated on the basis of Basel 2 regulatory provisions. The indications on capital ratios, estimated according to the FIRB (Foundation Internal Ratings Based) method of Basel II, show a Core Tier 1 and a Total Capital ratio of 8.85% and 11.64%, respectively.

GEOGRAPHICAL ORGANISATION AND EMPLOYEES

	9/11	12/10	12/09
Credito Emiliano	4,987	4,941	5,116
Banca Euromobiliare	221	217	237
Other companies	389	386	387
TOTAL EMPLOYEES	5,597	5,544	5,740
Credito Emiliano	504	548	647
Banca Euromobiliare	317	337	359
TOTAL FINANCIAL ADVISORS	821	885	1,006
Credito Emiliano	541	543	551
Banca Euromobiliare	19	19	23
Banca Euromobiliare (Suisse)	1	1	1
TOTAL BRANCHES	561	563	575
regions of operation	19	19	19
provinces of operations	88	88	88
abroad	1	1	1
Corporate centres	41	42	42
Credempoint	34	35	33
Banca Euromobiliare Financial Outlets	18	18	17

DECLARATION BY THE MANAGER RESPONSIBLE FOR PREPARING THE COMPANY'S FINANCIAL REPORTS

DECLARATION BY THE MANAGER RESPONSIBLE FOR PREPARING THE COMPANY'S FINANCIAL REPORTS

The undersigned Paolo Tommasini, in my position of Manager responsible for preparing the financial reports of Credito Emiliano SpA, also taking account of the provisions set forth by art. 154-bis, paragraph 2 of Italian Legislative Decree no. 58/98 (TUF), hereby declares that the accounting disclosures contained in this Interim Directors' Report as at 30 September 2011 correspond to the information reported in the accounting books and records.

Reggio Emilia, 11 November 2011

The Manager responsible for preparing the
company's financial reports
Paolo Tommasini
(signed)