

Banca IFIS: NPL Area in the spotlight (NBI +49%) in the first 9 months of 2015

The CEO Giovanni Bossi: “Profits up across all business areas”

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First nine months of 2015
1 January-30 September

- Net banking income: 327,1 million Euro (+55,2%)
- Net profit from financial activities: 305,0 million Euro (+68,4%)
- Profit for the period: 148,8 million Euro (+100,6%)
- Bad loans ratio in the Trade Receivables segment: 1,3%
- Cost of credit quality in the trade receivables segment: 79 bps
- Common Equity Tier 1 (CET1): 15,34% (13,89% at 31 December 2014)
- Total Own Funds Capital Ratio: 16,02% (14,21% at 31 December 2014)
- Hiring up: 140 new resources added (+57,3%).

3rd quarter 2015
1 July-30 September

- Net banking income: 62,4 million Euro (-7,9%)
- Net profit from financial activities: 57,2 million Euro (-3,5%)
- Profit for the period: 18,0 million Euro (-25,3%).

Comment on operations

Mestre (Venice), 27 October 2015 – The Board of Directors of Banca IFIS met today under the chairmanship of Sebastien von Fürstenberg and approved the interim financial report for the first nine months of 2015.

“The results confirm the strategy adopted by the Bank is sustainable and profitable, with all business areas increasing their margins”, says **Giovanni Bossi**, Banca IFIS's CEO. “The acceleration in the performance of the non-performing loans sector, in which we are leader in Italy, is impressive. We will continue developing the potential of the various business units also in the fourth quarter, thanks to our capital and liquidity position as well as, and most importantly, the trust of our clients and stakeholders.”

Consolidated Income Statement analysis

Net banking income amounted to 327,1 million Euro, +55,2% compared to the prior-year period (210,8 million Euro in December 2014). The significant increase was attributable to the surge in the DRL (+49,0%) and Tax Receivables (+41,5%) segments, the positive contribution from trade receivables, and the gains related to the rearrangement of part of the government bond portfolio completed in April 2015 (gross 124,0 million Euro). This was partly offset by the ensuing decline in the margins on said assets following the rearrangement of the government bond portfolio.

The net banking income of the trade receivables segment (118,9 million Euro compared to 116,0 million Euro in the first half of 2014, +2,5%) largely referred to the Credi Impresa Futuro and Pharma business areas.

Credi Impresa Futuro's results were substantially in line with the same period in 2014 (+1,8%). The Pharma business area's net banking income rose 3,4% year-on-year. This result continued to be affected by the decline in purchase commissions charged to the seller and classified as interest income: since late 2014, the Pharma business area has changed its market approach, buying packages of receivables at par value (or slightly below par). Therefore, the profitability of the operations is represented by the interest accrued on late payments, conservatively recognising it below the rate of interest on arrears in the case of voluntary payments, as well as settlements entered into in the period. The Bank is working to further improve the accounting for this component in accordance with the reference regulatory framework to better reflect the actual profitability of this business area.

The trade receivables segment reported a turnover of 7,3 billion Euro (+25,1% from September 2014), with outstanding loans totalling 2,7 billion Euro (+8,3% from December 2014), and a 5% rise in the number of financed SMEs compared to the prior-year period.

Net banking income in the DRL segment, which deals with acquiring and managing non-performing exposures in the unsecured market, grew significantly to 29,8 million Euro compared with 20,0 million Euro in the prior-year period (+49,0%). The excellent performance was the efficient of the robust trend in bills of exchange and expressions of willingness—rising 25,9% overall (134,2 million Euro compared to 106,6 million Euro at 30 September 2014)—and the acceleration in the Legal Factory's judicial collection operations. It should be noted that net banking income alone is not representative of the DRL segment's performance since, as far as bad loans in the DRL segment are concerned, it does not account for the economic impact of the changes in expected cash flows, which are recognised under net impairment losses/reversals on receivables.

The Tax Receivables segment generated 11,5 million Euro (8,1 million Euro at 30 September 2014, +41,5%), thanks largely to the considerable amounts collected during the period and the reduction in debt collection times compared to initial estimates.

The Governance and Services segment posted 166,8 million Euro, compared to 66,6 million Euro at 30 September 2014 (+150,6%). The gain on the previously mentioned rearrangement of the government bond portfolio contributed to this result. This was partly offset by the ensuing decline in margins following the rearrangement of said portfolio. The profitability of the sector benefits of the lower retail funding costs—the result of a planned reduction in funding and interest rates. The trend is expected to climb slightly upward because of the new 3-, 4- and 5-year maturities recently launched on the market.

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In the **third quarter**, net banking income stood at 62,4 million Euro, compared to 67,8 million Euro in the third quarter of 2014 (-7,9%). Trade receivables contributed 41,7 million Euro (vs. 37,4 million Euro, +11,3%), the DRL segment contributed 10,4 million Euro (vs. 7,1 million Euro, +47,1%), tax receivables contributed 4,0 million Euro (vs. 3,8 million Euro, +5,8%), and the Governance and Services segment contributed 6,4 million Euro compared to 19,5 million Euro in the prior-year period (-67,4%).

Net impairment losses totalled 22,1 million Euro. 13,9 million Euro referred to loans to customers (compared to 29,7 million Euro at 30 September 2014, -53,3%), and 8,2 million Euro to available for sale financial assets. Concerning net impairment losses on receivables, the consistently downward trend is attributable to the monitoring of how the counterparty's risk profile evolves. All along, the Bank has maintained a rigorous and consistent policy for assessing borrowers' creditworthiness. The decrease in impairment losses resulted in a significant improvement in the ratio of credit risk cost concerning trade receivables to the relevant average loan balance over the last 12 months, down to 79 bps from 231 bps at 30 September 2014.

The bad-loan ratio in the trade receivables segment was unchanged from 1,3% at 31 December 2014.

The bad-loan coverage ratio of the trade receivables segment was 86,7%, up from 86,4% at 31 December 2014.

The rest of "Net impairment losses" refers to 8,2 million Euro in impairment losses on two unlisted equity securities.

The Group's **net profit from financial activities** was 305,0 million Euro (181,0 million Euro net of the mentioned rearrangement of the government bond portfolio), compared to 181,1 at 30 September 2014 (68,4%).

The net profit from financial activities in the Trade Receivables segment rose 21,1% to 104,2 million Euro compared to 86,0 million Euro in the prior-year period, largely because of the improved credit quality; the DRL segment stood at 30,9 million Euro, compared to 20,3 million at 30 September 2014 (+52,2%), due to the new collection methods introduced in the DRL segment by the CrediFamiglia brand; the Tax Receivables segment stood at 11,4 million Euro, compared to 8,3 million at 30 September 2014, up 37,9% for the reasons already explained in the "net banking income" section. Finally, net profit from financial activities in the Governance and Services segment, excluding the impact of the mentioned rearrangement of the government bond portfolio, fell 48,1% to 34,6 million Euro, compared to 66,6 million Euro in the prior-year period.

In the **third quarter**, net profit from financial activities totalled 57,2 million Euro (compared to 59,3 million Euro in the third quarter of 2014, -3,5%). Trade receivables contributed 40,4 million Euro (+35,2% compared to 29,9 million Euro in the third quarter of 2014); the DRL segment 10,7 million Euro (+79,2% compared to 6,0 million Euro in the prior-year period); tax receivables 3,8 million Euro (-2,9% compared to 4,0 million Euro in the third quarter of 2014); and the Governance and Services segment totalled 2,4 million Euro, compared to 19,5 million Euro in the third quarter of 2014 (-88,0%).

At 30 September 2015, **operating costs** were up 15,9%, from 69,7 million Euro in the first nine months of 2014 to 80,8 million Euro. At 36,1 million Euro, personnel expenses rose 14,4% (31,5 million Euro in 2014) due to new hiring: 140 new staff were added in the first nine months of 2015, up 57,3% compared to the same period in 2014. This was consistent with the goal to strengthen some areas and services supporting the business and the scenario in which the Group operates. At 30 September 2015, the Group's employees numbered 707.

Other administrative expenses totalled 43,4 million Euro, up 22,9% from 35,3 million Euro at 30 September 2014, largely because of higher business volumes in the DRL segment. The relevant costs for collecting debts

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and gathering information on clients (7,1 and 3,4 million Euro, respectively) are included in this item of the income statement. Also consulting fees rose due to the re-engineering of business processes and the internal control system. This was necessary to comply with new prudential regulations for banks concerning the internal control and IT system as well as business continuity.

The **cost/income ratio** stood at 24,7% at 30 September 2015 (39,8% excluding the gain on the rearrangement of the government bond portfolio from net banking income), compared to 33,1% at 30 September 2014.

Pre-tax profit for the period stood at 224,2 million Euro, compared to 111,4 million Euro at 30 September 2014.

Income tax expense amounted to 75,4 million Euro, compared to 37,2 million Euro at 30 September 2014. The Group's tax rate rose to 33,6% at 30 September 2015 from 33,4% at 30 September 2014.

Profit for the period totalled 148,8 million Euro, compared to 74,2 million Euro at 30 September 2014 (up 100,6%).

The corresponding figure for the **third quarter** was 18,0 million Euro (24,1 million Euro in the prior-year period).

Consolidated Statement of Financial Position analysis

The Group's assets, amounting to 7.244,7 million Euro at 30 September 2015 (8.309,3 million Euro at 31 December 2014), mainly consist of loans to customers and available for sale financial assets.

Total loans to customers reached 3.176,2 million Euro, up 12,9% from 2.814,3 million Euro at the end of 2014. Specifically, at 30 September 2015 trade receivables reached 2.658,7 million Euro, up 203,7 million Euro from the end of 2014 (+8,3%). Receivables due from Italy's Public Administration at 30 September 2015 accounted for 31,0% of total receivables in the segment, compared to 27,1% at 31 December 2014, while receivables due from the private sector accounted for 69,0% (compared to 72,9% at 31 December 2014). Distressed retail loans rose 126,5 million Euro (+93,4%) to 261,9 million Euro, bringing the par value of receivables under management to 7.486,7 million Euro, largely thanks to the several acquisitions of portfolios made during the period. Tax receivables were down 5,6 million Euro to 113,9 million Euro (-4,7%), largely because the Group received payments on two significant exposures during the period. However, it should be noted that the receivables managed by the Tax Receivables sector totalled 130,0 million Euro (+8,8% compared to 31 December 2014), as they include also a 16,1 million Euro position classified under "receivables due from banks" because of the counterparty that originated the receivable. As for the Governance and Services segment, loans to customers were up 37,3 million Euro to 141,7 million Euro (+35,7%), largely due to margin lending with *Cassa Compensazione e Garanzia (CCG)* related to repurchase agreements in government bonds on the MTS platform.

With regard to activities in support of SMEs, the loans duration was confirmed as short-term, in line with the Group's strategy to support working capital. On average, it takes 3 months to collect receivables due from private sectors entities and approximately 4 months for those due from the Public Administration.

Total **net non-performing exposures**, also due to the recent acquisitions in the DRL segment, amounted to 396,7 million Euro at 30 September 2015, compared to 248,1 million Euro at the end of 2014 (+59,9%).

Net non-performing exposures in the trade receivables segment, which actually determine the Bank's overall credit quality, rose 19,7% from 112,6 million Euro at the end of 2014 to 134,8 million Euro. Net non-performing exposures accounted for 5,1% of all trade receivables (4,6% at 31 December 2014) and totalled 24,2% (25,7% in December 2014) as a proportion of the Group's equity.

Here below is the breakdown of the Group's net non-performing exposures in the trade receivables segment alone:

- At 30 September 2015, **net bad loans** amounted to 34,6 million Euro, compared to 33,0 million Euro in December 2014; the segment's net bad-loan ratio was 1,3%, unchanged from 31 December 2014;
- The balance of **net unlikely to pay**, the category including loans previously recognised as subjective substandard and restructured loans, was 42,5 million Euro at 30 September 2015, compared to 43,8 million Euro at 31 December 2014 (-2,8%). The decline was largely attributable to the improved coverage ratio, rising from 24,5% at 31 December 2014 to 27,1% at 30 September 2015, thanks to the Bank's rigorous assessment policy;
- **Net past due exposures**, which, according to the definition of the Bank of Italy, include also objective substandard loans in addition to exposures already classified as past due, amounted to 57,7 million Euro at 30 September 2015, compared to 35,8 million Euro in December 2014 (+61,1%). The increase was largely attributable to the addition of some individually significant positions to this category. Changes in non-performing past due exposures are a normal part of the Bank's business model. Net past due exposures referred for 1,9 million Euro (3,9 million Euro at the end of 2014) to receivables due from the Public Administration purchased outright as part of financing operations.

Available for sale (AFS) financial assets, which include debt and equity securities, stood at 3.677,9 million Euro at 30 September 2015, compared to 243,3 million Euro at the end of 2014 (+1.411%). This was largely attributable to the rearrangement of the government bond portfolio completed in April 2015. The relevant valuation reserve, net of taxes, was positive to the tune of 8,4 million Euro at 30 September 2015 (6,0 million Euro at 31 December 2014).

At 30 September 2015, **receivables due from banks** totalled 247,0 million Euro, compared to 274,9 million Euro at 31 December 2014 (-10,1%). This item includes some securities not listed on an active market with banking counterparties, totalling 5,0 million Euro (-54,5% compared to 31 December 2014), and treasury loans with other lenders, amounting to 225,9 million Euro (-14,4% compared to 31 December 2014), largely related to maintaining excess liquidity in the system. There are also 16,1 million Euro in receivables referring to the Tax Receivables sector, classified under this item because they are due from a counterparty that originated the receivable.

Funding, net of the rendimax savings account and the contomax current account, shall be analysed in a comprehensive manner based on market trends; it consists of wholesale funding through repurchase agreements (mostly classified under payables due to customers, as they are carried out with counterparties formally other than banks), refinancing transactions on the Eurosystem, and short-term treasury transactions with other lenders. Total **funding**, which amounted to 6.438,4 million Euro at 30 September 2015, down 16,8%

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compared to 31 December 2014, is represented for 91,6% by **Payables due to customers** (compared to 70,8% at 31 December 2014) and for 8,4% by **Payables due to banks** (compared to 29,2% at 31 December 2014).

Payables due to customers at 30 September 2015 totalled 5.900,5 million Euro (+7,6% compared to 31 December 2014). This increase was mainly due to the higher use of repurchase agreements with underlying government bonds and *Cassa di Compensazione e Garanzia* as counterparty, amounting to 2.840,5 million Euro (compared to 2.082,9 million Euro at the end of 2014). **Retail funding** totalled 2.947,4 million Euro at 30 September 2015, including 2.884,7 from rendimax and 62,7 million Euro from contomax, compared to 3.314,2 million Euro at 31 December 2014, as interest rates slid gradually throughout the year. The Bank still bears proportional stamp duty costs on rendimax and contomax, which amount to 0,20%.

Payables due to banks, amounting to 537,9 million Euro (compared to 2.259,0 million Euro at 31 December 2014, -76,2%), mainly consisted of 390,4 million Euro in funding from repurchase agreement transactions with underlying government bonds and 119,7 million Euro from refinancing operations on the Eurosystem (-94,6% from 2.226,9 million Euro at 31 December 2014). The latter amount referred entirely to the TLTRO loan received in December 2014 at a fixed 0,15% rate and maturing on 26 September 2018. The remainder of payables due to banks consists of interbank deposits, including 5,0 million Euro on the E-Mid platform. The significant decrease in Payables due to banks compared to the end of the previous year was due to the fact that the Bank carried out less refinancing operations on the Eurosystem, rather using the MTS platform and dealing with *Cassa di Compensazione e Garanzia* as counterparty. The Bank turns to the ECB or the MTS platform exclusively based on which is more convenient in light of interest rate trends.

At 30 September 2015, consolidated **Equity** was 557,0 million Euro, compared to 437,8 million Euro at 31 December 2014 (+27,2%).

As for **capital adequacy ratios**, the Total Own Funds Capital Ratio was 16,02% (14,21% at 31 December 2014) and the Common Equity Tier 1 (CET1) 15,34% (13,89% at 31 December 2014).

Outlook

The outlook for Europe's economy remains uncertain, with production projected to rise only moderately. Italy could stand out from the crowd by growing at a nearly 1% rate in 2015: if confirmed, this would represent a positive breakthrough after a protracted period weakness.

The international scenario is characterized by the concerns over a slowdown in China, which could negatively affect other countries, and by the difficulties that Emerging Markets are facing, dealing with particularly weak oil and commodity prices as well as unfavourable exchange rate movements.

In the reference European countries, the cost of money is still at record lows due to the ECB's monetary policy and extremely limited price change. The low or zero inflation rate is the result of the trend in commodity prices and, more generally, the relatively scant use of the factors of production. Monetary policy measures are expected to gradually bring back inflation to the Authorities' target, even though the chances of it achieving a value near but below 2% appear remote.

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It does not appear possible to leave the crisis behind without restarting the flow of credit to the real economy. In this context, Banca IFIS's ability to provide support to small and medium-sized businesses – also thanks to strengthening capital adequacy ratios and increasing liquidity – continues representing a competitive advantage, enabling it to acquire new customers and loans. The market is still characterised by the limited – albeit growing – supply of credit and the demand for appropriate solutions – especially for companies that are small in size and have less measurable or low credit standing. Over the last few quarters, the Bank has started to overhaul its distribution network, hiring new staff and renewing its organisation in order to better meet the needs of tomorrow. This is expected to result in further increases in the number of financed SMEs, lending volumes and overall profitability in the second half of 2016.

In this scenario, Banca IFIS looks forward to continued strong performance by all business areas for the end of 2015 and the year 2016.

The Bank can play an increasingly important role in the Distressed Retail Loans segment, providing solutions in demand at lenders and financial institutions across Italy. We will continue monitoring and bidding for the portfolios of receivables due from households that originators are expected to place on the market. Banca IFIS recently introduced organisational and operating solutions for managing NPLs that allow to expect increasing collection rates. Considering the abundant liquidity on the market, with portfolios often traded at significantly different prices based on their quality; the Bank's ability to turn the quality of the portfolios into a strength in dealings with debtors; and the opportunity to scale up operating volumes, benefiting the bank and the debtors involved in its initiatives, Banca IFIS will consider carrying out secondary market transactions. Specifically, Banca IFIS may sell already processed portfolios with the goal of freeing up resources, using them to further expand the business, or buy portfolios that other players already started processing.

As for tax receivables, the Bank is consolidating its leadership in this segment, given the good medium-term profitability of these investments.

The Governance and Services segment improved its profitability thanks to lower retail funding costs—the result of a planned reduction in funding and interest rates. The trend is expected to climb slightly upward because of the new 3-, 4- and 5-year maturities recently launched on the market.

In the fourth quarter, the Bank will also incur the disbursements related to the new deposit guarantee scheme and bank resolution mechanism, as well as the amendments introduced by European Legislator, pending their transposition into Italian law.

As for government bonds in the portfolio, based on the evidence and the current monetary policy, the Bank believes it will continue refinancing said portfolio at interest rates around or below zero, at least for the next quarters.

In this scenario, and considering the current dynamics in terms of potential margins from investments in government bonds, the Bank deems its position as appropriate. The Bank may look at potential opportunities in the event market conditions turn favourable.

Finally, the Bank will continue considering further opportunities on the segments it operates in as well as new related markets or those potentially interesting in light of its growth strategies.

In light of the above, the Group can reasonably expect to remain profitable also in the last quarter of 2015 and throughout 2016.

Significant subsequent events

There were no other significant events after the reporting date and up to the approval of this consolidated interim report at 30 September 2015.

Declaration of the Corporate Accounting Reporting Officer

Pursuant to Article 154 bis, Paragraph 2 of the Consolidated Law on Finance, the Corporate Accounting Reporting Officer, Emanuel Nalli, declares that the accounting information contained in this press release corresponds to the company's accounting records, books and entries.

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Stato Patrimoniaale Consolidato

ASSETS (in thousands of Euro)		AMOUNT AT		CHANGE	
		30.09.2015	31.12.2014	ABSOLUTE	%
10	Cash and cash equivalents	26	24	2	8,3%
20	Financial assets held for trading	338	-	338	n.a.
40	Available for sale financial assets	3.677.850	243.325	3.434.525	1411,5%
50	Held to maturity financial assets	-	4.827.363	(4.827.363)	(100,0)%
60	Due from banks	246.991	274.858	(27.867)	(10,1)%
70	Loans to customers	3.176.172	2.814.330	361.842	12,9%
120	Property, plant and equipment and investment property	52.137	50.682	1.455	2,9%
130	Intangible assets	7.031	6.556	475	7,2%
	<i>of which:</i>				
	- goodwill	823	819	4	0,5%
140	Tax assets:	39.023	40.314	(1.291)	(3,2)%
	a) current	1.037	1.972	(935)	(47,4)%
	b) deferred	37.986	38.342	(356)	(0,9)%
160	Other assets	45.120	51.842	(6.722)	(13,0)%
	Total assets	7.244.688	8.309.294	(1.064.606)	(12,8)%

LIABILITIES AND EQUITY (in thousands of Euro)		AMOUNT AT		CHANGE	
		30.09.2015	31.12.2014	ABSOLUTE	%
10	Due to banks	537.898	2.258.967	(1.721.069)	(76,2)%
20	Due to customers	5.900.458	5.483.474	416.984	7,6%
80	Tax liabilities:	23.904	14.338	9.566	66,7%
	a) current	8.680	70	8.610	12300,0%
	b) deferred	15.224	14.268	956	6,7%
100	Other liabilities	221.798	111.059	110.739	99,7%
110	Post-employment benefits	1.388	1.618	(230)	(14,2)%
120	Provisions for risks and charges	2.230	1.988	242	12,2%
	b) other reserves	2.230	1.988	242	12,2%
140	Valuation reserves	2.610	(109)	2.719	(2494,5)%
170	Reserves	298.783	237.874	60.909	25,6%
180	Share premiums	58.834	57.113	1.721	3,0%
190	Share capital	53.811	53.811	-	0,0%
200	Treasury shares (-)	(5.831)	(6.715)	884	(13,2)%
220	Profit (loss) for the period (+/-)	148.805	95.876	52.929	55,2%
	Total liabilities and equity	7.244.688	8.309.294	(1.064.606)	(12,8)%

Conto Economico Consolidato

ITEMS (in thousands of Euro)		FIRST NINE MONTHS		CHANGE	
		2015	2014	ABSOLUTE	%
10	Interest and similar income	188.185	243.606	(55.421)	(22,8)%
20	Interest and similar expenses	(29.512)	(76.824)	47.312	(61,6)%
30	Net interest income	158.673	166.782	(8.109)	(4,9)%
40	Commission income	47.150	48.802	(1.652)	(3,4)%
50	Commission expense	(3.191)	(5.220)	2.029	(38,9)%
60	Net commission income	43.959	43.582	377	0,9%
80	Net loss from trading	(23)	171	(194)	(113,5)%
100	Profit (loss) from sale or buyback of:	124.500	231	124.269	n.s.
	b) available for sale financial assets	124.500	231	124.269	n.s.
120	Net banking income	327.109	210.766	116.343	55,2%
130	Net impairment losses/reversal on:	(22.104)	(29.654)	7.550	(25,5)%
	a) receivables	(13.855)	(29.654)	15.799	(53,3)%
	b) available for sale financial assets	(8.249)	-	(8.249)	n.a.
140	Net profit from financial activities	305.005	181.112	123.893	68,4%
180	Administrative expenses:	(79.485)	(66.838)	(12.647)	18,9%
	a) personnel expenses	(36.076)	(31.528)	(4.548)	14,4%
	b) other administrative expenses	(43.409)	(35.310)	(8.099)	22,9%
190	Net provisions for risks and charges	(242)	(2.102)	1.860	(88,5)%
200	Net impairment losses/reversal on plant, property and equipment	(1.186)	(1.020)	(166)	16,3%
210	Net impairment losses/reversal on intangible assets	(1.515)	(1.353)	(162)	12,0%
220	Other operating income (expenses)	1.644	1.628	16	1,0%
230	Operating costs	(80.784)	(69.685)	(11.099)	15,9%
280	Pre-tax profit for the period from continuing operations	224.221	111.427	112.794	101,2%
290	Income taxes for the period relating to current operations	(75.416)	(37.239)	(38.177)	102,5%
340	Profit (loss) for the period attributable to the parent company	148.805	74.188	74.617	100,6%

Conto Economico Consolidato: 3° trimestre

ITEMS (in thousands of Euro)		3rd QUARTER		CHANGE	
		2015	2014	ABSOLUTE	%
10	Interest and similar income	56.014	74.768	(18.754)	(25,1)%
20	Interest and similar expenses	(8.128)	(21.601)	13.473	(62,4)%
30	Net interest income	47.886	53.167	(5.281)	(9,9)%
40	Commission income	15.582	16.300	(718)	(4,4)%
50	Commission expense	(870)	(1.707)	837	(49,0)%
60	Net commission income	14.712	14.593	119	0,8%
80	Net loss from trading	(179)	16	(195)	(1218,8)%
120	Net banking income	62.419	67.776	(5.357)	(7,9)%
130	Net impairment losses/reversal on:	(5.186)	(8.486)	3.300	(38,9)%
	a) receivables	(1.170)	(8.486)	7.316	(86,2)%
	b) available for sale financial assets	(4.016)	-	(4.016)	n.a.
140	Net profit from financial activities	57.233	59.290	(2.057)	(3,5)%
180	Administrative expenses:	(28.350)	(22.287)	(6.063)	27,2%
	a) personnel expenses	(12.394)	(10.310)	(2.084)	20,2%
	b) other administrative expenses	(15.956)	(11.977)	(3.979)	33,2%
190	Net provisions for risks and charges	(160)	(463)	303	(65,4)%
200	Net impairment losses/reversal on plant, property and equipment	(396)	(362)	(34)	9,4%
210	Net impairment losses/reversal on intangible assets	(546)	(471)	(75)	15,9%
220	Other operating income (expenses)	478	538	(60)	(11,2)%
230	Operating costs	(28.974)	(23.045)	(5.929)	25,7%
280	Pre-tax profit for the period from continuing operations	28.259	36.245	(7.986)	(22,0)%
290	Income taxes for the period relating to current operations	(10.233)	(12.112)	1.879	(15,5)%
340	Profit (loss) for the period attributable to the parent company	18.026	24.133	(6.107)	(25,3)%

Conto economico consolidato riclassificato: evoluzione trimestrale

RECLASSIFIED CONSOLIDATED INCOME STATEMENT: QUARTERLY EVOLUTION (in thousands of Euro)	YEAR 2015			YEAR 2014			
	3rd Q.	2nd Q.	1st Q.	4th Q.	3rd Q.	2nd Q.	1st Q.
Net interest income	47.886	54.110	56.677	51.682	53.167	58.723	54.892
Net commission income	14.712	14.878	14.369	14.770	14.593	14.865	14.124
Net result from trading	(179)	36	120	131	16	50	105
Profit (loss) from sale or buyback of:	-	124.500	-	3.581	-	-	-
Receivables	-	-	-	3.581	-	-	-
Available for sale financial assets	-	124.500	-	-	-	-	231
Net banking income	62.419	193.524	71.166	70.164	67.776	73.638	69.352
Net value adjustments/revaluations due to impairment of:	(5.186)	(10.861)	(6.057)	(1.645)	(8.486)	(12.786)	(8.382)
Receivables	(1.170)	(8.647)	(4.038)	(1.645)	(8.486)	(12.786)	(8.382)
Available for sale financial assets	(4.016)	(2.214)	(2.019)	-	-	-	-
Net profit from financial activities	57.233	182.663	65.109	68.519	59.290	60.852	60.970
Personnel expenses	(12.394)	(12.165)	(11.517)	(11.025)	(10.310)	(10.884)	(10.334)
Other administrative expenses	(15.956)	(11.411)	(16.042)	(24.009)	(11.977)	(11.902)	(11.431)
Net allocations to provisions for risks and charges	(160)	397	(479)	489	(463)	79	(1.718)
Net value adjustments to property, plant and equipment and intangible assets	(942)	(927)	(832)	(866)	(833)	(792)	(748)
Other operating income (expenses)	478	(2.141)	3.307	408	538	141	949
Operating costs	(28.974)	(26.247)	(25.563)	(35.003)	(23.045)	(23.358)	(23.282)
Pre-tax profit from continuing operations	28.259	156.416	39.546	33.516	36.245	37.494	37.688
Income tax expense for the period	(10.233)	(51.866)	(13.317)	(11.828)	(12.112)	(12.115)	(13.012)
Profit for the period	18.026	104.550	26.229	21.688	24.133	25.379	24.676

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EQUITY: BREAKDOWN (in thousands of Euro)	AMOUNTS AT		CHANGE	
	30.09.2015	31.12.2014	ABSOLUTE	%
Capital	53.811	53.811	-	0,0%
Share premiums	58.834	57.113	1.721	3,0%
Valuation reserve:	2.610	(109)	2.719	(2.494,5)%
- AFS securities	8.402	5.969	2.433	40,8%
- post-employment benefit	(167)	(262)	95	(36,3)%
- exchange differences	(5.625)	(5.816)	191	(3,3)%
Reserves	298.783	237.874	60.909	25,6%
Treasury shares	(5.831)	(6.715)	884	(13,2)%
Profit for the period	148.805	95.876	52.929	55,2%
Equity	557.012	437.850	119.162	27,2%

OWN FUNDS AND CAPITAL RATIOS (in thousands of Euro)	AMOUNTS AT	
	30.09.2015	31.12.2014
Common equity Tier 1 Capital (CET1) ⁽¹⁾	469.251	387.221
Tier 1 Capital (T1)	478.195	389.769
Total own funds	490.121	396.190
Total RWA	3.059.029	2.787.920
Common Equity Tier 1 Ratio	15,34%	13,89%
Tier 1 Capital Ratio	15,63%	13,98%
Total own funds Capital Ratio	16,02%	14,21%

DRL RECEIVABLES PERFORMANCE	(thousands of Euro)
Receivables portfolio at 31.12.2014	135.429
Purchases	117.370
Interest income from amortised cost	18.701
Other components of net interest income from change in cash flow	13.930
Losses/Reversals of impairment losses from change in cash flow	1.028
Collections	(24.569)
Receivables portfolio at 30.09.2015	261.889