

BANCA IFIS's BOARD OF DIRECTORS APPROVES THE DRAFT BALANCE SHEET OF 2005

- Year End results 2005 compared with Year End results 2004 according to the IAS/IFRS accounting principles.

- Consolidated profit 14,948 thousand Euro (+71.1%)
- ROE 27.7%
- Cost/Income Ratio 35.9%;

- ANNUAL SHAREHOLDERS' MEETING - 28 APRIL 2006

- PROPOSED - DIVIDENDS OF 0.24 EURO PER SHARE, TOTAL DIVIDENDS **6.9 MILLION (+131.0%)**

CONSOLIDATED PROFIT AND LOSS RESULTS (thousands of Euro)

	FINANCIAL PERIOD		VARIATION	
	31/12/2005	31/12/2004	ABSOLUTE	%
Interest Margin	15,479	13,524	1,955	14.5%
Earning Margin	38,182	27,958	10,224	36.6%
Net result from financial operations	34,206	23,904	10,302	43.1%
Operating costs	(13,691)	(10,526)	(3,165)	30.1%
Gross Profit	20,515	13,378	7,137	53.3%
Net Profit	14,948	8,734	6,214	71.1%

CONSOLIDATED BALANCE SHEET RESULTS (thousands of Euro)

	FINANCIAL PERIOD		VARIATION	
	31/12/2005	31/12/2004	ABSOLUTE	%
Loans to customers	710,901	468,181	242,720	51.8%
Funding	756,429	440,625	315,804	71.7%
ROE	27,7%	19,2%	---	8.5%
Cost/Income ratio	35,9%	37,6%	---	(1.7)%
Bad debts on loans/total loans	0,8%	1,4%	---	(0.6)%

The figures for 2004, both for the Balance Sheet and the Profit and Loss Account, have been drawn up again according to the International Accounting Standards, in order to compare them with the figures for 2005.

Banca IFIS's Board of Directors proposes to Parent Company Shareholders the allocation of 15,260,130 Euro profit for the period; 763,006 Euro would go to the legal reserve and Shareholders would be assigned a dividend of 0.24 Euro per share (+71.4%) for every share in circulation at the date of detachment, for a total maximum amount of approximately

6,936 thousand Euro (+131.0% in comparison to the 3.003 thousand Euro of the previous accounting period).

Mestre, 29 March 2006 – Banca IFIS's Board of Directors meeting took place today, under the chairmanship of Sebastien Egon Fürstenberg. Banca IFIS is a banking enterprise specialising in factoring and listed in the Star segment of the Italian Stock Exchange. The Board has, amongst other things, approved the draft balance sheet of 2005 drawn up according to the new International Accounting Standards IAS/IFRS.

Results of the Group

Banca IFIS lends financial support to Italian and international SMEs through Factoring.

Consolidated net profit for 2005 equalled 14,948 thousand Euro, a growth of 71.1% compared to 2004. ROE reached 27.7% (+8.5% if compared to 2004). The ratio of operating costs to the earning margin (cost/income ratio) equalled 35.9%. The net result of financial operations stood at 34,206 thousand Euro, an increase of 43.1% from 2004; Net value adjustment write-downs on loans, equalling 3,976 thousand Euro, reduced by 1.9% also thanks to improvement in the quality of receivables and the entire recovery of positions already written down in previous accounting periods for a total of 1,465 thousand Euro. Bad debts on loans decreased to 5,921 thousand Euro (6,598 thousand Euro in 2004) leading to a bad debts on loans/total loan commitments ratio of 0.8% (1.4% in 2004), while bad debts on loans over net equity stood at 5.9%. Hedging of gross bad debts on loans equalled 77.9%. Net difficult/potential problem loans reduced to a total of 1,698 thousand Euro.

Such results have been achieved thanks to rapid growth in the factoring activity. Turnover grew to 2,190 million Euro (+41.3% if compared to 2004), 17.1% of which was generated through international activities. These results were achieved despite the Italian Factoring market trend that declined by 3.9% to 101 million Euro in 2005 (Assifact data).

Due to the Capital Increase effected in December 2005, the Tier 1 ratio of Banca IFIS equalled 15.9% at the end of the period. Keeping in mind both the hopeful exercise of 'Banca IFIS 2005 - 2008' warrants and the hopeful conversion of the 'Banca IFIS Convertible Bond Loan 2004/2009', foreseen by 2009, Banca IFIS's Equity balance is sufficient to adequately support the development expected to be realised over the following periods.

Operating trends for the first Quarter of 2006 remain positive, with further growth in volumes compared to the corresponding period of 2005

Breakdown of loan commitments and turnover by geographic area:

The following table shows the geographical distribution of clientele with a separate indication for foreign clientele.

GEOGRAPHICAL DISTRIBUTION OF CLIENTELE	LOANS	TURNOVER
Northern Italy	34.1%	46.0%
Central Italy	37.6%	26.3%
Southern Italy	21.9%	12.9%
Abroad	6.4%	14.8%
Total	100%	100%

Parent Company results:

Parent company profit equalled 15,260 thousand Euro.

Shareholders' Meeting

The Ordinary Shareholders Meeting will be held on 28 April 2006 at 9:00am at the company Headquarters or, a possible second convocation on 3 May, at the same time and place. The agenda, besides the approval of the annual accounts 2005, will be the allocation of profits and Board Members' remuneration.

The dividend detachment date will be 8 May 2006 and the date of payment will be 11 May 2006.

The Directors' Report on all points of the agenda will be made public both at Banca IFIS's registered office and at Banca d'Italia, according to the senses of the law. This press release and all documents at the public's disposal are available on the company site, www.bancaifis.it.

Banca IFIS is the only Italian bank specialising in the Factoring activity. Founded in 1983 and listed in the Star segment of the Italian Stock Exchange, Banca IFIS does business mainly with SMEs, developing increasingly effective services for managing working capital. With Banca IFIS's help, thousands of enterprises every year find the solution to their problems concerning the management of their accounts receivables. The receivables managed by Banca IFIS (its turnover) totals 2 billion Euro a year and the bank is continuously expanding, both in Italy and on international markets.

For further information - Bonaparte 48:

Angel Bonerba
Danja Giacomini

cell. 335 5200795

angelo.bonerba@bonaparte48.com
danja.giacomini@bonaparte48.com

RECLASSIFIED CONSOLIDATED BALANCE SHEET
(in thousands of Euro)

ASSETS	PERIOD		VARIATION	
	31/12/2005	31/12/2004	ABSOLUTE	%
Receivables				
- from customers	710,901	468,181	242,720	51.8%
- from banks	128,845	13,859	114,986	829.7%
Available-for-sale financial assets	5,994	777	5,217	671.4%
Assets:				
- tangible	23,562	18,262	5,300	29.0%
- intangible	745	539	206	38.2%
Other asset items	6,659	7,046	(387)	(5.5)%
Total assets	876,706	508,664	368,042	72.4%

LIABILITIES	PERIOD		VARIATION	
	31/12/2005	31/12/2004	ASSOLUTA	%
Payables:				
- to customers	93,874	103,419	(9,545)	(9.2)%
- to banks	627,045	295,844	331,201	112.0%
Outstanding securities	35,510	41,362	(5,852)	(14.1)%
Severance/retirement allowance	1,307	926	381	41.1%
Tax liabilities	2,090	794	1,296	163.2%
Other liability items	16,567	12,081	4,486	37.1%
Net Equity:				
Capital, issue-premiums and reserves	85,365	45,504	39,861	87.6%
Net Profit	14,948	8,734	6,214	71.1%
Total Liabilities	876,706	508,664	368,042	72.4%

RECLASSIFIED CONSOLIDATED PROFIT AND LOSS ACCOUNT
(in thousands of Euro)

	PERIOD		VARIATION	
	31/12/2005	31/12/2004	ABSOLUTE	%
Interest Margin	15,479	13,524	1,955	14.5%
Net Commission	19,179	13,922	5,257	37.8%
Dividends and similar income	6,912	2,731	4,181	153.1%
Net result of trading activities	(3,438)	(2,525)	(913)	36.2%
Net result of hedging activities	---	660	(660)	n.s.
Profit from assignment of receivables	559	---	559	n.s.
Losses from the buyback of financial assets	(509)	(354)	(155)	43.8%
Earning Margin	38,182	27,958	10,224	36.6%
Net value adjustment write-downs on loans	(3,976)	(4,054)	78	(1.9)%
Net result of financial operations	34,206	23,904	10,302	43.1%
Personnel expenses	(8,416)	(6,643)	(1,773)	26.7%
Other administrative expenses	(4,973)	(3,678)	(1,295)	35.2%
Net value adjustments on tangible and intangible assets	(873)	(771)	(102)	13.2%
Other operating income (charges)	571	566	5	0.9%
Operating Costs	(13,691)	(10,526)	(3,165)	30.1%
Pre-tax profit	20,515	13,378	7,137	53.3%
Income tax	(5,567)	(4,644)	(923)	19.9%
Net profit	14,948	8,734	6,214	71.1%