PRESS RELEASE

UBI Banca reacts to the crisis by confirming its role as a bank close to businesses and families - with loans to customers increasing by 4% and direct funding from customers up by 8% year on year - partly absorbing the impact of the fall in interest rates on revenues with careful management of costs which are benefiting from the positive effects of the Group integration plan

- **normalised net profit in the first quarter of 2009 of 98,6 million euro (-47,4% year-on-year), a significant recovery compared to the last quarter of 2008.**

- **stated net profit of 24,3 million euro following adjustments to of available-for-sale financial assets amounting to 75,4 million euro in relation to share price performance; at the date of this press release those adjustments had been fully reversed following the recovery of share prices**

- **operating costs fall by 2,6% year-on-year as a result of the continuing implementation of the substantial cost synergies related to the integration programmes**

- **the cost of credit is down from the high levels of the last quarter of 2008, although it incorporates the inevitable impacts of the serious economic context (66 basis points compared to 129 basis points in the fourth quarter of 2008, 26 basis points in the first quarter of 2008 and 59 basis points in the 2008 financial year).**

- **net interest income down by 5,1% on an annual basis due to the strong contraction of the margin on funding from customers**

- **The substantial reductions in net commissions continued due primarily to the performance of indirect funding both in terms of inflows of funds and market value, penalised during the quarter by the performance of financial markets**

- **The contribution from the finance was positive (+45 million euro compared to March 2008).**

*** * ***

Bergamo, 8th May 2009 – The Management Board of UBI Banca, which met today, approved the Consolidated results of the UBI Banca Group as at and for the period ended 31st March 2009.

The income statement
The interim financial report was prepared in compliance with Art. 154 ter *of Legislative Decree No. 58/98, which implemented the "Transparency Directive", and according to IAS/IFRS international accounting standards.*

Operations in the first quarter of 2009 occurred in a continuing difficult economic context which had its effect on volumes of business, revenue generation and credit quality.
Although affected by this situation, the UBI Banca Group was able both to continue its mission as a local community bank, maintaining its support to small-to-medium size business customers and also to take

advantage of the advance in the implementation of the integration process (91% of activities completed at the end of March) and of the relative synergies created, above all with regard to costs.

The strategy adopted by the Group enabled it to achieve a normalised **net profit**, fully representative of ordinary activities, of 98,6 million euro, a reduction of 47,4% compared to 187,5 million euro in the first quarter of 2008 but recovering strongly compared to -102 million euro in the fourth quarter of 2008.

The stated net profit for the period on the other hand suffered from the posting of adjustments on available-for-sale financial assets (75,4 million euro), recognised in compliance with IAS accounting standards and not tax deductible. In fact, the volatility recorded on financial markets again in the first quarter of 2009 had further impacts on the market prices of some assets (in particular Intesa S. Paolo and A2A), which fell below their carrying value as at 31st December 2008. It is however to be noticed that the value of those shares at the time of this press release, having practically returned to the same level as at the end of 2008, would not result in any adjustment.
If the price recovery is confirmed as at 30th June 2009, the date of the interim report, the adjustments recognised at the end of the first quarter will be reversed, considering the accounting treatment for that category of assets.

Basically as a result of the inclusion of those adjustments, the stated net profit for the period amounted to 24,3 million euro (219,3 million euro in March 2008 and -551 million euro in the fourth quarter of 2008).

An examination of Group operating performance shows **operating income** of 995,7 million euro, down by 6,8% compared to 1.068 million euro in March 2008, as a result of a fall in net interest income and commissions related to the difficult economic context, only partially offset by the positive result for trading and hedging activity. On the other hand, operating income recorded significant growth of 15,7% compared to 861 million euro achieved in the fourth quarter of 2008.

Net interest income amounted to 693,8 million euro, a fall of 5,1% compared to 731 million euro in the first quarter of 2008. The effect of the sharp cut in reference interest rates on margins on funding from customers could not be fully offset by the trend for volumes of lending – which, although higher than the average at system level (+4% year-on-year for the UBI Group compared to +2,8%[1] at system level), was affected by weak demand from businesses – and by action taken to reprice risk on lending performed with consideration given to the bank's role as a bank close to businesses and families.

Net commissions earned in the first quarter of 2009, amounting to 250,4 million euro, decreased by 22,1% compared to the same period in 2008, which was however the best quarterly result recorded in 2008. The negative trend recorded in the first quarter is therefore expected to lessen during the course of the year.
The reduction is basically attributable to the lower commission income from management, trading and advisory services related to indirect funding (-60,5 million euro). The contribution from the sale of third party financial products already normally low was further reduced, amounting to approximately 7 million euro in the first quarter of 2009 compared to approximately 31 million euro in the first quarter of 2008.

Operating income benefited from **net profit on finance[2]** which was positive in 2009 by 18,2 million euro, an increase of 45,3 million euro compared to -27,1 million euro in 2008, as a result of a significant contribution from trading and hedging activities.

Other operating revenues and expenses, amounting to 21,3 million euro in 2009, fell compared to 28,3 million euro in 2008, primarily the result of recognising costs relating to the settlement of litigation involving one of the network banks of Group (3,6 million euro).

The results for the first quarter also included particularly encouraging performance by **operating costs**, which fell year-on-year by 2,6% in continuation of the virtuous trend that commenced during the course of 2008.

---

1 *Source: Italian Banking Association Monthly Outlook April 2009*
2 The finance result: net profit on trading, hedging, disposal and repurchase of financial assets and liabilities and on assets and liabilities at fair value.

Staff costs decreased to 378,6 million euro, the best quarterly result since the date of the merger and less than the figure for the first quarter 2008 (-4,3% compared to 395,4 million euro) and that for the fourth quarter of 2008 (-3,8% compared to 393,4 million euro). The number of permanent staff fell year-on-year (-231) along with use of staff on agency leasing contracts (-159), primarily as a result of the completion of the IT migrations, while numbers of staff on temporary contracts increased (+145).

Other administrative expenses, up to 182,8 million euro (173,8 in the first quarter of 2008) were affected mainly by the introduction at the beginning of 2009 of VAT on intragroup services, particularly penalising for groups of companies with a federal structure. It was not present in 2008 and will affect all the quarters of the current year. Net of the increase in indirect taxes and of one-off expenses incurred for the migration onto the Group IT system of the 13 branches acquired from Intesa S. Paolo (1,6 million euro), other administrative expenses decreased slightly.

Finally **net impairment losses on property, plant and equipment and intangible assets** recorded a fall of 12,9% to approximately 58 million euro, benefiting from the close down of the former IT system at the end of 2008: this positive impact, amounting to approximately 8 million euro, will increase further during the year.

Affected by the economic context, **net impairment losses on loans** amounted to 159,6 million euro, an increase compared to 59,7 million euro recorded in the first quarter of 2008, but nevertheless lower than in the fourth quarter of 2008, when they amounted to 310,4 million euro.
Compared to total net lending, net impairment losses on loans gave an annualised cost of credit of 66 basis points annualised in the first quarter of 2009 (26 bp in the same period of 2008, 129 bp in the fourth quarter of 2008 and 59bp in the 2008 financial year), below the average for the second half of 2008, as indicated in the business outlook for 2009 presented in the annual report.

The main **non-recurring items** in 2009 consisted of the adjustments on available-for-sale assets (-76,1 million euro) already mentioned, classified within the item "net impairment losses on other assets/liabilities", while they benefited in 2008 from the gain on the disposal of shares in UBI Pramerica (+57,3 million euro) recognised within the item "Profits /(losses) on disposal of equity investments".

Taxation for the period amounted to 102,7 million euro (160,7 in the first quarter of 2008) with a tax rate of 75% (38% in 2008) primarily the result of the non deductibility of the adjustments on available-for-sale financial assets, the increased burden as a consequence of the increased impairment losses on loans, not deductable for IRAP (local production tax) purposes and the greater non deductibility of interest expense (4% in 2009).

Finally, **net integration costs,** which reflect the progress made with the Group integration process, amounted to 6,4 million in 2009 compared to 14,4 million euro recorded in 2008.

The balance sheet

Despite the fall in demand that occurred following the general slowdown in orders, which led businesses to reduce their borrowing requirements, Group **loans to customers** actually rose to total 96,9 billion euro, an increase of 4% compared to March 2008 and of 0,5% compared to the end of 2008.

As concerns the **quality of the lending portfolio,** as at 31st March 2009, the ratio of net non performing loans to net lending stood at 0,98% compared to 0,79% in March 2008 (0,88% in December 2008) and the ratio of net impaired loans to net lending was 1,30% compared to 0,86% in March 2008 (1,20% in December 2008) in relation to the economic situation and the automatic reclassification of "past due" loans as "operationally impaired" loans after 60 days, not implemented in March 2008.

The performance for **direct funding from customers** was positive year-on-year (+8% to 95,7 billion euro, as a result of growth in amounts due to customers and in securities issued), while it fell compared to December 2008 (-1,9%) mainly as a result of the maturity of bond issues. Group funding as at 31st March 2009 was composed of funding from ordinary customers which accounted for approximately 86,3% and issues on international markets purchased by institutional investors accounting for 13,7% (Euro Medium Term Notes, commercial paper, Certificats de Depôt, preferred securities)..

As a result of the performance of lending and funding, the **net interbank position** rose to -3,1 billion euro (-5 billion euro in March 2008 and approximately -1 billion euro at the end of 2008) and the ratio of lending to funding reached approximately 101%.

Finally, total **indirect funding from private individual customers** continued to be affected by the unfavourable performance of financial markets, contracting year-on-year by 14,9% to 73,4 billion euro from 86,3 billion euro in March 2008 (74 billion euro in December 2008). Both assets under management and assets under custody were affected by the difficulties experienced on financial markets, which started in the second half of 2007 and are still in progress, falling year-on-year by 19,9% to 38,7 billion euro (39,2 billion euro in December 2008) and by 8,5% to 34,7 billion euro (34,9 billion euro in December 2008) respectively.
On the basis of Assogestioni (association of asset management companies) data, Group **net inflows into mutual investment funds** were negative in the first quarter of 2009 by approximately 200 million euro, while net inflows in April 2009 were positive by 55,8 million euro.

At the end of March 2009 the consolidated **shareholders' equity** of the UBI Banca Group, excluding profit for the period, amounted to 11.152 million euro (11.071 million euro in December 2008).

* * *

As at 31st March 2009, the human resources of the UBI Group totalled 20.966 a decrease of 244 compared to 21.210 in March 2008. The branch network at the end of the quarter consisted of 1.965 branches in Italy and nine abroad.

* * *

Declaration of the executive officer responsible for preparing corporate accounting documents

Elisabetta Stegher, as the executive officer responsible for preparing the corporate accounting documents of Unione di Banche Italiane Scpa, hereby declares, in compliance with the second paragraph of article 154 *bis* of the "*Testo unico delle disposizioni in materia di intermediazione finanziaria*" (consolidated law on financial intermediation), that the information contained in this press release is reliably based on the records contained in corporate documents and accounting records.

* * *

The quarterly consolidated financial report of UBI Banca as at and for the period ended 31st March 2009 will be published on the website of the Bank (www.ubibanca.it) within the legal time limits.

For further information:
Investor relations
Tel. 035 392217
email: investor.relations@ ubibanca.it;

External communication
Tel.030 2433591 – cell 335 8268310
email: relesterne@ubibanca.it
Copy of this press release is available on the website www.ubibanca.it

Attachments
Financial statements

UBI Banca Group:

- Reclassified consolidated balance sheet
- Reclassified consolidated income statement
- Consolidated income statement net of the main non recurring items
- Reclassified consolidated quarterly income statement
- Mandatory consolidated balance sheet
- Mandatory consolidated income statement

Notes on the financial statements

The mandatory financial statements were prepared on the basis of Bank of Italy Circular No. 262 of 22nd December 2005 and subsequent amendments and additions.

Following the partial disposal (50% of the share capital + 1 share) of UBI Assicurazioni Vita (now Aviva Assicurazioni Vita), concluded on 18th June 2008, which meant that the consolidation method was changed from full consolidation to consolidation using the equity method, pro-forma changes were made to the reclassified income statements for the first quarter of 2008 in order to back-date the new consolidation criterion to 1st January 2008. This, however, did not affect the final net results.
The change in the consolidation also affected the reclassified balance sheet, with changes in particular to direct funding from customers, resulting from the absence of Aviva Assicurazioni Vita financial funding, and to the portfolio of financial assets, resulting from the absence of the related investments.

The reclassified balance sheets (and also the mandatory statements) as at 31st March 2008 were affected by a reclassification of repurchase and reverse repurchase agreements with an institutional counterparty from item "amounts due to/from banks" to item "amounts due to/from customers", which affected also the related items in the income statements. This reclassification was necessary in order to align the classification of this counterparty in the former BLP and former BPU IT systems.

Finally, some items in the reclassified income statements for 2008 have been affected by reclassifications as a result of the following: on the one hand the alignment of the accounting policies of some non banking companies that were merged with Group accounting policies and on the other the implementation of Bank of Italy instructions to reclassify statutory auditors' remuneration from other administrative expenses to staff expenses.

The "notes on the reclassified financial statements" contained in the periodic financial reports of the Group may be consulted for a fuller comprehension of the rules followed in preparing the reclassified financial statements.

In order to facilitate analysis of the Group's performance and in compliance with CONSOB Communication No. DEM/6064293 of 28th July 2006, a special schedule has been included in the reclassified financial statements to show the impact on earnings only of the **principal non-recurring events and items** – since the relative effects on capital and cash flow, being closely linked, are not significant – which are summarised as follows

first quarter 2009
- integration costs;
- gain on the disposal of IW Bank shares;
- impairment of equity investments classified as AFS (Intesa Sanpaolo and A2A);
- disposal of UBI Assicurazioni line of business;
- sale to BPVI of the Palermo branch and of a part of a Brescia corporate business unit by BPCI;

first quarter 2008
- integration costs;
- gain on disposal of UBI Pramerica SGR shares;
- write-down of the interest held in Hopa.

UBI Banca Group: Reclassified consolidated balance sheet

Figures in thousands of euro	31.3.2009 A	31.12.2008 B	Changes A-B	% Changes	31.3.2008 pro-forma C	Changes A-C	% Changes A/C
ASSETS							
Cash and cash equivalents	601.322	793.657	(192.335)	-24,2%	518.117	83.205	16,1%
Financial assets held for trading	2.072.595	2.326.654	(254.059)	-10,9%	2.384.417	(311.822)	-13,1%
Financial assets at fair value	398.076	460.157	(62.081)	-13,5%	1.472.379	(1.074.303)	-73,0%
Available-for-sale financial assets	5.316.954	4.351.838	965.116	22,2%	3.789.154	1.527.800	40,3%
Held-to-maturity financial assets	1.657.865	1.630.844	27.021	1,7%	1.261.503	396.362	31,4%
Loans to banks	2.824.055	3.053.704	(229.649)	-7,5%	3.200.893	(376.838)	-11,8%
Loans to customers	96.892.382	96.368.452	523.930	0,5%	93.126.196	3.766.186	4,0%
Hedging derivatives	604.739	792.398	(187.659)	-23,7%	174.286	430.453	247,0%
Fair value change of hedged financial assets (+/-)	461.224	335.417	125.807	37,5%	6.715	454.509	n.s.
Equity investments	297.068	246.099	50.969	20,7%	274.543	22.525	8,2%
Technical reserves of reinsurers	77.691	88.362	(10.671)	-12,1%	83.682	(5.991)	-7,2%
Property, plant and equipment	2.144.779	2.170.867	(26.088)	-1,2%	2.137.213	7.566	0,4%
Intangible assets	5.613.720	5.531.633	82.087	1,5%	5.596.736	16.984	0,3%
of which: goodwill	*4.446.250*	*4.338.486*	*107.764*	*2,5%*	*4.357.165*	*89.085*	*2,0%*
Tax assets	1.555.575	1.512.530	43.045	2,8%	1.239.694	315.881	25,5%
Non-current assets and disposal groups held for sale	20.704	18.931	1.773	9,4%	13.205	7.499	56,8%
Other assets	1.940.263	2.274.142	(333.879)	-14,7%	2.851.620	(911.357)	-32,0%
Total assets	**122.479.012**	**121.955.685**	**523.327**	**0,4%**	**118.130.353**	**4.348.659**	**3,7%**
LIABILITIES AND SHAREHOLDERS' EQUITY							
Due to banks	5.953.954	3.980.922	1.973.032	49,6%	8.205.228	(2.251.274)	-27,4%
Due to customers	53.992.027	54.150.681	(158.654)	-0,3%	48.180.652	5.811.375	12,1%
Securities issued	41.707.004	43.440.556	(1.733.552)	-4,0%	40.389.743	1.317.261	3,3%
Financial liabilities held for trading	856.656	799.254	57.402	7,2%	722.880	133.776	18,5%
Hedging derivatives	981.373	635.129	346.244	54,5%	297.082	684.291	230,3%
Fair value change of hedged financial assets (+/-)	-	-	-	-	10.939	(10.939)	-100,0%
Tax liabilities	1.633.358	1.514.050	119.308	7,9%	1.937.137	(303.779)	-15,7%
Liabilities associated with disposal groups held for sale	77	4.412	(4.335)	-98,3%	-	77	-
Other liabilities	3.939.651	4.030.238	(90.587)	-2,2%	4.212.915	(273.264)	-6,5%
Staff severance provision	430.450	433.094	(2.644)	-0,6%	449.500	(19.050)	-4,2%
Provisions for liabilities and charges:	292.517	295.429	(2.912)	-1,0%	317.248	(24.731)	-7,8%
a) pension and similar obligations	80.892	81.285	(393)	-0,5%	83.517	(2.625)	-3,1%
b) other provisions	211.625	214.144	(2.519)	-1,2%	233.731	(22.106)	-9,5%
Technical reserves	405.032	408.076	(3.044)	-0,7%	381.520	23.512	6,2%
Share capital, share premiums and reserves	11.152.097	11.071.206	80.891	0,7%	11.642.377	(490.280)	-4,2%
Minority interests	1.110.471	1.123.637	(13.166)	-1,2%	1.163.862	(53.391)	-4,6%
Net profit for the the period	24.345	69.001	n.s.	n.s.	219.270	(194.925)	-88,9%
Total liabilities and shareholders' equity	**122.479.012**	**121.955.685**	**523.327**	**0,4%**	**118.130.353**	**4.348.659**	**3,7%**

UBI Banca Group: Reclassified consolidated income statement

Figures in thousands of euro	31.03.2009 A	31.03.2008 pro-forma B	Changes A-B	% Changes A/B	31.12.2008
Net interest income	693.791	731.023	(37.232)	-5,09%	2.982.127
of which: effects of the purchase price allocation	*(15.060)*	*(19.219)*	*4.159*	*-21,64%*	*-77.238*
Net interest income excluding the effects of the PPA	708.851	750.242	(41.391)	-5,52%	3.059.365
Dividends and similar income	1.844	1.636	208	12,71%	71.204
Profit (loss) of equity investments valued using the equity method	4.208	8.730	(4.522)	-51,80%	18
Net commission income	250.404	321.376	(70.972)	-22,08%	1.188.275
Net income from trading, hedging and disposal/repurchase activities and from assets/liabilities at fair value	18.254	(27.088)	45.342	-167,39%	(242.261)
Net income from insurance operations	5.941	4.111	1.830	44,51%	9.639
Other operating income / (expense)	21.291	28.281	(6.990)	-24,72%	80.737
Operating income	**995.733**	**1.068.069**	**(72.336)**	**-6,77%**	**4.089.739**
Operating income excluding the effects of the PPA	**1.010.793**	**1.087.288**	**(76.495)**	**-7,04%**	**4.166.977**
Staff costs	(378.564)	(395.394)	16.830	-4,26%	(1.584.178)
Other administrative expenses	(182.782)	(173.764)	(9.018)	5,19%	(749.260)
Net impairment losses on property, plant and equipment and intangible assets	(57.954)	(66.552)	8.598	-12,92%	(277.910)
of which: effects of the purchase price allocation	*(16.525)*	*(18.227)*	*1.702*	*-9,34%*	*(81.364)*
Net impairment losses on property, plant and equipment and intangible assets excluding the effects of the PPA	(41.429)	(48.325)	6.896	-14,27%	(196.546)
Operating costs	**(619.300)**	**(635.710)**	**16.410**	**-2,58%**	**(2.611.348)**
Operating costs excluding the effects of the PPA	**(602.775)**	**(617.483)**	**14.708**	**-2,38%**	**(2.529.984)**
Net operating income	**376.433**	**432.359**	**(55.926)**	**-12,94%**	**1.478.391**
Net operating income excluding the effects of the PPA	**408.018**	**469.805**	**(61.787)**	**-13,15%**	**1.636.993**
Net impairment losses on loans	(159.573)	(59.657)	(99.916)	167,48%	(566.223)
Net impairment losses on other assets/liabilities (1)	(74.346)	(10)	(74.336)	n.s	(510.550)
Net provisions for liabilities and charges	(9.790)	(8.489)	(1.301)	15,33%	(34.489)
Profits (loss) from disposal of equity investments	4.188	57.382	(53.194)	-92,70%	84.985
Profit (loss) on continuing operations before tax	**136.912**	**421.585**	**(284.673)**	**-67,52%**	**452.114**
Profit (loss) on continuing operations before tax excluding the effects of the PPA	**168.497**	**459.031**	**(290.534)**	**-63,29%**	**610.716**
Taxes on income for the period for continuing operations	(102.668)	(160.740)	58.072	-36,13%	(221.564)
of which: effects of the purchase price allocation	*10.144*	*12.033*	*(1.889)*	*-15,70%*	*51.258*
Integration costs	(6.402)	(14.420)	8.018	-55,60%	(67.236)
of which: staff costs	*(4.968)*	*(9.889)*	*4.921*	*-49,76%*	(47.796)
other administrative expenses	*(2.874)*	*(10.402)*	*7.528*	*-72,37%*	(41.920)
net impairment losses on property, plant and equipment and intangible assets	*(1.263)*	*(322)*	*(941)*	*292,24%*	(6.223)
taxes	*2.703*	*6.193*	*(3.490)*	*-56,35%*	28.703
After tax profit (loss) from discontinued operations	5.193	-	5.193	-	(15.727)
Profit (loss) for the period attributable to minority interests	(8.690)	(27.155)	18.465	-68,00%	(78.586)
of which: effects of the purchase price allocation	*3.483*	*4.128*	*(645)*	*-15,63%*	*18.868*
Profit (loss) for the period attributable to the Parent Bank excluding the effects of the PPA	*42.303*	*240.555*	*(198.252)*	*-82,41%*	157.477
Profit (loss) for the period attributable to the Parent Bank	**24.345**	**219.270**	**(194.925)**	**-88,90%**	**69.001**

Total impact of the purchase price allocation on the income statement	*(17.958)*	*(21.285)*	*(3.327)*	*(15,6%)*	*(88.476)*

(1) The item to 31/03/2009 includes the write-down of Banca Intesa shares amounting to -74,7 million euro and that for A2A shares amounting to -1,4 million euro, while the item to 31/03/2008 included the HOPA write-down amounting to -3,4 million euro.

UBI Banca Group: Reclassified consolidated income statement net of the most significant non-recurring items

Figures in thousands of euro	**31.03.2009**	Disposal of interests IW Bank	Impairment of AFS activities	Sale of the business line represented by finacial advisors in UBI Assicurazioni	Amendment to the sale price of the BPCI branches	Integration costs	**31.03.2009** **A**	**31.03.2008** pro-forma	Disposal interest of Pramerica	Impairment interest in Hopa	Integration costs	**31.03.2008** *pro-forma net of the most significant non-recurring items* **B**	Changes **A-B**	% Changes **A/B**
	Non-recurring items								Mon-recurring items					
Net interest income (including the effects of PPA)	693.791						693.791	731.023				731.023	(37.232)	-5,09%
Dividends and similar income	1.844						1.844	1.636				1.636	208	12,71%
Profit (loss) of equity investments valued using the equity method	4.208						4.208	8.730				8.730	(4.522)	-51,80%
Net commission income	250.404						250.404	321.376				321.376	(70.972)	-22,08%
Net income from trading, hedging and disposal/repurchase activities and from assets/liabilities at fair value	18.254						18.254	(27.088)				(27.088)	45.342	n.s.
Net income from insurance operations	5.941						5.941	4.111				4.111	1.830	44,51%
Other net operating income/(expense)	21.291						21.291	28.281				28.281	(6.990)	-24,72%
Operating income (including the effects of PPA)	**995.733**	**-**	**-**	**-**	**-**	**-**	**995.733**	**1.068.069**	**-**	**-**	**-**	**1.068.069**	**(72.336)**	**-6,77%**
Staff costs	(378.564)						(378.564)	(395.394)				(395.394)	(16.830)	-4,26%
Other administrative expenses	(182.782)						(182.782)	(173.764)				(173.764)	9.018	5,19%
Net impairment losses on property, plant and equipment and intangible assets (including the effects of PPA)	(57.954)						(57.954)	(66.552)				(66.552)	(8.598)	-12,92%
Operating costs (including the effects of PPA)	**(619.300)**	**-**	**-**	**-**	**-**	**-**	**(619.300)**	**(635.710)**	**-**	**-**	**-**	**(635.710)**	**(16.410)**	**-2,58%**
Net operating income (including the effects of PPA)	**376.433**	**-**	**-**	**-**	**-**	**-**	**376.433**	**432.359**	**-**	**-**	**-**	**432.359**	**(55.926)**	**-12,94%**
Net impairment losses on loans	(159.573)						(159.573)	(59.657)				(59.657)	99.916	167,48%
Net impairment losses on other assets and liabilities	(74.346)		76.144				1.798	(10)		3.377		3.367	1.569	-46,60%
Net provisions for liabilities and charges	(9.790)						(9.790)	(8.489)				(8.489)	1.301	15,33%
Profit (loss) from disposal of equity investments	4.188	(2.618)					1.570	57.382	(57.329)			53	1.517	n.s.
Profit (loss) on continuing operations before tax (incl. PPA)	**136.912**	**(2.618)**	**76.144**	**-**	**-**		**210.438**	**421.585**	**(57.329)**	**3.377**	**-**	**367.633**	**(157.195)**	**-42,76%**
Taxes on income for the period for continuing operations	(102.668)	116	(705)				(103.257)	(160.740)	7.599			(153.141)	(49.884)	-32,57%
Integration costs	(6.402)					6.402	-	(14.420)			14.420	-	-	-
After tax profit (loss) from discontinued operations	5.193			(2.625)	(2.536)		32	-			-		32	-
Profit (loss) for the period attributable to minority interests	(8.690)	185		3	422	(487)	(8.567)	(27.155)	563		(430)	(27.022)	(18.464)	-68,30%
Profit (loss) for the period attributable to the Parent	**24.345**	**(2.317)**	**75.439**	**(2.622)**	**(2.114)**	**5.915**	**98.646**	**219.270**	**(49.167)**	**3.377**	**13.990**	**187.470**	**(88.824)**	**-47,38%**

UBI Banca Group: Reclassified consolidated quarterly income statement

Figures in thousands of euro	2009 1Q	2008 4Q	3Q	2Q	1Q Pro-forma
Net interest income	693.791	778.524	740.671	731.909	731.023
of which: effects of the purchase price allocation	*(15.060)*	*(18.768)*	(15.172)	(24.079)	(19.219)
Net interest income excluding the effects of the PPA	708.851	797.292	755.843	755.988	750.242
Dividends and similar income	1.844	1.210	1.519	66.839	1.636
Profit (loss) of equity investments valued using the equity method	4.208	(14.556)	374	5.470	8.730
Net commission income	250.404	280.957	280.195	305.747	321.376
Net income from trading, hedging and disposal/repurchase activities and from assets/liabilities at fair value	18.254	(192.557)	(60.596)	37.980	(27.088)
Net income from insurance operations	5.941	(6.915)	2.743	9.700	4.111
Other net operating income/(expense)	21.291	13.848	17.815	20.793	28.281
Operating income	**995.733**	**860.511**	**982.721**	**1.178.438**	**1.068.069**
Operating income excluding the effects of the PPA	**1.010.793**	**879.279**	**997.893**	**1.202.517**	**1.087.288**
Staff costs	(378.564)	(393.405)	(380.090)	(415.289)	(395.394)
Other administrative expenses	(182.782)	(211.799)	(165.293)	(198.404)	(173.764)
Net impairment losses on property, plant and equipment and intangible assets	(57.954)	(77.467)	(66.949)	(66.942)	(66.552)
of which: effects of the purchase price allocation	*(16.525)*	*(26.663)*	*(18.237)*	*(18.237)*	*(18.227)*
Net impairment losses on property, plant and equipment and intangible assets excluding the effects of the PPA	(41.429)	(50.804)	(48.712)	(48.705)	(48.325)
Operating costs	**(619.300)**	**(682.671)**	**(612.332)**	**(680.635)**	**(635.710)**
Operating costs excluding the effects of the PPA	**(602.775)**	**(656.008)**	**(594.095)**	**(662.398)**	**(617.483)**
Net operating income	**376.433**	**177.840**	**370.389**	**497.803**	**432.359**
Net operating income excluding the effects of the PPA	**408.018**	**223.271**	**403.798**	**540.119**	**469.805**
Net impairment losses on loans	(159.573)	(310.399)	(102.868)	(93.299)	(59.657)
Net impairment losses on other assets/liabilities	(74.346)	(516.179)	2.122	3.517	(10)
Net provisions for liabilities and charges	(9.790)	4.531	(13.100)	(17.431)	(8.489)
Profits (loss) from disposal of equity investments	4.188	4.699	1.196	21.708	57.382
Profit (loss) on continuing operations before tax	**136.912**	**(639.508)**	**257.739**	**412.298**	**421.585**
Profit (loss) on continuing operations before tax excluding the effects of the PPA	**168.497**	**(594.077)**	**291.148**	**454.614**	**459.031**
Taxes on income for the period for continuing operations	(102.668)	125.544	(120.023)	(66.345)	(160.740)
of which: effects of the purchase price allocation	*10.144*	*14.320*	*11.123*	*13.782*	*12.033*
Integration costs	(6.402)	(21.825)	(16.954)	(14.037)	(14.420)
of which: staff costs	*(4.968)*	*(14.538)*	*(14.735)*	*(8.634)*	*(9.889)*
other administrative expenses	*(2.874)*	*(12.442)*	*(8.288)*	*(10.788)*	*(10.402)*
net impairment losses on property, plant and equipment and intangible assets	*(1.263)*	*(4.232)*	*(951)*	*(718)*	*(322)*
taxes	*2.703*	*9.387*	*7.020*	*6.103*	*6.193*
After tax profit (loss) from discontinued operations	5.193	- 4.698		- 11.029	-
Profit (loss) for the period attributable to minority interests	(8.690)	(10.552)	(19.908)	(20.971)	(27.155)
of which: effects of the purchase price allocation	*3.483*	*6.152*	*3.646*	*4.942*	*4.128*
Profit (loss) for the period attributable to the Parent Bank excluding the effects of the PPA	*42.303*	*(526.080)*	*119.494*	*323.508*	*240.555*
Profit (loss) for the period attributable to the Parent Bank	**24.345**	**(551.039)**	**100.854**	**299.916**	**219.270**
Total impact of the purchase price allocation on the income statement	(17.958)	(24.959)	(18.640)	(23.592)	(21.285)

UBI Banca Group: Mandatory financial statements - Consolidated balance sheet

Figures in thousands of Euro

ASSET ITEMS	31.3.2009	31.12.2008	31.3.2008
Cash and cash equivalents	601.322	793.657	518.121
Financial assets held for trading	2.072.595	2.326.654	2.915.918
Financial assets at fair value	398.076	460.157	1.472.379
Available-for-sale financial assets	5.316.954	4.351.838	6.016.175
Held-to-maturity financial assets	1.657.865	1.630.844	1.261.503
Loans to banks	2.824.055	3.053.704	3.212.163
Loans to customers	96.892.382	96.368.452	93.099.501
Hedging derivatives	604.739	792.398	174.286
Fair value change in hedged financial assets	461.224	335.417	6.715
Equity investments	297.068	246.099	186.650
Technical reserves of reinsurers	77.691	88.362	255.607
Property, plant and equipment	2.144.779	2.170.867	2.161.521
Intangible assets	5.613.720	5.531.633	5.603.978
of which:			
goodwill	4.446.250	4.338.486	4.362.385
Tax assets:	1.555.575	1.512.530	1.241.749
a) current	754.972	746.975	730.641
b) deferred	800.603	765.555	511.108
Non current assets and disposal groups held for sale	20.704	18.931	13.205
Other assets	1.940.263	2.274.142	2.870.183
Total assets	**122.479.012**	**121.955.685**	**121.009.654**

Figures in thousands of Euro

LIABILITIES AND SHAREHOLDERS' EQUITY	31.3.2009	31.12.2008	31.3.2008
Due to banks	5.953.954	3.980.922	8.205.228
Due to customers	53.992.027	54.150.681	48.864.032
Securities issued	41.707.004	43.440.556	40.341.576
Financial liabilities held for trading	856.656	799.254	722.880
Hedging derivatives	981.373	635.129	297.082
Fair value change of hedged financial liabilities	-	-	10.938
Tax liabilities:	1.633.358	1.514.050	1.940.714
a) current	869.438	744.869	874.539
b) deferred	763.920	769.181	1.066.175
Liabilities associated with disposal groups held for sale	77	4.412	-
Other liabilities	3.939.651	4.030.238	4.225.038
Staff severance provisions	430.450	433.094	449.646
Provisions for liabilities and charges:	292.517	295.429	317.282
a) pension and similar obligations	80.892	81.285	83.516
b) other provisions	211.625	214.144	233.766
Technical reserves	405.032	408.076	2.609.729
Valuation reserves	-59.323	-70.296	-137.825
Reserves	2.513.177	2.443.259	3.081.959
Share premiums	7.100.378	7.100.378	7.100.378
Share capital	1.597.865	1.597.865	1.597.865
Minority interests	1.110.471	1.123.637	1.163.862
Profit for the period	24.345	69.001	219.270
Total liabilities and shareholders' equity	**122.479.012**	**121.955.685**	**121.009.654**

UBI Banca Group: Mandatory financial statements - Consolidated income statement

Figures in thousands of Euro	31.03.2009	31.03.2008	31.12.2008
Interest and similar income	1.294.460	1.543.837	6.190.249
Interest expense and similar	(597.411)	(784.420)	(3.193.905)
Net interest income	**697.049**	**759.417**	**2.996.344**
Commission income	295.590	366.475	1.387.721
Commission expense	(45.186)	(50.949)	(199.446)
Net commission income	**250.404**	**315.526**	**1.188.275**
Dividends and similar income	1.844	1.636	71.204
Net profit (loss) from trading	6.325	(35.477)	(142.274)
Net profit (loss) from hedging activity	27.575	13.523	(18.459)
Profit (loss) on disposal or repurchase of:	1.283	1.655	29.452
a) loans	0	(442)	(8.147)
b) available-for-sale financial assets	2.475	(87)	30.046
c) held-to-maturity financial assets	-	154	-
d) financial liabilities	(1.192)	2.030	7.553
Net profit (loss) on financial assets and liabilities at fair value	(16.929)	(6.789)	(118.035)
Gross income	**967.551**	**1.049.491**	**4.006.507**
Net impairment losses on:	(233.919)	(60.232)	(1.069.718)
a) loans	(159.573)	(60.222)	(559.168)
b) available-for-sale financial assets	(76.238)	(3.377)	(516.917)
c) held-to-maturity financial assets	-	(234)	-
d) other financial transactions	1.892	3.601	6.367
Net financial operating income	**733.632**	**989.259**	**2.936.789**
Net insurance premiums	38.853	94.451	189.040
Other net profit (loss) of insurance operations	(36.393)	(107.951)	(191.426)
Net income from financial and insurance operations	**736.092**	**975.759**	**2.934.403**
Administrative expenses	(606.803)	(629.596)	(2.581.014)
a) staff costs	(383.532)	(405.792)	(1.631.974)
b) other administrative expenses	(223.271)	(223.804)	(949.040)
Net provisions provisions for liabilities and charges	(9.790)	(8.489)	(34.489)
Net impairment losses on property, plant and equipment	(28.904)	(30.879)	(123.567)
Net impairment losses on intangible assets	(28.045)	(33.729)	(151.045)
Other operating income/(expense)	56.861	66.467	226.884
Operating costs	**(616.681)**	**(636.226)**	**(2.663.231)**
Profits (losses) of equity investments	4.684	5.014	2.050
Net profit (loss) on fair valuation of tangible and intangible assets	-	-	-
Net impairment losses on goodwill	-	-	-
Profits (losses) on disposal of investments	3.712	57.982	82.953
Profit (loss) on continuing operations before tax	**127.807**	**402.529**	**356.175**
Taxes on income for the period for continuing operations	(99.965)	(156.104)	(192.861)
After tax profit (loss) on continuing operations	**27.842**	**246.425**	**163.314**
Profit (loss) after tax of discontinued operations	5.193	-	(15.727)
Profit for the period	**33.035**	**246.425**	**147.587**
Profit attributable to minority interests	(8.690)	(27.155)	(78.586)
Profit (loss) for the period attributable to the parent bank	**24.345**	**219.270**	**69.001**