

Pillar 3 Disclosure

30 June 2009

Pillar 3



Disclosure
Pillar 3



Banca Monte dei Paschi di Siena SpA
Paid in capital € 4,486,786,372.26

Registered at the Company Register in Siena – Registration number and tax code
00884060526

Member of the Italian Interbank Deposit Protection Fund. Register of bank no. 5274
Monte dei Paschi di Siena Banking Group, Register of Banking Groups

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Introduction

In order to strengthen market discipline, the Bank of Italy published Circular no. 263 on 27 December 2006, introducing disclosure obligations regarding capital adequacy, risk exposure and the general characteristics of the systems used to identify, measure and manage such risks.

The Pillar 3 Disclosure provides a complete picture of the risks taken, of the characteristics of the relative management and control systems, and of the capital adequacy of the Banking Group.

In compliance with said regulations, updated quantitative information is provided in accordance with the breakdown and numbering of the synoptic tables as indicated by Annex A, Section IV, Chapter 1 of Circular no. 263. Qualitative information is provided in the unabridged paper as of 31 December 2008.

In view of the time mismatch between the disclosure obligations of Pillar 3 and the corresponding consolidated reporting for Regulatory purposes, a few data contained in this paper might be subject to some fine-tuning.

The Montepaschi Group publishes the Pillar 3 Disclosure and its subsequent updates on its following website: www.mps.it/Investor+Relations.

2. Scope of Application

The contents of this Disclosure refer to the Monte dei Paschi di Siena Banking* Group. Within the Group there are no obstacles preventing the rapid transfer of capital resources or sums.

According to the provisions of the Supervisory authorities, the banks of the Group reduce their individual capital requirements by 25% since they do not show any capital shortages at consolidated level.

Within the Montepaschi Group, all non-consolidated subsidiaries do not show any capital shortages with respect to their own statutory capital requirements.

* According to the Supervisory Authorities definition

Table 2.1 – Consolidation area as of 30.06.2009

Name	Main office	Sector	Shareholding	Type of relationship (+)	Votes available % (**)	Treatment in the Balance Sheet	Treatment for Supervisory purposes	Type of Activity
BANCA MONTE DEI PASCHI DI SIENA S.p.A.	Siena	Banking				Full	Full	Banking
MPS CAPITAL SERVICE BANCA PER LE IMPRESE S.p.A.	Florence	Banking	99.92	1	99.92	Full	Full	Banking
MPS VENTURE SGR S.p.A.	Florence	Private equity fund management	70.00	1	100.00	Full	Full	Banking
MPS BANCA PERSONALE S.p.A.	Lecce	Savings promotion	100.00	1	100.00	Full	Full	Banking
MPS GESTIONE CREDITI S.p.A.	Siena	Credit recovery management	100.00	1	100.00	Full	Full	Banking
MPS LEASING E FACTORING S.p.A.	Siena	Leasing and factoring	100.00	1	100.00	Full	Full	Banking
MPS COMMERCIALE LEASING S.p.A.	Siena	Leasing and factoring distribution through non-banking channels	100.00	1	100.00	Full	Full	Banking
AGRISVILUPPO S.p.A.	Mantua	Agricultural development finance company	99.07	1	99.07	Full	Full	Financial
MAGAZZINI GENERALI FIDUCIARI DI MANTOVA	Mantua	Deposit and custody warehouses (for third parties)	100.00	1	100.00	Full	Full	Non-financial
MONTE PASCHI IRELAND LTD	Dublin	Financial activity	100.00	1	100.00	Full	Full	Financial
MONTE PASCHI FIDUCIARIA S.p.A.	Siena	Trust company	100.00	1	100.00	Full	Full	Financial
ULISSE S.p.A.	Milan	Credit Securitization vehicle	100.00	1	100.00	Full	Full	Financial
ULISSE 2 S.p.A.	Milan	Credit Securitization vehicle	60.00	1	60.00	Full	Full	Financial
CONSUM.IT S.p.A.	Siena	Consumer credit	100.00	1	100.00	Full	Full	Financial
MPS TENIMENTI FONTANAFREDDA e CHIGI SARACINI S.p.A.	Siena	Wine industry	100.00	1	100.00	Full	Full	Non-financial
MPS IMMOBILIARE S.p.A.	Siena	Real estate	100.00	1	100.00	Full	Full	Instrumental
G.IMM.ASTOR Srl	Lecce	Real estate renting	52.00	1	52.00	Full	Full	Non-financial
PASCHI GESTIONI IMMOBILIARI S.p.A.	Siena	Real estate management	100.00	1	100.00	Full	Full	Instrumental
CONSORZIO OPERATIVO GRUPPO MPS	Siena	IT and Information services	100.00	1	100.00	Full	Full	Instrumental
BANCA MONTE PASCHI BELGIO S. A.	Brussels	Banking	100.00	1	100.00	Full	Full	Banking
MPS PREFERRED CAPITAL I LLC	Delaware	Financial vehicle	100.00	1	100.00	Full	Full	Financial
MPS PREFERRED CAPITAL II LLC	Delaware	Financial vehicle	100.00	1	100.00	Full	Full	Financial
MONTE PASCHI BANQUE S. A.	Paris	Banking	100.00	1	100.00	Full	Full	Banking
MONTE PASCHI CONSEIL FRANCE	Paris	Financial intermediary	100.00	1	100.00	Full	Full	Financial
MONTE PASCHI INVEST FRANCE S.A.	Paris	Financial intermediary	100.00	1	100.00	Full	Full	Financial
IMMOBILIARE VICTOR HUGO	Paris	Real estate	100.00	1	100.00	Full	Full	Non-financial
MONTE PASCHI MONACO S.A.M.	Montecarlo	Banking	100.00	1	100.00	Full	Full	Banking
MONTEPASCHI LUXEMBOURG S.A.	Brussels	Financial vehicle	100.00	1	100.00	Full	Full	Financial
MPS INVESTMENTS S.p.A.	Siena	Equity investments management	100.00	1	100.00	Full	Full	Financial
CIRENE FINANCE Srl	Conegliano	Credit securitization vehicle	60.00	1	60.00	Full	Full	Financial
SIENA MORTGAGES 00-01 S.p.A.	Milan	Credit securitization vehicle	100.00	1	100.00	Full	Full	Financial
BIVERBANCA CASSA RISP, BIELLA E VERCELLI S.p.A.	Biella	Banking	59.00	1	59.00	Full	Full	Banking
MPS SIM S.p.A.	Milan	Securities intermediation	100.00	1	100.00	Full	Full	Financial
BANCA ANTONVENETA S.p.A.	Padua	Banking	100.00	1	100.00	Full	Full	Banking
ANTENORE FINANCE S.p.A.	Padua	Credit securitization vehicle	98.00	1	98.00	Full	Full	Financial
ANTONVENETA CAPITAL LLC I	Delaware	Credit securitization vehicle	100.00	1	100.00	Full	Full	Financial
ANTONVENETA CAPITAL LLC II	Delaware	Credit securitization vehicle	100.00	1	100.00	Full	Full	Financial

Table 2.1 – Consolidation area as of 30.06.2009

Name	Main office	Sector	Shareholding	Type of relationship (+)	Votes available % (**)	Treatment in the Balance Sheet	Treatment for Supervisory purposes	Type of Activity
ANTONVENETA CAPITAL TRUST I	Delaware	Credit securitization vehicle	100.00	1	100.00	Full	Full	Financial
ANTONVENETA CAPITAL TRUST II	Delaware	Credit securitization vehicle	100.00	1	100.00	Full	Full	Financial
ANTONVENETA IMMOBILIARE S.p.A.	Padua	Real estate	100.00	1	100.00	Full	Full	Instrumental
GIOTTO FINANCE S.p.A.	Padua	Credit securitization vehicle	98.00	1	98.00	Full	Full	Financial
GIOTTO FINANCE 2 S.p.A.	Padua	Credit securitization vehicle	98.00	1	98.00	Full	Full	Financial
SALVEMINI S.R.L.	Padua	Real estate	100.00	1	100.00	Full	Full	Instrumental
THEANO FINANCE S.p.A.	Padua	Credit securitization vehicle	98.00	1	98.00	Full	Full	Financial
INTEGRA S.p.A.	Florence	Consumer credit	50.00	7	50.00	Proportional	Proportional	Financial
BANCA POPOLARE DI SPOLETO S.p.A.	Spoletto	Banking	25.93	7	25.93	Proportional	Proportional	Banking
LA CITTADELLA S.p.A.	Padua	Real estate	100.00	1	100.00	Full	Excl. from Cons.	Non-financial
M.P. ASSURANCE S.A.	Paris	Insurance	99.40	1	99.40	Full	Excl. from Cons.	Insurance

(+) Type of relationship:

- 1 majority of voting rights in an ordinary shareholders' meeting
- 2 dominant influence in an ordinary shareholders' meeting
- 3 agreements with other partners
- 4 other forms of control
- 5 unitary vote as per art. 26, comma 1, of Leg. Decree 87/92
- 6 unitary vote as per art. 26, comma 2, of Leg. Decree 87/92
- 7 joint control

(**) Votes available in an ordinary shareholders' meeting distinguishing between actual votes and potential votes

3. Composition of Regulatory Capital

As of 30.06.2009
In thousands of euro

Table 3.1 – Composition of regulatory capital	
Positive items of Tier 1 capital	
Capital	4,538,103
Issue premium	4,035,176
Reserves	5,839,857
Non-innovative capital instruments	531,925
Innovative capital instruments	650,000
Profit for the period	299,964
Prudential filters: increases in Tier 1 capital	-
Total positive items of Tier 1 capital	15,895,025
Negative items of Tier 1 capital	
Shares or own shares	57,220
Goodwill	6,770,301
Other intangible assets	771,618
Loss for the period	-
Other negative items	-
Prudential filters: decreases in Tier 1 capital	665,661
Total negative items of Tier 1 capital	8,264,800
Tier 1 capital including items to be deducted	7,630,225
Decreases in Tier 1 capital	
Shareholdings in banks and financial entities equal to or higher than 20% of the capital of the affiliated company	45,419
Shareholdings in banks and financial entities equal to or higher than 10% but lower than 20% of the capital of the affiliated company	27,834
Shareholdings in banks or financial entities equal to or lower than 10% of the capital of the affiliated company	-
Investments in insurance companies	70,773
Expected losses surplus with respect to aggregate value adjustments	413,390
Deductions due to securitizations	-
Deductions due to settlement risk on non-DVP transactions	-
Total items to be deducted	557,416
TOTAL TIER 1 CAPITAL	7,072,809
Positive items of Tier 2 capital	
Valuation reserve	137,061
Non-innovative capital instruments not accounted for in Tier 1 capital	-
Hybrid capitalization instruments	3,236,444
Subordinated liabilities	2,921,575
Total positive items on Tier 2 capital	6,295,080
Negative items on Tier 2 capital	
Other negative items	4,864
Prudential filters: deductions from Tier 2 capital	24,819
Total negative items of Tier 2 capital	29,683
Tier 2 capital including items to be deducted	6,265,397
Shareholdings in banks and financial entities equal to or higher than 20% of the capital of the affiliated company	45,419
Shareholdings in banks and financial entities higher than 10% but lower than 20% of the capital of the affiliated company	27,834
Investments in insurance companies	70,773
Of which excess of expected losses with respect to aggregate value adjustments	413,390
Total items to be deducted	557,416
TOTAL TIER 2 CAPITAL	5,707,981
ITEMS TO BE DEDUCTED FROM TIER 1 AND TIER 2 CAPITALS	376,186
TOTAL REGULATORY CAPITAL	12,404,604
TOTAL TIER 3 CAPITAL	-
TOTAL REGULATORY AND TIER 3 CAPITAL	12,404,604

4. Capital Adequacy

As of 30.06.2009
In thousands of euro

Table 4.1 – Capital adequacy	
	Capital requirements
CREDIT RISK ACTIVITY	
Standard methodology	6,313,810
Exposures to governments and central banks	423
Exposures to local authorities	54,505
Exposures to non-profit organisations and public entities	87,533
Exposures to multilateral development banks	12
Exposures to International organisations	-
Exposures to controlled intermediaries	336,385
Exposures towards corporates	3,681,759
Retail exposure	825,366
Exposures guaranteed by real estate	320,064
Past due exposures	422,793
Exposures towards high risk categories for regulatory purposes purposes	106,938
Exposures in the form of guaranteed bank bonds	-
Short term exposures to corporates	-
Exposures to units in collective investment undertakings (UCI's)	20,218
Other exposures	427,931
Exposures to securitization	29,883
Advanced Internal Rating Based methodology	3,001,088
Exposures to corporates	2,680,889
Retail exposures	318,763
Guaranteed by real estate	266,223
Qualifying revolving retail exposures	1
Individuals	52,539
Other assets	1,436
TOTAL CREDIT RISK	9,314,898
MARKET RISK ACTIVITY	
Standardized methodology	499,418
General risk	292,188
Specific risk	178,189
Position risk of units in collective investment undertakings (UCI's)	11,151
Options	7,395
Exchange risk	10,494
Position risk in commodities	-
Internal models	
VAR	-
Other requirements	-
Settlement risk for DVP transactions	-
Required capital for fin. instruments exposed to risk factors not foreseen in rules	-
Concentration risk	-
TOTAL MARKET RISK	499,418
Adjustment to capital requirements for intra-group transactions	-904,743
OPERATIONAL RISK ACTIVITY	
Operational risk	
Base method	48,708
Standardized method	-
Advanced methods	629,033
TOTAL OPERATIONAL RISK	677,741
Floor integration	206,437
Other requirements	-
AGGREGATE CAPITAL REQUIREMENTS	9,793,750
Tier 1 capital ratio	5.8%
Total capital ratio	10.1%

5. Credit Risk: General information regarding all banks

As of 30.06.2009
In thousands of euro

Portfolio/Quality	Banking Group						Total	Period average*
	Non-performing	watchlist credits	Restructured exposures	Pat due exposures	Country risk	Other assets		
1. Financial assets held for trading	9,367	10,936	702	2,159	-	22,913,383	22,936,547	22,367,190
2. Available-for-sale financial assets	5,745	-	-	-	-	9,554,864	9,560,609	7,278,315
3. Held-to-maturity financial assets	-	-	-	-	-	3	3	3
4. Due from banks	12,317	15,473	-	24,288	41,305	12,923,453	13,016,836	15,316,276
5. Due from customers	4,107,045	3,722,688	677,385	1,321,188	56,694	135,266,021	145,111,021	145,232,106
6. Financial assets valued at fair value	-	-	-	-	-	209,435	209,435	194,737
7. Financial assets on sale	-	-	-	-	-	-	-	32,107
8. Hedging derivatives	-	-	-	-	-	128,239	128,239	113,700
Total 30/06/2009	4,134,474	3,749,097	678,087	1,347,635	97,999	180,955,398	190,962,690	
Total 31/12/2008	3,641,972	2,595,557	196,909	955,522	78,741	182,637,337	190,106,038	
Period average values*	3,888,223	3,172,327	437,498	1,151,579	88,370	181,796,368	190,534,364	

The table shows financial assets by each accounting portfolio and credit quality. The values indicated are used in the financial statements and refer to positions of both the banking portfolio and the trading portfolio for supervisory purposes.

*Average over the period 30 June 2009 - December 31, 2008

As of 30.06.2009
In thousands of euro**Table 5.2 – Geographical distribution of cash - and off- balance sheet exposures to customers**

Exposure/Geographical areas	ITALY			OTHER EUROPEAN COUNTRIES			AMERICA			ASIA			REST OF THE WORLD		
	Gross exposure	Net exposures	Adjustments	Gross exposure	Net exposure	Adjustments	Gross exposure	Net exposures	Adjustments	Gross exposure	Net exposure	Adjustments	Gross exposure	Net exposures	Adjustments
A. Cash exposures exposures															
A.1 Non-performing exposures	9,288,356	4,067,376	5,220,980	119,297	51,372	67,925	2,231	1,024	1,207	2,838	94	2,744	1,485	261	1,224
A.2 Watchlist credits	4,385,427	3,631,276	754,151	136,435	88,332	48,103	7,164	2,627	4,537	583	450	133	4	3	1
A.3 Restructured exposures	702,501	677,385	25,116	-	-	-	-	-	-	-	-	-	-	-	-
A.4 Past due exposures	1,395,450	1,305,923	89,527	15,025	15,114	(89)	117	112	5	20	19	1	20	19	1
A.5 Other exposures	146,048,203	145,202,516	845,687	5,883,163	5,861,912	21,251	1,068,132	1,065,845	2,287	188,010	187,305	705	624,804	624,372	432
Total A	161,819,937	154,884,476	6,935,461	6,153,920	6,016,730	137,190	1,077,644	1,069,608	8,036	191,451	187,868	3,583	626,313	624,655	1,658
B. Off-bal,sheet exposures															
B.1 Non-performing exposures	101,142	81,080	20,062	-	-	-	757	606	151	-	-	-	-	-	-
B.2 Watchlist credits	60,048	50,805	9,243	-	-	-	32	32	-	-	-	-	-	-	-
B.3 Other impaired assets	40,678	39,238	1,440	287	287	-	2	2	-	-	-	-	-	-	-
B.4 Other exposures	10,108,263	10,082,312	25,951	13776,323	13,775,444	879	1,466,110	1,466,109	1	22,779	63,547	(40,768)	101,794	61,023	40,771
Total B	10,310,131	10,253,435	56,696	13,776,610	13,775,731	879	1,466,901	1,466,749	152	22,779	63,547	(40,768)	101,794	61,023	40,771
Total (A+B) 30/06/2009	172,130,068	165,137,911	6,992,157	19,930,530	19,792,461	138,069	2,544,545	2,536,357	8,188	214,230	251,415	(37,185)	728,107	685,678	42,429

The table shows the geographical distribution of cash exposures and off-balance sheet loans to customers. The values indicated are used in the financial statements and refer to both the banking book and trading portfolio for supervisory purposes.

Table 5.3 – Geographical distribution of cash and off- balance sheet exposures to banks

Exposures/Geographical areas	ITALY			OTHER EUROPEAN COUNTRIES			AMERICA			ASIA			REST OF THE WORLD		
	Gross exposure	Net exposure	Adjustments	Gross exposure	Net exposure	Adjustments	Gross exposure	Net exposure	Adjustments	Gross exposure	Net exposure	Adjustments	Gross exposure	Net exposure	Adjustments
A. Cash exposures exposures															
A.1 Non-performing exposures	-	-	-	28,880	11,788	17,092	26,461	2,458	24,003	-	-	-	249	102	147
A.2 Watchlist credits	30,500	13,358	17,142	6,074	2,114	3,960	-	-	-	-	-	-	-	-	-
A.3 Restructured exposures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
A.4 Past due exposures	1,087	1,087	-	24,417	23,202	1,215	-	-	-	-	-	-	-	-	-
A.5 Other exposures	9,757,679	9,772,040	(14,361)	7,473,562	7,454,781	18,781	488,291	488,190	101	273,085	271,630	1,455	129,724	129,707	17
Total A	9,789,266	9,786,485	2,781	7,532,933	7,491,885	41,048	514,752	490,648	24,104	273,085	271,630	1,455	129,973	129,809	164
B. Off bal. sheet exposures															
B.1 Non-performing exposures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B.2 Watchlist credits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B.3 Other impaired assets	115	109	6	-	-	-	-	-	-	-	-	-	-	-	-
B.4 Other exposures	960,552	960,394	158	3,740,118	3,739,869	249	465,810	465,803	7	114,384	114,104	280	141,519	141,408	111
Total B	960,667	960,503	164	3,740,118	3,739,869	249	465,810	465,803	7	114,384	114,104	280	141,519	141,408	111
Total (A+B) 30/06/2009	10,749,933	10,746,988	2,945	11,273,051	11,231,754	41,297	980,562	956,451	24,111	387,469	385,734	1,735	271,492	271,217	275

The table shows the geographical distribution of cash and off-balance sheet exposures to banks. The values indicated are those used in the financial statements and refer to both the banking book and trading portfolio for supervisory purposes.

As of 30.06.2009
In thousands of euro

Table 5.4 – Distribution by sector of cash and off-balance sheet exposures to customers

Exposures/Counterparts	Governments and Central Banks				Other public entities				Financial companies				Insurance companies				Non-financial companies				others			
	Gross exposure	Specific value adjustments	Loan book adjustments	Net exposure	Gross exposure	Specific value adjustments	Loan book adjustments	Net exposure	Gross exposure	Specific value adjustments	Loan book adjustments	Net exposure	Gross exposure	Specific value adjustments	Loan book adjustments	Net exposure	Gross exposure	Specific value adjustments	Loan book adjustments	Net exposure	Gross exposure	Specific value adjustments	Loan book adjustments	Net exposure
A.- Cash exposures																								
A.1 Non-performing loans	26	26	-	-	349	138	-	211	88,173	71,556	-	16,617	6	4	-	2	7,813,557	4,379,802	-	3,433,755	1,512,096	842,555	-	669,541
A.2 Watchlist credits	-	-	-	-	8,980	5,401	-	3,579	201,396	93,460	-	107,936	-	-	-	-	3,533,858	556,518	-	2,977,340	785,380	151,547	-	633,833
A.3 Restructured exposures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	700,868	24,569	419	675,880	1,633	127	1	1,505
A.4 Past due exposures	-	-	-	-	12	-	-	12	13,071	113	-	12,958	1,076	-	-	1,076	973,029	50,976	-	922,053	423,444	38,355	-	385,089
A.5 Other exposures	11,200,392	5,825	11,194,567	3,586,549	1,354	3,585,195	13,530,508	25,419	13,505,089	1,319,090	166	1,318,924	86,464,967	715,752	85,749,215	37,710,807	121,846	37,588,961						
Total A	11,200,418	26	5,825	11,194,567	3,595,890	5,539	1,354	3,588,997	13,833,148	165,129	25,419	13,642,600	1,320,172	4	166	1,320,002	99,486,279	5,011,865	716,171	93,758,243	40,433,360	1,032,584	121,847	39,278,929
B. Off-bal. sheet																								
B.1 Non-performing	-	-	-	-	-	-	-	-	996	199	-	797	-	-	-	-	100,543	19,970	-	80,573	360	44	-	316
B.2 Watchlist credits	-	-	-	-	-	-	-	-	58	2	-	56	-	-	-	-	58,623	9,241	-	49,382	1,400	1	-	1,399
B.3 Other impaired assets	-	-	-	-	-	-	-	-	102	5	-	97	-	-	-	-	37,328	1,154	177	35,997	3,538	104	-	3,434
B.4 other exposures	1,464,837	-	1,464,837	237,886	7	237,879	10,723,591	1,173	10,722,418	792,257	169	792,088	11,628,250	25,014	11,603,236	628,448	471	627,977						
Total B	1,464,837	-	1,464,837	237,886	-	7	237,879	10,724,747	206	1,173	10,723,368	792,257	-	169	792,088	11,824,744	30,365	25,191	11,769,188	633,746	149	471	633,126	
Totale (A+B) 30/06/2009	12,665,255	26	5,825	12,659,404	3,833,776	5,539	1,361	3,826,876	24,557,895	165,335	26,592	24,365,968	2,112,429	4	335	2,112,090	111,311,023	5,042,230	741,362	105,527,431	41,067,106	1,032,733	122,318	39,912,055

The table shows the distribution by sector of cash and off-balance sheet exposures to customers. The values indicated are those used in the financial statements and refer to both the banking book and trading portfolio for supervisory purposes.

Table 5.5 – Time distribution by residual contractual life of financial assets

Items/time brackets	At sight	From more than 1 to 7 days	From more than 7 to 15 days	From more than 15 days to 1 month	From more than 1 month to 3 months	From more than 3 months to 6 months	From more than 6 months to 1 year	From more than 1 year to 5 years	More than 5 years	Undetermined
Cash assets	36,968,029	2,449,199	1,716,856	4,486,386	7,447,462	10,520,287	10,099,431	35,124,218	50,475,617	19,660,351
Government securities	214,737	-	-	-	222,729	453,643	260,197	2,676,991	4,336,446	1,727,859
Listed debt securities	17,854	31,457	8	6,986	16,502	274,062	1,090,804	925,176	633,346	40,109
Other debt securities	83,147	14,956	5,998	11,326	30,712	62,596	446,375	2,524,454	2,655,576	2,223,396
UCIT shares	1,117,821	62,887	-	-	-	-	-	57,024	1	10,706
Loans	35,534,470	2,339,899	1,710,850	4,468,074	7,177,519	9,729,986	8,302,055	28,940,573	42,850,248	15,658,281
- to banks	7,017,585	301,736	99,265	219,066	480,011	139,763	531,853	352,986	38,045	5,511,631
- to customers	28,516,885	2,038,163	1,611,585	4,249,008	6,697,508	9,590,223	7,770,202	28,587,587	42,812,203	10,146,650
Off-balance sheet transactions	12,660,699	8,360,940	2,667,316	4,532,123	14,590,537	8,043,975	9,494,033	19,171,983	12,842,176	129,637
Financial derivatives with exchange of principal	3,020,628	8,228,195	2,165,322	4,469,759	14,122,788	6,624,769	9,136,418	4,418,728	2,068,565	37,283
- Long positions	1,621,562	4,137,465	1,142,088	2,234,316	7,180,414	3,200,618	4,613,110	2,225,634	1,124,080	18,642
- Short positions	1,399,066	4,090,730	1,023,234	2,235,443	6,942,374	3,424,151	4,523,308	2,193,094	944,485	18,641
Receivable deposits and loans	535,564	132,645	501,360	56,325	155,653	128,664	47	-	-	-
- Long positions	534,987	1,874	155,666	21,087	7,075	34,417	24	-	-	-
- Short positions	577	130,771	345,694	35,238	148,578	94,247	23	-	-	-
Irrevocable commitments to grant loans	9,104,507	100	634	6,039	312,096	1,290,542	357,568	14,753,255	10,773,611	92,354
- Long positions	747,059	100	634	6,039	162,096	669,180	199,068	7,645,788	8,870,426	46,177
- Short positions	8,357,448	-	-	-	150,000	621,362	158,500	7,107,467	1,903,185	46,177

The table shows the time distribution by residual contractual life of financial assets. The values indicated are those used in the financial statements and refer to both the banking book and trading portfolio for supervisory purposes.

As of 30.06.2009
In thousands of euro

Table 5.6 – Cash exposures to banks: dynamics of total adjustment values						
Reasons/ Categories	Non-perf, exposures	Watchlist credits	Restructured exposures	Past due exposures	Country risk exposures	Total
A.Total initial adjustments	48,751	20,280	-	87	706	69,824
- of which: sold financial assets not derecognized						
B. Increases	869	6,403	-	1,215	73	8,560
B.1 value adjustments	170	6,403		1,215	58	7,846
B.2 transfers from other categories of impaired exposures						-
B.3 other increases	699	-			15	714
C. Reductions	8,378	5,582	-	87	264	14,311
C.1 writeback of adjustments	305	93	-	87	249	734
C.2 writeback on collection	565	-	-	-	-	565
C.3 derecognized assets	-	-	-	-	-	-
C.4 transfers to other categories of impaired exposures	-	-	-	-	-	-
C.5 other reductions	7,508	5,489			15	13,012
D. Final total adjustments	41,242	21,101	-	1,215	515	64,073
- of which: : sold financial assets not derecognized						-

The table does not include the value of adjustments made on the performing portfolio.

As of 30.06.2009
In thousands of euro

Table 5.7 – Cash exposures to customers : dynamics of total adjustment values						
Reasons/ Categories	Non-performing exposures	Watchlist credits	Restructured exposures	Past due exposures	County risk exposures	Total
A. Total initial adjustments	4,756,827	709,938	11,371	65,855	309	5,544,300
- of which: sold financial assets not derecognized	760,411	757	-	1,288	-	762,456
B. Increases	1,712,959	522,180	29,501	90,018	16	2,354,674
B.1 value adjustments	653,759	346,848	19,374	55,077	10	1,075,068
B.2 transfers from other categories of impaired exposures	173,340	5,304	3,050	-	-	181,694
B.3 other increases	885,860	170,028	7,077	34,941	6	1,097,912
C. Decreases	1,175,705	425,192	15,756	66,429	18	1,683,100
C.1 writebacks of adjustments	169,084	104,308	5,793	31,226	5	310,416
C.2 writeback on collection	53,039	19,025	312	458	8	72,842
C.3 derecognized assets	64,641	10,111	674	1,435	-	76,861
C.4 transfers to other categories of impaired exposures	929	154,956	1,081	24,727	-	181,693
C.5 other decreases	888,012	136,792	7,896	8,583	5	1,041,288
D. Final total adjustments	5,294,081	806,926	25,116	89,444	307	6,215,874
- of which: sold financial assets not derecognized	-	-	-	-	-	-

The table does not include the value of adjustments made on the performing portfolio.

6. Credit Risk: Information on the Portfolios subject to the Standardised Method and Specialised Credit Exposures and Capital Instruments using IRB Methods

As of 30.06.2009
In thousands of euro

Table 6.1 – Portfolios subject to the standardized method

Standard portfolios	Creditworthiness category							Total	Deductions from statutory capital
	01	02	03	04	05	06	Without creditworthiness category		
Governments and Central Banks	15,403,721	17,554	-	1,678	-	-	-	15,422,953	-
Supervised intermediaries	19,384,428	594,379	158,454	342,058	32,258	22	73,102	20,584,701	146,506
Local entities	2,971,874	-	-	-	-	-	-	2,971,874	-
Non-profit and Public Entities	706,148	-	5,179	35,376	-	-	908,644	1,655,347	-
Multi-lateral development banks	323,768	-	-	-	-	-	-	323,768	-
International Organizations	-	-	-	-	-	-	-	-	-
Companies and other entities	942,552	587,283	1,046,412	269,856	865,017	48,967	31,258,531	35,018,618	-
Retail exposures	-	-	-	-	-	-	13,704,073	13,704,073	-
Short term exposure to companies	-	-	-	-	-	-	-	-	-
Exposures to undertakings for collective investments in transferable securities (UCIT)	-	-	275	-	-	-	252,447	252,722	-
Exposures guaranteed by real estate	-	-	-	-	-	-	10,233,417	10,233,417	-
Past due exposures	-	-	-	-	-	-	4,171,426	4,171,426	-
High risk exposures	-	-	-	-	-	-	826,124	826,124	-
Securitized exposures	89,857	420,948	64,685	16,483	-	1,817	-	593,790	-
Other exposures	-	-	-	-	-	-	9,032,354	9,032,354	517,732
Total	39,822,348	1,620,164	1,275,005	665,451	897,275	50,806	70,460,118	114,791,167	664,238

The Table shows the exposures of the banking group subject to credit risk – standardized method; the exposures are reported by creditworthiness category (rating ECA/ECAI) and by statutory category. The exposures are calculated according to prudential supervisory regulations and take into consideration the risk mitigation techniques (compensations, guarantees etc.).

Category 1 contains the positions with the lowest risk weighting ratios which correspond to the best ratings (eg. Aaa for Moody's, AAA per Fitch and AAA for Standard & Poor's); as the creditworthiness category increases, also the risk weighting measures increase reaching category 6 which contains the worse ratings (eg. Caa1 and lower for Moody's, CCC+ and lower for Fitch and CCC+ and lower for Standard & Poor's).

The last column, "Deductions from supervisory capital", shows the exposures which were not considered for the purposes of assets weighting as they are directly deducted from the statutory capital.

7. Credit Risk: Information on the Portfolios subject to the IRB Approach

As of 30.06.2009
In thousands of euro**Table 7.1 – Exposures to corporates, advanced IRB method**

DP Class	Exposure	Undrawn Commitments*	Credit equivalent	Weighted average EAD for exposures	Weighted average LGD of the exposure (LGD%)	Average weight factor of the weighted risk for exposure (RW%)
First class of DP	4,599,643	9,279,357	1,035,563	12,606	37,4%	18,1%
Second class of DP	12,405,612	15,090,265	2,013,514	16,280	36,3%	39,3%
Third class of DP	25,100,936	14,368,505	2,373,970	13,445	33,6%	62,4%
Fourth class of DP	9,251,385	2,865,453	549,240	6,447	33,5%	102,4%
Fifth class of DP	1,704,302	490,479	60,161	1,098	32,7%	156,9%
Sixth class of DP	7,525,866	524,028	106,145	2,324	45,6%	NA
Total	60,587,744	42,609,087	6,138,593			

As of 30.06.2009
In thousands of euro**Table 7.2 – Retail exposure – Secured by real estate, advanced IRB Method**

DP Class	Exposure	Undrawn Commitments*	Credit equivalent	Weighted average EAD for exposures	Weighted average LGD of the exposure (LGD%)	Average weight factor of the weighted risk for exposure (RW%)
First class of DP	1,397	620	310	310	15,5%	2,8%
Second class of DP	14,494,440	113,680	38,050	24,743	14,5%	11,3%
Third class of DP	4,049,635	103,531	44,558	10,181	14,9%	20,6%
Fourth class of DP	1,261,091	25,609	8,430	1,937	15,3%	62,0%
Fifth class of DP	84,634	3,010	1,052	272	14,1%	85,7%
Sixth class of DP	506,458	5,582	786	81	15,0%	NA
Total	20,397,654	252,033	93,186			

* The amount of undrawn commitments refer to irrevocable and revocable commitments.

As of 30.06.2009
In thousands of euro

Table 7.3 – Retail exposure – Qualifying revolving credit, advanced IRB method

DP Class	Exposure	Undrawn Commitments*	Credit equivalent	Weighted average EAD for exposures	Weighted average LGD of the exposure (LGD%)	Average weight factor of the weighted risk for exposure (RW%)
First class of DP						
Second class of DP	130	9,389			26,0%	5,7%
Third class of DP	18	1,337			26,0%	9,4%
Fourth class of DP	0	26			0%	0%
Fifth class of DP	0	5			0%	0%
Sixth class of DP	1	56			73,0%	0%
Total	148	10,812				

As of 30.06.2009
In thousands of euro

Table 7.4 – Other retail exposure , advanced IRB method

DP Class	Exposure	Undrawn Commitments*	Credit equivalent	Weighted average EAD for exposures	Weighted average LGD of the exposure (LGD%)	Average weight factor of the weighted risk for exposure (RW%)
First class of DP	261	22			18,6%	5,8%
Second class of DP	1,687,925	1,254,203	79,917	2,575	36,0%	12,20%
Third class of DP	900,842	341,604	26,918	366	31,0%	22,7%
Fourth class of DP	508,353	93,309	8,322	123	29,0%	38,1%
Fifth class of DP	86,702	6,700	913	35	30,0%	60,4%
Sixth class of DP	853,231	18,425	2,428	161	48,0%	NA
Total	4,037,314	1,714,263	118,498			

* The amount of undrawn commitments refer to irrevocable and revocable commitments.

8. Risk mitigation techniques

As of 30.06.2009
In thousands of euro

Table 8.1 – Exposures secured by guarantees			
Portfolio	Financial collaterals	Personal guarantees	Total
Central Governments and Central Banks	5,202,790	32,763	5,235,553
Regulated Intermediaries	15,115,057	52,878	15,167,935
Geographical Entities	51,795	5,243	57,038
Non-profit and Public Entities	432,765	2,416	435,181
Multi-lateral Development Banks	1,736	-	1,736
International Organisations	-	-	-
Corporates and Other Subjects	4,033,806	-	4,033,806
Retail Exposures	2,123,053	-	2,123,053
Short term Exposure to Corporates	-	-	-
Exposure to Units in Collective Investment Undertakings (UCITs)	-	-	-
Exposures Secured by Real Estate	8,090	-	8,090
Exposure in the Form of Guaranteed Bank Bonds	-	-	-
Past due Exposures	548,955	-	548,955
High risk Exposures	-	-	-
Other Exposures	247,154	-	247,154
Total	27,765,201	93,300	27,858,501

The table provides, by asset class, the exposures of the banking group considered for credit risk purposes – standardized method secured by financial collaterals and by personal guarantees. The exposures taken into consideration are determined according to prudential regulatory rules, net of any compensation agreements. Therefore, the table does not include all kinds of guarantees; for example, the exposures guaranteed by real estate are not included, since they are not recognized for the purpose of risk mitigation and are directly represented in the same class, as shown in table 6.1.

There are no exposures hedged with credit derivatives, which are valid for the purpose of the risk mitigation techniques.

9. Counterparty Risk

As of 30.06.2009
In thousands of euro

Table 9.1 – Counterparty Risk: derivatives

	Gross Positive Fair value (book values)	Nettings	Net offset Fair value	Effect of guarantee agreements	Exposure
Derivatives	9,606,356	7,266,332	2,340,024	530,016	4,447,969

The table represents the exposure of the Banking Group to counterparty risk for derivative instruments. All the financial and credit derivatives traded over the counter (OTC) with any counterparty (institutional, corporate, retail counterparties etc.) are included in the table irrespective of the regulatory (trading and banking) portfolio they belong to.

In particular, the "gross positive fair value" corresponds to the book value of the above-mentioned contracts and therefore is inclusive of the netting agreements. The "Nettings" represent the gross positive fair value amount, which as a result of the agreements executed with the counterparties, is offset with negative fair value transactions. The "net offset fair value" indicates the positive fair value amount remaining after the compensations.

The "Exposure" is a value calculated according to the prudential regulatory rules; in the method of the current value used by the Montepaschi Group, it is based on the positive fair value net of set-off; this value is increased by the future credit exposure (add-on) and reduced by the effects of the guarantee agreements. The future credit exposure takes account of the probability that in future the current value of the contract, if positive, may increase or, if negative, may become a credit position. This probability is linked with the volatility of the underlying market factors and the residual maturity of the contract. In other terms, it is calculated on the basis of the notional amount of all the derivatives taken into consideration, both with a positive and negative fair value.

The overall exposure with reference to the Long Settlement Transactions and Securities Financing Transactions amounts to about 5.44 billion euro.

As of 30.06.2009
In thousands of euro

Tabella 9.2 – Distribuzione del fair value positivo per tipo di sottostante

	Interest rates	Currencies and gold	Equities	Credits	Other	Total
Derivatives	8,081,732	747,975	361,652	395,331	19,667	9,606,356

The table illustrates the breakdown of the positive gross fair value of OTC derivative contracts by kind of underlying assets.

As of 30.06.2009
In thousands of euro

Table 9.3 – Notional values of credit derivative contracts

Group of products	Banking Portfolio		Trading Portfolio for regulatory purposes	
	Protection purchases	Protection sales	Protection purchases	Protection sales
Credit default swap	351,033	500,000	10,086,826	9,440,514
Total Return Swap	-	-	23,980	-
Totale	351,033	500,000	10,110,806	9,440,514

The table shows the notional values of credit derivative contracts, by portfolio (banking and trading portfolio) and the role played by the Montepaschi Group (buyer/seller of protection).

10. Securitization

The Montepaschi Group undertook a process of improvement of liquidity risk management hinged on the establishment of operational limits and the management of reserve assets, in particular promptly marketable assets.

Effective 2007, the Group implemented four transactions of securitization of residential performing mortgage loans originated by BMPS for the purpose of increasing available eligible assets. The two transactions executed by the Parent Bank in December 2007 and March 2008 respectively, in relation to performing loans in an overall original amount of about EUR 8.5 bn. are included in this category.

In 2009, this was flanked by two new transactions through a special purpose vehicle named Siena Mortgages 09-6 in a nominal amount of EUR 8.5 bn. Such transactions created eligible assets which represent a considerable safety margin and improve the liquidity risk position of BMPS. Eligible securities (i.e. only senior Securities with a AAA rating) account for the major portion of the so-called "Counterbalancing Capacity", that is the capacity to meet short-term commitments through promptly marketable instruments.

The first transaction executed by the Parent Bank in December 2007 had an underlying portfolio of over 57,000 residential performing mortgage loans in a total amount of EUR 5,162.4 million with a an expected residual life of about 20 years. From the geographical viewpoint, 46% of the mortgage loans were disbursed in central Italy, with northern and southern Italy accounting for an equal 27% portion.

The vehicle company (Siena Mortgages 07-5 SpA) issued RMBS notes (Residential Mortgage Backed Floating Rate Notes) in the following tranches, for the purpose of funding the acquisition:

Class A1 securities (Aaa and AAA rating)	in a total amount of €/mln	4,765.90
Class B securities (A2 and A rating)	in a total amount of €/mln	157.45
Class C securities (Ba3 and BBB rating)	in a total amount of €/mln	239.00

In addition, the Group set up a cash reserve of € 123.90 mln corresponding to the class D Junior securities, 93% of the capital of the company (SpA) is held by a Dutch foundation (Stichting Aramatburg) with the remaining 7% held by Banca Monte dei Paschi di Siena SpA.

On 20 March 2008 the SPV, Siena Mortgages 07-5 SpA, approved another securitization transaction through the purchase of a portfolio of performing loans sold by the Parent

Bank in bulk and without recourse in an amount of € 3,416.00 mln. The purchase was executed on 31 March 2008.

For this transaction, the Group used again the vehicle company, Siena Mortgages 07-5 SpA, which issued RMBS notes (Residential Mortgage Backed Floating Rate Notes) in the following tranches, for the purpose of funding the acquisition:

Class A securities (Fitch rating AAA)	in a total amount of €/mln	3,129.40
Class B securities (Fitch rating A)	in a total amount of €/mln	108.30
Class C securities (Fitch rating BBB)	in a total amount of €/mln	178.30

In addition, a cash reserve in the amount of € 82.07 mln corresponding to the class D Junior securities was set up. The Parent Bank fully underwrote the notes issued by the vehicle. This transaction, with technical characteristics similar to the previous one, is also part of the general policy of consolidation of the Group liquidity position.

On 20 February 2009 the Group executed the first of the two securitizations for the current year, with a portfolio consisting of 45,781 performing mortgage loans of BMPS (including the former branches of Banca Agricola Mantovana, Banca Antonveneta and Banca Toscana merged into BMPS), for landed property or building purposes, with installments regularly paid as at the date of valuation of the portfolio sold (consisting of 1,657 mixed rate loans, 20,791 floating rate loans and 23,333 fixed-rate loans) in an amount of € 4,436 mln equalling the residual debt.

The vehicle company (Siena Mortgages 09-6 Srl) issued RMBS notes (Residential Mortgage Backed Floating Rate Notes) in the following tranches, for the purpose of funding the acquisition:

Class A1 securities (Fitch rating AAA)	in a total amount of €/mln	3,851.30
Class B securities (Fitch rating A)	in a total amount of €/mln	403.70
Class C securities (Fitch rating BBB-)	in a total amount of €/mln	181.45

In addition, the Group set up a cash reserve of € 106.70 mln corresponding to the class D Junior securities, 93% of the capital of the SPV, Siena Mortgages 09-6, is held by a Dutch foundation (Stichting Giglio), with the remaining 7% held by Banca Monte dei Paschi di Siena.

On 26 June 2009 the Group completed an additional securitization in an amount of EUR 4,088 million which included 44,148 performing mortgage loans under the name of individuals. The SPV, Siena Mortgages 09-6 Srl, was used again as the transferee of the assets of the transaction and the issuer of RMBS notes.

The mortgage loan transaction had the structure adopted for the other above-mentioned transactions (Siena Mortgages 07/5 first and second series and Siena Mortgages 09/6).

The AAA tranche accounts for about 85% of total assets sold, and is structured so as to be incorporated by the ECB in the list of eligible instruments.

Within the general project of enhancement of the value of the non-performing portfolio as contemplated by the Business Plan, on 28 December 2007 the Parent Bank had completed another securitization of NPLs.

The whole NPL portfolio, consisting of over 25,000 loans in a total book value of EUR 738.90 mln, was sold at the end of 2007. From the geographical viewpoint, 44.25% of mortgage loans were disbursed in central Italy, with northern Italy accounting for 25.33% and southern Italy + the islands accounting for 30.42%.

For this securitization, the Group used again the vehicle, Siena Mortgages 00-1 SpA, with an early repayment of the vehicle's original loans on 7 August 2007. The capital of the vehicle is fully held by Banca Monte dei Paschi di Siena SpA. Also in this case, the notes issued by the vehicle were fully underwritten by the originator, Banca Monte dei Paschi di Siena SpA, and sold loans were not derecognized from the balance-sheet.

Rating agencies for securitizations	
Type*	Rating agencies
MULTIORIGINATOR	
SIENA MORTGAGES 02-3 (BMPS EX B121 BT BAM)	Fitch Rating Ltd Moody's Investors Service Ltd Standard & Poor's Rating Services
SIENA MORTGAGES 03-4 (BMPS BT BAM)	Fitch Rating Ltd Moody's Investors Service Ltd Standard & Poor's Rating Services
MAS (BMPS BT BAM EX B121)	Moody's Investors Service Ltd Standard & Poor's Rating Services
ORIGINATOR	
SIENA MORTGAGES 07-5 (BMPS)	Fitch Rating Ltd Moody's Investors Service Ltd
SIENA MORTGAGES 07-5/BIS (BMPS)	Fitch Rating Ltd Moody's Investors Service Ltd
VINTAGE CAPITAL (BMPS)	Fitch Rating Ltd Moody's Investors Service Ltd
GONZAGA FINANCE (BAM)	Moody's Investors Service Ltd Standard & Poor's Rating Services
MANTEGNA FINANCE (BAM)	Moody's Investors Service Ltd Standard & Poor's Rating Services
MANTEGNA FINANCE II (BAM)	Moody's Investors Service Ltd Standard & Poor's Rating Services
GIOTTO FINANCE 2 SPA (BAV)	Moody's Investors Service Ltd Standard & Poor's Rating Services
SPOLETO MORTGAGES 03 4 (BP SPOLETO)	Moody's Investors Service Ltd Standard & Poor's Rating Services
SIENA MORTGAGES 09-6 (BMPS)	Fitch Rating Ltd
SIENA MORTGAGES 09-6/BIS (BMPS)	Fitch Rating Ltd
NON-PERFORMING	
SIENA MORTGAGES 00 1 (MPS GCBANCA)	Internal operation- Not Rated
ULISSE 2 SPA (MPS GCBANCA)	Fitch Rating Ltd Moody's Investors Service Ltd
ULISSE 4 (BP SPOLETO)	Moody's Investors Service Ltd

* The originator company is indicated in brackets.

As of 30.06.2009
In thousands of euro

Table 10.1 – Exposures underlying securitized assets

Type of asset/ Vehicle company	Net exposure	impaired exposure	Losses for the period
Non-performing loans	838,910	838,910	- 5,833
Mortgage loans*	17,122,681		
Bonds and credit derivatives*	75		
Other performing loans	504,098		
Total	18,465,764		

* In these three types are linked securitisations (Siena Mortgages 03 4, Mantegna and Vintage Capital Finance), for which the capital requirement for credit risk exposures to be calculated on the exposures to vehicle. Underlying assets amounted to approximately 795 million euros at 30 June 2009.

As of 30.06.2009
In thousands of euro**Table 10.2 – Type of exposure by weighting category**

Roles / Underlying assets	Weighting						Total
	20%	50%	100%	350%	1250%	1250% - no Rating	
Own securitizations							
Residential mortgage loans					1,817		1,817
Total Own securitizations					1,817		1,817
Third party securitizations							
Bonds							
Non-performing loans		49,780					49,780
Residential mortgage loans	10,619	2,202	3,287				16,108
Loans	15,726	361,950	61,398	13,498			452,572
Commercial mortgage loans	9,953	3,952		1,628			15,533
Consumer Loans				1,357			1,357
Leasing	3,559						3,559
Re-securitization	50,000	3,064					53,064
Total Third party securitiz,	89,857	420,948	64,685	16,483			591,973
Total	89,857	420,948	64,685	16,483	1,817		593,790

The table shows the exposures with respect to the securitizations by weighting category and type of transaction. The amounts indicated, in line with the regulatory requirements, are in relation to the exposures with respect to own and third party securitizations included in the banking portfolio. Therefore, the exposures with respect to the securitizations included in the regulatory portfolio for trading purposes are not included in the table. Furthermore, as far as own securitizations are concerned, according to the regulatory regulations, the exposures with respect to securitizations which a) are in relation to operations not recognised as securitizations - according to the prudential regulations – e.g. since credit risk is not actually transferred or b) because the risk-weighted value of all positions with respect to one securitization is higher than the weighted value of the securitised assets, calculated as if they had not been securitised (cap test).

The capital requirements of both a) and b) are calculated with reference to the securitised assets and not to the corresponding exposures with respect to the securitizations. Moreover, in these cases the securitised assets are classified under the regulatory classes of origin (exposures secured by real estate etc.) and are therefore excluded from the "securitizations" class.

13. Equities exposure: Information on the Positions included in the Banking Portfolio

As of 30.06.2009
In thousands of euro**Tabella 13.1 – Equity exposures – Banking Portfolio**

	Book value	Fair Value	Market Value	Exposure	Profit/Losses realized during the period	Gains/Losses in equity suspended	Gains/Losses in equity suspended: which count as core capital/additional
AFS	417,221	417,221		417,221	-	- 91,735	- 91,735
Listed	99,664	99,664	99,664	99,664	-	- 40,428	- 40,428
Unlisted	317,557	317,557		317,557	-	- 51,307	- 51,307
Stake	59,830			56,538	- 19,250	-	-
Listed						-	-
Unlisted	59,830			56,538	- 19,250	-	-
Total	477,052	417,221		473,759	- 19,250	- 91,735	- 91,735
Listed	99,664	99,664	99,664	99,664	-	- 40,428	- 40,428
Unlisted	377,388	317,557		374,095	- 19,250	- 51,307	- 51,307

The table highlights the equity investments in the banking book, not deducted from regulatory capital for portfolio benchmark.

The 'Exposure' is determined according to the rules of prudential supervision, such as holdings of significant influence exposure differs from the "Book value" for the start implicit.

The "capital gains / losses suspended in equity: of which count as core capital / additional" are charged to negative adjustment of core capital.

14. Interest rate risk on the positions included in the Banking Book

The MPS Group sensitivity at the 30 June 2009 showed a risk exposure profile with respect to increasing interest rates. The amount of the economic value at risk is in any case fully consistent with the amount of Tier 1 capital and the Capital for regulatory purposes, and well below the level considered as a critical threshold (20% in the case of an interest rate shock of 200 bp) according to the New Accord on Capital (Basel 2).

As of 30.06.2009
In thousands of euro

Shift (+/-)	Effect on interest margin	Effect on the Capital for regulatory purposes
Eur +200bp	0.62%	7.82%
Usd +200bp	0.13%	0.02%
Other +200bp	0.24%	0.12%
Total +200 bp	0.74%	7.96%
Eur -200bp	0.39%	10.50%
Usd -200bp	0.00%	0.07%
Other -200bp	0.27%	0.14%
Total -200 bp	0.13%	10.72%

The values are in relation to the sensitivity of the interest margin with respect to the final interest margin and the sensitivity of the economic value with respect to the capital for regulatory purposes.

Statement of the Officer in charge of preparing corporate accounting documents

The Officer in charge of preparing corporate accounting documents, Marco Morelli, declares that, pursuant to paragraph 2 of article 154 bis of the Act on Financial Intermediation, the accounting information contained in this document match the records, books and accounting entries.

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