

PRESS RELEASE

**UNIPOL GRUPPO FINANZIARIO –
2007 GROUP NET PROFIT
GROWING BY 38.4%**

The shareholding in Hopa was written down for €59m.

Consolidated net profit, deducted the writedown on Hopa, rose to €421m (+16.5%). Group profit showed a remarkable improvement (+38.4%) to €389m.

Net profit for the Parent Company Unipol Gruppo Finanziario S.p.A. was €288.8m.

In 2007 Non-Life gross direct written premiums were €4,289m (+5.6%), €2,611m of which in Motor (+4.4%) and €1,678m in Non-Motor (+7.5%), both businesses growing at higher rates than the market.

Life gross direct written premiums were €4,653m (-26.8%¹), whilst Life new business margins rose to 19% from 14% in 2006.

Life In-Force Value was €369m (+11.5%) and Life New Business Margin stood at 19% (13% in 2006¹).

Combined ratio was 94.4%, improving compared with 94.6% in 2006.

Unipol Banca customer deposits were €9,083m (+14.8%), and loans to customers €7,434m (+18.9%). Unipol Banca net profit rose to €36.7m (+21.8%).

A proposal has been put for total dividend distribution of €999.8m, €815.7m of which extraordinary dividend and €184.1m ordinary dividend, corresponding to unit dividend of €0.4161 each ordinary share (€0.0750 of which ordinary dividend and €0.3411 extraordinary dividend) and €0.4213 each preference share (€0.0802 of which ordinary dividend and €0.3411 extraordinary dividend). Coupon is expected to be detached on 19 May 2008 and payment on 22 May 2008.

The Ordinary Shareholders' Meeting of Unipol Gruppo Finanziario is convened on 23 and 24 April 2008 (in first and second call, respectively).

¹ The percentage was calculated net of Quadrifoglio Vita, a company in the course of being sold.

The Board of Directors of Unipol Gruppo Finanziario S.p.A., held today, approved the consolidated accounts, the unconsolidated draft accounts and the social report for the 2007 financial year. This year was marked by the Group corporate reorganization set up at 2006 year-end, which led to the start of Unipol Gruppo Finanziario S.p.A. (UGF), holding for participating interests and services.

With respect to business figures, in **insurance sector Non-Life gross direct written premiums** for the Group companies amounted to €4,289m (+5.6%), €2,611m of which in Motor (growing by 4.4%, compared with estimate for the market lower than 1%) and €1,678m in Non-Motor (+7.5%, a growth rate doubling that expected for the market). The traditional business pertaining to the composite companies (Unipol Assicurazioni and Aurora Assicurazioni²) recorded direct premiums of €3,791m (+5.6%) and the specialist companies (Linear, Unisalute and Navale Assicurazioni) of €498m (+5.9%). In particular, Unisalute recorded direct premiums of €114m, a growth rate of 21.8%, more than doubling that of the target sector, mainly thanks to the inception of contracts for health care assistance subscribed with some professional category funds.

Life gross direct written premiums for the companies of the Group were €4,653m (-30.7%). The decrease in Life premiums reflected both the termination of the bancassurance agreement with the MPS Group and relating to the company Quadrifoglio Vita, which ceased to collect new premiums (-26.8% excluding Quadrifoglio Vita income for both periods) and the policies adopted by the Group as regards capital redemption contracts (not-underwriting of corporate policies and focus on retail business). The reduction involved both the composite companies (-38.1%) and the bancassurance ones (-25.6%). Premium income relating to Pension Funds was, instead, very positive (€200m, +162%), especially with respect to closed-end pension funds with guarantee, linked to the intense activity subsequent to the pension reform, which led to the allocation of the severance indemnity fund (*TFR – trattamento di fine rapporto*) to supplementary pension schemes. In 2007, in particular, Unipol Assicurazioni was entrusted with the financial management of 13 new mandates (12 of which 'with guarantee'). As at 31 December 2007 the mandates managed by the Group were 25, 10 of which without guarantee and 15 with guarantee.

Pro quota consolidated new business volume amounted to €2,700m (-23.4%) and the corresponding APE³ to €297m (-25.8%⁴).

2007 Group Life In-Force Value⁵ was €369m, improving by 11.5% over the like-for-like figure in 2006 (€331m⁶), notwithstanding the absence of capitalization products for a considerable amount.

² Including premiums recorded between 1 January and 31 August 2007 pertaining to UGF after hive-down of the insurance business.

³ APE are calculated as the sum of annual premiums from new business and one tenth of single premiums from new business.

⁴ Variation in new Business volume and APE is calculated net of Quadrifoglio Vita business in both financial years.

⁵ In-Force Value is the Life portfolio value in force.

⁶ The hypothesis adopted to calculate these values are: 6.5% discount rate, 4.25% assets yield rate and 35% tax rate. These hypothesis were also used to calculate the same values for the 2006 financial year.



Life New Business Value stood at €56m, growing over the like-for-like 2006 figure of €53m. The strategy to focus on operations implying higher value business allowed a remarkable improvement in Life new business margin, reaching 19% (13% in 2006), in line with the trend as provided for in the plan⁷.

Overall **earned premiums**, net of outward reinsurance, were €7,463m, €3,934m of which in Non-Life business and €3,528m in Life business.

Growth in Non-Life premiums was also owed to the considerable attention paid to the portfolio quality. **Combined ratio** – as calculated on direct and indirect business and net of reinsurance – decreased, therefore, to 94.4% (94.6% in 2006). It is made up of loss ratio decreasing to 72.6% (73.1% in 2006) and expense ratio of 21.8% (21.5% in 2006). Excluding the integration of provisions carried out by Navale Assicurazioni on claims occurred by 2005 and guaranteed by the Mutuelles du Mans Group, which do not impact on the income statement, combined ratio decreases to 93.7%⁸.

Technical provisions at 2007 year-end amounted to €26,074m (€7,499m of which in Non-Life business and €18,575m in Life business), an increase by 8.5% over 2006.

On the whole, insurance business impacted on **profit before taxation** for €639m (€555m in 2006)⁹.

At 2007 year-end the composite companies' **distribution network** was made up of 1,695 agencies (1,108 of which Aurora Assicurazioni agencies and 587 Unipol Assicurazioni agencies). Navale Assicurazioni operates through 302 mostly non-exclusive agencies, 261 brokers (262 as at 31/12/2006) and two credit institutions. BNL Vita distributes its products through about 700 BNL Group outlets.

In **banking business** Unipol Banca carried on the strategy to expand its sales network, reaching 282 branches at 2007 year-end (+17 over the end of 2006), 167 of which co-located with Group insurance agencies, with which they operate in full synergy. Unipol Banca grew considerably in both **customer deposits**, which rose to €9,083m (+14.8%) and **loans** to customers, which were €7,434m (+18.9%).

Gross operating income grew by 17.2%, to €283m.

Unipol Banca **net profit** was €36.7m (+21.8%)

⁷ Figures relating to Life In-Force Value, New Business Value and New Business Margin are calculated excluding Quadrifoglio Vita.

⁸ This indicator is the sum of two indices: the first one is the loss ratio, net of outward reinsurance (72.6% and, considering the aforesaid recovered guaranteed claims of Navale Assicurazioni, 71.9%), resulting from the incidence of net claims charges on net premiums; the second one is the expense ratio (21.8%) and it results from the ratio of total operating expenses, net of investment management charges, to the net written premiums.

⁹ To highlight is that the mismatch between the two results is impacted by a difference in the basis of consolidation. In 2007 the financial figures pertaining to BNL Vita have been consolidated at 50% i.r.o. the first 6 months and at 100% i.r.o. the second half of the year (in 2006 they had been consolidated at 50% for the whole financial year). On a like-for-like basis, 2006 profit before taxation in the insurance business was €566m.

As at 31 December 2007 Group **investments and liquid assets** totalled €39,405m, an increase by €2,055m over 31 December 2006 (+5.5%)¹⁰. Investments and liquid assets in the insurance sector were €29,555m, an incidence of 75% on the Group total, whereas those in banking business amounted to €10,238m, made up for 91.7% of loans to, and receivables from customers and banks.

Net investment income were €1,131m (-2.8%)¹¹, with net profitability of 3.4%. To point out is that, amongst net income and charges from financial assets available for sale, unrealised capital losses for €59.4m were booked which relate to the Hopa shareholding, the unit book value of which was brought to €0.353 per share from €0.955 following the estimated economic effects subsequent to the sales of shareholdings (mainly Telecom Italia) recently carried out by the company.

Following the aforesaid assessment i.r.o. Hopa (capital losses of €59.4m), **Group consolidated profit** for the financial year 2007 – which had been estimated exceeding €460m as at 31 January 2008 – was €421m (+16.5% over 2006).

Net of minority interests of €32m, **profit for the Group** rose to €389m (+38.4%).

Shareholders' equity pertaining to the Group, including the result for the period, was €4,988m as at 31 December 2007 (€5,358m as at 31 December 2006). Shareholders' equity pertaining to minority interests was €287m (€515m as at 31 December 2006).

The equity reserve relating to financial assets available for sale (AFS) is about -€654m¹². The variation over the book value of the same figure as at 30 June 2007 (-€568m) is due to the market value decrease in the shareholding in Banca Monte dei Paschi di Siena, for about €70m, and to the negative impact from application of the new rates recently introduced i.r.o. direct income taxation, for around €50m. In the period, portfolio showed a considerable improvement in the bond component for about €140m, offset by value decrease in the remaining equity component for approximately €130m.

Annual Accounts of the parent company Unipol Gruppo Finanziario S.p.A.

Following the corporate reorganization plan, as from 1 September 2007 Unipol Gruppo Finanziario is the Group holding. Net profit for the 2007 financial year was €288.8m.

¹⁰ On a like-for-like basis, i.e. including Quadrifoglio Vita investments, as reclassified according to IFRS 5 under item 'Non-current assets or assets of a Group held for sale', and 100% of those of BNL Vita as at 31/12/2006, the variation is -3.9%.

¹¹ On a like-for-like basis and considering 100% of BNL Vita net income in the second half of 2006, the variation is -6.9%.

¹² Net of reductions in value for about €26m relating to Quadrifoglio Vita assets, under disposal. Including this amount, the book value is approximately -€680m.

Dividends

In light of the successful results achieved and following the resolutions taken by the Board of Directors of 13 December 2007, a proposal will be put to the General Shareholders' Meeting of Unipol Gruppo Finanziario for a total dividend distribution of €999.8m, €815.7m of which are extraordinary dividends and €184.1m ordinary dividends.

In particular, a proposal will be put for unit dividend distribution of:

- €0.4161 each ordinary share (€0.0750 of which ordinary dividend and €0.3411 extraordinary dividend), corresponding to a total dividend yield of 24.2% (and of 4.4% if calculated net of the extraordinary component) based on the closing prices as at 19 March 2008;
- €0.4213 each preference share (€0.0802 of which ordinary dividend and €0.3411 extraordinary dividend), corresponding to a total dividend yield of 26.6% (and of 5.1% if calculated net of the extraordinary component) based on the closing prices as at 19 March 2008.

Coupon is expected to be detached on 19 May 2008 and payment on 22 May 2008. We inform that the extraordinary dividend represents income to shareholders for a 20.621% stake.

Significant events after the end of the financial year and expected business outlook

Amongst the significant events occurred in 2008, to highlight is that on 28 February 2008, Unipol Assicurazioni sold its shareholding in the Belgian company P&V Holding Sa – corresponding to 2.36% of the share capital – for a capital gain of €2m.

Business outlook in the first two months 2008 shows a regular trend, including a still remarkable growth in Non-Life premiums, in line with the expected further increase for the sector, although lower than that recorded in 2007. Life business income from the agency network remains substantially unchanged and bancassurance business shows a decrease after the expected sale of the Quadrifoglio Vita stake and income from BNL Vita, which in 2007 was concentrated especially in the first months of the year.

Business management costs show a regular trend.

On the whole, no remarkable events are to be pointed out as at today other than those involving the ordinary corporate policy, focused on further improving profitability.

General Shareholders' Meeting

The Ordinary Shareholders' Meeting of Unipol Gruppo Finanziario is convened on 23 and 24 April 2008 (in first and second call, respectively).

In the Ordinary session the General Shareholders' Meeting will be called to approve the Annual Accounts for the financial year, as well as the adoption of a stock granting plan intended only to the former employees of Aurora Assicurazioni S.p.A.



whose indefinite term labour agreement shifted to Unipol Gruppo Finanziario, as a consequence of the well-known corporate reorganization. This plan shares the same features of that already destined to all the employees of Unipol Gruppo Finanziario on July 2007.

The plan will be implemented through own shares being acquired by the Company, according to the terms and conditions laid down by the national and EC applicable law.

Presentation of the results to the financial community

Unipol Gruppo Finanziario 2007 results will be disclosed to the financial community and to the sector press today at 5.45 p.m. CET in the *Auditorium* of Unipol Banca (Bologna, Piazza della Costituzione 2). Attendance to the event is made possible also via webcasting or conference call. To attend the presentation please dial +39 02 802 09 11 (from Italy) and +44 208 7929 750 (from foreign countries). Further technicalities to access the event are available on the website www.unipolgf.it, Section Investor Relations.

Maurizio Castellina, the Senior Executive Responsible for drawing up the corporate accounts, declares – in accordance with Article 154-bis (2) of the Testo Unico della Finanza [the 'Single Financial Services Act'] – that the accounting information included in this press release corresponds to the documentary results, the books and the accounting records available as at today.

Bologna, 20 March 2008

Unipol Gruppo Finanziario S.p.A.
www.unipolgf.it

Attached are the reclassified Profit and Loss Account and the reclassified Balance Sheet as at 31 December 2007 for Unipol Gruppo Finanziario and Unipol Gruppo Finanziario S.p.A..

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UNIPOL GRUPPO FINANZIARIO

CONSOLIDATED INCOME STATEMENT

€/m		31/12/2007	31/12/2006
1.1	Net premium income	7,462.5	8,380.6
1.1.1	Gross earned premiums	7,782.7	8,717.0
1.1.2	Earned premiums ceded	-320.2	-336.4
1.2	Commissions and fees receivable	118.1	112.0
1.3	Income and charges arising out of financial instruments recorded at fair value through profit or loss	-38.7	272.0
1.4	Income arising out of shareholdings in subsidiaries, associates and joint ventures	2.0	1.9
1.5	Income arising out of other financial instruments and investments in property	1,624.9	1,268.0
1.5.1	Interest receivable	1,180.5	901.3
1.5.2	Other income	93.4	57.0
1.5.3	Profits realised	350.8	308.9
1.5.4	Unrealised profits	0.3	0.9
1.6	Other receipts	145.6	96.1
1	TOTAL RECEIPTS AND INCOME	9,314.4	10,130.6
2.1	Net charges relating to claims	6,768.0	7,826.9
2.1.2	Amounts paid and change in technical provisions	6,976.3	8,073.3
2.1.3	Reinsurers' share	-208.3	-246.4
2.2	Commissions and fees payable	41.7	35.7
2.3	Charges arising out of shareholdings in subsidiaries, associates and joint ventures	0.5	0.2
2.4	Charges arising out of other financial instruments and investments in property	456.6	378.6
2.4.1	Interest payable	248.7	186.9
2.4.2	Other charges	14.7	12.7
2.4.3	Losses realised	99.7	70.3
2.4.4	Unrealised losses	93.5	108.6
2.5	Operating expenses	1,276.8	1,155.8
2.5.1	Commissions and other acquisition expenses	812.9	758.4
2.5.2	Investment management expenses	23.3	25.4
2.5.3	Other administrative expenses	440.7	372.0
2.6	Other charges	163.8	142.5
2	TOTAL COSTS AND CHARGES	8,707.5	9,539.7
	PROFIT (LOSS) FOR THE YEAR BEFORE TAXATION	606.8	590.9
3	Taxation	185.7	229.4
	PROFIT (LOSS) FOR THE YEAR NET OF TAX	421.1	361.5
4	PROFIT (LOSS) PERTAINING TO DISCONTINUED OPERATIONS		
	CONSOLIDATED PROFIT (LOSS)	421.1	361.5
	pertaining to the Group	389.2	281.3
	pertaining to minority interests	31.9	80.3

UNIPOL GRUPPO FINANZIARIO

CONSOLIDATED INCOME STATEMENT broken down by BUSINESS SECTOR

		Non-Life business		Life business		Banking business	
€/m		31/12/2007	31/12/2006	31/12/2007	31/12/2006	31/12/2007	31/12/2006
1.1	Net premium income	3,934.3	3,706.2	3,528.3	4,674.4		
1.1.1	Gross earned premiums	4,233.6	4,018.2	3,549.1	4,698.8		
1.1.2	Earned premiums ceded	-299.3	-312.0	-20.9	-24.4		
1.2	Commissions and fees receivable	2.7	2.1	17.9	21.8	101.2	92.5
1.3	Income and charges arising out of financial instruments recorded at fair value through profit or loss	-43.0	92.1	-13.4	161.0	21.2	19.2
1.4	Income arising out of shareholdings in subsidiaries, associates and joint ventures	26.8	14.3	7.3	6.9	0.4	0.0
1.5	Income arising out of other financial instruments and investments in property	461.6	412.4	756.1	561.5	471.7	381.2
1.6	Other receipts	71.0	37.3	52.8	43.6	15.6	15.4
1	TOTAL RECEIPTS AND INCOME	4,453.3	4,264.3	4,349.1	5,469.2	610.2	508.3
2.1	Net charges relating to claims	2,854.9	2,709.5	3,914.2	5,118.1		
2.1.2	Amounts paid and change in technical provisions	3,049.2	2,922.3	3,928.2	5,151.7		
2.1.3	Reinsurers' share	-194.3	-212.7	-14.0	-33.6		
2.2	Commissions and fees payable	2.7	2.1	19.9	18.1	20.4	17.9
2.3	Charges arising out of shareholdings in subsidiaries, associates and joint ventures	0.3		0.0		0.1	0.5
2.4	Charges arising out of other financial instruments and investments in property	107.9	161.2	95.3	55.4	302.5	244.5
2.5	Operating expenses	888.5	827.0	144.1	154.0	210.8	180.9
2.6	Other charges	103.9	88.8	31.8	44.4	14.2	9.4
2	TOTAL COSTS AND CHARGES	3,958.3	3,788.6	4,205.3	5,390.0	548.0	453.2
	PROFIT (LOSS) FOR THE YEAR BEFORE TAXATION	494.9	475.7	143.7	79.1	62.2	55.1

		Holding and Services		Intersector eliminations		Total	
€/m		31/12/2007	31/12/2006	31/12/2007	31/12/2006	31/12/2007	31/12/2006
1.1	Net premium income					7,462.5	8,380.6
1.1.1	Gross earned premiums					7,782.7	8,717.0
1.1.2	Earned premiums ceded					-320.2	-336.4
1.2	Commissions and fees receivable			-3.8	-4.4	118.1	112.0
1.3	Income and charges arising out of financial instruments recorded at fair value through profit or loss	-3.2		-0.3	-0.3	-38.7	272.0
1.4	Income arising out of shareholdings in subsidiaries, associates and joint ventures			-32.5	-19.3	2.0	1.9
1.5	Income arising out of other financial instruments and investments in property	20.1		-84.7	-87.0	1,624.9	1,268.0
1.6	Other receipts	95.8		-89.5	-0.1	145.6	96.1
1	TOTAL RECEIPTS AND INCOME	112.7		-210.8	-111.1	9,314.4	10,130.6
2.1	Net charges relating to claims			-1.2	-0.7	6,768.0	7,826.9
2.1.2	Amounts paid and change in technical provisions			-1.2	-0.7	6,976.3	8,073.3
2.1.3	Reinsurers' share					-208.3	-246.4
2.2	Commissions and fees payable			-1.3	-2.4	41.7	35.7
2.3	Charges arising out of shareholdings in subsidiaries, associates and joint ventures				-0.3	0.5	0.2
2.4	Charges arising out of other financial instruments and investments in property	27.9		-77.0	-82.5	456.6	378.6
2.5	Operating expenses	129.3		-95.9	-6.2	1,276.8	1,155.8
2.6	Other charges	16.7		-2.7	-0.1	163.8	142.5
2	TOTAL COSTS AND CHARGES	173.9		-178.0	-92.2	8,707.5	9,539.7
	PROFIT (LOSS) FOR THE YEAR BEFORE TAXATION	-61.2		-32.8	-19.0	606.8	590.9



UNIPOL GRUPPO FINANZIARIO

CONSOLIDATED BALANCE SHEET

ASSETS

€/m		31/12/2007	31/12/2006
1	INTANGIBLE ASSETS	1,811.7	1,335.7
1.1	Goodwill	1,775.4	1,303.8
1.2	Other intangible assets	36.3	31.9
2	TANGIBLE ASSETS	434.9	433.6
2.1	Property	380.2	375.9
2.2	Other tangible assets	54.7	57.7
3	TECHNICAL PROVISIONS - REINSURERS' SHARE	593.2	657.4
4	INVESTMENTS	39,040.5	35,936.0
4.1	Investments in property	315.4	298.9
4.2	Shareholdings in subsidiaries, associates and joint ventures	28.3	38.6
4.3	Investments held to maturity	1,796.2	1,037.8
4.4	Loans and receivables	11,374.6	10,157.0
4.5	Financial assets available for sale	14,836.8	15,837.8
4.6	Financial assets at fair value through profit or loss	10,689.2	8,565.9
5	SUNDRY RECEIVABLES	1,430.1	1,176.9
5.1	Receivables relating to direct insurance operations	940.5	808.9
5.2	Receivables relating to reinsurance operations	141.1	104.8
5.3	Other receivables	348.4	263.2
6	OTHER ASSETS	2,524.4	696.4
6.1	Non-current assets or assets of a disposal group held for sale	1,688.5	
6.2	Deferred acquisition costs	61.1	70.2
6.3	Deferred tax assets	430.8	366.2
6.4	Current tax assets	45.9	45.3
6.5	Other assets	298.1	214.6
7	CASH AND CASH EQUIVALENTS	364.5	1,413.6
	TOTAL ASSETS	46,199.2	41,649.6

LIABILITIES AND SHAREHOLDERS' EQUITY

€/m		31/12/2007	31/12/2006
1	SHAREHOLDERS' EQUITY	5,274.4	5,873.0
1.1	Pertaining to the Group	4,987.6	5,357.7
1.1.1	Capital	2,391.4	2,360.1
1.1.2	Other equity		
1.1.3	Capital reserve	2,235.4	2,296.8
1.1.4	Accumulated earnings and other reserves	630.0	456.8
1.1.5	(Own shares)		
1.1.6	Provision for net exchange rate differences		
1.1.7	Profits or losses on financial assets available for sale	-679.8	-70.3
1.1.8	Other profits or losses recorded in the equity direct	21.4	32.9
1.1.9	Profit (loss) for the year pertaining to the Group	389.2	281.3
1.2	pertaining to minority interests	286.7	515.2
1.2.1	Capital and reserves pertaining to minority interests	302.4	470.9
1.2.2	Profits or losses recorded in the equity direct	-47.6	-35.9
1.2.3	Profit (loss) for the year pertaining to minority interests	31.9	80.3
2	AMOUNTS SET ASIDE	55.5	45.0
3	TECHNICAL PROVISIONS	26,074.5	24,042.4
4	FINANCIAL LIABILITIES	11,810.4	10,379.2
4.1	Financial liabilities recorded at fair value through profit or loss	3,453.6	3,121.2
4.2	Other financial liabilities	8,356.8	7,257.9
5	PAYABLES	423.9	520.2
5.1	Payables arising out of direct insurance operations	78.1	46.5
5.2	Payables arising out of reinsurance operations	10.3	18.6
5.3	Other payables	335.6	455.1
6	OTHER LIABILITIES	2,560.5	789.8
6.1	Liabilities of a disposal group held for sale	1,651.7	
6.2	Deferred tax liabilities	220.2	210.3
6.3	Current tax liabilities	97.8	52.9
6.4	Other liabilities	590.8	526.7
	TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	46,199.2	41,649.6

UNIPOL GRUPPO FINANZIARIO SPA

Profit and Loss Account

	31.12.2007	31.12.2006
A) BUSINESS VALUE		
1) Income from sales and services	94,956,890	5,185,186
5) Other income	3,647,569,362	3,119,029,257
TOTAL BUSINESS VALUE	3,742,526,252	3,124,214,443
B) BUSINESS COSTS		
7) Services	106,660,036	68,095,533
8) Use of third party assets	10,518,579	6,316,608
9) Staff	216,082,510	72,728,916
10) Amortization and write-downs	44,447,076	26,908,717
12) Provisions for risks	139,008,349	225,295,962
13) Other provisions	8,477,108	0
14) Sundry operating expenses	3,417,481,311	2,860,268,266
TOTAL BUSINESS COSTS	3,942,674,969	3,259,614,002
DIFFERENCE BETWEEN BUSINESS VALUE AND BUSINESS COSTS (A-B)	-200,148,717	-135,399,559
C) FINANCIAL INCOME AND CHARGES		
15) Income from participating interests	147,022,110	168,520,917
16) Other financial income	764,252,237	490,115,566
17) Interests and other financial charges	243,004,805	111,494,832
17-bis) Profit (loss) on currency movements	1,320,161	-598,406
TOTAL FINANCIAL INCOME AND CHARGES	669,589,703	546,543,245
D) VALUE ADJUSTMENTS ON FINANCIAL ASSETS		
18) Write-ups	40,014	12,116,772
19) Write-downs	37,546,433	256,643,648
TOTAL VALUE ADJUSTMENTS	-37,506,419	-244,526,876
E) EXTRAORDINARY INCOME AND CHARGES		
20) Extraordinary income	6,012,551	99,939,498
21) Extraordinary charges	35,609,186	32,440,362
TOTAL EXTRAORDINARY ITEMS	-29,596,635	67,499,136
PROFIT BEFORE TAXATION	402,337,932	234,115,946
22) Current and deferred income tax for the financial year	113,497,348	46,953,555
PROFIT (LOSS) FOR THE FINANCIAL YEAR	288,840,584	187,162,391



UNIPOL GRUPPO FINANZIARIO SPA

Balance Sheet

		31.12.2007	31.12.2006
ASSETS			
A) SUBSCRIBED SHARE CAPITAL UNPAID		0	0
B) NON-CURRENT ASSETS			
I Intangible Assets		32,272,109	70,647,292
II Tangible Assets		31,433,343	567,858,738
III Financial Assets		4,465,993,628	5,517,155,179
1) Shareholdings	4,111,479,278		2,836,561,138
2) Receivables	297,000,548		46,237,585
3) Other financial assets	57,513,802		2,634,356,456
TOTAL NON-CURRENT ASSETS		4,529,699,080	6,155,661,209
C) CURRENT ASSETS			
I Stocks	0		0
II Receivables	111,719,074		491,237,776
III Financial assets other than non-current assets	633,593,121		6,859,542,431
IV Cash at bank and in hand	800,876,574		1,560,168,883
TOTAL CURRENT ASSETS		1,546,188,769	8,910,949,090
D) PREPAYMENTS AND ACCRUED INCOME			
TOTAL PREPAYMENTS AND ACCRUED INCOME		18,041,905	133,701,736
TOTAL ASSETS		6,093,929,754	15,200,312,035
LIABILITIES		31.12.2007	31.12.2006
A) SHAREHOLDERS' EQUITY			
I Share capital		2,391,426,100	2,360,144,410
II Share premium reserve		1,867,594,678	1,973,801,177
III Revaluation reserves		20,700,874	20,700,874
IV Legal reserve		472,028,882	472,028,882
V Statutory reserves		0	0
VI Reserve for own shares		0	0
VII Other reserves		292,987,308	266,481,701
VIII Profit (loss) carried forward		0	0
IX Profit (loss) for the financial year		288,840,584	187,162,391
TOTAL SHAREHOLDERS' EQUITY		5,333,578,426	5,280,319,435
B) PROVISION FOR RISKS AND CHARGES			
1) Provisions for pensions and similar obligations		0	0
2) Provisions for taxation, incl. for deferred taxes		18,368,258	13,774,624
3) Other provisions		19,867,641	7,305,977,030
TOTAL PROVISION FOR RISKS AND CHARGES		38,235,899	7,319,751,654
C) PROVISION FOR STAFF LEAVING INDEMNITY		32,458,529	25,276,582
D) PAYABLES			
1) Debenture loans		600,000,000	600,000,000
3) Payables to stockholders for financing		9,591,907	51,634
7) Payables to suppliers		21,608,844	93,394,486
9) Payables to subsidiaries		4,263,977	3,987,412
11) Payables to controlling companies		5,142,726	12,166,375
12) Tax payables		11,001,332	38,875,636
13) Payables to social security institutions		5,451,753	5,505,840
14) Other payables		12,977,092	1,269,413,086
TOTAL PAYABLES		670,037,631	2,024,198,472
E) ACCRUALS AND DEFERRED INCOME			
TOTAL ACCRUALS AND DEFERRED INCOME		19,619,269	550,765,892
TOTAL LIABILITIES		6,093,929,754	15,200,312,035
GUARANTEES, COMMITMENTS AND OTHER MEMORANDUM ACCOUNTS		31.12.2007	31.12.2006
I GUARANTEES ISSUED BY THE COMPANY		600,000,109	477,540
II OTHER MEMORANDUM ACCOUNTS		2,329,367,023	14,654,881,656
TOTAL GUARANTEES, COMMITMENTS AND OTHER MEMO ACCOUNTS		2,929,367,132	14,655,359,196